

Worldwide Leaders Sustainability Fund



Stewart Investors
Sustainable Funds Group



About Stewart Investors

We are an active, long-only equity investment business with stewardship and sustainability at the heart of our investment philosophy and culture since 1988. As a team, the Sustainable Funds Group have been managing explicit sustainability portfolios since 2005.

Investment aim

To achieve long-term capital growth by investing directly or indirectly in a diversified portfolio of equity or equity-related securities of larger capitalisation companies which are listed, traded or dealt in on any of the regulated markets worldwide. The fund invests in companies that are particularly well-positioned to contribute to, and benefit from, sustainable development.

Key facts*

Launch date	July 2022
Lead portfolio manager	Sashi Reddy
Investment team	Sustainable Funds Group 14 analysts
Number of companies	40-60
Investment horizon	5-10 years
Market capitalisation	Free float > USD 5 billion
Comparator benchmark	MSCI AC World Index
Total management costs**	0.62%

Investment philosophy

- > **We are stewards.** Our role is to allocate society's capital to productive uses, in accordance with our [Hippocratic Oath](#).
- > **We are long term.** Our time horizon is measured in years, not weeks, and we value companies accordingly.
- > **We invest only in companies contributing to a more sustainable future.** We engage constructively as owners to help companies on their sustainability journeys.
- > **We invest only in high-quality companies.** We invest in companies with exceptional cultures, strong franchises and resilient financials.
- > **We believe capital preservation is important for capital growth.** We define risk as the possibility of the permanent loss of client capital.

This philosophy is proven across strategies and business cycles for nearly four decades.



This Fund has been certified by RIAA according to the strict operational and disclosure practices required under the Responsible Investment Certification Program. See responsibleinvestment.org for details.

*Source: Stewart Investors as at 31 March 2022. Key facts parameters shown are guidelines only and not hard risk limits.

**Total management costs includes the investment management fee. It does not include transactional and operational costs. Further details on parameters and costs (including estimated indirect costs) is set out in the Fund's PDS.

What we mean by sustainability

Our process is deeply qualitative, based on fundamental, bottom-up research and analysis of the [sustainability](#) positioning of companies. We meet regularly with management teams, conduct site visits, and commission third-party research. Our assessment of company sustainability focuses on:

- 1 Sustainability positioning of products and services
- 2 Quality of management and treatment of all stakeholders
- 3 Operational performance and environmental and social impacts
- 4 Ability to navigate sustainability headwinds and tailwinds such as changing regulations and consumer trends

Exclusions

We have a detailed [exclusions policy](#) explaining the sectors and sorts of companies we will never invest in.

Engagement

We invest time and energy in [engaging](#) and encouraging companies to improve their sustainability practices and product offerings.

Voting

We do not outsource voting decisions or any part of the engagement process; this is a core part of our role.

Visit our [website](#) to view our position on harmful and controversial products and services and our climate change statement.

Top 10 holdings - high conviction

We have a bottom-up approach and aim to invest only in well-stewarded, high-quality companies with sustainability at the heart of all investment considerations. Our portfolios are high conviction (top 10 holdings typically 30%-50%) and are completely benchmark agnostic.

Company	Country	Sector	Portfolio (%)	Index (%)
Costco International chain of membership warehouses	United States	Consumer Staples	5.3	0.4
bioMérieux Diagnostics leader specialising in microbiology and molecular biology	France	Health Care	4.8	0.0
Deutsche Post DHL Group World's largest logistics service provider	Germany	Industrials	4.8	0.1
Mahindra & Mahindra Agricultural machinery, vehicles and a conglomerate	India	Consumer Discretionary	4.7	0.0
Fortinet Network cybersecurity hardware and software	United States	Information Technology	4.3	0.1
Tata Consultancy Services IT services, consulting and outsourcing	India	Information Technology	4.2	0.1
HDFC Leading provider of housing loans in India with strong brand reputation	India	Financials	4.1	0.1
CSL Biotherapies and influenza vaccines for life-threatening medical conditions	Australia	Health Care	3.2	0.1
Halma Safety equipment for hazard detection and life-saving technology	United Kingdom	Information Technology	3.2	0.0
Jack Henry & Associates Provider of core banking software, cyber security and IT outsourcing	United States	Information Technology	3.1	0.0
			45.2	0.8

Source: Stewart Investors as at 31 March 2022. The data shown are not those of Stewart Investors Worldwide Leaders Sustainability Fund but for a representative Stewart Investors Worldwide Leaders Sustainability Strategy account that implement the same investment strategy as the Stewart Investors Worldwide Leaders Sustainability Fund. *MSCI AC World Index. Numbers may not add to totals due to rounding. The information shown is for illustrative purposes to demonstrate Stewart Investors investment activity in the strategy. It is not a recommendation or solicitation to purchase or invest in any fund. Differences between the representative account, account-specific constraints, currency or fees and those of a similarly managed fund or mandate would affect results. This stock information does not constitute any offer or inducement to enter into any investment activity.

