30 September 2021 – Factsheet

# Centuria LifeGoals

## T. Rowe Price Global Equity Fund

Centuria

**The Fund's objective is to provide long term capital appreciation by investing primarily in a portfolio of securities of companies which are traded, listed or due to be listed, on recognised exchanges and/or markets throughout the world.**

### Investment Manager

T. Rowe Price Australia Limited

### Investment Strategy

The portfolio manager constructs a global portfolio of the highest-conviction investment ideas by leveraging the T. Rowe Price network of more than 100 equity investment professionals to identify highly recommended companies with above average and sustainable growth characteristics. This Fund will typically hold between 120 and 160 stocks.

### Target Allocation

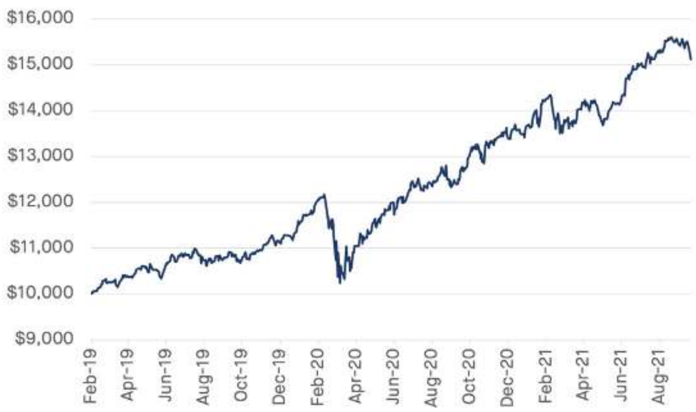
| | |
|---|---|
| International Equities | 90–100% |
| Cash | 0–10% |

### Performance Returns

| Returns to 30/9/2021 | 1 mth | 3 mth | 6 mth | 1 yr | 2 yr* |
|---|---|---|---|---|---|
| Net Return (%) | -2.88 | 1.49 | 9.40 | 19.32 | 18.00 |

Past performance is not a reliable indicator of future performance.
*Periods greater than 1 year are expressed in annualised terms.

### Performance Graph




A $10,000 investment in Centuria T.Rowe Price Global Equity Fund made at inception is worth $15,121 as of 30 September 2021 after all fees and taxes paid within the Investment Option.

### Key Features

| | |
|---|---|
| APIR Code | OVS3393AU |
| Minimum Initial Investment | $500 |
| Minimum Additional Investment Plan | $100 |
| Minimum Switching Amount | $500 |
| Minimum Balance | $500 |
| Contribution Fee | Nil |
| Annual Management Fee* | 0.96% |
| Suggested Timeframe | Minimum 5 years |

* Refer to PDS for fee breakdown.

**For more information contact Centuria on 1300 50 50 50 or visit lifegoals.centuria.com.au to download the PDS. Simple Flexible Versatile.**

## Fund Commentary

### Fund Review

The fund underperformed the MSCI All Country World Index ex Australia Net for the one-month period ended September 30, 2021. Zalando was the largest detractor in the portfolio for the period. The European online apparel retailer pulled back along with the broader consumer discretionary sector amid rising inflation and continued global supply chain issues.

After effects from the firm's second-quarter earnings results also pressured the stock: while results were strong, the data hinted at a future deceleration due to a normalization of growth back to pre-pandemic levels that, while still strong, would not be as robust as recent months. We have high conviction in Zalando given the firm's dominant position in the European online fashion segment, with substantial advantages over peers in terms of scale, distribution network, brand relationships, consumer traffic, technology, operational efficiency, and strategy. At the sector level, holdings in the consumer discretionary sector detracted the most from relative returns, especially positions in Zalando, ASOS, and Magazine Luiza. On the positive side, holdings in the information technology sector contributed the most, led by our positions in Mongodb, Atlassian, and Epic Games.

### Outlook

We saw equity market volatility increase throughout the recent quarter in what has been both a challenging and a fascinating macro environment, with an interesting mix of positive and negative tensions. Global economic growth remains above trend, albeit past peak levels; liquidity remains abundant, although policy accommodation is expected to gradually tighten; substantial progress on vaccine distribution has been made, but we face increased risk from the fast-spreading delta variant; publicly traded corporates have broadly delivered strong earnings, yet they face prospects of higher taxes and a stricter regulatory environment; equity valuations are more than a standard deviation above their historical average on a 30-year view; however, investors are getting more yield in equities than in high yield bonds; and market sentiment is more positive than not, but not outrightly bullish. Additionally, policy objectives in China have continued to evolve, which has led to even more investor complexity.

We expect markets to remain volatile in the near term given the ongoing pushes and pulls across such large dimensions and are trying to be balanced within the portfolio, keeping the overall portfolio risk (beta) near 1.0. While our mandate is growth oriented, we have the flexibility to be contrarian, which allows us to buy the best assets at good prices and embrace some uncertainty, particularly when that uncertainty has already led to very meaningful price declines. This approach has manifested itself within the portfolio through an increased exposure to China, a co-leader in technology and artificial intelligence, the world's second-biggest economy, and which is located at the center of southeast Asia, which we view as the most vibrant region of the world. We are not making a portfolio-defining bet but are leaning into China on weakness, especially in names we believe will provide compelling upside potential over the long term, despite near-term headwinds.

While there are still many unknowns, we think the environment is likely to remain supportive for stocks for a while yet. We anticipate the post- pandemic world will be similar to what it was pre-COVID, with relatively lower growth and still low rates. There is a fair amount of pent-up demand to be released as economies open up, which should also benefit equities to some degree. We continue to thoughtfully process information as it is uncovered and are open minded that the world can change as time progresses and events unfold. Overall, we remain encouraged by our portfolio holdings and their long-term ability will likely to deliver durable growth to our clients.

## Contact our Distribution team


**Ashton Maggs**
Relationship Manager, NSW & QLD
**Phone:** +61 431 433 511
**Email:** ashton.maggs@centuria.com.au

**Sean Cole**
Relationship Manager, VIC & TAS
**Phone:** +61 428 893 007
**Email:** sean.cole@centuria.com.au

**Thomas Nielsen**
Relationship Manager, ACT, SA & WA
**Phone:** +61 401 727 830
**Email:** thomas.nielsen@centuriaadviser.com

**Jack Coleman**
Relationship Manager, NSW
**Phone:** +61 407 256 305
**Email:** jack.coleman@centuriaadviser.com

**Centuria Investor Services** | 1300 50 50 50 | enquiries@centuria.com.au | **centuria.com.au**