APOSTLE
FUNDS MANAGEMENT

Apostle Dundas Global Equity Fund Class C

Q2 2020

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Business update

Portfolios as at 30th June 2020	Inception	AUM (U$m)	USA	Aus / NZ	UK
Dundas Global Equity Growth	Aug 2012	839	0	653	186
Dundas International Equity Growth	May 2016	429	429	0	0
Dundas International Equity Growth ADR (20 stock)	Jun 2015	241	241	0	0
Dundas International Equity Growth ADR Unconstrained	Aug 2019	0	0	0	0
		1,510			

AUM ($m)	June 2020	2019	2018	2017	2016	2015	2014	2013	2012
Dundas Partner LLP	1,510	1,570	1,201	1,100	1,062	760	830	522	129

Organisational changes

- No new staff have been added, or left the firm.
- Partnership is unchanged. Alan McFarlane 60%, Russell Hogan 15%, Neil Sutherland 6%, James Curry 5%, Gavin Harvie 5%, Katie Muir 3%, Kevin Hepburn 3%, Vanessa Murchison 3%.

Reportable Incidents

- Enforced government lockdown resulted in all staff working from home since 24th March.

Sources: Dundas as at 30 June 2020.

Performance

Index is the MSCI All Country World Index ex Australia.

	Quarter	*One year*	*Three years p.a.*	*Five years p.a.*	*Since inception p.a.*
Gross Total Return	*5.81*	*13.43*	*16.85*	*12.07*	*11.11*
Net	*5.58*	*12.42*	*15.81*	*11.07*	*10.12*
Index	*5.83*	*4.37*	*10.14*	*8.90*	*8.29*
Difference	*-0.2*	*9.06*	*6.71*	*3.17*	*2.82*

Sources: Dundas, State Street Analytics, Morningstar as at 30 June 2020.

Notes: Apostle Dundas Global Equity Fund – Class C. All figures are percentages expressed in Australian Dollars (AUD). Total return figures include net dividends reinvested. The Fund is unhedged. Performance inception date is 4 June 2015. Performance for periods greater than one year is shown on an annualised basis. The difference between 'Gross' and 'Net' is the Fund's fees. 'Difference' is calculated as Fund gross return minus Index return. Past performance is not an indicator of future performance.

Upside / downside capture

Apostle Dundas Global Equity fund versus the MSCI All Country World Index ex Australia. The data is calculated from the inception date of the Dundas Global Equity Growth strategy on 31st August 2012 to 30th June 2020. Data based on monthly gross of fees totals returns and in the Fund currency, Australian Dollars.

	One year	Three years	Five years	Seven years	Since inception
Upside	108%	112%	107%	106%	105%
Downside	64%	72%	90%	95%	95%

Sources: Dundas, Bloomberg, MSCI as at 30 June 2020. Past performance is not an indicator of future performance.

Earnings, dividends and returns

Dundas' calculation of the Fund's underlying dividends and earnings compared to its total return, all expressed in US Dollars and annualised for the past seven full years.

Sources: Sources: Dundas, Bloomberg, MSCI as at 30th June 2020 .
Notes: Return period 30th June 2013 to 30th June 2020. Total return shown as grows of fees and in USD. Past performance is not an indicator of future performance.

The sources of long term premium

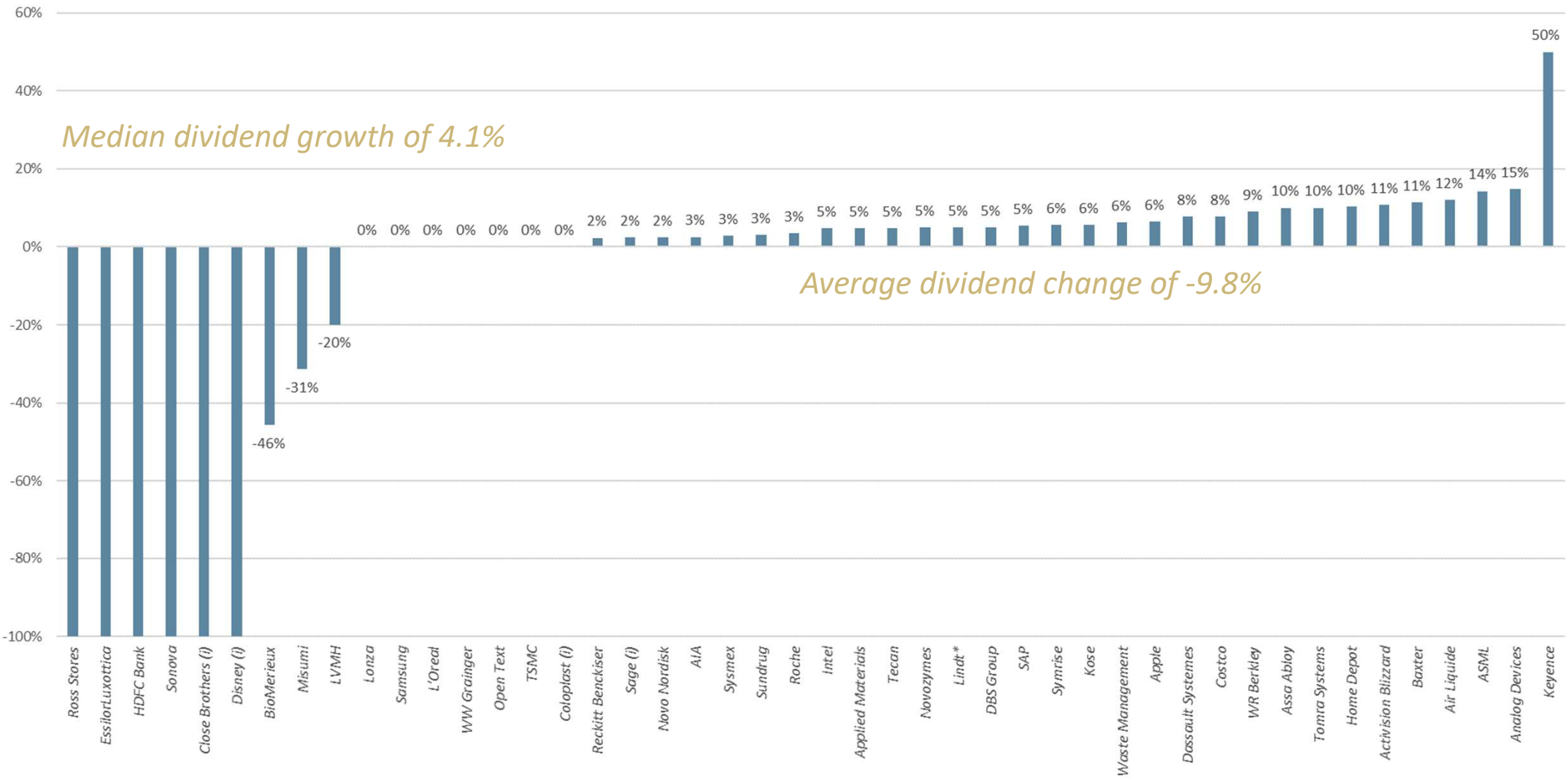
	Net income as % of sales		*Asset Turnover*		*Financial leverage*		*Return on equity*		*Retention rate*		*Implied growth rate*
Apostle Dundas Global Equity Fund	(*9.8*	x	0.7	x	1.9)	=	13.5%	x	60%	=	**8.2%**
MSCI ACWI ex Australia	(*7.2*	x	0.6	x	2.2)	=	9.8%	x	53%	=	**5.2%**

Notes: May not multiply due to rounding.

Sources: Dundas, Bloomberg, MSCI as at 30 June 2020. Trailing twelve months data as at 30 June 2020.

Boardroom dividend decisions YTD 2020

All data shown is year-over-year change in cash ordinary local currency dividend per share declared during the six months ending 30 June 2020.



Notes: (i) = interim declaration only
**Lindt & Sprungli also declared and paid a special dividend to celebrate the company's 175th anniversary, taking total yoy dividend growth to 75%.*
Amadeus IT omitted its final dividend prior to its sale from the portfolio in March.
CAE suspended its quarterly cash dividend payments prior to its sale from the portfolio in June.
Legal and General declared and paid an dividend increase of 7% prior to its sale from the portfolio in June.

Sources: Bloomberg, Dundas.

Past performance is not an indicator of future results.

The dividend landscape

As we saw it last quarter

Action	Description
Buybacks	Cessation pretty much across the globe
Government Intervention	By regulators and moral suasion by governments to stop both buybacks and dividends for banks and those benefitting from emergency policies
Dividend deferral	Prudence in uncertainty. Existing credit line drawdowns to strengthen liquidity.
Dividend cuts	Troubled business + weak balance sheets pre COVID-19. Rush to raise cash. Potential loss of investment grade credit status (BBB). Expensive financing with more strings attached.

Experience

Close Brothers, HDFC Bank, LVMH, bioMerieux, L'Oréal.

Assa Abloy, Tomra Systems, Sonova, EssilorLuxottica.

Ross Stores, Disney, CAE, Amadeus.

Q2.

Summary

Long term

- Compound gross return with dividends reinvested since June 2015 is 11.11% per annum in Australian Dollars.
- This compares with the MSCI ACWI ex Australia benchmark index return of 8.29% annualised.
- Estimated dividend growth of 9.4% p.a. over the same period, expressed in US Dollars.

Last twelve months

- Gross total return of 13.43%, versus the MSCI ACWI ex Australia benchmark return of 4.37%.
- Estimated 0.5% portfolio dividend growth versus -11% for the benchmark, both in USD.
- Portfolio turnover of 20%.

Last three months

Fund total return of 5.81%, benchmark return of 5.83% both in Australian Dollars.

- US holdings performed well, offset by a weaker performance from European stocks.
- Healthcare and Consumer Staples holdings lagged the market recovery following a strong Q1
- Financials stock selection was the biggest positive contributor by sector
- No exposure to Utilities, Real Estate or Energy also aided relative performance

Dividends

46 company boards have made dividend decisions in the first half of 2020 with median local currency growth in dividend per share of 4.1%.
Eleven Fund holdings have announced revisions, deferrals or payment cancellations due to the evolving COVID-19 pandemic.

Research & portfolio changes

Portfolio monitoring and review schedule continues as normal.

- ➢ One new investment was made in UK-listed global drinks giant *Diageo*.
- ➢ Two full sales; UK based life insurer and investment manager *Legal & General* and global aviation trainer *CAE*.

Industry sifts underway: 1) Building Products, 2) Banking IT Software and, 3) Inspection and Testing.

