



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.

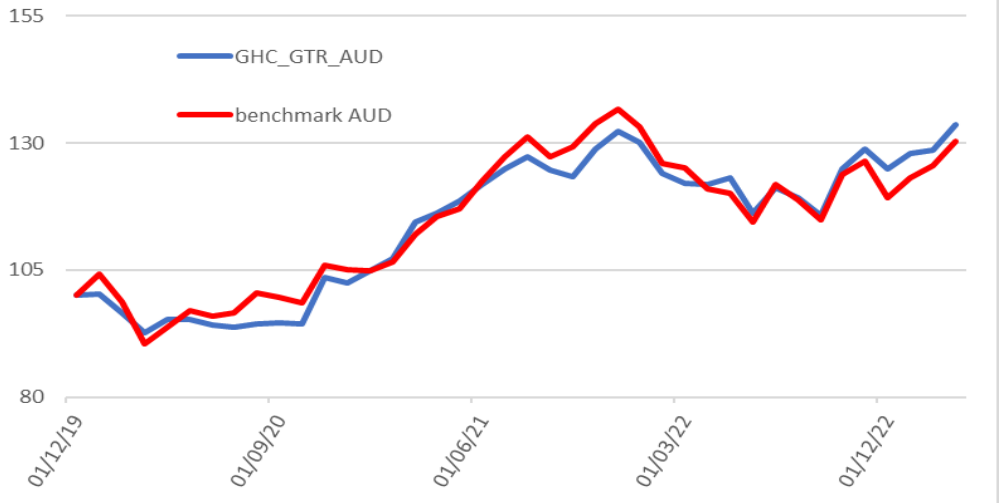
We produce an efficient portfolio designed to outperform typical global market cap based equity indices on a medium term basis

- 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



Periods ended	1 Month	3 Months	1 Year	2 Years	Inception
31 Mar 2023					
Portfolio*	3.9%	7.0%	9.4%	8.0%	9.3%
Return vs. Benchmark	0.0%	-2.1%	4.9%	0.1%	0.7%

*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 bounced in q1 as March brought a strong rally as long dated bond yields declined. Growth style outperformed Value. The S&P Global BMI rose c.8% in US\$ in the quarter and approx. 9% in A\$ terms. We remain unhedged.
- Silicon Valley Bank a poorly hedged 'bank' specialising in start up loans and financing of 'tech' companies, collapsed. The FDIC and the US Federal Reserve concocted a rapid takeover. Deposit flight from regional banks to money center banks however remained rapid and significant. Mixed signals concerning the safety of deposits above the guaranteed \$250k helped fuel the flight. In Europe CS was rescued by UBS in a forced purchase by Swiss authorities. The interesting decision was to burn the AT1 note holders at zero, below the equity price.
- We have already seen a significant slowdown in economic activity as price rises, mortgage rate rises and tighter lending standards kick in, especially in the USA. Equity EPS will be revised down. Commercial property is in the spotlight as vacancy rates and write-downs on carrying value will hit the US regional banks the most.
- We still have a small Value bias to the portfolio. We are underweight banks but did buy UBS in Switzerland to reduce active risk after such a profitable strategic decision, The value of the trillion \$ asset management business is worth the market cap alone. There will now be cost cutting to drive earnings and reduce stress on the capital ratios.
- 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.
- For sector and country weightings please visit our website. <https://www.delftpartners.com>

31 Mar 2023	Portfolio
No. of securities	103
Wtd Avg Market cap	US\$ 151.2bn
Price/Earnings	11.3x
Price/Book	7.9x
Dividend Yield	3.2%
Beta (MSCI W)	1.2
Active Risk (vs Bmk)	5.6%
ESG Score* (Portfolio/Universe)	65/ 50

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