

## Goodbody Asset Management

### Goodbody Dividend Income 3 Fund - GDI 3

- 3 lines of defence help offset downside
- Asset mix adjusted to reflect changed outlook

## Via New Ireland

Risk rating 1 2 3 4 5 6 7

### Fund performance

The Fund's 3 lines of defence helped to offset the negative impact of declining global equity markets in February. (1) Within our dividend equity exposure, the Focus on Quality/Growth companies contributed to relative outperformance of the broader equity market during the market sell off. (2) The stabiliser assets in the Fund, namely investment grade government/corporate bonds and Gold posted modest gains. (3) The index put option insurance rose in value during the equity market correction. Following an asset allocation meeting a decision to reduce equity exposure was implemented, reflecting our view of a deterioration in near term risk/reward within investment markets.

### Value of €10,000 invested



	1 MTH	3 MTH	YTD	1 YR	Since inception
Goodbody Dividend Income 3 (Series 6 R)	-0.3%	0.8%	0.6%	8.2%	18.9%
Benchmark (3 month Euribor +3%)	0.2%	0.6%	0.4%	2.6%	11.1%

Source: New Ireland, Bloomberg

### Why consider the Goodbody Dividend Income 3 Fund?

#### 1. Multi-asset with target returns

The Fund invests in high quality dividend paying equities which act as the engine of real returns for investors. Other assets, such as cash, fixed income and exchange traded funds are used to provide diversification and reduce volatility.

#### 2. Active asset allocation

The Investment Team employs an asset allocation framework to tactically adjust exposure to equities throughout the investment cycle.

#### 3. Risk management strategy

This strategy helps to reduce volatility and smooth the returns journey for investors.

**Warning: Past performance is not a reliable guide to future performance.**

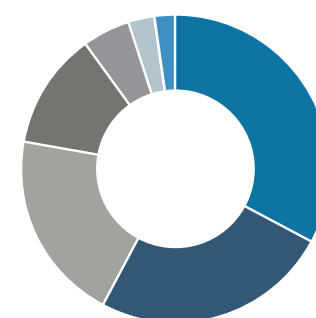
### For Financial Advisors Only

The **Goodbody Dividend Income 3 Fund** is a risk managed multi-asset fund which invests in high quality dividend paying stocks as well as income generating Bonds, REITS, Alternatives and Cash. The fund is targeting a return of cash +3% p.a. over a rolling five year period.

### Key information

<b>Fund launch date</b>	3 March 2016
<b>Base currency</b>	€
<b>Pricing/Dealing</b>	Daily
<b>Month end unit price (€)</b>	1.13
<b>*Bond duration (years)</b>	4.3

### Asset Split as at 28 February 2020



■ Equity	33%
■ Government Bonds*	25%
■ Cash	20%
■ Corporate Bonds*	12%
■ Gold	5%
■ Put Options	3%
■ Property	2%

Source: Goodbody

Performance is shown gross of taxation and gross of fund management fees.

## Equity sector split as at 28 February 2020

Technology	29%
Healthcare	17%
Consumer staples	14%
Consumer discretionary	10%
Materials	10%
Industrials	9%
Financials	8%
Energy	3%
Utilities	0%
Telecoms	0%

Source: Goodbody

## Market commentary

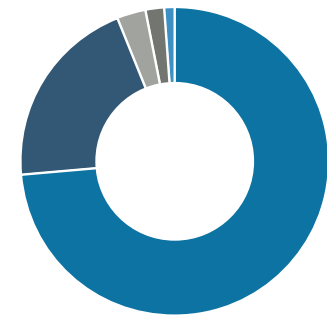
The realisation that the coronavirus was no longer a China specific problem caused equity markets to sell off in the second half of the month. The rising number of infections globally led the market to attempt to price in the ramifications of the virus on global growth and corporate profits. Volatility jumped with the VIX index rising from 15 to 49 in little over a week. Having gained 6.7% up until the 19th of February, the MSCI World (€ terms) lost 13.4% into month end, meaning a decline of 7.6% in February. From a sectoral perspective, Communications and Healthcare outperformed, while Energy was a significant underperformer due to the 13.1% drop in oil prices. In the fixed income market, the US 10-year yield dropped from 1.5% to 1.1% over the month, driven by rising expectations of monetary stimulus from the Fed. A key indication of the level of uncertainty was the move higher in corporate bond yields, most notably in the high yield space where spreads rose to 5.1%. Elsewhere, the US presidential race began to heat up with Bernie Sanders and Joe Biden emerging as the front runners to represent the Democrat party against Donald Trump.

## Top 10 equity holdings as at 28 February 2020

Microsoft	4.0%
Apple	3.6%
Republic Services	3.5%
ResMed	3.5%
L'Oréal	3.4%
Avery Dennison	3.3%
DBS Group	3.2%
Costco	3.2%
Accenture	3.2%
Sika	3.1%

Source: Goodbody

## Geographic equity mix as at 28 February 2020



North America	73%
Europe (ex. UK)	20%
Asia Pacific (ex. Japan)	3%
Japan	2%
UK	1%

Source: Goodbody

**Warning: Dividend Income is not guaranteed and may rise or fall in value.**

**Warning: The value of your investment may go down as well as up.**

**Warning: This fund may be affected by changes in currency exchange rates.**

**Warning: If you invest in this fund you may lose some or all of the money you invest.**

The Fund is a unit linked fund of the life company. The value of your life assurance policy is linked to the performance of the Fund. Please contact your financial adviser or New Ireland to make additional premiums. Please refer to your policy documentation for information on fees, charges and risks that apply to your investment.

This publication has been approved by Goodbody Stockbrokers UC. The information has been taken from sources we believe to be reliable, we do not guarantee their accuracy or completeness and any such information may be incomplete or condensed. All opinions and estimates constitute best judgement at the time of publication and are subject to change without notice. The information, tools and material presented in this document are provided to you for information purposes only and are not to be used or considered as an offer or the solicitation of an offer to sell or to buy or subscribe for securities.

This document is not to be relied upon in substitution for the exercise of independent judgement. Nothing in this publication constitutes investment, legal, accounting or tax advice, or a representation that any investment or strategy is suitable or appropriate to your individual circumstances, or otherwise constitutes a personal recommendation to you.

Registered Office: Ballsbridge Park, Ballsbridge Dublin 4, Ireland. T: +353 1 667 0400. Registered in Ireland No. 54223.

Goodbody Stockbrokers UC, trading as Goodbody, is regulated by the Central Bank of Ireland. In the UK, Goodbody is also subject to regulation by the Financial Conduct Authority. Goodbody is a member of Euronext Dublin and the London Stock Exchange. Goodbody is a member of the FEXCO group of companies. 000799\_0320