- ➢ Heating, Ventilation & Air Conditioning (HVAC) companies the most attractive set within Building Products

Sources: Dundas, State Street Analytics, Morningstar. Data for Apostle Dundas Global Equity Fund Class C as at 30 June 2020. All performance figures shown in Australian Dollars. Dividend growth estimates shown in US Dollars.

Global equity markets

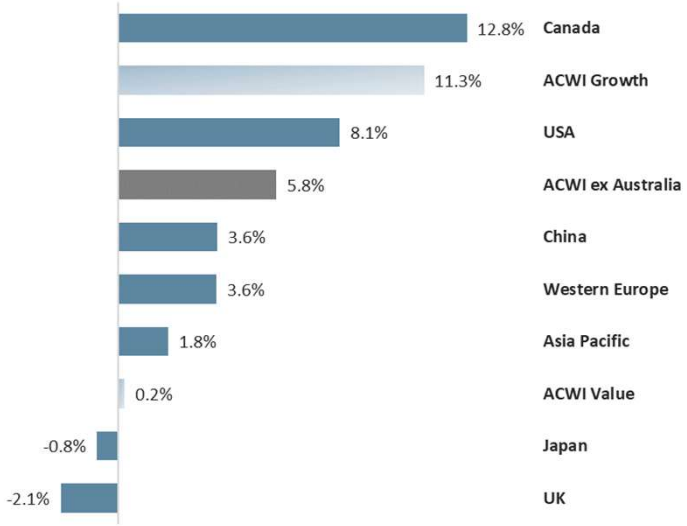
Measured by the MSCI ACWI ex Australia index in Australian Dollars, global equity markets returned 5.83% in the second quarter of 2020 following a first quarter fall of 9.41%. For Australian Dollar investors, currency moves dampened both the fall in Q1 and the recovery in Q2. Market returns in Q2 were driven by the speed and the aggressiveness of monetary and fiscal policy responses, the reopening of previous coronavirus hotspots and optimism around vaccines and treatments, as well as corporate commentary highlighting some stabilisation in mid-to-late April followed by sequential improvement in demand trends. At the same time, US-China tensions ratcheted higher and there was a surge in coronavirus outbreaks in the South and West US states which were largely ignored by the market.

Bonds were mostly stronger, with yield curves steepening. The DXY US Dollar currency index fell 1.7%, reversing some its Q1 gains. Gold gained a further 13% and WTI crude jumped nearly 92%.

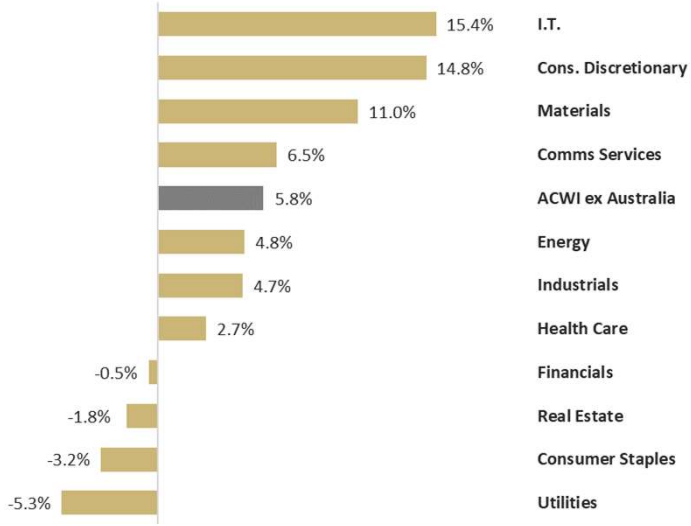
North America led the market recovery gaining 8.09% with the oil price boosting Canada's returns. European markets were more mixed, with a strong performance from Germany (+13.28%), more modest returns from Switzerland (+4.48%) and France (+3.43%) whilst the UK suffered a further decline. Asia Pacific lagged, with its largest markets Japan, the best performing market in Q1, falling further whilst China gained 3.64%.

Information Technology, Consumer Discretionary and Materials were the strongest performers with Communications Services also doing better than the market overall. Communication Services, Energy, Industrials and Healthcare all delivered positive returns but lagged. Utilities was the worst performing sector, followed by Consumer Staples (having held up well in Q1), Real Estate and Financials.

MSCI ACWI ex Australia – Regions



MSCI ACWI ex Australia - Sectors



Sources: Dundas, Bloomberg, MSCI, Factset as at 30 June 2020. All values in AUD on a total return basis.

Fund performance review

The Fund's gross total return was 5.81% for the quarter whilst the benchmark index returned 5.83%.

Positive allocation was offset by stock selection. The biggest positive contributor was North American stocks, both in the USA and Canada. However, this was offset by a weaker performance from the Fund's European holdings particularly in Switzerland, Spain and Denmark. By sector, following a strong Q1 performance the Fund's Health Care investments lagged in Q2. However, good performance from Financials and lack of exposure to some of the poorer performing were positives.

Sector		*Attribution (bps)*
Health Care	Selection, allocation	-256
Utilities, Real Estate, Energy	No exposure	190
Financials	Selection, allocation	114
Consumer Staples	Selection, allocation	-68

Region		*Attribution (bps)*
Europe	Stock selection	-252
USA	Stock selection	192
Asia Pacific	Stock selection, allocation	55

Four of the top five stock contributors to relative performance came from the I.T. sector. Payments giant *PayPal* was the standout performer as ecommerce and the move to secure cashless transactions accelerated in the first half of 2020. Industrial laser maker *IPG Photonics* and semiconductor equipment manufacturers, *ASML* and *Analog Devices,* also delivered some strong returns. Aviation trainer *CAE* recovered some of its Q1 share price fall prior to its sale from the portfolio in June.

The biggest detractors came from the Health Care and Consumer Staples sectors. Despite announcing that it will begin production of the first specific drug to combat COVID-19 in partnership with the US Government *Grifols* was weak. Following strong performances in Q1, US discount retailer *Costco* and Japanese pharmacy chain *Sundrug* lagged in the market recovery. Health care equipment suppliers *Baxter International* and *Sysmex* were in this camp also.

	Total Return (%)	*Attribution (bps)*
PayPal	*61.77*	61
CAE	*23.55*	9
IPG Photonics	*29.28*	7
ASML	*23.30*	7
Analog Devices	*22.28*	6

	Total Return (%)	*Attribution (bps)*
Grifols	*-20.66*	-79
Costco Wholesale	*-5.25*	-54
Baxter International	*-5.47*	-53
Sundrug	*-8.22*	-48
Sysmex	*-6.70*	-40

Sources: Dundas, Bloomberg, MSCI as at 30 June 2020. Performance is Apostle Dundas Global Equity Fund – Class C. All data shown is in AUD and is Fund attribution relative to the MSCI ACWI ex Australia benchmark for the quarter ending 30 June 2020.

Portfolio changes

Purchase

Diageo was added to the portfolio in April and not just because it's the world's biggest whisky company, owner of *Johnnie Walker*. Its broad portfolio includes *Smirnoff* vodka, *Captain Morgan* rum, both *Gordon's* and *Tanqueray* gin, *Baileys* liqueur, and not forgetting *Guinness*.

We reviewed it eight years ago and didn't invest which was a mistake for most of the period but its outperformance evaporated amidst the initial response to COVID-19. When first considered its revenues had been rising faster than production volumes, courtesy of its 'premiumisation' policy. In the past few years Diageo has invested heavily in UK production for whisky and other products as well as extending its business via acquisitions in emerging economies, mostly notably India's *United Distillers*, maker of *McDowell's*, one of the world's biggest whiskey brands. That capacity expansion underpins Diageo's growth prospects far into the future.

Sales

We sold UK based life insurer and investment manager ***Legal & General*** in June. It is one of the main acquirors of defined benefit pension scheme risk and the UK's biggest index fund manager. While these are attractive businesses, our concerns focus on the quality of its assets in the economic conditions we face at present and its constant large need for capital to support the pension de-risking business. Both are likely to inhibit future dividend growth.

CAE, the Canadian flight training business, was also sold. It was reviewed immediately after the global air industry shut down earlier this year. Based on available information at the time, we opted to continue with *CAE* knowing that its pilot training backlog grew every hour that planes are grounded. What changed our minds was aviation's accelerating decline. The crisis is charted by IATA, the International Air Transport Association. Its first estimate was that COVID-19 might knock 11% off the industry's revenues. It is now saying that demand will fall by 54% due to the cancellation of 7.5 million passenger flights. That implies a revenue decline of $419 billion for the industry leading to losses of $84.3 billion. Airlines are chopping inefficient aircraft and re-sizing for a shrunken industry so we decided to say goodbye to *CAE*.

Sources: Company Investor Relations for logos.

Portfolio

All data as at 30 June 2020

	Fund	Index
Communication Services	**4.79**	**9.50**
ACTIVISION BLIZZARD INC	1.57	0.12
ALPHABET INC-CL C	1.80	0.93
WALT DISNEY CO/THE	1.43	0.43
Consumer Discretionary	**5.74**	**11.88**
ESSILORLUXOTTICA	1.77	0.08
HOME DEPOT INC	1.56	0.58
LVMH MOET HENNESSY LOUIS VUI	1.55	0.26
ROSS STORES INC	0.86	0.07
Health Care	**24.18**	**12.91**
ABBOTT LABORATORIES	2.40	0.35
BAXTER INTERNATIONAL INC	2.06	0.09
BIOMERIEUX	1.49	0.01
BRISTOL-MYERS SQUIBB CO	1.08	0.28
COLOPLAST-B	1.23	0.04
GRIFOLS SA	1.61	0.02
LONZA GROUP AG-REG	2.62	0.08
NOVO NORDISK A/S-B	1.10	0.25
ROCHE HOLDING AG-GENUSSCHEIN	1.38	0.52
SONOVA HOLDING AG-REG	1.93	0.02
STRYKER CORP	1.50	0.13
SYSMEX CORP	1.48	0.03
TECAN GROUP AG-REG	1.22	
THERMO FISHER SCIENTIFIC INC	1.71	0.31
ZOETIS INC	1.36	0.14
Materials	**6.18**	**4.37**
AIR LIQUIDE SA	1.72	0.15
INTL FLAVORS & FRAGRANCES	1.20	0.02
NOVOZYMES A/S-B SHARES	1.27	0.03
PPG INDUSTRIES INC	0.92	0.05
SYMRISE AG	1.08	0.03

