

# Intelligent Investor Ethical Share Fund

(Managed Fund) (ASX:INES)

**‘[In the past two years] the Russell 1000 growth stock cohort lapped the value factor by 19% and 31%. That’s the most lopsided showing since at least 1979, eclipsing the cumulative 48.9% gap seen during the acute phase of the dot-com mania in 1998 and 1999.’ — Charlie Billelo**

**ResMed** delivered another strong result with growth that **Commonwealth Bank** can only dream of despite the sleep apnoea industry leader trading at a lower multiple. ResMed remains unusually cheap in such an expensive market where US tariffs will penalise its competitors like **Fisher & Paykel**, but we’re cognisant rival Philips will re-enter the market soon after a painful product recall.

In a seamless transition that was only a matter of time, **Aussie Broadband** promoted its Aussie Broadband divisional chief Brian Maher to Group CEO to continue its expansion into higher margin markets. It could also be a takeover target as corporate activity increases this year, which should also benefit MA Financial.

## Performance (after fees)

	1 mth	1 yr	2 yrs	3 yrs	S.I. (p.a)
II Ethical Share Fund	1.8%	9.6%	7.4%	4.8%	9.7%
S&P ASX 200 Accumulation Index	4.6%	15.2%	11.1%	11.4%	8.8%
Excess to Benchmark	-2.7%	-5.6%	-3.6%	-6.7%	1.0%

Inception (S.I.): 11 Jun 2019

RIAA's RI Certification Symbol signifies that a product or service offers an investment style that takes into account environmental, social, governance or ethical considerations. The Symbol also signifies that Intelligent Investor Australian Ethical Share Fund (ASX: INES) adheres to the strict operational and disclosure practices required under the Responsible Investment Certification Program for the category of Product. The Certification Symbol is a Registered Trademark of the Responsible Investment Association Australasia (RIAA). Detailed information about RIAA, the Symbol and Intelligent Investor Australian Ethical Share Fund (ASX: INES) methodology, performance and stock holdings can be found at [www.responsibleinvestments.com.au](http://www.responsibleinvestments.com.au), together with details about other responsible investment products certified by RIAA.



## Fund overview

The Intelligent Investor Australian Ethical Share Fund is an Active ETF designed for investors seeking a diversified selection of Australian companies that produce growing, sustainable profits at low risk of interruption from the increasing threats associated with Environmental, Social and Governance (ESG) factors.

 **5+ yrs**

Suggested investment timeframe

 **10 - 35**

Indicative number of securities

 **Risk profile: High**


Expected loss in 4 to 6 years out of every 20 years

 **S&P/ASX 200 Accumulation Index**

Benchmark

 **Investment fee**

0.97% p.a.

 **Performance fee**

Nil



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Regardless, we expect MA Financial's profits to increase materially over the next two years after years of heavy investment. Its well-publicised MA Credit Income Trust, the company's first listed private credit trust, is off to a good start after raising almost \$200m of its \$300m target.

Indian bank **HDFC** fell 5% as it digests its merger with Housing Development Finance Corporation. While the bank is temporarily slowing growth to reduce leverage inherited from the acquisition, only 6% of India's population banks with HDFC and only 10% of those have mortgages.

In a market where credit growth runs at twice GDP, management aims to double its business every four years by taking share from bureaucratic state banks. The current lull has created the opportunity to own India's largest private bank at a valuation not seen since the GFC.

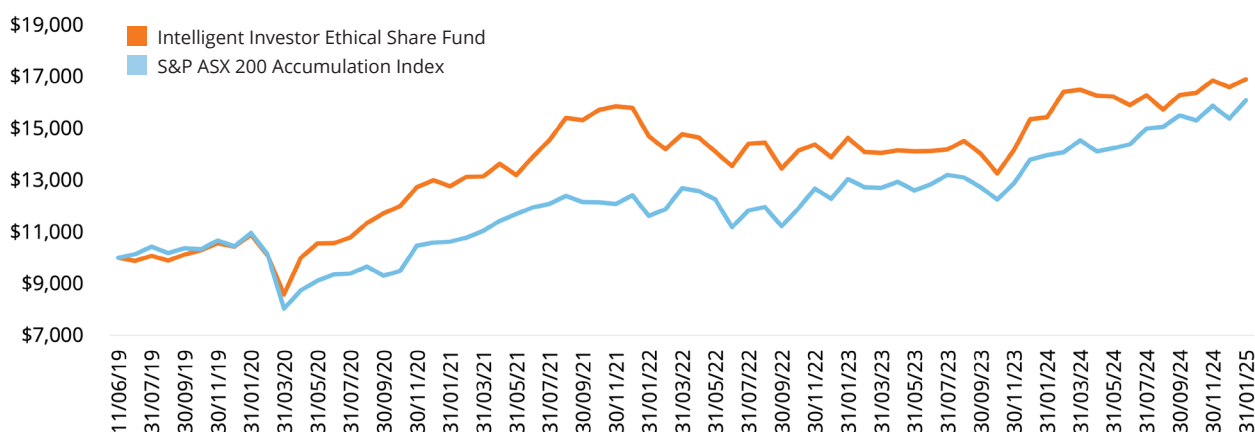
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*Please get in touch if you have any questions*

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## Performance since inception



### Asset allocation

Financials	29.3%
Communication Services	20.8%
Information Technology	19.9%
Health Care	16.8%
Consumer Discretionary	6.5%
Cash	5.1%
Materials	1.5%

### Top 5 holdings

VISA (V.NYS)	6.4%
MA Financial (MAF)	6.2%
CSL (CSL)	6.1%
CME Group (CME.NAS)	6.1%
Fairfax Financial (FFH.TSX)	5.8%

### Fund Stats

Distribution yield	4.1%
Net asset value	\$3.46

### Important information

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All tables and chart data is correct as at 31 January 2025