

Bendigo Global Share Fund

Monthly fund update - April 2020

Investment approach

The Fund aims to deliver long-term capital growth with moderate income through investment in a diversified portfolio of predominantly international shares. The Fund invests with a selection of high quality Australian and international investment managers that employ a range of management styles that include active and index management, and who specialise in managing portfolios of international shares (which may include Australia).

Fund performance¹

as at 30 April 2020

| | 3 months % | 6 months % | 1 year % | 3 years %p.a. | 5 years %p.a. | Since inception %p.a. |
|---------------------------|------------|------------|----------|---------------|---------------|-----------------------|
| Bendigo Global Share Fund | -9.15 | -2.79 | 0.43 | 8.23 | 6.25 | 6.10 |
| Benchmark ² | -11.14 | -5.12 | -1.10 | 8.67 | 7.26 | 7.60 |

An example of how your investment grows

Growth of \$10,000⁴

(Based on historic Fund performance over the last 5 years)



Fund facts

| | |
|--------------------------------------|-----------------|
| Fund APIR code | STL0015AU |
| Fund inception date | 1 June 2006 |
| Distribution frequency | Half yearly |
| Management costs ³ | 0.95% p.a. |
| Buy / Sell spread ³ | +0.15% / -0.13% |
| Minimum investment / minimum balance | \$5,000 |
| Recommended investment timeframe | 5 years + |
| Suggested risk level | High |

Unit price

as at 30 April 2020

| | |
|-------------------|-----------|
| Application price | \$1.34821 |
| Withdrawal price | \$1.34444 |

Distribution details (cents per unit)

| | |
|------------------|-----------|
| 30 June 2019 | \$0.02342 |
| 31 December 2019 | \$0.00150 |

Make the most of your investment

► The power of compounding

Compounding can be a powerful tool in wealth creation. Reinvesting distributions can be one of the easiest and cheapest ways to increase your holdings over time. You're compounding your investment's growth by continually adding more units which, in turn, will generate distributions of their own.

Why not reinvest your half yearly distributions?

► The benefits of making it regular

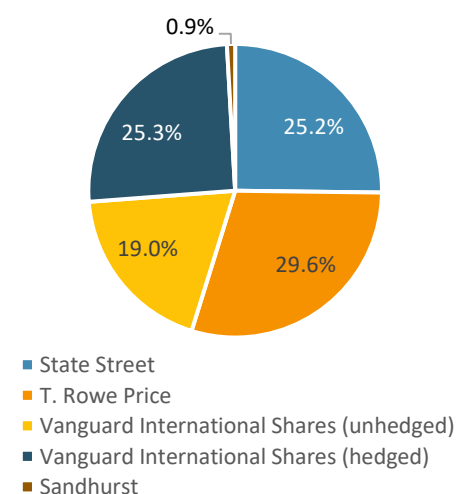
Making regular contributions to your investment can both grow your investment and smooth the effects of market highs and lows.

Why not add a Regular Savings Plan to your investment? Establish one from as little as \$50 per month.

You can also use BPAY® to add to your investment at any time with as little as \$100. See your statement for your BPAY reference number.

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Investment manager allocation



* Includes small amounts of cash that are held in Bendigo Bank operating accounts.

Portfolio performance

The Fund performed in line with its benchmark over the period. Outperformance by T. Rowe Price mitigated the slight underperformance of State Street, with an overweight to Health Care and Technology stocks in the US proving beneficial. Technology stocks continue to divide investors and has shaped much of the under/outperformance of global equity managers. The sector possesses relatively higher valuations, however many companies continue to grow earnings. Social distancing measures brought on by the coronavirus pandemic have accelerated the need for e-commerce and cloud connectivity adding further tailwinds to the sector creating a valuation headache for investment analysts.

Economic commentary

Following the 36% selloff on S&P 500 Index from the February peak to the March low, the Australian ASX 200 Index and the US S&P 500 Index rose 8.8% and 12.7% respectively in April, buoyed by unprecedented central bank liquidity and government fiscal support. Whilst perhaps not as eventful as the month of March, April still offered plenty with the oil price collapsing into negative territory. Oil producers remained stubborn to cut supply and the reduction in demand brought on by Coronavirus isolation measures, brought about a large supply to demand imbalance, bringing the price on Western Texas oil (WTI) spot on the 21st of April to negative \$37 a barrel. More recently oil production cuts as well as the gradual reopening of many economies has brought about some stabilisation with the WTI spot price closing at \$18.8 at the end of April.

During the lockdown, the hardest hit industries are among services and entertainment sectors. The uncertainty about the future has spilled over to almost all other business, resulting in significant reduction of production and investment, project delays and reversal of future expectations. Governments and Central Banks around the world have been providing support to struggling households and business, in forms of cash rate cuts, stimulus packages, social welfare assistances, asset purchasing programs and term funding facilities for the banking system. This combination of reactions has provided households with a financial backstop and liquidity to alleviate market dysfunction in its stressed condition.

Looking forward investment markets face a combination of fast evolving forces, being central bank liquidity and fiscal government support, a gradual relaxation of restrictions and the risk of "second wave" which is still present and largely unknown. Some industries are experiencing permanent structural change, while employees adapt to flexible working arrangements. There are undoubtedly negative effects on economies in the short term, however with all the efforts to combat this pandemic, the Reserve Bank of Australia expects the recovery to take us into mid-2022.

Do you have any questions?

For further information contact us
on 1800 634 969 or visit
www.sandhursttrustees.com.au

Footnotes

1. Fund performance figures are calculated before tax and after fees and costs; using withdrawal prices and assumes distributions are reinvested. Past performance is not an indication of future performance.
2. The MSCI World ex Australia 50% hedged to AUD Index was adopted as the Fund's benchmark on 31 December 2016, benchmark calculations prior to this date are based on the MSCI World Accumulation Index (AUD) Hedged. The benchmark is a custom index rather than standard index and MSCI does not express any opinion about Sandhurst or the Fund.
3. Other fees and costs may apply. See the Product Disclosure Statement for full details.

The Bendigo Global Share Fund (previously known as the Sandhurst Professional GVI Global Industrial Fund) (Fund), is issued by Sandhurst Trustees Limited (Sandhurst) ABN 16 004 030 737 AFSL 237906 a subsidiary of Bendigo and Adelaide Bank Limited (the Bank) ABN 11 068 049 178 AFSL 237879. Sandhurst and the Bank receive remuneration on the issue of the Fund or the service they provide, full details of which are contained in the Product Disclosure Statement. Investments in the Fund are not deposits with, guaranteed by, or liabilities of the Bank or any of its related entities. Economic and outlook forecasts are not guaranteed to occur. Sandhurst has prepared this document based on information available to it. The information provided in this document has not been verified. Accordingly, no representation is made to the fairness and accuracy of the information, opinions and conclusions contained in this document. This update is provided by Sandhurst and contains general advice only. Please consider your situation and read the PDS available at www.sandhursttrustees.com.au/pds, any Bendigo Bank branch or by phoning 1800 634 969 before making an investment decision.

This information is current as at 30 April 2020 (unless stated otherwise) and is subject to change without notice.

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