	Fund	Index
Financials	**8.93**	**13.07**
AIA GROUP LTD	1.23	0.24
AMERICAN EXPRESS CO	1.37	0.14
CLOSE BROTHERS GROUP PLC	0.34	
DBS GROUP HOLDINGS LTD	0.97	0.06
HDFC BANK LTD-ADR	0.52	
MARSH & MCLENNAN COS	1.82	0.12
PRUDENTIAL PLC	1.18	0.08
WR BERKLEY CORP	1.49	0.02
LEGAL & GENERAL	0.00	
Consumer Staples	**10.94**	**8.09**
CHOCOLADEFABRIKEN LINDT-PC	1.18	0.02
COSTCO WHOLESALE CORP	1.98	0.29
DIAGEO PLC	1.39	0.17
KOSE CORP	1.07	0.01
L'OREAL	1.64	0.17
RECKITT BENCKISER GROUP PLC	2.06	0.14
SUNDRUG CO LTD	1.62	0.01
Industrials	**6.72**	**9.48**
ASSA ABLOY AB-B	1.16	0.04
MISUMI GROUP INC	1.14	0.02
TOMRA SYSTEMS ASA	0.87	
WASTE MANAGEMENT INC	1.44	0.10
WW GRAINGER INC	2.09	0.03
CAE	0.00	

	Fund	Index
Information Technology	**29.56**	**21.10**
ACCENTURE PLC-CL A	2.17	0.29
AKAMAI TECHNOLOGIES INC	1.05	0.04
ANALOG DEVICES INC	2.12	0.10
APPLE INC	1.76	3.42
APPLIED MATERIALS INC	0.79	0.12
ASML HOLDING NV	2.01	0.33
DASSAULT SYSTEMES SA	0.48	0.05
INTEL CORP	1.66	0.55
IPG PHOTONICS CORP	0.94	0.01
KEYENCE CORP	2.21	0.16
LITTELFUSE INC	1.12	
MICROSOFT CORP	3.21	3.15
OPEN TEXT CORP	1.19	0.02
PAYPAL HOLDINGS INC	2.25	0.42
SAGE GROUP PLC/THE	1.54	0.02
SAMSUNG ELECTRONICS CO LTD	0.79	0.45
SAP SE	0.96	0.31
TAIWAN SEMICONDUCTOR-SP ADR	2.01	
VISA INC-CLASS A SHARES	1.30	0.71
Energy		**3.54**
Real Estate		**2.84**
Utilities		**3.22**
Cash	**2.97**	

Sources: Bloomberg, Dundas. New position / full sale during the quarter. Holdings data shown as percentage Fund and MSCI ACWI ex Australia index weighting by capital.

Diversification

Built from the bottom up, stock by stock

Market Cap Exposure %

Size (USD)	Fund
> $500bn	6.77
$100 -$500bn	30.41
$50 - $100bn	15.35
$10 - $50bn	32.10
$2 - $10bn	12.41

Country Exposure %

Listing	Fund	*Active weight**
United States	45.85	*(11.05)*
France	8.64	*5.67*
Switzerland	8.33	*5.14*
Japan	7.53	*0.40*
United Kingdom	6.52	*2.35*
Denmark	3.60	*2.94*
Emerging Markets	3.31	*(8.78)*
Ireland	2.17	*1.20*
Germany	2.04	*(0.52)*
Netherlands	2.01	*0.62*
Spain	1.61	*0.93*
Hong Kong	1.23	*(0.13)*
Canada	1.19	*(1.69)*
Sweden	1.16	*0.35*
Singapore	0.97	*0.66*
Norway	0.87	*0.73*

Top five holdings %

Holding	Weight	Sector	Listing
Microsoft	3.21	I.T.	USA
Lonza	2.62	Health Care	Switzerland
Abbott Laboratories	2.40	Health Care	USA
PayPal	2.25	I.T.	USA
Keyence	2.21	I.T.	Japan
TOTAL	**12.69**		

Sector Exposure %

Sector	Fund	*Active weight**
Information Technology	29.56	*8.46*
Health Care	24.18	*11.26*
Consumer Staples	10.94	*2.85*
Financials	8.93	*(4.14)*
Industrials	6.72	*(2.77)*
Materials	6.18	*1.81*
Consumer Discretionary	5.74	*(6.14)*
Communication Services	4.79	*(4.70)*
Energy	-	*(3.57)*
Real Estate	-	*(2.84)*
Utilities	-	*(3.22)*
Cash	2.97	*2.97*
TOTAL	**100.00**	

*Sources: Bloomberg. *Active weight relative to the MSCI ACWI ex Australia. Data as at 30 June 2020. All weights by capital allocation.*

Summary as at end June 2020

❶ Aligned with the biggest factors driving long term total return

	Div Growth CAGR	Gross total return CAGR
Apostle Dundas Global Equity Fund	*9.7%*	*9.6%*
MSCI ACWI	*3.3%*	*6.9%*

Sources: Dundas, Bloomberg, MSCI as at 30th June 2020
*Dundas' calculation of the Fund's underlying dividends and earnings compared to its total return, all expressed in **US Dollars** and annualised for the past seven full years. Numbers are based on gross of fees..*

❷ High quality companies with good capital allocation deliver sustained dividend growth

	Net income as % of sales	Asset Turnover	Financial leverage	Return on equity	Retention rate	Implied growth rate
Apostle Dundas Global Equity Fund	*9.8*	0.7	1.9	13.5%	60%	**8.2%**
MSCI ACWI ex Australia	*7.2*	0.6	2.2	9.8%	53%	**5.2%**

Sources: Dundas, Bloomberg, MSCI as at 30th June 2020.

❸ Dividend growth portfolios play defence well

	Three years	Five years	Seven years
Upside	*112%*	*107%*	*106%*
Downside	*72%*	*90%*	*95%*

Sources: MSCI, Dundas. Numbers are based on gross of fees and in the portfolio base currency, AUD.

❹ Sustainable dividend growth companies provide strong ESG results

Morningstar Sustainability Rating Learn more

Source: Morningstar as at 30th June 2020.

Insights

The dividend landscape

The following commentary expresses the views of Dundas and is intended to provide market observation only.

It was clear three months ago that COVID-19 had brought the dividend cycle that started post GFC to a close. 2012 was the year when global dividends surpassed the pre-GFC levels with a total of $915bn and 2019 closed with $1260bn paid out by the world's largest companies. From this current high water mark, what have we gleaned about the trajectory of global equity market dividends over Q2?

The Big Global payers

The top 20 dividend payers accounted for $215bn of the $1260bn paid last year. ***The biggest payer at the start of 2020 was Royal Dutch Shell which has since cut its dividend by two thirds.*** From that list of 20 stocks: three have passed or cut dividends while six have increased. At the end of Q2, this basket of stocks still yields 5% with ***BP*** yielding 10.7% and ***Wells Fargo*** 8.1%. It looks more cuts will follow. Overall these stocks have already reduced dividends by around 10%.

Regions

Thus far dividends in the USA have barely missed a beat. The Russell 1000 index has seen 100 companies either suspend or reduce their dividends. The recent news that the Fed will prevent Banks from increasing pay-outs or stop dividends which exceed the last twelve months profits will have consequences.

The S&P500 dividend futures contract tells an interesting story. $56 of dividend were paid on the index in 2019. In March the futures were predicting an increase to $61.50 for 2020. By the low in April that had become $40 and now sits at $56. For 2021 those figures were $64 in March, $35 in April and $51 now. In summary the market is pricing in further cuts through this year and into next with 2022 being flat. The I.T. sector is certainly playing its part in keeping these dividends going accounting for around 15% of the total.

The situation in Europe is quite different and thus far much worse. With the ECB preventing Banks from paying dividends and those banks accounting for 15% of the total it is no surprise that dividends for the region are down around 25%. The situation has been complicated by moral suasion on the part of some governments to limit dividend payments during a period of national emergency. This has been particularly successful in France where early declarations have subsequently been reversed with the dividend reduced or postponed.

The UK has been hit particularly hard with dividends down by 35% so far and a small number of potential cutters could take that to 50% by year end. Around 40% of UK listed companies have cut their dividends so far in 2020.

In contrast ***Japanese firms have seen barely any change to aggregate dividends*** with reductions in some areas offset by increases elsewhere. Most of these declarations were made through May so the Boards did have the opportunity to take the pandemic into account.

Putting all this together gives us the following snapshot for global dividends at the end of June 2020.

Region	2020 change	End 2019 Dividends($)	*2020 change in value ($bn)*
USA	0%	535bn	0
Europe	-25%	250bn	-62
UK	-33%	105bn	-35
Japan	0%	85bn	0
Asia Pacific	-10%	150bn	-15
EM	-20%	140bn	-28
outside top 1200	-15%	160bn	-24
		1425bn	***-164.5bn***

Sources: Janus Henderson, Dundas.

This suggests that through to end June dividends have fallen around 12% on the prior year. With US dividends still having more falls to come (according to the futures anyway) and risks to the UK and elsewhere. With this is mind ***we might expect the 12 month run rate to get down to around $1150bn which would mean a 20% fall from the peak.*** That would take us back to 2016 levels but ahead of 2012.

The dividend landscape (continued)

The following commentary expresses the views of Dundas and is intended to provide market observation only.

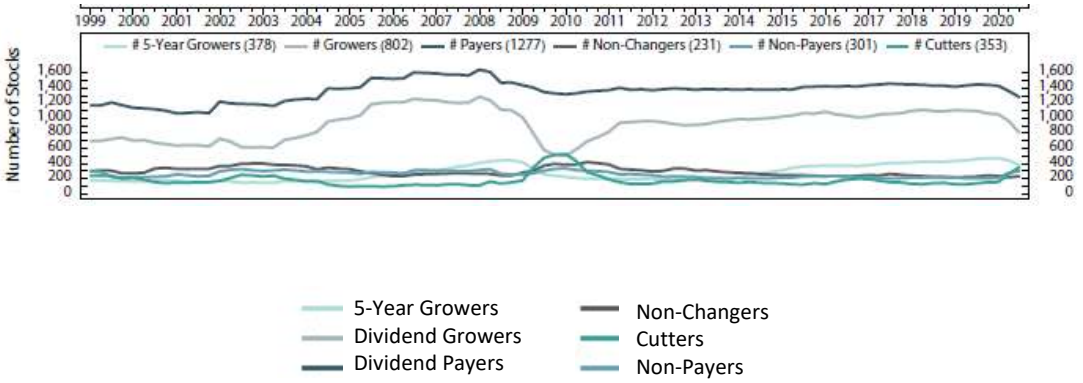
Cross referencing to industry groups $150bn fall in dividends would be equivalent to around 30% reduction in Financials and Energy dividends with all others balancing out to net zero. Looking ahead US banks paid out dividends in Q1 which were substantially higher than profits for that quarter which was only just impacted by COVID-19 so we can expect to see more cuts there.

