



Delft Partners Global Infrastructure is a global listed equity strategy.

We select between 40 and 60 stocks that possess a superior combination of preferred characteristics from a universe of over 400 securities.

- ESG is a key component of our fundamental research.
- We do not invest in companies where we believe poor Governance is likely to penalise shareholders.
- We do consider investing where our ESG assessment is likely to improve.
- Where possible we verify our portfolio ESG exposure relative to benchmarks with a quantitative score.

### Benefits

- A high quality investment approach that provides access to attractively valued stocks in the strategy universe with a proven ESG compliant process.
- Above market and peer group performance

For additional information please visit [www.delftpartners.com](http://www.delftpartners.com)

### Or contact us:

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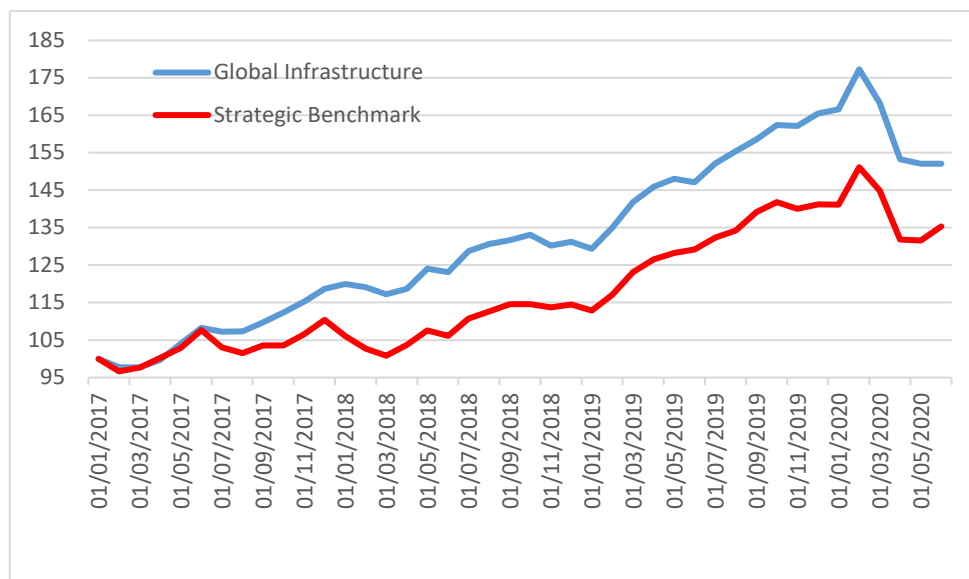
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As at 30 June 2020	Portfolio
No. of securities	42
Wtd Avg Market cap	USD 46bn
Price/Earnings	15.0X
Prosp. Sales Growth	3.0%
Dividend Yield	5.0%
Return on Equity	13.6%
Active Risk (vs Bmk)	6.1% pa

## PERFORMANCE\*

Value of AUD 100 since inception Net of fees



Periods ended 30 June 2020	1 Month	3 Months	1 Year	2 Years	Since Inception
Portfolio*	-3.00%	-3.75%	-3.06%	+7.03%	+11.74%
Benchmark^	-4.76%	-2.22%	-2.58%	+7.90%	+7.52%
Active	+1.84%	-1.56%	-0.49%	-0.80%	+3.93%

\*Model Portfolio total return net of Interest Withholding Tax in AUD, gross of fees

^Strategic Benchmark is 50% MSCI World Core Infrastructure, 50% MSCI World Infrastructure,

Inception Date: 30 December 2016, Returns over 1 year are pa

## PORTFOLIO REVIEW & MARKET UPDATE

- During the quarter we saw continued recovery in the Australian dollar against the US dollar thus reducing returns from overseas held securities. In AUD terms the fund fell 3.75% compared to the index fall of 2.22%. The underperformance was partly attributable to the fund's underweight position in the USA.
- As governments around the world now focus on recovery from the covid pandemic we will start to see more direct government intervention in economies. Over the last 20 years there has been underinvestment in infrastructure. A number of governments have already announced that infrastructure spending will be a key focus. Fortunately bond yields are low, so this can be funded relatively cheaply.
- During the quarter the fund reduced exposure to oil and gas related stocks and increased exposure to wireless telecommunication stocks like China Mobile where we believe dividends will be more secure.
- Holdings in One OK, Fraport, Italgas and Lamar were sold, while holdings in China Mobile, Sumitomo Warehouse, Akamai Tech, and Vodafone were acquired.
- Best performers during the period were Equitrans Midstream, Nippon Gas, Deutsche Post and Encavis whilst the worst performers were Freenet, NTT Docomo, and Southern Co.
- The portfolio remains unhedged for AUD based investors.



The Strategy seeks diversified income sources and long-term capital appreciation through a broad range of infrastructure companies listed on global market exchanges.

Our investment process selects stocks and builds portfolios by combining our quantitative stock analysis model with the team's extensive fundamental equity and market knowledge.

