

NTA per unit \$1.73	Unit price (AGM) \$1.66	Gross assets \$26.9 MILLION	12-month distribution yield (target: 5%) 5.7%	Annualised performance since inception (10 July 2018) ¹ 2.3%
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Units on issue: 15,544,733

FUND PERFORMANCE¹

	1 MONTH	3 MONTHS	6 MONTHS	1 YEAR	2 YEARS (P.A.)	3 YEARS (P.A.)	SINCE INCEPTION (P.A.)
NTA	0.7%	7.2%	-14.4%	-9.5%	1.8%	-	2.3%
S&P/ASX 100 Accumulation Index	0.5%	7.5%	-14.6%	-9.9%	1.3%	-	1.3%
Excess Return	0.2%	-0.3%	0.2%	0.4%	0.5%	-	1.0%

Note: Numbers may not sum due to rounding.

LARGEST ACTIVE POSITIONS

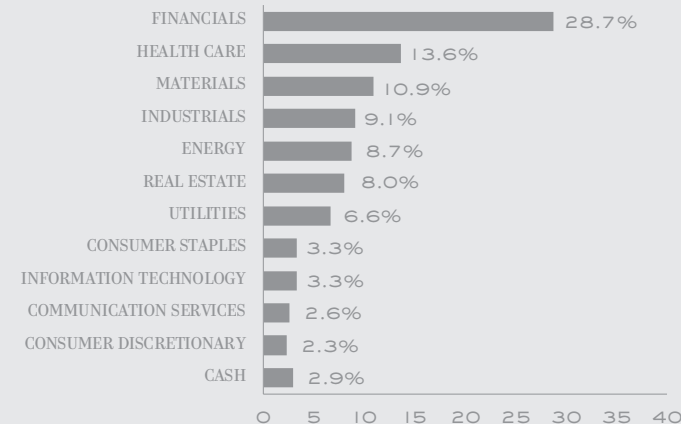
TOP 10 OVERWEIGHT²

ANZ Banking Group Ltd	Newcrest Mining Ltd
APA Group	Oz Minerals Ltd
CSL Limited	Qube Holdings Ltd
Macquarie Group Ltd	Telstra Corporation Ltd
National Australia Bank Ltd	Virgin Money UK Plc

TOP 10 UNDERWEIGHT²

Afterpay Ltd	Goodman Group
AGL Energy Ltd	Resmed Inc
Amcort Plc	Sonic Healthcare Ltd
Aristocrat Leisure	South32 Ltd
BHP Group Ltd	Westpac Banking Corporation

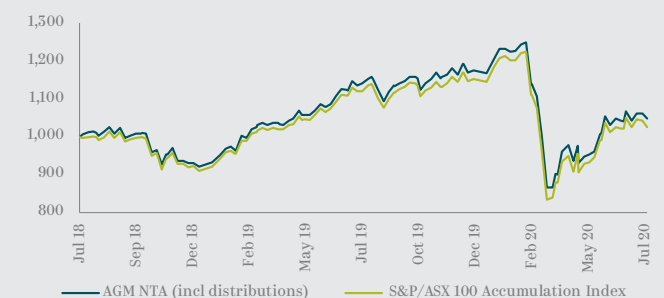
SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

Notes: Data at 31 July 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 July 2020. Initial index value 1,000. Index Source: Bloomberg.

PERFORMANCE CHART¹



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) returned 0.7% for the month of July, ahead of the S&P/ASX 100 Accumulation Index (+0.5%). Positive contributors included overweight positions in copper and gold miners Oz Minerals (+24.4%) and Newcrest Mining (+11.6%), while the exclusion of wealth management group AMP (-21.0%) also benefited performance. Negative contributors included overweight positions in Healthcare giant CSL (-5.9%) while the exclusion of buy-now-pay later group Afterpay (+12.4%) and industrial warehouse developer Goodman Group (+14.0%) also impacted performance.

Looking globally, sustainability issues have entered the US political election, with the announcement by democratic nominee Joe Biden of a proposed green energy transition plan. The aggressive plan includes a net zero carbon target for US power markets by 2035, changes to fuel economy standards, the introduction of zero-emission buses and the development of a domestic renewable and battery storage supply chain industry. The US election results may prove pivotal in assessing the energy transition, with a democratic majority in both houses having the potential to act as a catalyst to drive rapid change with a commitment of US\$2 trillion over four years.

PORTFOLIO MANAGER



Will Hart
Portfolio Manager



PORTFOLIO HOLDINGS

COMPANY	WEIGHT (%)	COMPANY	WEIGHT (%)	COMPANY	WEIGHT (%)
CSL Limited	9.70%	Sydney Airport	1.44%	Suncorp Group Ltd	0.73%
Commonwealth Bank of Australia	8.52%	Dexus	1.31%	Scentre Group Ltd	0.71%
National Australia Bank Ltd	5.18%	Woodside Petroleum Ltd	1.29%	Evolution Mining	0.68%
ANZ Banking Group Ltd	4.43%	Qube Holdings Ltd	1.16%	Xero Ltd	0.66%
Macquarie Group Ltd	4.28%	Mirvac Group	1.16%	Santos Ltd	0.66%
Wesfarmers Ltd	3.73%	Atlas Arteria	1.13%	Aurizon Holdings Ltd	0.61%
Telstra Corporation Ltd	3.53%	ASX Ltd	1.08%	Magellan Financial Group Ltd	0.61%
Newcrest Mining Ltd	3.42%	Nextdc Ltd	1.02%	Medibank Private	0.55%
Woolworths Group Ltd	3.30%	QBE Insurance	0.99%	SEEK Ltd	0.54%
Oz Minerals Ltd	2.98%	Altium Ltd	0.96%	GPT Group	0.54%
Rio Tinto Ltd	2.56%	Virgin Money UK Plc	0.92%	Lendlease Group	0.53%
Transurban Group Ltd	2.56%	Alumina Ltd	0.90%	Stockland	0.52%
Fortescue Metals Group	1.98%	Iluka Resources	0.88%	Orica Ltd	0.49%
Brambles Ltd	1.70%	Cleanaway Waste Management Ltd	0.87%	Ampol Ltd	0.47%
A2 Milk Co Ltd	1.68%	James Hardie Industries	0.87%	Outside top 50	6.29%
APA Group	1.64%	Insurance Australia Group Ltd	0.79%	Cash	2.86%
Cochlear Ltd	1.60%	Northern Star Resources Ltd	0.77%		
Coles Group Ltd	1.47%	Ramsay Health Care Ltd	0.76%		

Notes: Data as at 31 July 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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