Many Energy companies have yet to decide on future dividend policy and with that sector accounting for 11% of global dividends there is more scope to the downside.

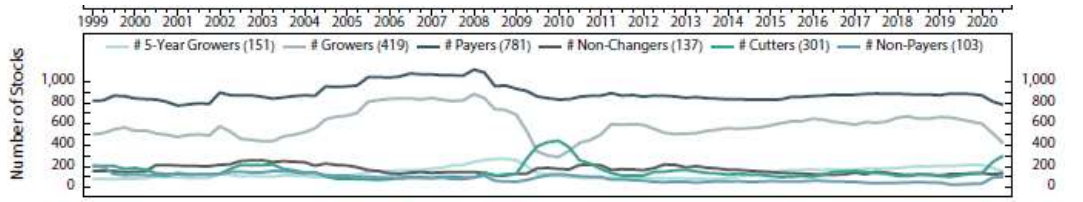
In summary:

- *Global dividends have fallen around 12% from 2019 run rates.*
- *Likely this will be closer to a 20% decline when all declarations are revisited in Q1 of 2021.*
- *While there is potential for a European dividend rebound from politically depressed levels in 2021, recovery in US pay-outs may take longer.*
- *Substantial debt issuance by companies across the globe may lead recovering cash flows to be prioritised for debt repayment before dividends are reinstated or increased.*
- *It will take time to rebuild dividend cover, therefore, for dividend growth to pick up a considerable earnings recovery is needed.*

MSCI World



MSCI EAFE



Source: *Datastream, MSCI, NDR*

Dividend Policy Groups Defined as Follows:

Dividend Growers: companies that increased their indicated annual dividend during the previous 12 months and a subset of Dividend Payers.
Dividend 5 Year Growers: companies that have been a Dividend Grower five years in a row.
Dividend Payers: companies that paid a quarterly or annual with indicated annual dividends greater than 0% announced within past calendar year an
Dividend Non-Changers: companies that did not change their dividend during the previous 12 months and a subest of Dividend Payers.
Dividend Non-Payers: companies with indicated annual dividends of 0%.
Dividend Cutters: companies that decreased their indicated annual dividend during the previous 12 months.

NDR
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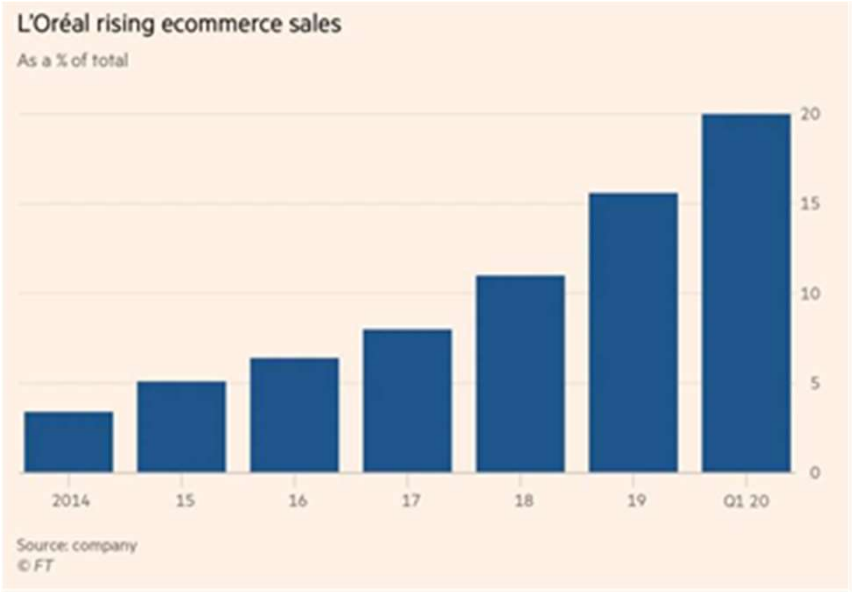
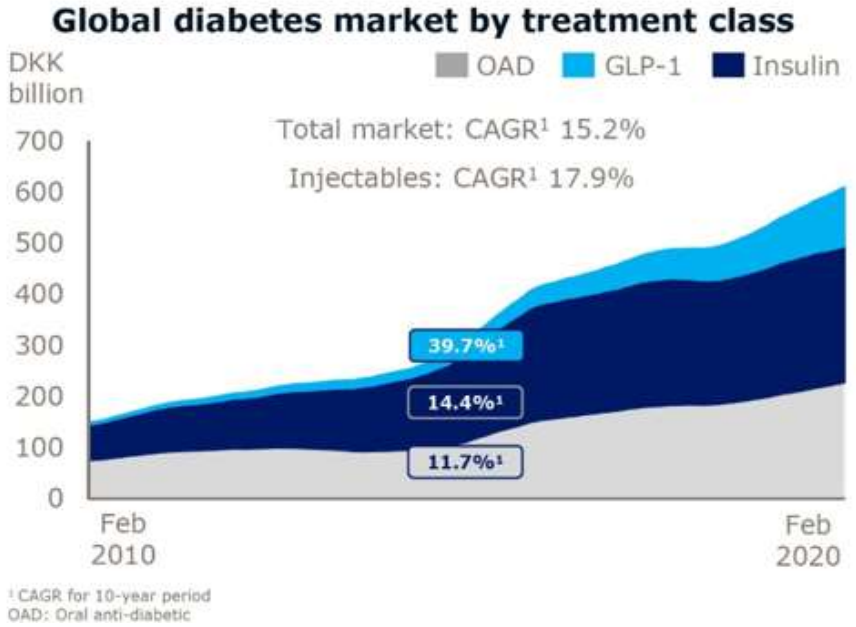
Sources: Dundas, Janus Henderson, Ned Davis Research.

Stock perspectives – L'Oréal, Novo Nordisk



Online sales at *L'Oréal* jumped 53% in Q1 2020, now 20% of group sales.

- Beauty industry long term secular growth of 4-5% p.a.
- *L'Oréal* the industry giant – with just 14% market share (double its nearest competitor) in a fragmented industry worth EUR 220bn.
- *L'Oréal* business mix tilted to faster growth markets of Luxury and Active skincare and cosmetics, which is also higher margin.
- 32% of revenues come from Asia Pacific markets, and L'Oréal has 7 of the top 20 beauty brands on China's *Tmall* online platform.
- The board proposed a dividend increase of 11% post full year 2019 results, subsequently revised to the previous years level. No rationale given and with an iron-clad balance sheet moral suasion appears the answer.
- Higher pay-out ratio at 55%, however returns on capital remain high.
- Implied long term growth rate is 7-8% – similar to its pre-COVID record, however shares have performed strongly more recently and therefore we expect some valuation downside.

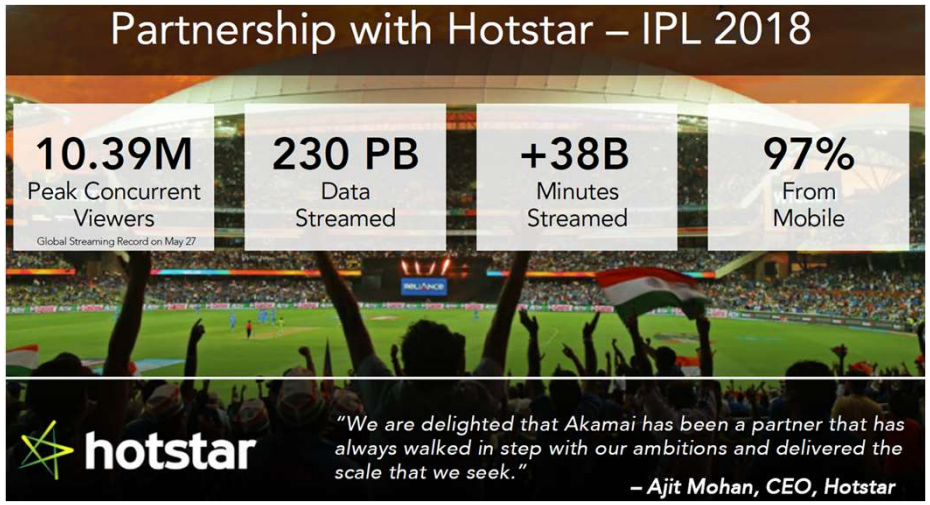


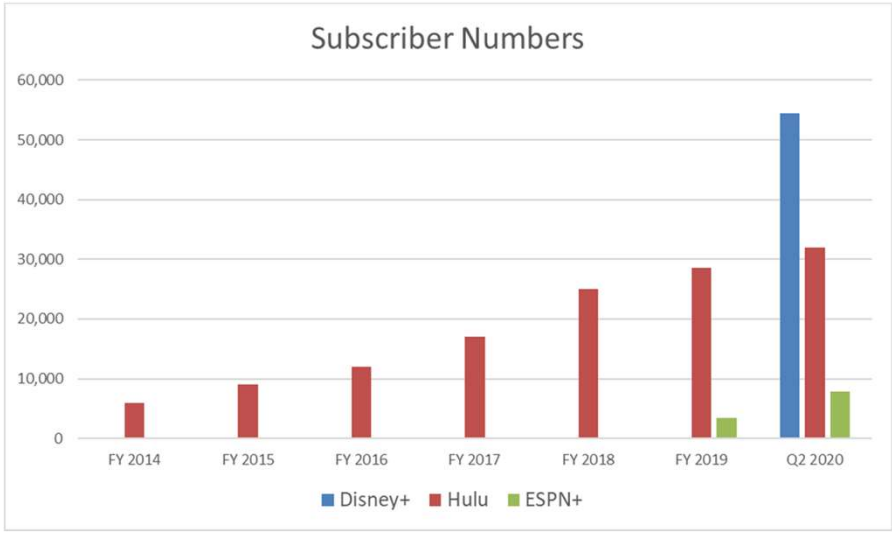
***Novo Nordisk* is one of the world's largest insulin producers**

- *Novo* is THE leader in metabolic diseases with very high market shares.
- GLP-1 market expected to grow 4x and Novo has the only oral GLP-1 in the market, with modern insulin volumes growth moderating to 5% p.a.
- Has broadened its portfolio of products to target different segments / stages of diabetes, and now pre-diabetes.
- 14% sales growth in Q1 2020, boosted by inventory stock piling, generating net profits of $1.7bn. Overall growth will continue to be driven by GLP-1 category and pre-diabetes – both up over 30% in Q1.
- Only 16% of group sales now comes from North America modern insulin, impacted by pricing pressure in recent years. While this remains it is being more than offset by the growth in other products and non-US markets.
- Consistent reinvestment, now spending $1bn on capex annually.
- Its productive R&D pipeline includes treatments for other associated serious chronic diseases impacting the kidneys, liver and heart.
- Dundas expected return from this investment of 9-12% p.a.
- AAA rated by MSCI ESG Research, in the top 2% of the ACWI pharma sector.

