

Global High Conviction Unit Class

TAMIM Fund

At 31 December 2019

Global High Conviction Portfolio Update

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December 2019 Comments

World markets were strong in Q4. We remain fully invested with a value and quality bias.

The AUD\$ rose in December reducing the quarterly unhedged returns of the strategy a little.

All major regions performed strongly in the quarter rising between 7% and 9% in US\$. We remain very constructive on the Japanese equity market.

China-USA trade talks appear to be progressing and although Hong Kong remains mired in protests, the prospects for corporate profits growth in and from, China remain reasonable.

Brexit seems to have been resolved with a large majority voting for the Conservatives in the December general election. The UK equity market and Sterling rose strongly but there is plenty of time to evaluate the exit and the investment implications. Following a research trip to Europe in October we invested in Barratt Developments, a UK housebuilder; raising UK exposure before the election.

The departure of the UK, a sizeable net contributor, may be the catalyst for a re-appraisal of EU economic policy? We remain underweight the region and the Euro while the politicians continue to impair economic well being.

As well as Barratt we purchased or added to Alibaba and Discovery Channel during the quarter. We took some profits in Hitachi High Tech which rose over 100% during 2019. We sold Caterpillar and reinvested in Johnson Controls a USA based infrastructure services company.

Notable contributors in the quarter were: Hitachi High Tech + 21%; Sony + 16%; Legal & General + 25%; AES + 23%.

We remain unhedged for AUD\$ based investors.

Note: Returns are quoted net of fees. Past performance is no guarantee of future performance.

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Global High Conviction TAMIM IMA

At 31 December 2019

Fund Overview

The TAMIM Global Equity High Conviction strategy is a portfolio of global equities from major developed global exchanges. The portfolio holds approximately 60 of the best ideas from around the globe. The portfolio uses a systematic and consistent approach to stock selection and portfolio construction to deliver strong risk adjusted returns to our clients while focusing on attempting to preserve their wealth.

Key Facts

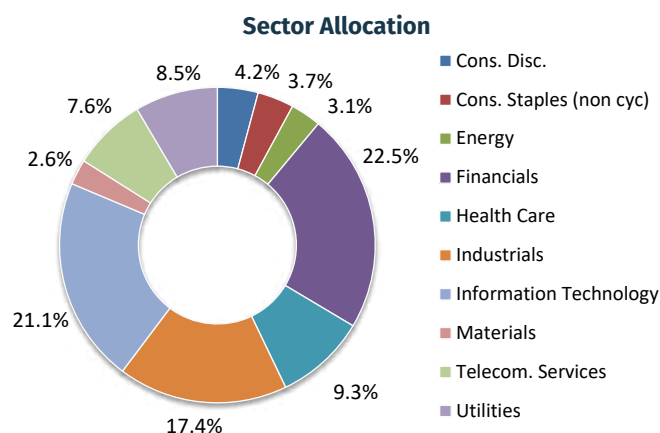
Investment Structure:	Individually Managed Account
Minimum investment:	A\$250,000
Management fee:	1.50% p.a.
Expense recovery fee:	Nil
Performance fee:	20% of performance in excess of hurdle
Hurdle:	RBA Cash Rate + 2.5%
Exit fee:	1% if exit within first 12 months
Single security limit:	+/- 5% relative to Benchmark
Country/Sector limit:	+/- 10% relative to Benchmark
Target number of holdings:	20-30
Portfolio turnover:	< 25% p.a.
Investable universe:	MSCI AC World Index
Cash level (typical):	0-100% (0-5%)

Selection of 5 Holdings

Stock	Country
Verizon Communications Inc	USA
Legal & General Group PLC	UK
China Mobile	China
Hoya Corporation	Japan
Ping An Insurance	China

Portfolio Profile

Equities	93.6%
Cash	6.4%



Returns

Note: Individually Managed Account (IMA) returns will, by their nature, vary from the underlying portfolio. Should you wish to see your individual return, please log in to your account online.

	1m	3m	6m	1y	2y (p.a.)	3y (p.a.)	5y (p.a.)	Since inception (p.a.)
TAMIM Glob. High Conv.	-0.52%	6.10%	8.39%	24.46%	9.88%	8.71%	10.01%	15.38%
Cash	0.06%	0.19%	0.44%	1.13%	1.32%	1.38%	1.60%	2.29%

Strategy Inception: 15/07/2011

Note: Returns are quoted net of fees and assume dividends/distributions are reinvested. Past performance is no guarantee of future performance. TAMIM Glob. High Conv. refers to the performance of the Delft Partners High Conviction Strategy (Underlying IMA Portfolio).

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