

Goodbody Asset Management

Goodbody Dividend Income 6 Fund - GDI 6

- The Fund lags a significant jump in global equities
- Cisco declines on weak guidance

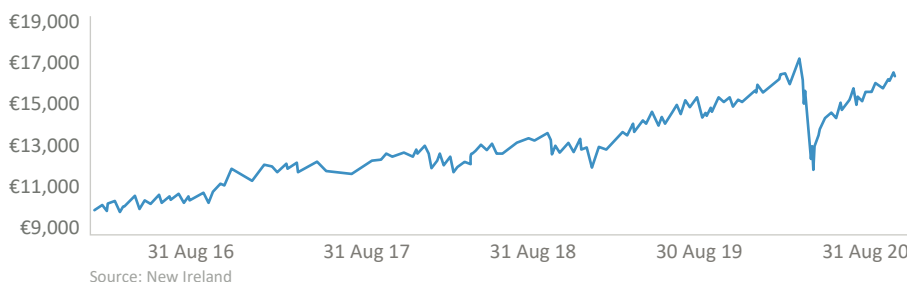
Via New Ireland



Fund performance

The Fund lagged the broader market in what was a very strong month for global equities. Top performing holdings during August included US healthcare company Abbott Labs (+8%), European speciality chemicals group Sika (+8%), and Apple (+20%). This strength was offset by weakness in healthcare company ResMed (-11%) and US technology leader Cisco (-11%). Despite delivering inline results, Cisco provided disappointing forward growth guidance which was negatively received by investors. The significant share price gains delivered by Apple both in the month and YTD were used as a catalyst to revisit valuation and subsequently reduce our position.

Value of €10,000 invested



	1 MTH	3 MTH	YTD	1 YR	Since inception
Goodbody Dividend Income 6 (Series 6 R)	3.6%	7.0%	1.6%	7.3%	62.6%
Benchmark	5.5%	6.7%	-1.1%	7.5%	53.1%

Source: New Ireland, Bloomberg

Why consider the Goodbody Dividend Income 6 Fund?

1. Focus on premium dividend growth rates

The fund targets a dividend yield greater than the global equity market yield and expects these dividends to grow by double digits each year.

2. Invests in a broader universe

Unlike most dividend income funds, the GDI 6 fund looks for opportunities to invest in medium-sized companies that offer reasonable dividend yields and are likely to grow their dividends faster. The GDI 6 fund does not limit itself exclusively to large cap companies that are often mature and thus have poor dividend growth rates.

3. Managers of conviction

The fund invests in up to 45 companies at any one time, allowing us to concentrate only on companies we expect to significantly outperform over the medium-term. Risk management is key. We diversify according to sectoral and geographic exposures.

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

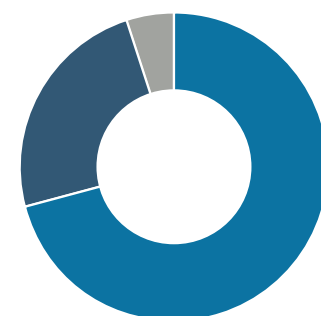
For Financial Advisors Only

The **Goodbody Dividend Income 6 Fund** is an actively-managed, concentrated, global equity fund that invests in a diversified portfolio of 40 global dividend-paying companies. The Fund aims to outperform the MSCI World Index over the medium to long-term.

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>	1.55
<b>Number of holdings</b>	33
<b>Top 10 holdings as a % of the fund</b>	37%
<b>Active share*</b>	86%

Geographic mix as at 31 August 2020



■ North America	71%
■ Europe (ex. UK)	24%
■ Asia Pacific (ex. Japan)	5%
■ Japan	0%
■ UK	0%

Source: Goodbody

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

## Sector split as at 31 August 2020

Technology	29%
Healthcare	18%
Industrials	13%
Materials	10%
Consumer discretionary	9%
Consumer staples	9%
Real Estate	6%
Financials	5%
Energy	2%
Utilities	0%
Telecoms	0%

Source: Goodbody

## Market commentary

August was a very strong month for global equity markets (MSCI World +5.5% in Euro terms). Consumer Discretionary and Technology stocks led, both rising by more than 10%. Conversely, Utilities and Energy stocks underperformed significantly. Global central banks reiterated their respective ultra-accommodative policies in a bid to spur growth and inflation. At the annual Jackson Hole event (held virtually this year), Fed Chairman Jerome Powell announced that inflation goals would now be gauged on a new “average inflation target” of 2%, implying that inflation will be let run above 2% for extended periods of time before raising interest rates will be considered. Long dated government bonds underperformed over the month and the US dollar remained a key talking point as it continued to weaken. On the economic data front, the rebound following the lockdown earlier in the year continued in the US. The US ISM Manufacturing PMI and US Services PMI reached 54.2 and 58.1, respectively. European PMI data showed some signs of rolling over as new Covid-19 infection rates rose across the continent. The composite reading fell to 51.9 from 54.9 in July.

## Top 10 holdings as at 31 August 2020

Apple	5.1%
Microsoft	4.1%
Sika	3.9%
Abbott Laboratories	3.7%
Home Depot	3.7%
Fastenal	3.5%
Nestlé	3.4%
Republic Services	3.3%
Vonovia	3.2%
Kone	3.1%

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.**

\*Active Share is a measure of the Fund’s overlap with the benchmark. An active share of 100% indicates that the Fund has no holdings in common with the benchmark and active share of 0% indicates a Fund that tracks the benchmark.

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.

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