

## Goodbody Asset Management

### Goodbody Global Leaders Fund

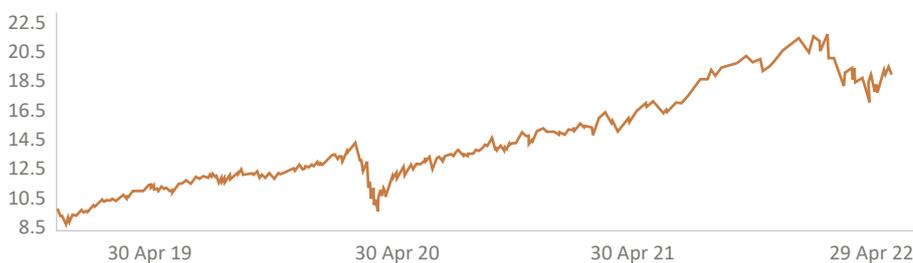
- Resilience, Adaptability, Execution – ‘Own the Best, Not the Rest’
- The \*real\* test of pricing power will occur if and when inflation subsides

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

### Fund performance

Pricing-led revenue growth has been the dominant theme in the Q1 2022 earnings season. Companies are raising prices and their sales are benefitting. While tempting to say this is evidence of pricing power, it is not. This is an environment where all companies ought to be raising prices, and the majority are doing just that. The real test of genuine pricing power will occur if and when inflation subsides. When customers begin to see costs decelerate, which companies can hold their now higher prices then? That is the real test of pricing power we are on the lookout for.

### Fund price since inception



	1 MTH	3 MTH	YTD	1 YR	3 YR p.a.	2021	2020	2019	Since inception
Fund	-3.8%	-5.5%	-16.0%	7.8%	16.6%	40.1%	20.3%	37.5%	82.3%
Benchmark	-3.3%	-2.4%	-6.3%	10.1%	12.7%	31.1%	6.3%	30.0%	61.2%

Source: Goodbody, Bloomberg

Performance of Goodbody Global Leaders Fund

### Why consider the Goodbody Global Leaders Fund?

#### 1. More profitable today

Invest in a select group of dominant companies with sustained leadership positions. These are among the most profitable companies in their industry.

#### 2. More profitable tomorrow

The fund invests in companies with some of the best track records of successful innovation. Such innovation sustains their leadership positions. These leaders of today can also be the most profitable companies of tomorrow.

#### 3. Investment opportunity

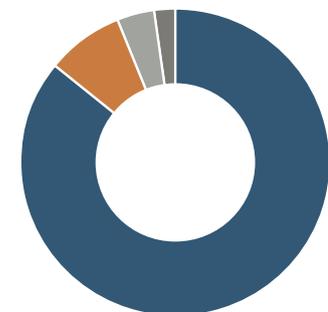
Global Leaders present a compelling risk/reward opportunity as they consistently widen the gap with competitors. This can lead to significant share price outperformance over time.

The **Goodbody Global Leaders Fund**, an actively-managed, concentrated, global equity fund invests in a diversified portfolio of 40 companies that dominate their industries. The fund aims to outperform the MSCI World Index over the medium to long-term.

### Key information

<b>Fund launch date</b>	12 December 2018
<b>Fund type</b>	UCITS
<b>Base currency</b>	€
<b>Pricing/Dealing</b>	Daily
<b>Share class</b>	B
<b>ISIN</b>	IE00BFMXM056
<b>Month end NAV (€)</b>	18.23
<b>Investment management fee</b>	0.50%
<b>Number of holdings</b>	36
<b>Top 10 as % of the fund</b>	33%
<b>Active share*</b>	91%

### Geographic mix as at 29 April 2022



■ North America	86%
■ Europe (ex. UK)	8%
■ UK	5%
■ Japan	2%
■ Asia Pacific (ex. Japan)	0%

Source: Goodbody

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

## Sector split as at 29 April 2022

Technology	30%
Industrials	21%
Healthcare	20%
Consumer discretionary	11%
Materials	9%
Consumer staples	6%
Financials	3%
Energy	0%
Real Estate	0%
Telecoms	0%
Utilities	0%

Source: Goodbody

## Top 10 holdings as at 29 April 2022

Microsoft	3.7%
Costco	3.5%
ResMed	3.5%
Sherwin-Williams	3.4%
Cintas	3.3%
Thermo Fisher	3.2%
Zoetis	3.2%
Moody's	3.1%
Visa	3.1%
Alphabet	3.0%

Source: Goodbody

## Market commentary

Volatility in asset prices remained a key feature in April. Tightening monetary policy, as well as the Russian invasion of Ukraine and lockdowns in China, continued to weigh on sentiment. Fed Chair Jerome Powell spoke on a panel at the International Monetary Fund, where he commented on “front-end loading” tightening and hinted at a 50bps hike in the May meeting. Following the subsequent rate rise in May - the market has now priced in a 50bps hike at the next two meetings. The US 10 Year yield reached as high as 3% in intraday trading, while the German 10 Year yield neared 1%. The magnitude of the rise in rates lead to core European government bonds underperforming the MSCI World Index, which returned -3.3% in euro terms. A series of outbreaks of Covid-19 in China emerged, with a number of regions entering full lockdown due to the “Covid-Zero” policy. This has exacerbated the existing supply chain issues for many businesses. China, and the invasion of Ukraine, has put further pressure on inflation which is already at multi-decade highs. Central banks face significant challenges in engineering a soft landing to bring inflation under control.

## 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: 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.**

\*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.

This publication has been approved by Goodbody Stockbrokers UC. The information has been taken from sources we believe to be reliable, we do not guarantee their accuracy or completeness and any such information may be incomplete or condensed. All opinions and estimates constitute best judgement at the time of publication and are subject to change without notice. The information, tools and material presented in this document are provided to you for information purposes only and are not to be used or considered as an offer or the solicitation of an offer to sell or to buy or subscribe for securities.

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.

This document is not to be relied upon in substitution for the exercise of independent judgement. Nothing in this publication constitutes investment, legal, accounting or tax advice, or a representation that any investment or strategy is suitable or appropriate to your individual circumstances, or otherwise constitutes a personal recommendation to you.

Registered Office: Ballsbridge Park, Ballsbridge Dublin 4, Ireland. T: +353 1 667 0400. Registered in Ireland No. 54223.

Goodbody Stockbrokers UC, trading as Goodbody, is regulated by the Central Bank of Ireland. In the UK, Goodbody is also subject to regulation by the Financial Conduct Authority. Goodbody is a member of Euronext Dublin and the London Stock Exchange. Goodbody is a member of the group of companies headed by AIB Group plc. 001327\_0522

## Contact us today

Goodbody Asset Management, 2 Ballsbridge Park, Ballsbridge, Dublin 4

T +353 1 641 9470 E [assetmanagement@goodbody.ie](mailto:assetmanagement@goodbody.ie) W [www.goodbody.ie/assetmanagement](http://www.goodbody.ie/assetmanagement)