



INVESTMENT OBJECTIVE

To provide investors with capital growth, attractive risk-adjusted returns, and stable distributions over the long term through exposure to quality Australian equities that are well positioned to deliver sustainable earnings growth and returns on capital.

PORTFOLIO UPDATE

The Evans & Partners Australian Flagship Fund (Fund) rose 1.7% in July, underperforming the benchmark by 1.2%. The S&P/ASX 200 Accumulation Index continued its strong performance (+2.9%) as investors continued to digest and factor in record low interest rates. Amongst reasons for this underperformance were a drag from the 7.5% cash balance and an overweight position in energy which suffered from oil price volatility.

The performance across Consumer Staples (+9.8%) was aided by the Chinese-exposed Treasury Wine Estates (+18.6%), Bellamy's Australia (+21.5%) and The a2 Milk Company (+23.6%). Healthcare was the next best performing sector (+5.9%), as top players CSL, Cochlear and ResMed all increased between 6% and 11%. Performance within Materials (+1.0%) was largely driven by weakness in BHP (-1.0%), Rio Tinto (-4.7%) and Fortescue Metals (-7.7%) with signs the iron ore price may be starting to normalise.

Top performers across the Fund this month were Stockland (+9.6%), IDP Education (+8.8%) and Wesfarmers (+8.4%). Conversely, Crown Resorts (-4.7%) was impacted by negative press, and Rio Tinto and Woodside (-4.6%) were weaker due to declining commodity prices.

The largest contributors to relative returns were Xero (+8.5%) and IDP Education, while detractors included Woodside and National Australia Bank (+6.7%).

PORTFOLIO MANAGERS



Ben Chan
Portfolio Manager

Adam Alexander
Portfolio Manager

NTA per unit
\$1.69

Unit price (EFF)
\$1.66

Gross assets
\$33.5 MILLION

12-month distribution
yield (target: 5%)
4.5%

Performance since inception
(21 June 2018)¹
12.6%

FUND PERFORMANCE¹

	1 MONTH	3 MONTH	6 MONTH	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION
NTA	1.7%	7.0%	18.0%	12.0%	-	-	12.6%
S&P/ASX 200 Accumulation Index	2.9%	8.6%	18.7%	13.3%	-	-	12.9%
Excess Return	-1.2%	-1.6%	-0.7%	-1.2%	-	-	-0.3%

Note: Numbers may not sum due to rounding.

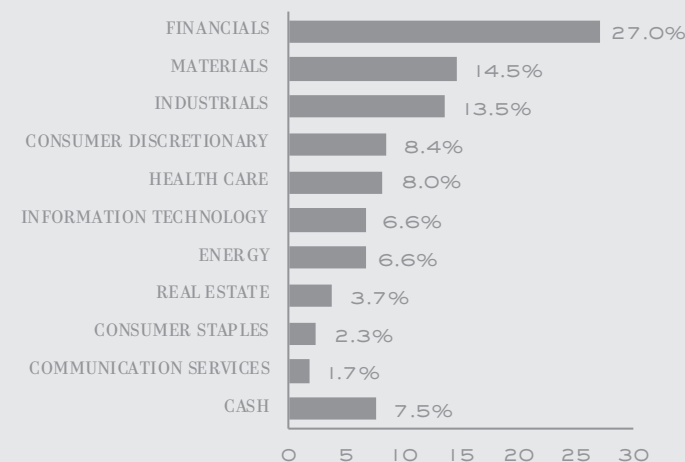
TOP 10 HOLDINGS

ANZ Banking Group	Sydney Airport
BHP Group Ltd	Transurban Group
Commonwealth Bank of Australia	Wesfarmers Ltd
CSL Ltd	Westpac Banking Corporation
Macquarie Group Limited	Woodside Petroleum Limited

PERFORMANCE CHART¹



SECTOR EXPOSURE



Source: Investment Manager, Bloomberg

Notes: Data at 31 July 2019 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. Inception 21 June 2018. Chart data range: 21 June 2018 to 31 July 2019. Initial index value 1,000. Index Source: Bloomberg.





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 prepared by Evans and Partners Investment Management Pty Limited (**Investment Manager**) (ACN 619 080 045, CAR No. 1255264), as investment manager for the Evans & Partners Australian Flagship Fund (**Fund**) (ARSN 625 303 068).

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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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