

NTA per unit \$1.76	Unit price (AGM) \$1.72	Gross assets \$26.8 MILLION	12-month distribution yield (target: 5%) 5.4%	Annualised performance since inception (10 July 2018) ¹ 3.2%
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Units on issue: 15,194,574

FUND PERFORMANCE¹

	1 MONTH	3 MONTHS	6 MONTHS	1 YEAR	2 YEARS (P.A.)	3 YEARS (P.A.)	SINCE INCEPTION (P.A.)
NTA	2.1%	5.9%	-6.1%	-5.7%	2.3%	-	3.2%
S&P/ASX 100 Accumulation Index	2.5%	6.1%	-5.2%	-5.7%	1.9%	-	2.4%
Excess Return	-0.4%	-0.2%	-0.9%	0.0%	0.3%	-	0.8%

Note: Numbers may not sum due to rounding.

LARGEST ACTIVE POSITIONS

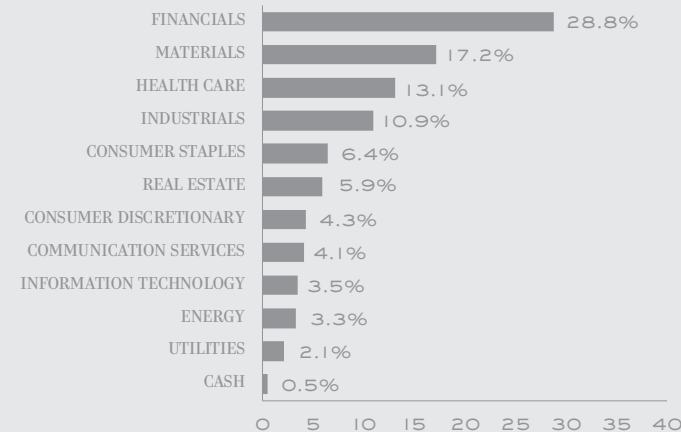
TOP 10 OVERWEIGHT²

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

TOP 10 UNDERWEIGHT²

Afterpay Ltd	Goodman Group
AGL Energy Ltd	Origin Energy Ltd
Amcor Plc	Sonic Healthcare Ltd
Aristocrat Leisure	South32 Ltd
BHP Group Ltd	Westpac Banking Corporation

SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

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

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 2.1% for the month of August, behind the S&P/ASX 100 Accumulation Index (+2.5%). Positive contributors included overweight positions in copper and gold miner Oz Minerals (+7.3%) and Cleanaway Waste Management (+23.4%), while the exclusion of Resmed (-13.7%) and Treasury Wines (-14.4%) also benefited performance. Negative contributors included overweight positions in Newcrest (-8.5%) and Telstra (-11.4%) while the exclusion of buy now, pay later group Afterpay (+33.4%) also impacted performance.

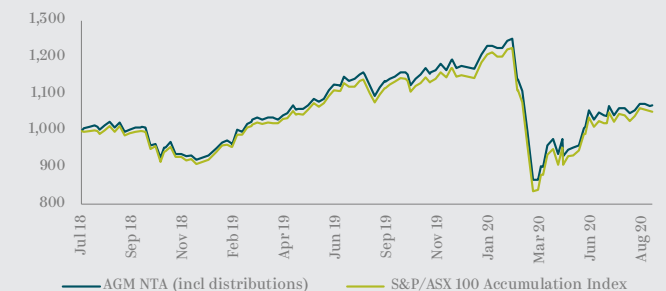
With indigenous rights continuing to be a focus point for investors, the Australasian Centre for Corporate Responsibility (ACCR) has filed a shareholder resolution at BHP's upcoming AGM requesting the company adopt a moratorium on undertaking activities, remove gag clauses under participation agreements, and disclose lobbying on cultural heritage issues. The ACCR's shareholder resolution, if passed, raises the prospect of delays and land agreement renegotiations, most notably at the new iron ore development at South Flank. It has become clear that social licence to operate is a core component of long-term value creation, and as has been seen in multiple recent examples (e.g. Juukan Gorge), erosion due to a lack of consultation and consideration of a broad array of stakeholders can be swift.

PORTFOLIO MANAGER



Will Hart
Portfolio Manager

PERFORMANCE CHART¹



PORTFOLIO HOLDINGS

COMPANY	WEIGHT (%)	COMPANY	WEIGHT (%)	COMPANY	WEIGHT (%)
CSL Limited	10.36%	Coles Group Ltd	1.45%	Xero Ltd	0.75%
Commonwealth Bank of Australia	8.23%	Dexus	1.37%	Insurance Australia Group Ltd	0.75%
National Australia Bank Ltd	5.30%	Woodside Petroleum Ltd	1.27%	Santos Ltd	0.72%
ANZ Banking Group Ltd	4.54%	Qube Holdings Ltd	1.18%	Northern Star Resources Ltd	0.68%
Macquarie Group Ltd	4.46%	Mirvac Group	1.18%	Stockland	0.65%
Wesfarmers Ltd	3.84%	ASX Ltd	1.16%	Evolution Mining	0.64%
Woolworths Group Ltd	3.43%	Atlas Arteria	1.13%	Aurizon Holdings Ltd	0.60%
Oz Minerals Ltd	3.22%	Nextdc Ltd	1.10%	Magellan Financial Group Ltd	0.59%
Newcrest Mining Ltd	3.13%	Cleanaway Waste Management Ltd	1.08%	Lendlease Group	0.55%
Telstra Corporation Ltd	3.07%	Altium Ltd	1.07%	GPT Group	0.54%
Transurban Group Ltd	2.51%	QBE Insurance	1.06%	Medibank Private	0.53%
Rio Tinto Ltd	2.48%	Iluka Resources	0.99%	SEEK Ltd	0.52%
Fortescue Metals Group	2.00%	Virgin Money UK Plc	0.98%	Orica Ltd	0.50%
Sydney Airport	1.90%	Alumina Ltd	0.94%	Ampol Ltd	0.46%
Brambles Ltd	1.76%	James Hardie Industries	0.93%	Outside top 50	6.83%
Cochlear Ltd	1.62%	Ramsay Health Care Ltd	0.80%	Cash	0.48%
APA Group	1.57%	Suncorp Group Ltd	0.80%		
A2 Milk Co Ltd	1.49%	Scentre Group Ltd	0.80%		

Notes: Data as at 31 August 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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