Sources: Company Investor Relations, Financial Times, Bloomberg.

Stock perspectives – Akamai, Walt Disney





Akamai provides an essential internet backbone and is benefitting from the secular growth in ecommerce penetration and consumption of online media.

- COVID-19 pandemic has accelerated this trend, changing the way we live and work.
- Resilient core in its Content Delivery Network (CDN) benefitting from high quality video, gaming, and rising downloads. However, security capabilities are driving growth.
- Leveraging its *Edge* network to roll out security offering, considered one of the best firewalls in the industry.
- Activist investor stake has had a positive effect on cost control and thus profitability.
- Implied long term growth rate is 7-8% growth – similar to its record. Potential for acceleration as its reliance on large clients has now bottomed.
- Current CEO prefers share buybacks to return excess cash to shareholders.

"Our top priority and key to our growth is our direct-to-consumer business"
Q2 2020

- The majority of *Disney's* parks remain closed and movie releases pushed back.
- Furloughed 100,000 workers - 50% of the company's employees – continuing to pay health care costs for those furloughed for the next year.
- *ESPN* prime time audiences are +11% yoy. However, lower advertising demand.
- Subscriber numbers for its consumer streaming platforms have grown strongly. On an annualized basis these users should generate revenues of around $9bn with $15bn projected by 2024. Cash profitability expected 2023.
- Indian platform *hotstar,* acquired as part of the 20th Century Fox deal, has 300m monthly active users, a 30% share of all Indian TV advertising revenue and 40% share of TV affiliate revenue – high growth markets.
- Capex plans reduced by almost $1bn, however still investing $4bn with no intention of cancelling additional cruise ship orders ($1.5bn spend per ship).
- Cancelled interim dividend conserving $1.5bn – has $31bn of liquidity on balance sheet to weather the current storm.
- Today's share price / valuation suggest a reopening of parks soon – we continue to monitor the situation closely.

Sources: Company Investor Relations, Dundas.

Appendix.

Sector attribution Q2 2020

Bloomberg PORT Attribution Report

User Name: NEIL SUTHERLAND | Portfolio: APOSTLE DUNDAS GLOBAL EQUITY FUND | Benchmark: Default (MXWDO INDEX) | Start Date(Earliest Available): 3/31/2020 | End Date: 6/30/2020

Currency: AUD | Method: Total Return

Attribution Summary (Grid)

	% Average Weight			Contribution to Return (%)			Total Return (%)			Total Attribution (Alpha) (%)	Allocation Effect (%)	Selection Effect (%)	Currency Effect (%)
	Port	Bench	+/-	Port	Bench	+/-	Port	Bench	+/-				
APOSTLE DUNDAS GLOBAL EQUITY FUND	100.00	100.00	0.00	6.02	5.98	0.03	6.02	5.98	0.03	0.03	0.51	-0.81	0.34
Information Technology	28.91	20.05	8.86	4.38	2.84	1.50	15.99	15.37	0.54	-0.11	0.84	0.14	-1.08
Health Care	24.51	13.27	11.24	-0.06	0.35	-0.41	-0.40	2.67	-2.99	-2.39	-0.35	-0.90	-1.15
Consumer Staples	11.52	8.44	3.08	-0.44	-0.25	-0.19	-3.44	-3.16	-0.29	-0.64	-0.31	0.03	-0.36
Financials	8.97	13.40	-4.43	0.23	-0.09	0.32	2.49	-0.52	3.03	1.08	0.29	0.36	0.43
Industrials	7.46	9.47	-2.01	0.63	0.42	0.21	8.89	4.66	4.04	0.58	0.04	0.19	0.34
Consumer Discretionary	5.98	11.46	-5.47	0.32	1.57	-1.22	5.32	14.82	-8.27	-0.37	-0.44	-0.58	0.66
Materials	5.97	4.27	1.70	0.51	0.46	0.05	8.84	11.04	-1.98	-0.23	0.07	-0.13	-0.16
Communication Services	4.69	9.54	-4.85	0.37	0.61	-0.24	8.16	6.54	1.52	0.58	-0.05	0.08	0.54
Not Classified	2.00	0.00	2.00	0.00		0.00	0.00		0.00	-0.22	-0.22	0.00	0.00
Energy	0.00	3.75	-3.75		0.20	-0.20		4.78	-4.56	0.46	0.05	0.00	0.41
Utilities	0.00	3.39	-3.39		-0.19	0.19		-5.31	5.61	0.78	0.39	0.00	0.39
Real Estate	0.00	2.97	-2.97		-0.05	0.05		-1.75	1.78	0.56	0.21	0.00	0.35

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Sources: Bloomberg, Dundas, MSCI. 30 June 2020.

Country attribution Q2 2020

User Name: NEIL SUTHERLAND | Portfolio: APOSTLE DUNDAS GLOBAL EQUITY FUND | Benchmark: Default (MXWDO INDEX) | Start Date(Earliest Available): 3/31/2020 | End Date: 6/30/2020

Currency: AUD | Method: Total Return

Attribution Summary (Grid)

	% Average Weight			Contribution to Return (%)			Total Return (%)			Total Attribution (Alpha) (%)	Allocation Effect (%)	Selection Effect (%)	Currency Effect (%)
	Port	Bench	+/-	Port	Bench	+/-	Port	Bench	+/-				
APOSTLE DUNDAS GLOBAL EQUITY FUND	100.00	100.00	0.00	6.02	5.98	0.03	6.02	5.98	0.03	0.03	-1.13	0.83	0.34
United States	46.76	59.04	-12.27	4.59	4.56	0.03	9.82	8.08	1.60	1.61	-0.30	0.70	1.21
Switzerland	8.53	2.96	5.56	0.13	-0.02	0.15	1.68	-0.73	2.43	-0.77	-0.42	0.20	-0.55
France	8.35	2.88	5.47	0.47	0.12	0.35	5.91	3.43	2.40	-0.55	-0.21	0.18	-0.52
Japan	7.88	7.21	0.67	-0.12	-0.06	-0.06	-1.47	-0.79	-0.69	-0.12	0.00	-0.06	-0.06
United Kingdom	7.26	3.94	3.32	0.14	-0.11	0.24	2.07	-3.17	5.40	-0.24	-0.27	0.42	-0.39
Denmark	4.08	0.63	3.45	0.03	0.03	-0.01	0.56	5.68	-4.85	-0.60	-0.07	-0.20	-0.33
Canada	2.13	2.69	-0.56	0.35	0.19	0.16	16.48	6.40	9.47	0.29	0.02	0.22	0.04
Taiwan	2.01	1.48	0.53	0.13	0.09	0.04	6.39	7.97	-1.47	-0.04	0.04	0.01	-0.09
Australia	2.00	0.28	1.71	0.00	0.05	-0.05	0.00	15.56	-13.46	-0.22	0.21	-0.46	0.03
Germany	1.96	2.40	-0.44	0.22	0.33	-0.11	11.73	13.20	-1.30	-0.02	-0.03	-0.03	0.04
Spain	1.86	0.68	1.18	-0.43	-0.01	-0.42	-20.66	-1.76	-19.24	-0.62	-0.10	-0.40	-0.12
Netherlands	1.84	1.22	0.62	0.39	0.07	0.32	23.30	4.59	17.89	0.23	-0.02	0.29	-0.05
Hong Kong	1.30	0.90	0.40	-0.10	-0.03	-0.07	-7.17	-2.94	-4.36	-0.13	-0.03	-0.06	-0.04
Singapore	1.00	0.32	0.68	0.05	-0.01	0.06	5.10	-3.21	8.59	-0.05	-0.07	0.08	-0.06
Sweden	0.89	0.75	0.14	-0.05	0.05	-0.10	-3.50	7.90	-10.56	-0.11	0.00	-0.11	0.00
Norway	0.87	0.15	0.72	0.14	0.00	0.13	17.25	2.27	14.65	0.01	-0.08	0.11	-0.02
South Korea	0.80	1.40	-0.61	-0.01	0.07	-0.08	-0.52	6.03	-6.18	0.04	0.02	-0.05	0.07
India	0.50	0.94	-0.44	0.02	0.05	-0.03	5.07	7.38	-2.15	0.05	0.01	-0.02	0.05
Egypt	0.00	0.02	-0.02		0.00	0.00		-4.61	4.83	0.00	0.00	0.00	0.00
Israel	0.00	0.17	-0.17		0.01	-0.01		6.98	-6.53	0.02	0.00	0.00	0.02
Jordan	0.00	0.00	0.00		0.00	0.00		-16.79	20.18	0.00	0.00	0.00	0.00
Qatar	0.00	0.11	-0.11		-0.01	0.01		-4.70	4.93	0.03	0.01	0.00	0.01
Saudi Arabia	0.00	0.31	-0.31		0.00	0.00		1.24	-1.22	0.05	0.02	0.00	0.04
South Africa	0.00	0.47	-0.47		0.05	-0.05		12.52	-11.13	0.03	-0.03	0.00	0.05
United Arab Emirates	0.00	0.07	-0.07		0.00	0.00		3.01	-2.92	0.01	0.00	0.00	0.01
Zambia	0.00	0.01	-0.01		0.00	0.00		39.89	-28.51	0.00	0.00	0.00	0.00
China	0.00	4.91	-4.91		0.19	-0.19		2.88	-2.80	0.70	0.09	0.00	0.60
Indonesia	0.00	0.18	-0.18		0.02	-0.02		10.55	-9.55	0.01	0.02	0.00	0.00
Macau	0.00	0.06	-0.06		0.00	0.00		5.97	-5.64	0.01	0.00	0.00	0.01
Malaysia	0.00	0.22	-0.22		0.00	0.00		0.96	-0.95	0.04	0.02	0.00	0.03
New Zealand	0.00	0.09	-0.09		0.01	-0.01		13.85	-12.16	0.00	0.00	0.00	0.00
Philippines	0.00	0.10	-0.10		0.01	-0.01		6.51	-6.11	0.01	0.00	0.00	0.01
Thailand	0.00	0.28	-0.28		0.03	-0.03		10.03	-9.12	0.02	0.01	0.00	0.02
Pakistan	0.00	0.00	0.00		0.00	0.00		1.34	-1.32	0.00	0.00	0.00	0.00
Czech Republic	0.00	0.01	-0.01		0.00	0.00		10.32	-9.35	0.00	0.00	0.00	0.00
Hungary	0.00	0.03	-0.03		0.00	0.00		1.60	-1.57	0.00	0.00	0.00	0.00
Poland	0.00	0.09	-0.09		0.01	-0.01		7.13	-6.65	0.01	0.00	0.00	0.01
Romania	0.00	0.00	0.00		0.00	0.00		8.14	-7.52	0.00	0.00	0.00	0.00
Russia	0.00	0.41	-0.41		0.03	-0.03		6.04	-5.70	0.05	0.03	0.00	0.02
Turkey	0.00	0.05	-0.05		0.00	0.00		5.61	-5.31	0.01	0.00	0.00	0.01
Bermuda	0.00	0.02	-0.02		0.00	0.00		2.01	-1.97	0.00	0.00	0.00	0.00
Mexico	0.00	0.22	-0.22		0.00	0.00		-1.33	1.34	0.04	0.02	0.00	0.03
Argentina	0.00	0.09	-0.09		0.05	-0.05		67.28	-40.22	-0.03	-0.04	0.00	0.01
Brazil	0.00	0.63	-0.63		0.04	-0.04		11.30	-10.15	0.06	-0.05	0.00	0.12
Chile	0.00	0.09	-0.09		0.01	-0.01		5.87	-5.54	0.01	0.00	0.00	0.01
Colombia	0.00	0.03	-0.03		0.00	0.00		-6.52	6.98	0.01	0.01	0.00	0.00
Peru	0.00	0.03	-0.03		0.00	0.00		-1.96	2.00	0.01	0.00	0.00	0.00
Austria	0.00	0.05	-0.05		0.00	0.00		7.40	-6.89	0.00	0.00	0.00	0.00
Belgium	0.00	0.24	-0.24		0.01	-0.01		0.72	-0.71	0.04	0.01	0.00	0.02
Finland	0.00	0.32	-0.32		0.03	-0.03		8.22	-7.59	0.03	0.00	0.00	0.03

