

31 July 2020

## International Share Fund

### Fund description

Invests mainly in international equities. Investments may include equities in companies that are listed on a recognised stock exchange, and cash and cash equivalents.

### Market and fund review

The fund rose 2.12% in July. International equity markets finished July higher, with some major indices we track recording their fourth consecutive winning month as the post-COVID-19 rally showed no signs of slowing. The rally was helped in part by promising signs in the hunt for a vaccine to treat the virus.

In the US, technology shares continued their stellar run, with the NASDAQ 100 surging to a new record high, rising 7.4% over the month. There were strong gains in large-cap tech stocks including Apple, Google, Microsoft and Facebook. Elsewhere, the broader S&P 500 gained 5.5% over the month.

The bounce back in Chinese business activity saw the Shanghai Composite finish the month up more than 10%, making it one of the best-performing stock indices in July.

Core manager Vontobel was the best-performing manager for the fund, comfortably beating the benchmark thanks in part to its overweight to e-commerce giant Amazon.com. Shares in Amazon gained nearly 15% after reporting better-than-expected second-quarter earnings, including US\$10.30 earnings per share and total revenue of US\$88.91 billion.

The fund also saw strong gains in its holdings of healthcare companies Thermo Fisher Scientific Inc. and Intuitive Surgical Inc. Both companies posted solid gains in July, with Thermo Fisher saying they saw a strong pickup in sales for COVID-related products. Elsewhere, United Parcel Service Inc. was another strong contributor to fund performance, rising nearly 30% after the company reported strong second-quarter earnings thanks to a rise in residential demand and health care shipments amid the pandemic. The fund's long-standing holding of Visa Inc. was a slight detractor on performance, with shares in the company finishing July lower.



New Zealand Fund Manager of the Year  
NZ Fund Manager of the Year: Global Equities,  
OneAnswer International Share Fund

For more information, see [anz.co.nz/OA-Investmentsawards](http://anz.co.nz/OA-Investmentsawards)

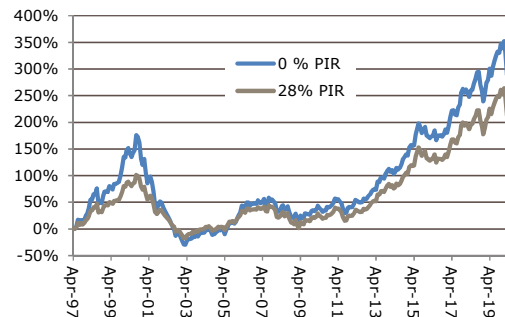


### Fund performance

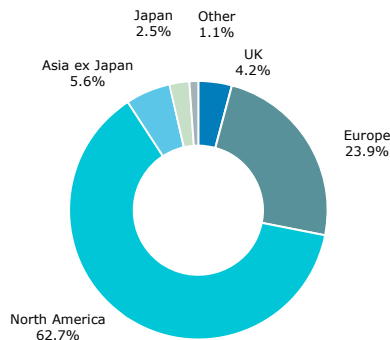
	1mth	3mth	6mth	1yr	3yrs (ann)	5yrs (ann)	Since Launch (ann)
At 0% PIR Tax	2.1%	5.5%	-2.9%	5.8%	11.9%	8.1%	6.6%
At 28% PIR Tax	2.0%	5.2%	-3.2%	4.7%	10.5%	6.8%	5.6%

Performance is after fund fees and stated PIR. The 28% PIR return series shows returns at the highest PIR at the time of the performance. The fund became a PIE fund on 1 October 2007. Performance of the 0% PIR prior to this date has been recalculated on a before tax basis. Performance of the 28% PIR prior to this date are reflective of the tax regime for that period. Performance for periods longer than one year are annualised.

