

## Quarterly performance report

March 2020

### Franklin Concentrated Global Equity Ex-Australia Managed Portfolio

The Franklin Concentrated Global Equity Ex-Australia Managed Portfolio is a Managed Discretionary Account (MDA), also sometimes referred to as a Separately Managed Account (SMA).

#### Performance as at 31 March 2020<sup>1</sup>

	1 mth (%)	3 mths (%)	1 yr (%)	Annualised return since incep (%pa)
<b>Portfolio</b>	-6.87	-1.54	19.98	14.80
Benchmark	-7.43	-8.80	4.66	2.63
+/- Return	0.56	7.26	15.32	12.17

#### Top five holdings

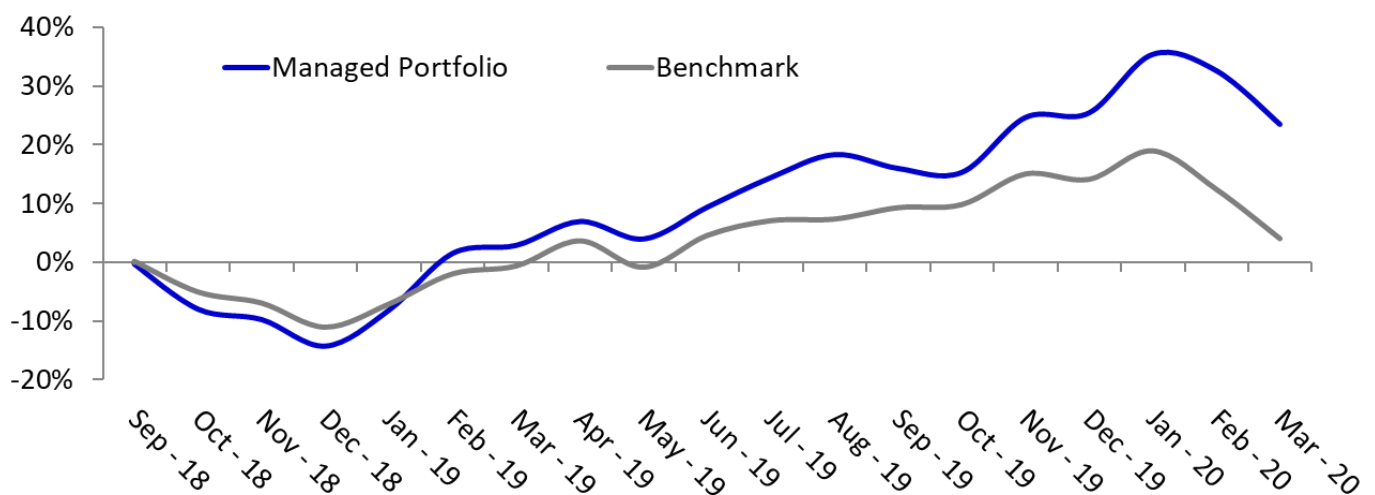
		%
DHR	Danaher Corporation	6.20
REGN	Regeneron Pharmaceuticals	6.10
CSGP	CoStar Group	5.82
ICE	International Exchange Inc.	5.73
TAL	Tal Education Group	5.63

## Portfolio and market returns

Global equity markets fell in volatile trading during the first quarter. After a strong start to the year, markets plunged rapidly on fears about the continued spread of the coronavirus and how deep the resulting economic damage would be from efforts to contain it. Central banks stepped in to provide liquidity and many governments unveiled unprecedented stimulus programs aimed at cushioning the impact of the shutdown of many sectors of the economy. Energy markets were also in focus, as a price war between Saudi Arabia and Russia sent oil prices plunging.

During the quarter, the portfolio fared better than its benchmark, the MSCI World ex Australia Index, as stock selection in the Industrials, Health Care and Information Technology sectors boosted relative returns. While the growth style continued to perform well overall, the portfolio performed better during the first part of the quarter, as over the latter part of the period more defensive growth companies came to the fore.

## Performance since inception<sup>1</sup>



<sup>1</sup> The Portfolio's benchmark is MSCI® World ex-Australia Index (net) (\$A). Past performance is not a reliable indicator of future performance and may not be achieved in the future. All information provided in this Report is correct at the date of this report. Returns are calculated net of management, administration, custody and transaction fees, and assume the reinvestment of all income (but not franking credits). Inception date of the Portfolio is 20 September 2018. Actual individual returns of each client's portfolio will differ depending on factors such as date of initial investment, timing of transactions, inflows and outflows, other fees and any customisations. Please refer to the relevant Investment Mandate for full information on product specifics, including all fees and costs.

## Investment objective & strategy

The investment objective of the Franklin Concentrated Global Equity ex-Australia Managed Portfolio is to outperform the MSCI® World ex Australia Index (Net Dividends), in Australian dollar terms after fees and expenses (but before taxes), over the medium to longer term.

The Franklin Concentrated Global Equity ex-Australia Managed Portfolio will comprise of a portfolio of international equities. The strategy's investment philosophy is a disciplined investment process which aims to build a concentrated yet diversified portfolio that seeks to generate a strong risk adjusted return. The strategy adopts a stock selection process focused on fundamental company research and analysis, in addition to a consistent valuation approach. This approach aims to identify quality growth companies with sustainable business models, attractive levels of free cash flow and proven management with a strong track record that is focused on the creation of shareholder value.

## About Franklin Templeton

Franklin Templeton Investments Australia Limited (Franklin Templeton) is a wholly owned subsidiary of Franklin Resources, Inc. (operating worldwide as Franklin Templeton Investments) which is one of the largest publicly-traded investment management companies in the world, with offices in over 30 countries and over 9,000 staff globally.

## Portfolio management

Mason Stevens Limited, as the Managed Discretionary Account Provider, will administer and implement the Managed Portfolio on the instructions of Franklin Templeton as the Program Adviser.

## Contact

### Investors

Please speak  
to your adviser

## Key features

<b>Investment universe</b>	Listed global equities and cash
<b>Benchmark</b>	MSCI® World ex-Australia Index (net) (\$A)
<b>Number of investments</b>	15-25
<b>Min cash weighting</b>	1.5%
<b>Maximum individual security weights</b>	8% (at purchase)
<b>Rebalancing</b>	Program adviser discretion
<b>Min investment</b>	A\$50,000
<b>Suggested timeframe</b>	5 years

## About Mason Stevens

Mason Stevens provides a multi-asset and multi-currency investment administration and managed account service to help produce tailored investment outcomes for advisers and their clients.

Clients benefit from efficient portfolio administration, secure online access to their investments, as well as comprehensive reporting.

## More information

Further information about the Portfolio, including fees and costs, is outlined in the Franklin Concentrated Global Equity Ex-Australia Managed Portfolio Investment Mandate.

### Advisers

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