

## Goodbody Asset Management

### Goodbody Global Leaders Fund

- Resilience, Adaptability, Execution – ‘Own the Best, Not the Rest’
- Market reacting to US consumer concerns with a heavy hand

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

### Fund performance

Debates on the health of the US consumer intensified during May following foreboding commentary from industry bellwethers Walmart and Target (the Fund does not own either stock). This led to indiscriminate selling in all US retail businesses, including Fund holdings Costco (-14% in May) and Tractor Supply (-8%). Costco subsequently reported its own set of results in the last week of May, demonstrating record membership revenues, one of the few retailers with positive footfall trends, and a healthy inventory position. Costco quickly recovered a large portion of the prior week’s decline, highlighting how heavy-handed the market is reacting to any negative newsflow in the current environment.

### Fund price since inception



	1 MTH	3 MTH	YTD	1 YR	3 YR p.a.	2021	2020	2019	Since inception
Fund	-3.6%	-4.9%	-19.0%	3.7%	16.6%	40.1%	20.3%	37.5%	75.8%
Benchmark	-1.5%	-1.2%	-7.6%	8.6%	14.1%	31.1%	6.3%	30.0%	58.8%

Source: Goodbody, Bloomberg

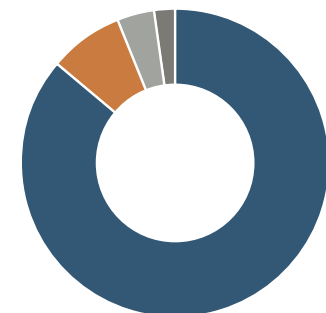
Performance of Goodbody Global Leaders Fund

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>	17.58
<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 31 May 2022



■ North America	87%
■ Europe (ex. UK)	8%
■ UK	4%
■ Japan	2%
■ Asia Pacific (ex. Japan)	0%

Source: Goodbody

### 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.

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

## Sector split as at 31 May 2022

Technology	30%
Industrials	22%
Healthcare	21%
Consumer discretionary	10%
Materials	9%
Consumer staples	5%
Financials	3%
Energy	0%
Real Estate	0%
Telecoms	0%
Utilities	0%

Source: Goodbody

## Top 10 holdings as at 31 May 2022

Microsoft	3.7%
ResMed	3.6%
Cintas	3.4%
Sherwin-Williams	3.3%
Thermo Fisher	3.3%
Visa	3.1%
Advanced Drainage Systems	3.1%
Zoetis	3.1%
Idexx Laboratories	3.1%
Alphabet	3.0%

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.

## 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.

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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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