

Goodbody Asset Management

Goodbody Smaller Companies Fund

- Healthcare holdings drive outperformance
- Allegion trimmed following strong re-rating

Via New Ireland

Risk rating 1 2 3 4 5 **6** 7

Fund performance

The Fund outperformed its benchmark during a difficult month for global equity markets. Global small/ mid cap equities underperformed their large cap peers during the pullback. Sector allocation was a headwind to performance as Technology (a key overweight exposure for the Fund) was a notable laggard versus the broader market. Machine vision company Cognex and Keysight Technologies were both negatively impacted by concerns around the escalating US/China trade tensions. Top performing holdings during May included healthcare companies ResMed (+10%), Icon (+4%) and Abcam (+6%). During the month we trimmed our position in US industrial Allegion based on a review of valuation.

Value of €10,000 invested



	1 MTH	3 MTH	YTD	1 YR	Since inception
Goodbody Smaller Companies (Series 6 R)	-4.8%	1.7%	17.6%	7.3%	51.8%
Benchmark	-5.5%	-0.9%	13.4%	-1.7%	32.9%

Source: New Ireland, Bloomberg

Why consider the Goodbody Smaller Companies Fund?

1. Return enhancement potential

Global small/mid cap equities have historically offered a compelling risk/reward opportunity compared to their large cap counterparts.

2. Diversification benefits

The fund invests in a segment of the equity market that is frequently overlooked and neglected by other investors.

3. Proven smaller company expertise

Our investment team has successfully delivered strong performance in the small/mid cap segment of the equity market over the last 10 years.

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

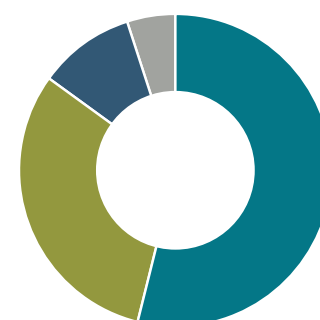
For Financial Advisors Only

The **Goodbody Smaller Companies Fund** is an actively managed, concentrated global equity fund that offers investment in a diversified portfolio of 40 small/mid sized growth companies. The fund aims to outperform the MSCI World Small/ Mid cap index by 2 - 3% per annum over the medium to long-term.

Key information

Fund launch date	3 March 2016
Base currency	€
Pricing/Dealing	Daily
Month end unit price (€)	1.44
Number of holdings	38
Top 10 holdings as a % of the fund	32%

Geographic mix as at 31 May 2019



■ North America	54%
■ Europe (ex. UK)	31%
■ UK	10%
■ Japan	5%
■ Asia Pacific (ex. Japan)	0%

Source: Goodbody

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

Sector split as at 31 May 2019

Technology	22%
Industrials	21%
Healthcare	17%
Financials	11%
Materials	11%
Consumer discretionary	11%
Energy	5%
Utilities	2%
Telecoms	0%
Consumer staples	0%
Real Estate	0%

Source: Goodbody

Market commentary

Global equities declined 5.2% in May, bringing the total return for 2019 to 12.6%. A reignition of trade war tensions exacerbated concerns about future global growth, which, coupled with a strong performance year to date, led to the move lower in global equity markets. From a geographic perspective, European equities outperformed their US counterparts in May. Within equity markets, Real Estate was the best performing sector during the month, buoyed by the broad based move lower in bond yields. Conversely, Technology and Energy stocks were the primary laggards. Year to date, Technology remains the top performing sector while Healthcare continues to underperform. In fixed income markets, US 10 year yields had a significant move during the month, falling from 2.5% to 2.1% as markets increasingly anticipate rate cuts from the Federal Reserve. In commodity markets, oil prices declined 11% in the month.

Top 10 holdings as at 31 May 2019

Ansys	4.4%
Halma	3.7%
Abcam	3.2%
Christian Hansen	3.1%
Huntington Bancshares	3.1%
Teleperformance	3.0%
ResMed	3.0%
Allegion	3.0%
St James's Place	2.9%
Tractor Supply	2.9%

Source: Goodbody

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.

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