Sources: Bloomberg, Dundas, MSCI. 30 June 2020.

Stock attribution Q2 2020

User Name: NEIL SUTHERLAND	Portfolio: APOSTLE DUNDAS GLOBAL EQUITY FUND	Benchmark: Default (MXWDO INDEX)	Start Date(Earliest Available): 3/31/2020	End Date: 6/30/2020
Currency: AUD				Method: Total Return

Attribution Detail (All Securities, Including Buckets)

	% Average Weight			Contribution to Return (%)			Total Return (%)			Total Attribution (Alpha) (%)	Allocation Effect (%)	Selection Effect (%)	Currency Effect (%)
	Port	Bench	+/-	Port	Bench	+/-	Port	Bench	+/-				
APOSTLE DUNDAS GLOBAL EQUITY FUND	100.00	100.00	0.00	6.02	5.98	0.03	6.02	5.98	0.03	0.03	0.51	-0.81	0.34
Information Technology	28.91	20.05	8.86	4.38	2.84	1.50	15.99	15.37	0.54	-0.11	0.84	0.14	-1.08
MICROSOFT CORP	3.07	3.03	0.04	0.44	0.41	0.03	15.02	15.02	0.00	-0.02		0.00	-0.02
PAYPAL HOLDINGS INC	2.31	0.35	1.96	1.08	0.16	0.92	61.77	61.77	0.00	0.36		0.61	-0.24
ACCENTURE PLC-CL A	2.21	0.28	1.94	0.35	0.04	0.30	17.46	17.46	0.00	-0.20		0.04	-0.24
ANALOG DEVICES INC	2.16	0.09	2.07	0.43	0.02	0.42	22.28	22.28	0.00	-0.13		0.13	-0.25
KEYENCE CORP	2.14	0.15	1.98	0.30	0.02	0.27	15.00	15.00	0.00	-0.24		-0.01	-0.23
TAIWAN SEMICONDUCTOR-SP ADR	2.01		2.01	0.13		0.13	6.39		6.39	-0.39		-0.16	-0.23
ASML HOLDING NV	1.84	0.30	1.54	0.39	0.07	0.32	23.30	23.30	0.00	-0.07		0.07	-0.14
INTEL CORP	1.80	0.60	1.20	-0.01	-0.01	0.00	-1.18	-1.18	0.00	-0.29		-0.14	-0.15
SAGE GROUP PLC/THE	1.61	0.02	1.59	0.02	0.00	0.02	1.44	1.44	0.00	-0.38		-0.19	-0.19
APPLE INC	1.60	3.15	-1.55	0.40	0.76	-0.36	27.86	27.86	0.00	-0.16		-0.32	0.16
AKAMAI TECHNOLOGIES INC	1.47	0.04	1.43	0.04	0.00	0.04	4.05	4.05	0.00	-0.34		-0.16	-0.18
OPEN TEXT CORP	1.19	0.02	1.17	0.11	0.00	0.10	9.29	9.29	0.00	-0.20		-0.11	-0.09
LITTELFUSE INC	1.07		1.07	0.14		0.14	14.03		14.03	-0.14		-0.01	-0.13
SAP SE	0.91	0.28	0.63	0.10	0.04	0.06	11.66	11.66	0.00	-0.09		-0.03	-0.06
IPG PHOTONICS CORP	0.89	0.01	0.88	0.22	0.00	0.22	29.28	29.28	0.00	-0.01		0.10	-0.11
SAMSUNG ELECTRONICS CO LTD	0.80	0.45	0.35	-0.01	0.00	0.00	-0.52	-0.52	0.00	-0.05		-0.01	-0.03
APPLIED MATERIALS INC	0.76	0.11	0.64	0.13	0.02	0.11	17.73	17.73	0.00	-0.06		0.02	-0.08
VISA INC-CLASS A SHARES	0.62	0.72	-0.11	0.03	0.04	-0.01	6.75	6.75	0.00	0.03		0.01	0.02
DASSAULT SYSTEMES SA	0.47	0.05	0.42	0.02	0.00	0.01	4.01	4.01	0.00	-0.09		-0.05	-0.04
Health Care	24.51	13.27	11.24	-0.06	0.35	-0.41	-0.40	2.67	-2.99	-2.39	-0.35	-0.90	-1.15
ABBOTT LABORATORIES	2.56	0.37	2.19	0.10	0.02	0.08	3.41	3.41	0.00	-0.25		0.01	-0.26
LONZA GROUP AG-REG	2.50	0.08	2.42	0.32	0.01	0.31	13.62	13.62	0.00	-0.02		0.21	-0.24
BAXTER INTERNATIONAL INC	2.25	0.10	2.16	-0.11	-0.01	-0.11	-5.47	-5.47	0.00	-0.42		-0.16	-0.26
SONOVA HOLDING AG-REG	2.04	0.02	2.01	-0.02	0.00	-0.02	-0.90	-0.90	0.00	-0.29		-0.09	-0.20
GRIFOLS SA	1.86	0.02	1.84	-0.43	-0.01	-0.43	-20.66	-20.66	0.00	-0.69		-0.51	-0.18
THERMO FISHER SCIENTIFIC INC	1.70	0.31	1.39	0.22	0.04	0.18	13.65	13.65	0.00	-0.05		0.12	-0.17
COLOPLAST-B	1.70	0.04	1.65	-0.07	0.00	-0.07	-4.62	-4.62	0.00	-0.31		-0.14	-0.17
SYSMEX CORP	1.54	0.03	1.51	-0.12	0.00	-0.11	-6.70	-6.70	0.00	-0.33		-0.15	-0.18
BIOMERIEUX	1.51	0.01	1.49	0.12	0.00	0.12	8.46	8.46	0.00	-0.08		0.06	-0.15
ROCHE HOLDING AG-GENUSSCHEIN	1.50	0.55	0.95	-0.07	-0.03	-0.05	-5.10	-5.10	0.00	-0.12		-0.03	-0.09
ZOETIS INC	1.40	0.14	1.25	0.05	0.00	0.05	3.67	3.67	0.00	-0.14		0.02	-0.16
TECAN GROUP AG-REG	1.23		1.23	0.07		0.07	5.70		5.70	-0.10		0.02	-0.12
BRISTOL-MYERS SQUIBB CO	1.19	0.32	0.87	-0.06	-0.02	-0.04	-5.46	-5.46	0.00	-0.15		-0.04	-0.11
NOVO NORDISK A/S-B	1.17	0.26	0.91	-0.05	-0.01	-0.04	-4.39	-4.39	0.00	-0.14		-0.05	-0.09
STRYKER CORP	0.36	0.14	0.21	0.00	-0.01	0.01	-3.48	-3.48	0.00	-0.03		0.00	-0.03
Consumer Staples	11.52	8.44	3.08	-0.44	-0.25	-0.19	-3.44	-3.16	-0.29	-0.64	-0.31	0.03	-0.36
COSTCO WHOLESALE CORP	2.49	0.31	2.18	-0.13	-0.02	-0.11	-5.25	-5.25	0.00	-0.30		-0.03	-0.27
RECKITT BENCKISER GROUP PLC	2.04	0.13	1.90	0.17	0.01	0.16	8.78	8.78	0.00	0.01		0.24	-0.23
SUNDRUG CO LTD	1.76	0.01	1.76	-0.15	0.00	-0.15	-8.22	-8.22	0.00	-0.29		-0.08	-0.20
L'OREAL	1.55	0.16	1.39	0.13	0.02	0.12	8.81	8.81	0.00	0.01		0.13	-0.13
CHOCOLADEFABRIKEN LINDT-PC	1.26	0.02	1.24	-0.16	0.00	-0.16	-11.22	-11.22	0.00	-0.26		-0.13	-0.13
KOSE CORP	1.23	0.01	1.22	-0.17	0.00	-0.17	-13.52	-13.52	0.00	-0.27		-0.12	-0.14
DIAGEO PLC	1.20	0.18	1.02	-0.13	-0.01	-0.12	-8.69	-8.16	-0.58	-0.11		-0.01	-0.11
Financials	8.97	13.40	-4.43	0.23	-0.09	0.32	2.49	-0.52	3.03	1.08	0.29	0.36	0.43
MARSH & MCLENNAN COS	1.85	0.12	1.73	0.19	0.01	0.18	10.96	10.96	0.00	-0.01		0.20	-0.21
AMERICAN EXPRESS CO	1.42	0.15	1.28	-0.01	0.00	-0.01	-0.60	-0.60	0.00	-0.14		0.02	-0.16
AIA GROUP LTD	1.30	0.25	1.05	-0.10	-0.02	-0.08	-7.17	-7.17	0.00	-0.19		-0.07	-0.12
PRUDENTIAL PLC	1.15	0.08	1.07	0.04	0.00	0.04	4.24	4.24	0.00	-0.06		0.07	-0.13
DBS GROUP HOLDINGS LTD	1.00	0.06	0.94	0.05	0.00	0.05	5.10	5.10	0.00	-0.04		0.05	-0.09

Sources: Bloomberg, Dundas, MSCI. 30 June 2020.

