

## Goodbody Asset Management

### Goodbody Dividend Income Balanced Fund - GDI 4

- Dividend equity underperformance a drag
- Carbon Allowances – a new addition to the Fund

#### Fund performance

The Fund's global dividend equities underperformed the broader equity market in May and represented a drag on overall returns. Prologis, the world's largest owner of industrial real estate, declined 22% in May, following a profit warning from Amazon, its largest tenant, leading to concerns about demand for new warehouse developments. The Fund's bond holdings, gold, and downside risk strategy (index put options) were all marginal headwinds to performance. During the month, we initiated a position in Carbon Allowances in the EU Emissions Trading System. Companies in certain sectors must cover their emissions each year with their allocated carbon allowances, with larger polluters having to purchase allowances in the market.

#### Fund price since inception



Share Class B (€)											
1 MTH	3 MTH	YTD	1 YR	3 YR p.a.	2021	2020	2019	2018	2017	2016	Since inception
-3.0%	-0.7%	-8.6%	8.4%	10.4%	24.7%	9.6%	17.6%	-1.9%	3.4%	3.7%	56.1%

Source: Goodbody

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

##### 1. Income Oriented Multi Asset Exposure

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

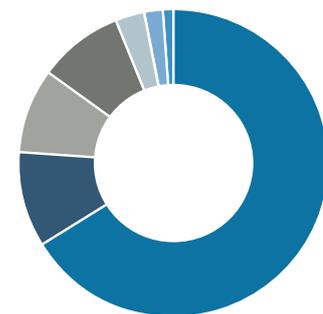
This strategy helps to reduce volatility and smooth the returns journey for investors.

The **Goodbody Dividend Income Balanced 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.

#### Key information

<b>Fund launch date</b>	18 December 2015
<b>Fund type</b>	UCITS
<b>Base currency</b>	€
<b>Pricing/Dealing</b>	Daily
<b>Share class</b>	B
<b>ISIN</b>	IE00BYWKP999
<b>Month end NAV (€)</b>	15.61
<b>Investment management fee</b>	0.50%

#### Asset Split as at 31 May 2022



■ Equity	67%
■ Government Bonds	10%
■ Cash	9%
■ Corporate Bonds	9%
■ Property	3%
■ Alternatives	2%
■ Put Options	1%

Source: Goodbody

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

Risk rating 1 2 3 4 5 6 7

## Equity sector split as at 31 May 2022

Technology	31%
Healthcare	17%
Industrials	15%
Consumer discretionary	11%
Materials	10%
Consumer staples	8%
Financials	8%
Energy	0%
Utilities	0%
Telecoms	0%

Source: Goodbody

## Top 10 equity holdings as at 31 May 2022

Apple	4.7%
Microsoft	4.0%
Republic Services	3.8%
Analog Devices	3.4%
Dollar General	3.2%
Fastenal	3.1%
Amphenol	3.0%
Linde	3.0%
ResMed	2.9%
Accenture	2.8%

Source: Goodbody

## Market commentary

May was another volatile month for equity and bond markets with inflation continuing to dominate the narrative. The MSCI World Index finished the month 1.5% lower in euro terms. Having touched on 3.2% at the beginning of May, the US 10 year yield ended the month close to 2.8%. The German 10 year yield rose by c.20bps, ending the month above 1.1%. Meanwhile, Italian government bonds remained under pressure with the Italian 10 year yield reaching 3.1%. Central banks maintained their respective hawkish tone. As expected, the Fed delivered on a 50bps interest rate hike and signalled that interest rates may have to move above the “neutral rate” in order to bring inflation back to target. US headline inflation came in above expectations but fell slightly from the previous month to 8.3%. In Europe, ECB President Christine Lagarde all but confirmed the market expectations that it would deliver a 25bps interest rate hike in July, its first hike since 2011. During the month EUR/USD broke below \$1.04, its lowest level since 2016, before somewhat recovering into month end.

## Prospectus and Key Investor Information

A copy of the English version of the Prospectus of the Fund and the Key Investor Information (KIID) document relating to the Fund is available [here](#) and may also be obtained [here](#) to view the Prospectus and [here](#) to view the KIID. Where required under national rules, the KIID document will also be available in the local language of the relevant EEA Member State.

### Summary of Investor Rights

A summary of investor rights associated with an investment in the Fund shall be available in English [here](#).

### Termination of Marketing Arrangements

A decision may be taken at any time to terminate the arrangements made for the marketing of the Fund in any EEA Member State in which it is currently marketed. In such circumstances, Shareholders in the affected EEA Member State will be notified of this decision and will be provided with the opportunity to redeem their shareholding in the Fund free of any charges or deductions for at least 30 working days from the date of such notification.

**Warning: Dividend Income is not guaranteed and may rise or fall in value. The value of your investment may go down as well as up. This fund may be affected by changes in currency exchange rates. If you invest in this fund you may lose some or all of the money you invest.**

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The Fund is a sub-fund of Goodbody Funds ICAV, which is an undertaking for Collective Investment in Transferable Securities (UCITS) with limited liability between sub-funds. Investors should read the Prospective Supplement and Key Investor Information document for the Fund, as well as the Information Memorandum prior to making a decision to invest, and for full information on the Fund including fees, risks and conflicts of interest.

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## Contact us today

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