

INVESTMENT OBJECTIVE

The Global Infra-Energy Fund (the Fund) is focused on infrastructure and energy business segments to provide exposure to companies that are operating in essential industries around the world. We explore the entire infrastructure and energy value chain where we believe we can add value under different economic scenarios.

The Fund targets an annual total return of 10% with income component of greater than 3.5% yield.

Our investment approach is bottom-up, value-oriented with a quality overlay, thematic-driven and index agnostic.

FUND OVERVIEW

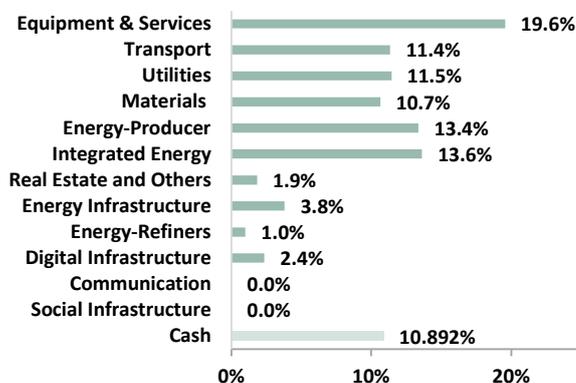
Portfolio Manager	Roy Chen
Performance Target	10% per annum
Asset Class	International Shares
Coverage	All Global Equity Markets
Currency	AUD Unhedged
Cash Holdings	Up to 35%
Entry/Exit Price	\$1.0014/\$0.9954

PERFORMANCE - Performance target 10% p.a.

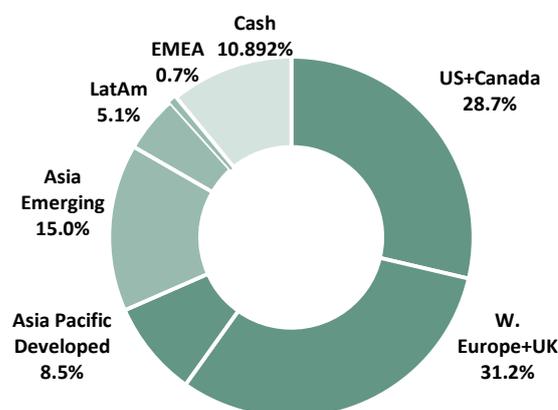
Total Return	1 month	3 month	6 month	YTD	1 yr pa	2 yr pa	3 yr pa	5 yr pa	SI**
Global Infra-Energy Fund*	-2.3%	-2.1%	0.2%	4.6%	5.2%	6.8%	13.2%	5.2%	38.2%

*Performance is based on the movement in net asset value per unit plus distributions before tax and after all fees and charges. Imputation and foreign tax offsets are not included in these numbers. **Inception date is 1 August 2017, calculated cumulatively, and assuming all distributions have been reinvested.

SECTOR EXPOSURE



REGIONAL EXPOSURE



TOP 10 HOLDINGS

	Company	Country	Industry Segment	Mkt Cap \$USbn	ND/EBITDA	Div Yield	Portfolio Weight
1	TotalEnergies SE	France	Integrated Energy	161	0.5	4.5%	1.9%
2	Shell Plc	United Kingdom	Integrated Energy	212	0.6	3.6%	1.7%
3	Woodside Energy Group Ltd	Australia	Energy-Producer	41	0.3	9.9%	1.6%
4	Inpex Corporation	Japan	Energy-Producer	20	0.6	3.2%	1.5%
5	Cadence Design Systems	United States	Digital Infrastructure	65	-0.3	0.0%	1.5%
6	New Fortress Energy Inc	United States	Energy Infrastructure	6	6.7	1.3%	1.4%
7	Linde plc	Germany	Materials	185	1.3	1.3%	1.4%
8	Schlumberger N.V.	United States	Equipment & Services	80	1.5	1.7%	1.4%
9	Cheniere Energy, Inc.	United States	Energy Infrastructure	40	1.8	0.9%	1.4%
10	Japan Airport Terminal	Japan	Transport	4	7.5	0.6%	1.3%