Stock attribution Q2 2020

User Name: NEIL SUTHERLAND | Portfolio: APOSTLE DUNDAS GLOBAL EQUITY FUND | Benchmark: Default (MXWDO INDEX) | Start Date(Earliest Available): 3/31/2020 | End Date: 6/30/2020

Currency: AUD | Method: Total Return

	% Average Weight			Contribution to Return (%)			Total Return (%)			Total Attribution (Alpha) (%)	Allocation Effect (%)	Selection Effect (%)	Currency Effect (%)
	Port	Bench	+/-	Port	Bench	+/-	Port	Bench	+/-				
LEGAL & GENERAL GROUP PLC	0.89	0.03	0.86	0.09	0.00	0.09	9.68	7.60	1.93	-0.02		0.09	-0.11
HDFC BANK LTD-ADR	0.50		0.50	0.02		0.02	5.07		5.07	-0.03		0.04	-0.06
WR BERKLEY CORP	0.49	0.02	0.47	0.00	0.00	0.00	-2.18	-2.18	0.00	-0.06		0.00	-0.06
CLOSE BROTHERS GROUP PLC	0.36		0.36	-0.06		-0.06	-13.53		-13.53	-0.09		-0.05	-0.04
Industrials	7.46	9.47	-2.01	0.63	0.42	0.21	8.89	4.66	4.04	0.58	0.04	0.19	0.34
WW GRAINGER INC	2.07	0.03	2.04	0.25	0.00	0.25	12.95	12.95	0.00	-0.08		0.17	-0.25
WASTE MANAGEMENT INC	1.48	0.10	1.38	0.03	0.00	0.03	2.23	2.23	0.00	-0.19		-0.02	-0.17
MISUMI GROUP INC	1.21	0.02	1.19	0.02	0.00	0.02	1.75	1.75	0.00	-0.16		-0.02	-0.14
CAE INC	0.94	0.01	0.93	0.24	0.00	0.24	23.55	14.98	7.46	0.10		0.18	-0.08
ASSA ABLOY AB-B	0.89	0.04	0.85	-0.05	0.00	-0.05	-3.50	-3.50	0.00	-0.17		-0.12	-0.04
TOMRA SYSTEMS ASA	0.87		0.87	0.14		0.14	17.25		17.25	-0.01		0.02	-0.03
Consumer Discretionary	5.98	11.46	-5.47	0.32	1.57	-1.22	5.32	14.82	-8.27	-0.37	-0.44	-0.58	0.66
ESSILORLUXOTTICA	1.82	0.08	1.75	0.10	0.01	0.10	5.77	5.77	0.00	-0.35		-0.19	-0.17
HOME DEPOT INC	1.52	0.57	0.95	0.27	0.11	0.16	19.98	19.98	0.00	-0.07		0.05	-0.12
LVMH MOET HENNESSY LOUIS VUI	1.52	0.25	1.27	0.07	0.01	0.06	4.98	4.98	0.00	-0.27		-0.15	-0.12
ROSS STORES INC	1.11	0.08	1.04	-0.12	-0.01	-0.11	-12.88	-12.88	0.00	-0.42		-0.28	-0.14
Materials	5.97	4.27	1.70	0.51	0.46	0.05	8.84	11.04	-1.98	-0.23	0.07	-0.13	-0.16
AIR LIQUIDE SA	1.48	0.14	1.34	0.03	0.00	0.03	2.47	2.47	0.00	-0.24		-0.11	-0.13
INTL FLAVORS & FRAGRANCES	1.33	0.03	1.30	0.09	0.00	0.09	7.29	7.29	0.00	-0.19		-0.03	-0.16
NOVOZYMES A/S-B SHARES	1.21	0.02	1.19	0.15	0.00	0.14	12.95	12.95	0.00	-0.10		0.01	-0.11
SYMRISE AG	1.05	0.03	1.02	0.12	0.00	0.11	11.86	11.86	0.00	-0.10		-0.01	-0.10
PPG INDUSTRIES INC	0.89	0.05	0.84	0.11	0.01	0.11	13.40	13.40	0.00	-0.08		0.03	-0.11
Communication Services	4.69	9.54	-4.85	0.37	0.61	-0.24	8.16	6.54	1.52	0.58	-0.05	0.08	0.54
ALPHABET INC-CL C	1.85	0.94	0.91	0.14	0.07	0.07	8.06	7.88	0.18	-0.08		0.03	-0.10
WALT DISNEY CO/THE	1.52	0.46	1.06	0.04	0.01	0.03	2.61	2.61	0.00	-0.17		-0.04	-0.13
ACTIVISION BLIZZARD INC	1.32	0.12	1.20	0.18	0.02	0.17	14.17	14.17	0.00	-0.04		0.09	-0.13
Not Classified	2.00	0.00	2.00	0.00		0.00	0.00		0.00	-0.22	-0.22	0.00	0.00
AUSTRALIAN DOLLAR	2.00		2.00	0.00		0.00	0.00		0.00	0.00		0.00	0.00
Energy	0.00	3.75	-3.75		0.20	-0.20		4.78	-4.56	0.46	0.05	0.00	0.41
Utilities	0.00	3.39	-3.39		-0.19	0.19		-5.31	5.61	0.78	0.39	0.00	0.39
Real Estate	0.00	2.97	-2.97		-0.05	0.05		-1.75	1.78	0.56	0.21	0.00	0.35

Sources: Bloomberg, Dundas, MSCI. 30 June 2020.

Attribution Q2 2020

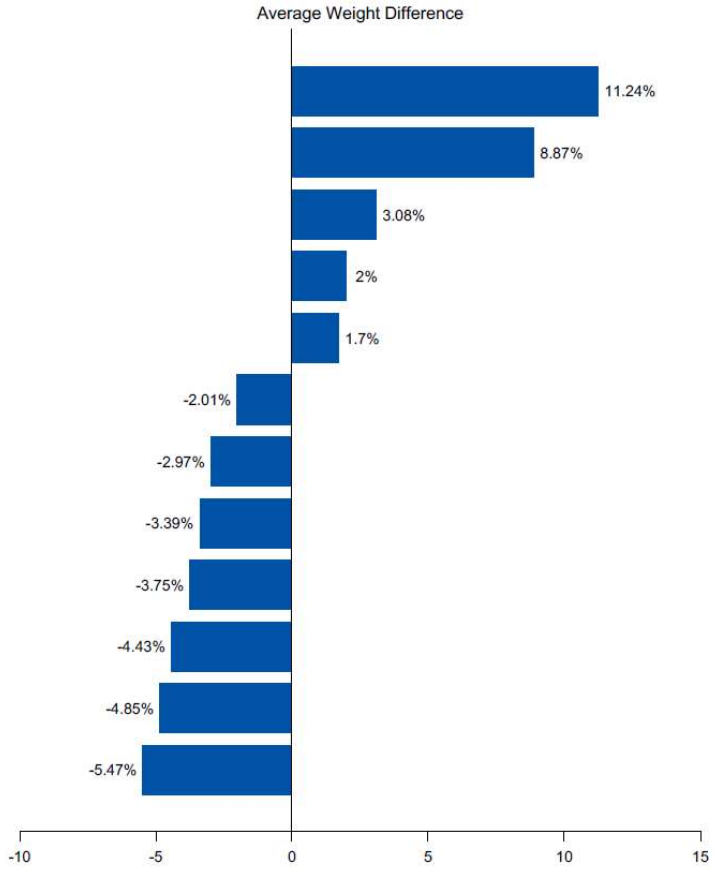
Portfolio: APOSTLE DUNDAS GLOBAL EQUITY FUND	Benchmark: Default (MXWDO INDEX)	Start Date(Earliest Available): 3/31/2020	End Date: 6/30/2020	Currency: AUD
Price: PRIMARY	Return Unit: Percentage			Method: Total Return

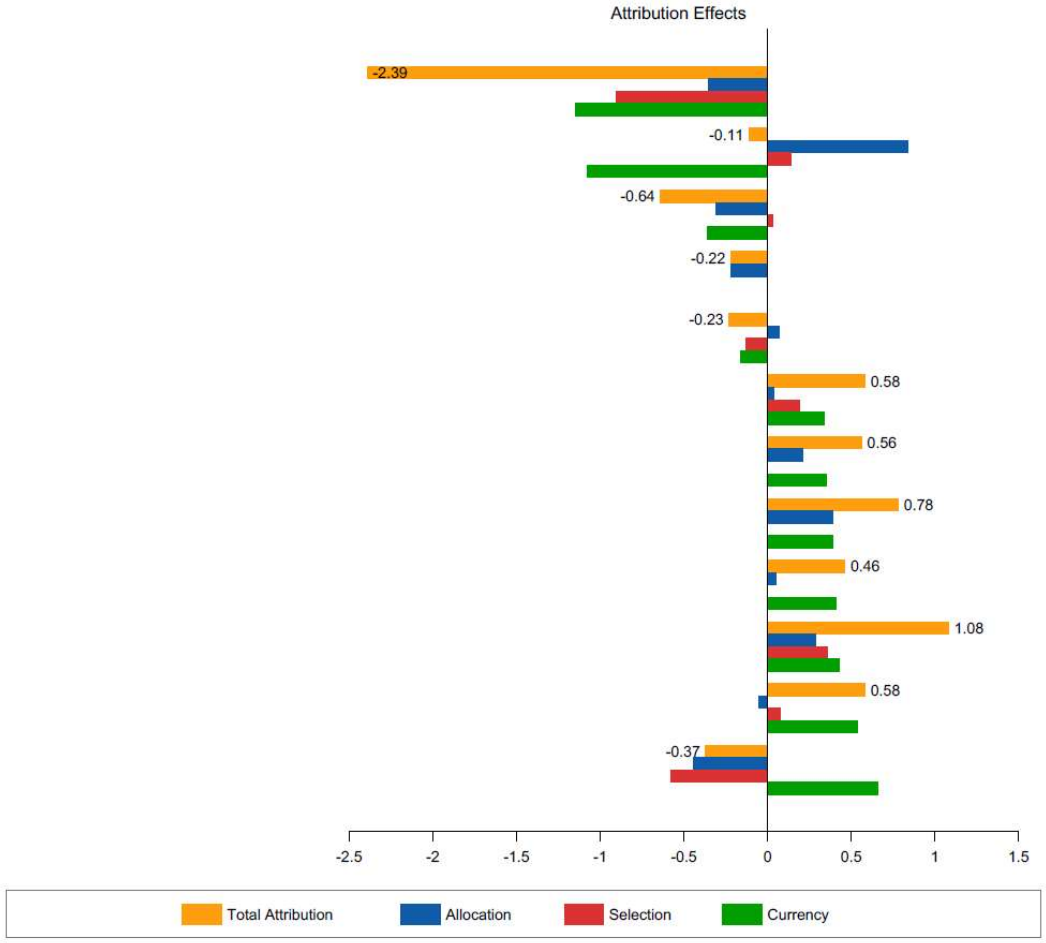
Return Summary

Return Summary	
Portfolio Return	6.02
Benchmark Return	5.98
Active Return	0.03

Active Return Attribution Summary

Active Return	0.03
Allocation	0.51
Selection	-0.81
Currency	0.34





Sources: Bloomberg, Dundas, MSCI. 30 June 2020.