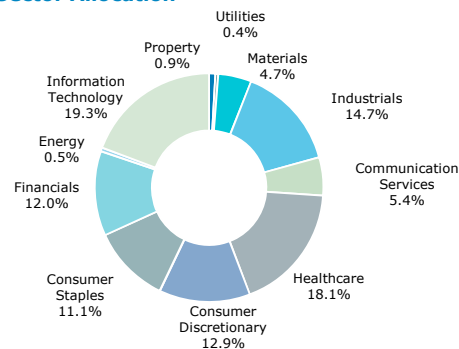
### Fund performance since launch



### Country Allocation



### Sector Allocation



### Top 10 Holdings

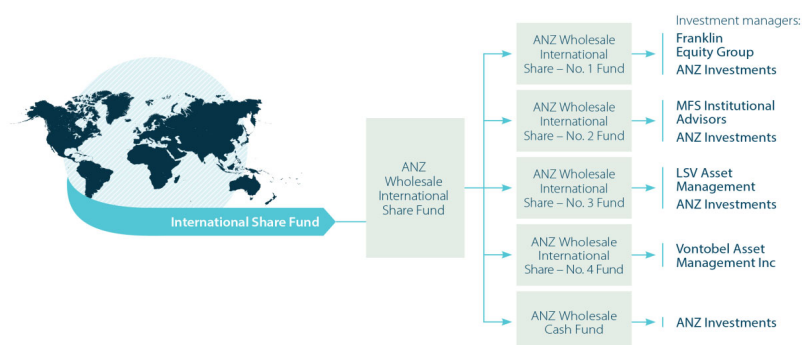
1	Visa Inc. Class A	2.5%
2	Nestle S.A.	1.8%
3	eMini S&P 500 (CME) Sep 20	1.8%
4	Comcast Class A	1.8%
5	Medtronic Plc	1.6%
6	Thermo Fisher Scientific Inc.	1.6%
7	HDFC Bank Ltd. Sponsored ADR	1.3%
8	Schneider Electric SE	1.2%
9	LVMH SE	1.2%
10	Accenture Plc Class A	1.2%
Total Top 10 Holdings		16.0%
# of Share Holdings		446

### Hedging Levels

Benchmark hedging rate	Current Hedging
0%	0%

## International Share Fund

### Current fund structure



### External fund managers

#### The Franklin Equity Group

The Franklin Equity Group (Franklin), a part of Franklin Templeton Investments, manages a portfolio of international equities. Franklin aims to invest in quality companies with the potential to produce sustainable earnings and cash flow growth.

#### MFS Institutional Advisors

MFS Institutional Advisors Inc. (MFSI) manages a portfolio of international equities. MFSI aims to invest in quality companies with sustainable, above-average growth and returns.

#### LSV Asset Management

LSV Asset Management (LSV) manages a portfolio of international equities. LSV aims to invest in out-of-favour or undervalued stocks that have the potential for near-term appreciation.

#### Vontobel

Vontobel Asset Management Inc (Vontobel) manages a portfolio of international equities. Vontobel aims to invest in sensibly priced, high-quality companies that can grow earnings faster than the market on a sustainable basis.

### Additional fund information

#### Minimum transaction size

Lump sum withdrawals	\$500
Regular withdrawals	\$100

#### Fees

Annual fund charge	1.17%
--------------------	-------

#### Launch date

8 April 1997

#### Detailed fund information

[Guide and product disclosure statement](#)

#### Forms to alter your investment

[See form section of product disclosure statement](#)

#### Contact information

0800 736 034

[service@anzinvestments.co.nz](mailto:service@anzinvestments.co.nz)

[anz.co.nz/OA-investmentfundoptions](http://anz.co.nz/OA-investmentfundoptions)

Information is current as at the date of this document and may change on a daily basis. Past performance does not indicate future performance. The actual performance any given investor realises will depend on many things, is not guaranteed and may be negative as well as positive. This document is for information purposes only. Its content is intended to be of a general nature, does not take into account your financial situation or goals, and is not a personalised financial adviser service under the Financial Advisers Act 2008. It is recommended you seek advice from an authorised financial adviser which takes into account your individual circumstances before you acquire a financial product. The OneAnswer International Share Fund is offered and managed by ANZ New Zealand Investments Limited (ANZ Investments). Investments in the OneAnswer International Share Fund are not deposits in ANZ Bank New Zealand Limited or Australia and New Zealand Banking Group Limited (together 'ANZ Group'), nor are they liabilities of ANZ Group. ANZ Group does not stand behind or guarantee ANZ Investments. Investments are subject to investment risk, including possible delays in repayment, and loss of income and principal invested. ANZ Group will not be liable to you for the capital value or performance of your investment. For a copy of the OneAnswer Single-Asset-Class Funds guide and product disclosure statement, please contact ANZ Investments on 0800 736 034. The Morningstar Analyst Rating for OneAnswer International Share Fund assigned on 11 August 2020 is Gold. See [anz.co.nz/OA-investmentawards](http://anz.co.nz/OA-investmentawards) (Morningstar) for full disclaimer. For more awards information, including the full Morningstar awards disclaimer, visit [anz.co.nz/OA-investmentawards](http://anz.co.nz/OA-investmentawards).

All market returns quoted in commentary are in local currency terms.