Our value-oriented approach pays careful attention to position sizes, sectoral and country weights.

We ensure that the strategy pays equal attention to risk as to return. It is an actively managed strategy that is meaningfully different from the index.

#### Benchmark(s):

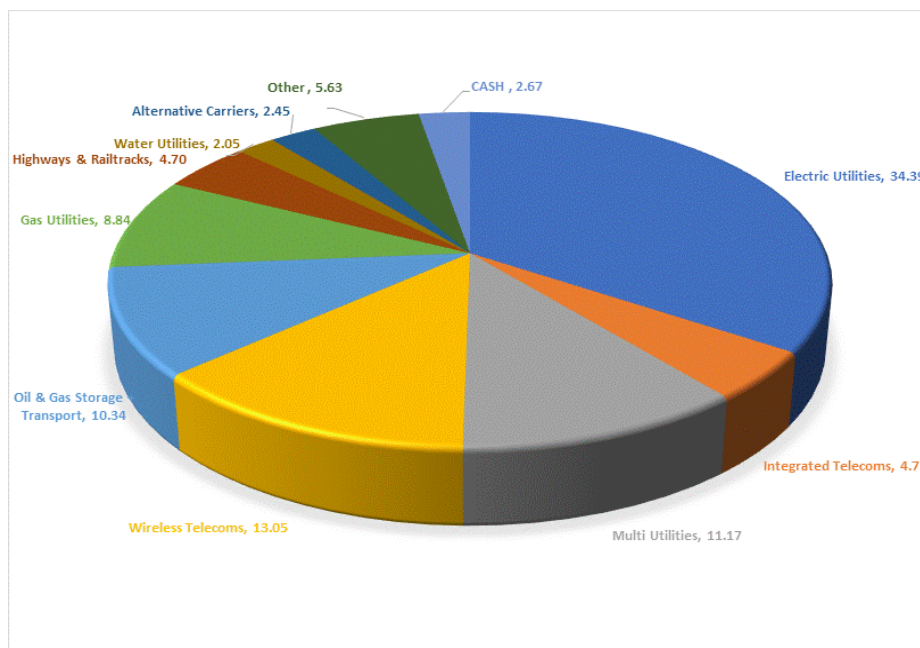
50% MSCI World Core  
Infrastructure 50% MSCI World  
Infrastructure

**Investment Objective:** Outperform the Benchmark by 3-5% pa over rolling 5 year time periods.

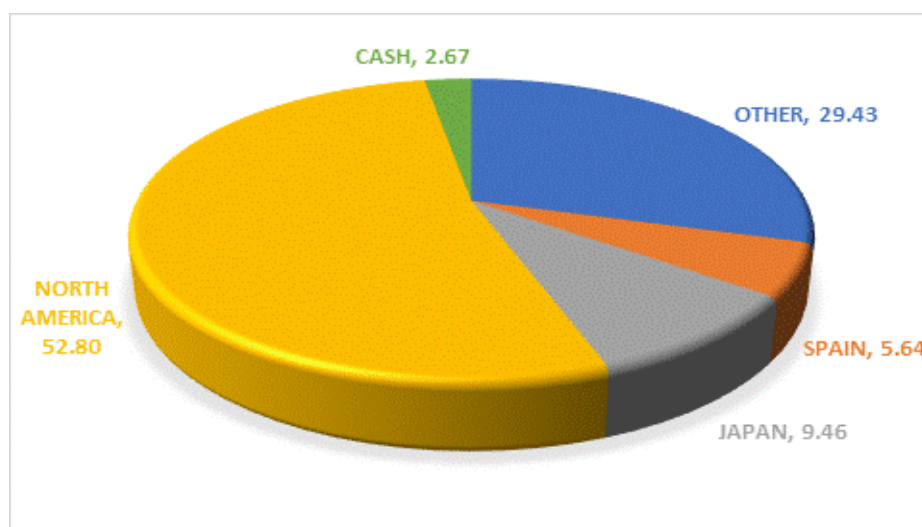
#### Portfolio Manager(s):

Karl Hunt  
Kevin Smith  
Robert Swift

## SECTOR ALLOCATION



## REGION ALLOCATION



## TEN LARGEST HOLDINGS

Company Name	Country	Portfolio
Verizon	USA	4.7%
China Mobile	Hong Kong	4.0%
Southern Co	USA	3.3%
NTT Docomo	Japan	3.2%
PPL	USA	3.1%
Dominion Energy	USA	3.0%
Northland Power	Canada	3.0%
Iberdrola	Spain	2.9%
TC Energy	Canada	2.8%
Enagas	Spain	2.7%
<b>TOTAL</b>		<b>32.7%</b>

Important note: Performance results are gross of fees and portfolio holdings shown in this fact sheet are based on the model portfolio which is currently offered through Delft Partners Model Portfolio Service. Contact us for further information. Delft tile images are provided by Regts Antique Tiles <https://www.antiquetileshop.com>

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