

Goodbody Asset Management

Goodbody Dividend Income 6 Fund - GDI 6

- Stock selection drives outperformance
- Motorola Solutions a new addition

Via New Ireland



Fund performance

The Fund outperformed its benchmark in December, a period of elevated market volatility. The primary driver of relative performance was stock selection. Among the top contributors to performance was Intercontinental Hotels Group - the asset-light hotel franchisor and owner of the Holiday Inn brand - and Danish healthcare company Coloplast - a manufacturer of products used to manage chronic health conditions. During the month, we initiated a new position in Motorola Solutions, a provider of mission-critical communication software and devices, while trimming positions in several Consumer Staples names such as Clorox and Nestle.

Value of €10,000 invested



Source: New Ireland

	1 MTH	3 MTH	YTD	1 YR	Since inception
Goodbody Dividend Income 6 (Series 6 R)	-7.3%	-8.9%	-2.1%	-2.1%	23.4%
Benchmark	-8.5%	-12.0%	-4.1%	-4.1%	19.1%

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 25% higher 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.

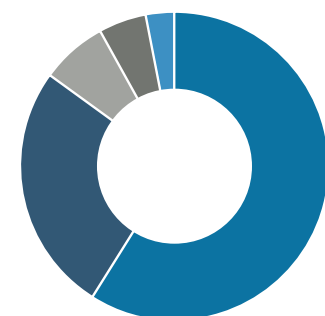
For Financial Advisors Only

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

Fund launch date	3 March 2016
Base currency	€
Pricing/Dealing	Daily
Month end unit price (€)	1.17
Number of holdings	38
Top 10 holdings as a % of the fund	34%

Geographic mix as at 31 December 2018



■ North America	59%
■ Europe (ex. UK)	26%
■ UK	7%
■ Japan	5%
■ Asia Pacific (ex. Japan)	3%

Source: Goodbody

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

Sector split as at 31 December 2018

Technology	18%
Consumer staples	14%
Consumer discretionary	13%
Industrials	13%
Financials	12%
Healthcare	12%
Real Estate	7%
Materials	5%
Energy	3%
Utilities	2%
Telecoms	0%

Source: Goodbody

Market commentary

Global equities ended 2018 on a negative note, declining 8.5% in December to bring the total return for the year to -4.1%. A confluence of factors contributed to such weakness in equity markets: concerns of a potential US recession, fears of excessive tightening by the Fed, increasing credit spreads, ongoing trade uncertainty, and a desynchronization of global growth. From a geographic perspective, US stocks underperformed their European counterparts in the month (S&P 500 -9%, Euro Stoxx 50 -5%). Energy stocks were the worst performing sector, dragged lower by ongoing oil price weakness, while Utilities, a traditionally defensive sector, outperformed. In fixed income markets, the US 10 year yield fell from ~3.0% to ~2.7%, pricing in a potentially lower growth and inflation outlook. Oil prices fell a further 8% in December, having collapsed 20% in the month prior. On the geopolitical front, the highly anticipated G20 meeting has led to a temporary de-escalation in trade tensions, with US and China agreeing to halt the imposition of tariffs for a 90 day period.

Top 10 holdings as at 31 December 2018

Johnson & Johnson	4.0%
Microsoft	3.8%
Unilever	3.7%
3M	3.4%
US Bancorp	3.3%
Dollar General	3.2%
DBS	3.2%
Linde	3.1%
Pfizer	3.0%
Intercontinental Hotels Group	3.0%

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.

Fund Manager

Paul O'Brien, CFA
Damien Meade
Shane Butler

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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