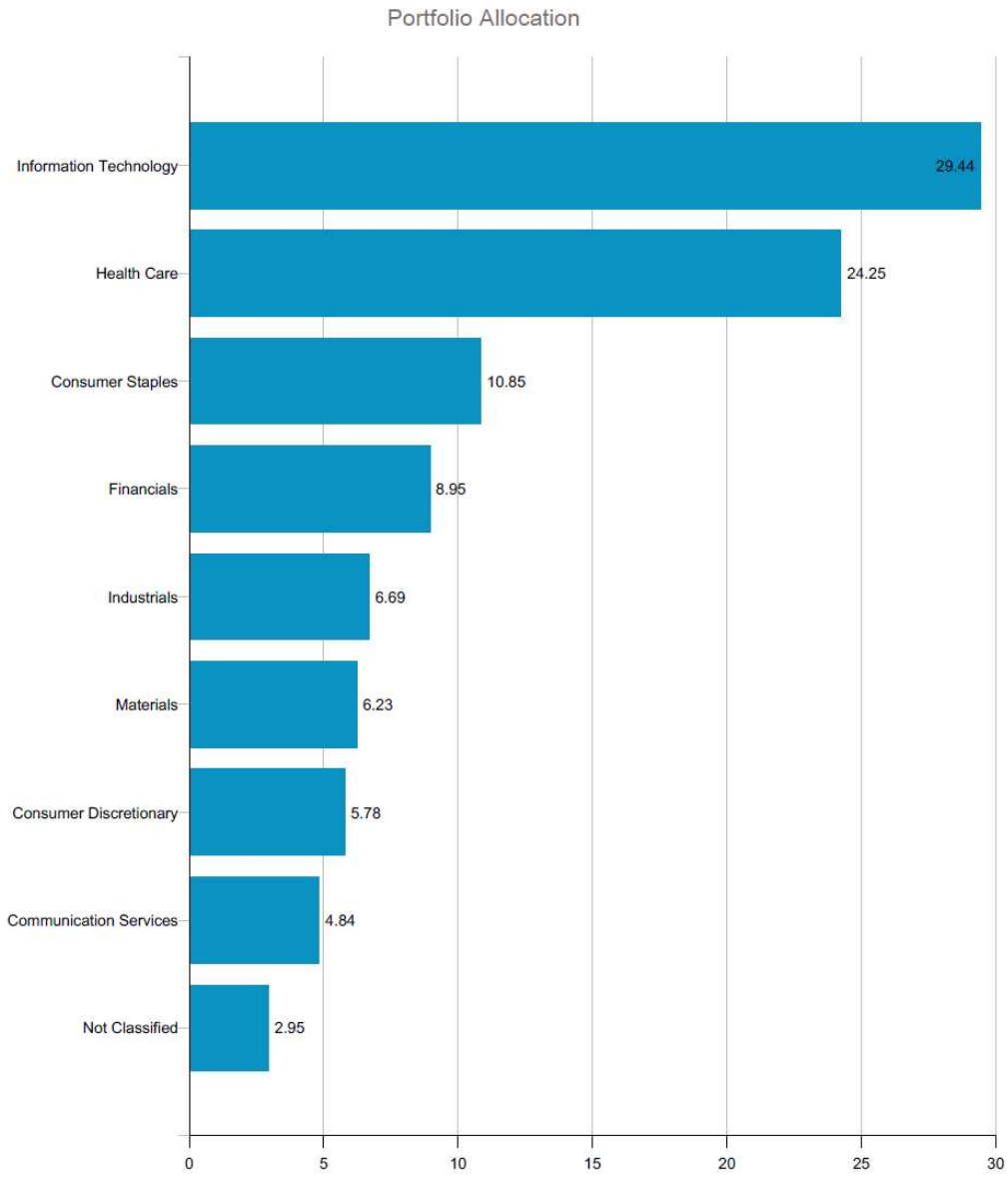
Allocation Q2 2020

User Name: NEIL SUTHERLAND	Portfolio: APOSTLE DUNDAS GLOBAL EQUITY FUND	Benchmark: MXWDO INDEX	As Of: 7/6/2020	Currency: AUD

Sector	Port	Bench	+\-
Not Classified	2.95	0.02	2.93
Communication Services	4.84	9.57	-4.72
Consumer Discretionary	5.78	12.03	-6.24
Materials	6.23	4.36	1.87
Industrials	6.69	9.42	-2.73
Financials	8.95	13.04	-4.09
Consumer Staples	10.85	8.02	2.83
Health Care	24.25	12.85	11.40
Information Technology	29.44	21.06	8.38
Energy		3.50	-3.50
Utilities		3.24	-3.24
Real Estate		2.89	-2.89

Top 10 Holdings	Value
MICROSOFT CORP	3.22
AUSTRALIAN DOLLAR	2.95
LONZA GROUP AG-REG	2.66
ABBOTT LABORATORIES	2.39
PAYPAL HOLDINGS INC	2.26
ACCENTURE PLC-CL A	2.15
KEYENCE CORP	2.14
WW GRAINGER INC	2.09
ANALOG DEVICES INC	2.07
BAXTER INTERNATIONAL INC	2.06

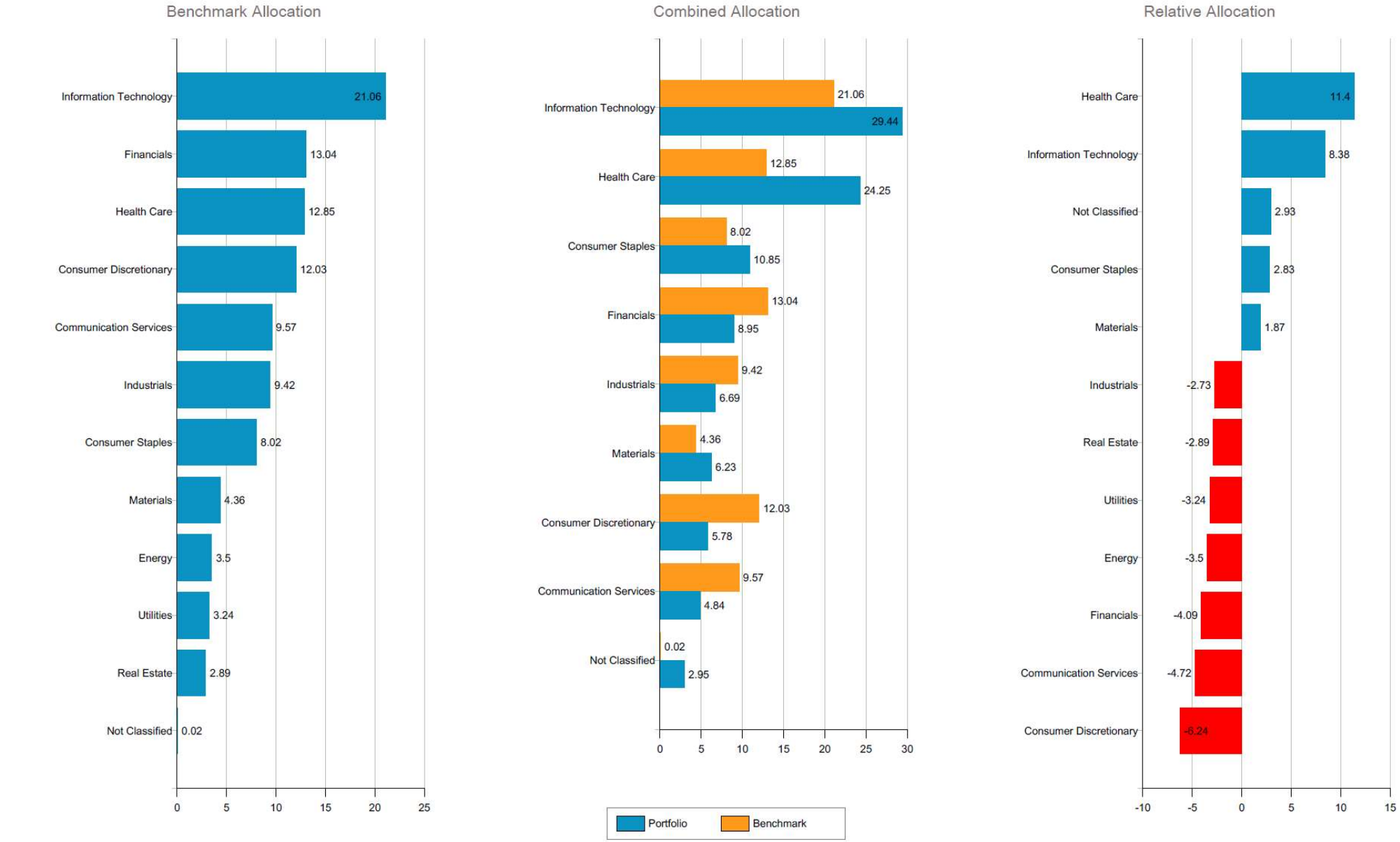
Bottom 10 Holdings	Value
CLOSE BROTHERS GROUP PLC	0.35
DASSAULT SYSTEMES SA	0.48
HDFC BANK LTD-ADR	0.54
APPLIED MATERIALS INC	0.79
SAMSUNG ELECTRONICS CO LTD	0.81
TOMRA SYSTEMS ASA	0.86
ROSS STORES INC	0.88
IPG PHOTONICS CORP	0.92
PPG INDUSTRIES INC	0.93
SAP SE	0.98



Sources: Bloomberg, Dundas, MSCI. 30 June 2020.

Allocation Q2 2020

User Name: NEIL SUTHERLAND | Portfolio: APOSTLE DUNDAS GLOBAL EQUITY FUND | Benchmark: MXWDO INDEX | As Of: 7/6/2020 | Currency: AUD



Sources: Bloomberg, Dundas, MSCI. 30 June 2020.

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