Our interactive **Portfolio Explorer** tool allows you to explore strategies, companies, countries and sustainability issues of interest in four views – map, Sustainable Development Goals, climate solutions and human development pillars.



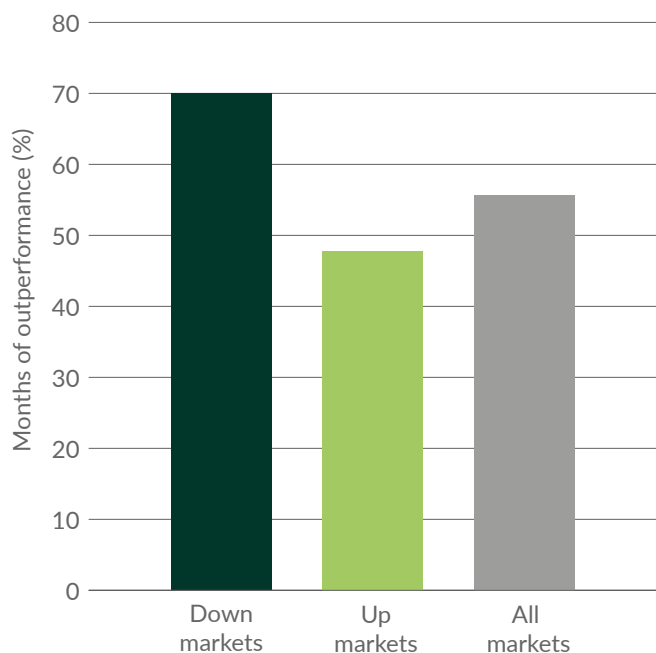
Performance objective – capital protection and growth

Given that the Worldwide Leaders Sustainability Fund is a new fund, we have also included the performance of a representative Stewart Investors Worldwide Leaders Sustainability Strategy account, to demonstrate Stewart Investors historic performance in the strategy for historical context.

Our investment philosophy focuses on delivering strong absolute returns over cycles. This focus means that we define risk as the loss of clients’ capital rather than in terms of deviation from any benchmark index. As a result, our performance is likely to lag steeply rising markets, but deliver better results in falling markets. This approach has served clients well over time and over cycles.

Performance over periods AUD - strategy performance gross of fees - % p.a.	Since launch	5 years	3 years	1 year	6 months	3 months
Stewart Investors Worldwide Leaders Sustainability Strategy	12.0	12.3	11.5	9.3	-7.5	-14.0
MSCI AC World Index	11.8	12.0	11.7	8.8	-2.9	-8.4
Relative (arithmetic)	0.2	0.3	-0.1	0.5	-4.6	-5.6

Investment style - downside protection
Strategy outperformance since launch (AUD gross of fees)



Past performance is not a reliable indicator of future results.

Source: First Sentier Investors gross of fees. The data and performance returns shown are not those of Stewart Investors Worldwide Leaders Sustainability Fund but for a representative Stewart Investors Worldwide Leaders Sustainability Strategy account that implement the same investment strategy as the Stewart Investors Worldwide Leaders Sustainability Fund. Source for benchmark: FactSet. Outperformance shown versus the MSCI AC World Index. Index data is net of withholding tax. This Strategy launched in July 1997. Performance calculated from when Stewart Investors started running the investment strategy on 4 December 2013. This information is provided for illustrative purposes to demonstrate Stewart Investors’ activity within the Strategy for the period shown. It is not a recommendation or solicitation to purchase or invest in any fund. Differences between the representative account-specific constraints, currency or fees and those of a similarly managed fund or mandate would affect results.

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Past performance is not necessarily indicative of future performance, unit prices may go down as well as up and an investor in the Fund may not recover the full amount the capital that they invest.

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