PORTFOLIO COMMENTARY

- October was a negative month for global equities with rising AUD a major headwind. The Fund returned -2.3%, underperforming the broader market (MSCI AC -1.13%).
- Other than Utilities which rose +2.1%, our other 3 most overweight sectors hampered monthly returns: Materials -2.1%; Energy -2.4% and Industrials -2.6%. By geography, North America performed best -0.6% then Europe -1.9%, Asia Pac -2.4% and LATAM the worst -2.9%.
- Utilities was our best segment (accounted for 4 out of our top 5 stocks) followed by Transport, all others detracted though Materials-Chemicals, Integrated Energy and Energy Infrastructure held up better. Hardest hit were Equipment & Services (accounted for 4 out of 5 worst stocks), Digital Infrastructure and Energy Producers.
- We took some profits in Shipping (BW LPG and Scorpio Tankers) and Oil Services (Technip Energies and Odfjell Drilling). These stocks were replaced by others in the same segments - Dorian LPG, Stolt-Nielsen (Energy Shipping) and Borr Drilling (Oil Services). We also bought 2 previously held Digital Infrastructure stocks (Cadence Design and STMicroelectronics) and Integrated Energy (Exxon-Mobil).

PORTFOLIO POSITIONING

We made minor changes to segmental and regional weightings:

- Segment weighting** - Slight increase in Transport and Integrated Energy while reducing the most overweight position in Equipment & Services
- Regional weighting** – reducing Asia Pac in favour of LATAM and Europe. We see LATAM, in particular Brazil, as the most promising Emerging Market and a good diversification to China and SE Asia.

A few areas worth highlighting especially at a time when oil and gas prices are under pressure.

- Transport - Energy Shipping.** Freight rates determine earnings, and this depends on demand -volume shipped and the distance travelled rather than commodity prices. LPG carriers currently have the best dynamics. Our preferred exposure is Dorian LPG which replaced BW LPG after making a profit on the investment.
- Materials** – Chemicals. Lower oil & gas prices result in input costs savings both feedstocks and energy usage benefits for these companies. Our high conviction name is Shin-Etsu Japan. Another sub-group holding up well are Industrial Gases in which 3 companies have over 95% of the entire market - Linde Germany, Air Liquide France and Air Products US. They are the most defensive in the sector and we hold all three in the portfolio.

- As we have stated several times now, Integrated Energy represents the best value in our universe with low debt, high FCF and Dividend Yields. Our core holdings are TotalEnergies France, Shell UK and Petrobras Brazil.
- M&A in Energy sector** – 2 large transactions since Sept.
 - ExxonMobil to acquire Pioneer Resources for \$60 billion.** This will more than double Exxon’s Permian Basin footprint, the best shale region in the US.
 - Chevron to acquire Hess for \$53 billion** which has very good exposure to offshore Guyana, the most sought property after offshore Brazil.
 We see both transactions as strategic and done at reasonable valuations. We are holders in all 4 companies.
- We believe the portfolio is well diversified. By adhering to our strict investment criteria, we believe we can deliver a less volatile path for investors to achieve both income and growth over the long term.

PORTFOLIO CHARACTERISTICS

Net Asset Value	\$0.9984
Number of stocks	81
Net cash position	10.9%
Dividend yield	3.9%
Price/Earnings FY1	11.0
Market capitalisation \$USbn	46.6
EV/EBITDA	8.7
ND/EBITDA	1.7

TOP 5 PERFORMERS

Company	Return
1 TORM PLC Class A	14.4%
2 ACEN Corporation	9.7%
3 VERBUND AG Class A	8.3%
4 ENGIE SA.	5.1%
5 Enel SpA	4.7%

BOTTOM 5 PERFORMERS

Company	Return
1 PT Medco Energi Internasional	-21.5%
2 Transocean Ltd.	-17.8%
3 Diamond Offshore Drilling Inc	-13.8%
4 Schoeller-Bleckmann Oilfield	-13.0%
5 Oceaneering International, Inc.	-12.8%

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