

Goodbody Asset Management

Goodbody Dividend Income 3 Fund - **GDI 3**

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

Via New Ireland

Risk rating 1 2 3 4 5 6 7

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.

Value of €10,000 invested



Source: New Ireland

	1 MTH	3 MTH	YTD	1 YR	3 YR P.A.	Since inception
Fund	-2.1%	-1.5%	-6.4%	3.4%	5.8%	33.3%

Source: New Ireland

Performance of Goodbody Dividend Income 3 (Series 6 R)

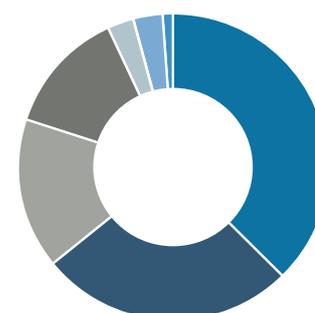
For Financial Advisors Only

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.

Key information

Fund launch date	3 March 2016
Base currency	€
Pricing/Dealing	Daily
Month end unit price (€)	1.27
*Bond duration (years)	4.2

Asset Split as at 31 May 2022



■ Equity	38%
■ Government Bonds*	27%
■ Cash	16%
■ Corporate Bonds*	13%
■ Property	3%
■ Alternatives	3%
■ Put Options	1%

Source: Goodbody

Why consider the Goodbody Dividend Income 3 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.

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

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

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

Market commentary

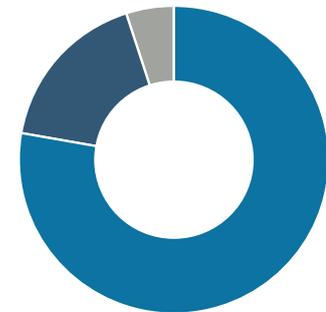
May was another volatile month for equity and bond markets with inflation continuing to dominate the narrative. The MSCI World Index finished the month 1.5% lower in euro terms. Having touched on 3.2% at the beginning of May, the US 10 year yield ended the month close to 2.8%. The German 10 year yield 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.

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

Geographic equity mix as at 31 May 2022



North America	78%
Europe (ex. UK)	17%
Asia Pacific (ex. Japan)	5%
Japan	0%
UK	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.

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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