

NTA per unit \$1.53	Unit price (AGM) \$1.48	Gross assets \$26.4 MILLION	12-month distribution yield (target: 5%) 6.1%	Annualised performance since inception (10 July 2018) ¹ -5.7%
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INVESTMENT OBJECTIVE

To achieve long-term capital appreciation, while reducing risk and preserving capital, through investments in securities within the ASX 100 Index that exhibit relatively high levels of governance, social and environmental performance.

PORTFOLIO UPDATE

The domestic market experienced one of the most challenging months in history, with the Australian Governance & Ethical Index Fund (Fund) falling 20.7%, in line with the S&P/ASX 100 Accumulation Index (-20.6%). The Fund's sector-neutral investment approach was highlighted in the return contributions of different securities over the month. In Materials, an overweight position in Rio Tinto (+2%), was offset by underweight positions in BHP (-10%) and Fortescue Metals (+11%). In Financials, overweight positions in Macquarie Group (-36%) and Virgin Money UK (-59%) were partially offset by an underweight position in Westpac (-30%), while in Energy, underweight positions Santos (-50%) and Origin (-35%) were offset by the overweight position Worley (-51%).

ASIC and ASX announced temporary emergency capital raising relief with issuers able to selectively issue 25% of new shares (previously 15%). This increased flexibility to issue additional capital places significant scrutiny on boards and management to ensure raisings are conducted in an equitable manner (particularly to existing retail shareholders). If history is any guide, future raisings are expected to be significant, with just under \$100 billion raised by ASX 200 entities through the GFC (08/09) via 279 separate capital raisings.

PORTFOLIO MANAGER



Will Hart
Portfolio Manager

FUND PERFORMANCE¹

	1 MONTH	3 MONTH	6 MONTH	1 YEAR	5 YEARS	5 YEARS	SINCE INCEPTION (P.A.)
NTA	-20.7%	-22.7%	-21.7%	-12.6%	-	-	-5.7%
S&P/ASX 100 Accumulation Index	-20.6%	-23.0%	-22.5%	-13.7%	-	-	-7.1%
Excess Return	0.0%	0.4%	0.8%	1.1%	-	-	1.4%

Note: Numbers may not sum due to rounding.

LARGEST ACTIVE POSITIONS

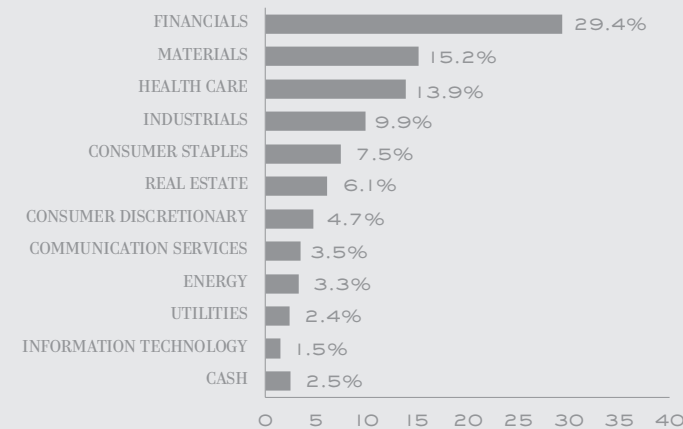
TOP 10 OVERWEIGHT²

A2 Milk Co Ltd	Oz Minerals Ltd
APA Group	Rio Tinto Ltd
CSL Ltd	SEEK Ltd
Macquarie Group Ltd	Wesfarmers Ltd
Newerest Mining Ltd	Worley Ltd

TOP 10 UNDERWEIGHT²

AGL Energy Ltd	Goodman Group
AmcOR Plc	Resmed Inc
Aristocrat Leisure	Sonic Healthcare Ltd
BHP Group Ltd	South32 Ltd
Fortescue Metals Group	Westpac Banking Corporation

SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

PERFORMANCE CHART¹



Notes: Data at 31 March 2020 unless stated. Numbers may not sum due to rounding. 1. All returns are total returns, inclusive of reinvested distributions. NTA returns are net of fees and costs. Past performance is not a reliable indicator of future performance. 2. Overweight and underweight positions are relative to S&P/ASX 100 Index weights. Inception 10 July 2018. Chart data range: 10 July 2018 to 31 March 2020. Initial index value 1,000. Index Source: Bloomberg.



PORTFOLIO HOLDINGS

COMPANY	WEIGHT (%)	COMPANY	WEIGHT (%)	COMPANY	WEIGHT (%)
CSL Limited	12.06%	ASX Ltd	1.27%	James Hardie Industries	0.70%
Commonwealth Bank of Australia	9.20%	SEEK Ltd	1.22%	Ramsay Health Care Ltd	0.68%
Rio Tinto Ltd	6.27%	Lendlease Group	1.21%	Virgin Money UK Plc	0.64%
Wesfarmers Ltd	4.41%	Insurance Australia Group Ltd	1.21%	Medibank Private	0.62%
ANZ Banking Group Ltd	4.15%	Mirvac Group	1.14%	Xero Ltd	0.62%
National Australia Bank Ltd	4.06%	Sydney Airport	1.07%	Unibail-Rodamco-Westfield	0.60%
Woolworths Group Ltd	3.90%	QBE Insurance	0.99%	GPT Group	0.59%
Telstra Corporation Ltd	3.08%	Suncorp Group Ltd	0.97%	Stockland	0.52%
Macquarie Group Ltd	3.04%	Alumina Ltd	0.96%	Evolution Mining	0.51%
Transurban Group Ltd	2.66%	WorleyParsons Ltd	0.94%	Caltex Australia Ltd	0.50%
Westpac Banking Corporation	2.47%	Qube Holdings Ltd	0.93%	Orica Ltd	0.48%
Newcrest Mining Ltd	2.30%	Orora Ltd	0.91%	Atlas Arteria	0.41%
A2 Milk Co Ltd	2.17%	Cochlear Ltd	0.91%	Computershare Ltd	0.40%
APA Group	1.85%	Cleanaway Waste Management Ltd	0.88%	Bluescope Steel	0.38%
Oz Minerals Ltd	1.46%	Dexus	0.83%	Outside top 50	4.93%
Coles Group Ltd	1.45%	Aurizon Holdings Ltd	0.71%	Cash	2.49%
Woodside Petroleum Ltd	1.45%	Northern Star Resources Ltd	0.71%		
Brambles Ltd	1.42%	Scentre Group Ltd	0.71%		

Notes: Data as at 31 March 2020 unless stated. Numbers may not sum due to rounding.



ABOUT WALSH & COMPANY

Walsh & Company, part of the Evans Dixon Group, is a multibillion-dollar global funds management firm founded in 2007, with assets under management across global equities, residential and commercial property, private equity, fixed income, and sustainable and social investments. It provides access to unique investment strategies not readily accessible to investors and focuses on building high-quality, diversified portfolios.

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IMPORTANT INFORMATION

This report has been authorised for release by the Board of Walsh & Company Investments Limited (ACN 152 367 649, AFSL 410 433), as responsible entity for the Australian Governance & Ethical Index Fund (**Fund**) (ARSN 625 826 646).

This report has been prepared by Walsh & Company Asset Management Pty Limited (**Investment Manager**) (ACN 159 902 708, AFSL 450 257) as investment manager for the Fund.

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