AUSTRALIAN GOVERNANCE & ETHICAL Index Fund

NTA per unit	Unit price (AGM)	Gross assets	12-month distribution yield (target: 5%)	Annualised performance since inception (10 July 2018)[1]
$1.66	$1.54	$27.7 MILLION	5.4%	-1.3%

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 Australian Governance & Ethical Index Fund (Fund) rebounded strongly in April, returning 8.1% for the month, marginally behind the S&P/ASX 100 Accumulation Index (+8.4%). Positive contributors included overweight positions in Worley (+46%) and Virgin Money UK (+34%) while the exclusion of Westpac Group (-1.3%) also benefited performance. Negative contributors, on a relative basis, included the exclusion of Afterpay (+66%) and BHP Group (+12%) while the Fund's cash holding was also a drag on performance.

While COVID-19 has dominated market rhetoric, climate change continues to be on investor minds as evidenced by the voting results at the recent annual general meetings. Over 50% of Woodside Petroleum's shareholders backed (voluntary) motions for the company to commit to hard targets to reduce its greenhouse gas emissions, provide greater disclosure around emissions of upcoming projects, and ensure its remuneration policy encourages executives to meet these. Similarly, more than 43 per cent of Santos' shareholders backed a resolution for the company to set harder targets to curb emissions from its operations and the end consumers of its products. These results highlight the continued pressure oil & gas companies face globally with respect to addressing climate change and ensuring operations align with the Paris agreement.

PORTFOLIO MANAGER

Will Hart
Portfolio Manager

FUND PERFORMANCE[1]

	1 MONTH	3 MONTHS	6 MONTHS	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION (P.A.)
NTA	8.1%	-20.2%	-15.4%	-7.6%	-	-	-1.3%
S&P/ASX 100 Accumulation Index	8.4%	-20.6%	-15.6%	-8.5%	-	-	-2.5%
Excess Return	-0.3%	0.4%	0.2%	0.9%	-	-	1.3%

Note: Numbers may not sum due to rounding.

LARGEST ACTIVE POSITIONS

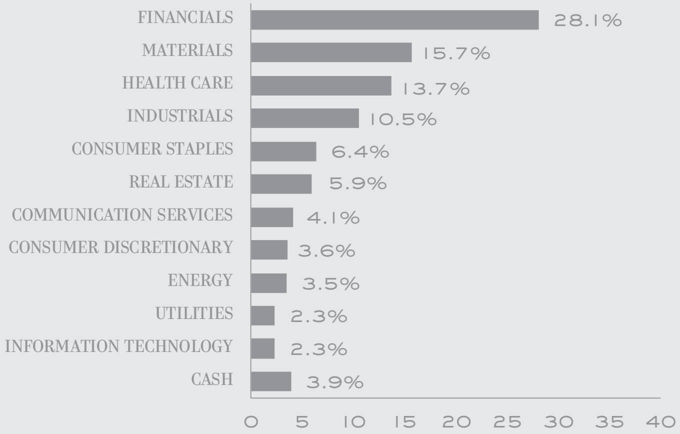
TOP 10 OVERWEIGHT[2]

Alumina Ltd	Newcrest Mining Ltd
APA Group	Oz Minerals Ltd
CSL Ltd	Rio Tinto Ltd
Macquarie Group Ltd	Sydney Airport
National Australia Bank Ltd	Virgin Money UK Plc

TOP 10 UNDERWEIGHT[2]

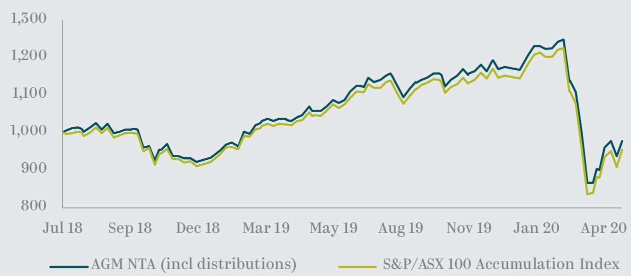
AGL Energy Ltd	Goodman Group
Amcor Plc	OriginEnergy Ltd
Aristocrat Leisure	Sonic Healthcare Ltd
BHP Group Ltd	South32 Ltd
Fortescue Metals Group	Westpac Banking Corporation

SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

PERFORMANCE CHART[1]



Notes: Data at 30 April 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 30 April 2020. Initial index value 1,000. Index Source: Bloomberg.

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AUSTRALIAN GOVERNANCE & ETHICAL Index Fund

PORTFOLIO HOLDINGS

COMPANY	WEIGHT (%)
CSL Limited	11.10%
Commonwealth Bank of Australia	8.17%
Rio Tinto Ltd	5.71%
National Australia Bank Ltd	4.92%
ANZ Banking Group Ltd	4.20%
Macquarie Group Ltd	3.69%
Woolworths Group Ltd	3.48%
Telstra Corporation Ltd	3.28%
Wesfarmers Ltd	3.17%
Transurban Group Ltd	2.67%
Newcrest Mining Ltd	2.59%
Sydney Airport	1.88%
Brambles Ltd	1.80%
APA Group	1.77%
Oz Minerals Ltd	1.68%
ASX Ltd	1.65%
A2 Milk Co Ltd	1.57%
Woodside Petroleum Ltd	1.56%
Cochlear Ltd	1.54%

COMPANY	WEIGHT (%)
Coles Group Ltd	1.40%
Mirvac Group	1.36%
Atlas Arteria	1.10%
Alumina Ltd	1.08%
Virgin Money UK Plc	1.08%
Altium Ltd	1.04%
Insurance Australia Group Ltd	0.99%
QBE Insurance	0.95%
Scentre Group Ltd	0.92%
Qube Holdings Ltd	0.90%
Cleanaway Waste Management Ltd	0.86%
Suncorp Group Ltd	0.85%
Iluka Resources	0.78%
Ramsay Health Care Ltd	0.74%
Dexus	0.74%
James Hardie Industries	0.74%
Aurizon Holdings Ltd	0.69%
Northern Star Resources Ltd	0.69%
Santos Ltd	0.65%

COMPANY	WEIGHT (%)
Evolution Mining	0.65%
Xero Ltd	0.62%
GPT Group	0.60%
Unibail-Rodamco-Westfield	0.58%
Magellan Financial Group	0.55%
Medibank Private	0.55%
Lendlease Group	0.53%
Orica Ltd	0.53%
Stockland	0.52%
Caltex Australia Ltd	0.48%
Computershare Ltd	0.47%
SEEK Ltd	0.45%
Bluescope Steel	0.42%
Oil Search Ltd	0.41%
Vicinity Centres	0.38%
Outside Top 50	4.33%
Cash	3.92%

Notes: Data as at 30 April 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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Past performance of the Fund is not a reliable indicator of the future performance of the Fund.

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