



Value of AUD 100 since inception - Inception Date: 1 Jan 2020. Returns over 1 year are pa annualised

Delft Partners Global Diversified is a global listed equity strategy.

We produce an efficient portfolio designed to outperform typical global market cap based equity indices on a medium term basis

- We invest in all major markets and sectors to capture diversification benefits.
- We are typically unhedged
- We do not try to time style, Beta or market exposure, preferring to typically remain fully invested
- Active position sizes are based on risk and return estimates and constructed with the help of optimisation software
- We do not invest in companies where we believe poor Governance is likely to penalise shareholders.

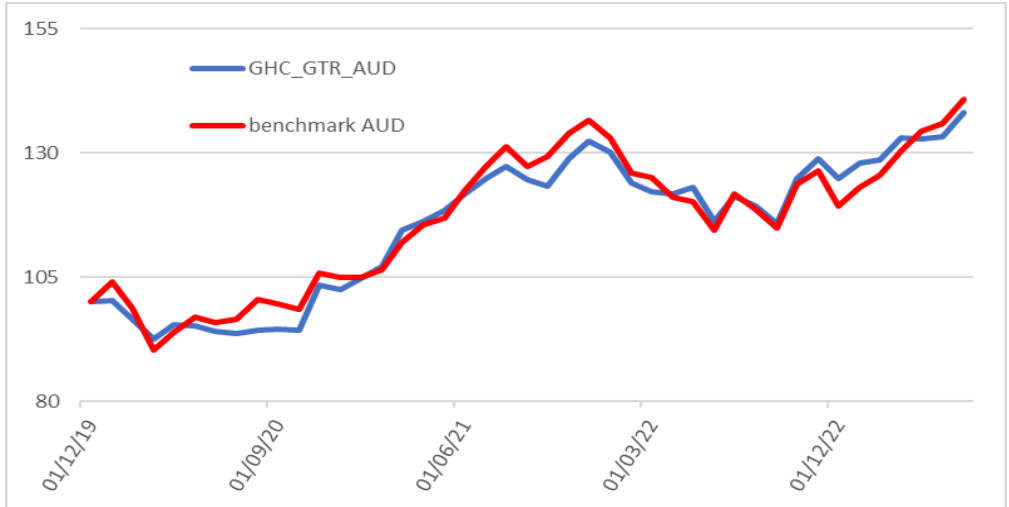
Benefits

- Diversified portfolio
- Controlled risk
- Access to key decision makers

For additional information please visit www.delftpartners.com

30 June 2023	Portfolio
No. of securities	101
Wtd Avg Market cap	US\$ 151.2bn
Price/Earnings	12.0x
Price/Book	4.3x
Dividend Yield	2.9%
Price/Sales	2.6
Active Risk (vs Bmk)	5.7%
ESG Score* (Portfolio/Universe)	66/ 50

* Source: CIQ ,
Tile images <https://www.antiquetileshop.com>



Periods ended 30 June 2023	1 Month	3 Months	1 Year	2 Years	Inception
Portfolio*	3.5%	3.8%	18.9%	6.5%	9.7%
Return vs. Benchmark	0.0%	-3.8%	-3.3%	-0.7%	-0.5%

*Portfolio total return net Interest Withholding Tax in AUD, gross of fees. Based on a live portfolio managed by that represents an expectation of returns. The returns will differ per account due to execution timing differences, account size and minimum lot constraints. This sheet provides general information only. Intended for wholesale professional investors in Australia only, and is not a recommendation for a product. Delft Partners operates as owner of API Capital Advisory P/L AFSL 329133

PORTFOLIO REVIEW & MARKET UPDATE

- World markets continued to rise in q2. Growth style outperformed Value. More importantly, the narrowness of the market wherein 6 stocks provided 90+% of the positive return, meant as active managers we underperformed in the quarter. Most active managers will have done so. We think the market cannot continue to see such a narrow spread of advance/decline.
- The USA Congress passed the debt ceiling raise and the government continues to spend and hand out money. Although interest rates have been increased and central banks are signalling more to come, this profligate fiscal policy is providing an unhelpful counterweight to the desire and need to squeeze inflation. "One foot on the accelerator one foot on the brake". We expect inflation to continue to run hot everywhere.
- Simple supply demand mechanics show us heading to stagflation. In this scenario P/E ratios get compressed along with EPS downgrades and the longer term returns for equity holders are being compromised by poor macro policy.
- Interestingly Doug McWilliams, an economic adviser to Delft, has been asked by ex British Prime Minister Liz Truss to chair a "Growth Commission" investigating the causes of sluggish growth internationally. For an interesting initial purview please see below url.
 - <https://www.adamsmith.org/blog/flnnop052906rijgb5bxro2wvp2ju3>
- We remain underweight banks and our technology exposure comes almost entirely from Japanese companies such as Advantest which rose 60% in q2. We remain underweight the major US 'tech' companies and unhedged for Australian investors.
- For sector and country weightings please visit our website. <https://www.delftpartners.com/actively-managed-strategies.html>