

This is a medium risk fund, which suits a long term investor who wishes to

Receive a regular income

Preserve the real value of their capital

Invest ethically

Annual Fund Returns to 30/06/2019

	1 Year	3 Years	5 Years	10 Years
Total Return				
Actual	5.9%	7.7%	6.5%	9.4%
Target	6.6%	6.9%	6.6%	7.1%
Excess	-0.7%	0.8%	-0.1%	2.3%
Income				
Actual	5.4%	5.4%	5.3%	6.0%
Target	5.0%	5.0%	5.0%	5.0%
Excess	0.4%	0.4%	0.3%	1.0%

- All returns are % per annum.
- Calculation of Total Return and Income assumes that distributions are reinvested. All returns are after fees have been deducted. Past performance is not a guarantee of future performance.
- Endowment Fund Total Return Target is CPI plus 5% per annum over a 5 year period.

Fund Description

The Fund has been designed to meet the investment needs of organisations with a long term investment perspective that want to promote the charitable purposes of the Anglican Church in the Diocese of Adelaide within an ethical investment framework.

Over a rolling 5-year timeframe, the fund aims to produce income of 5% pa, paid semi-annually, and produce a combined return of income and capital growth, after fees, of 5% pa above CPI.

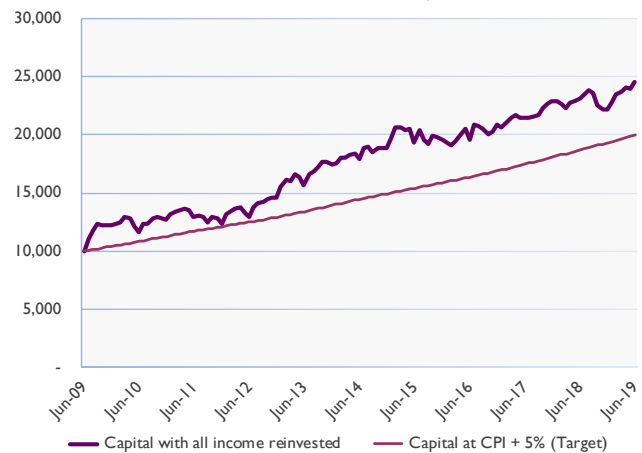
At 30 June 2019 the fund held \$76.8 million in net assets. Management fees of 1% pa are paid at the fund level before returns are calculated.

For enquiries please call

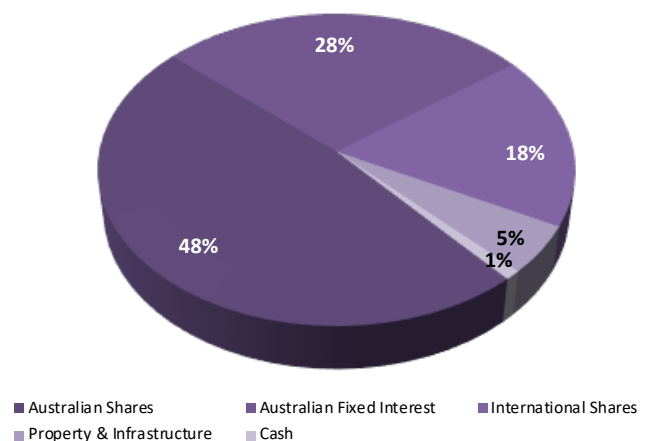
(08) 8305 9305 or

Email: enquiries@anglicanfundssa.com.au

Value of \$10,000 invested in June 2009



Asset Mix as at 30 June 2019



Our partners in managing your money

Australian shares



ORD MINNETT

Property & Infrastructure



International Shares



Fixed Interest



ORD MINNETT

Asset Consultants

ATCHISON CONSULTANTS



News and Other Information about Your Investment

Performance

10-Year Historical View

Since June 2009, the fund has made a total return of 9.4% pa, which is favourable to its target of 7.1% pa.

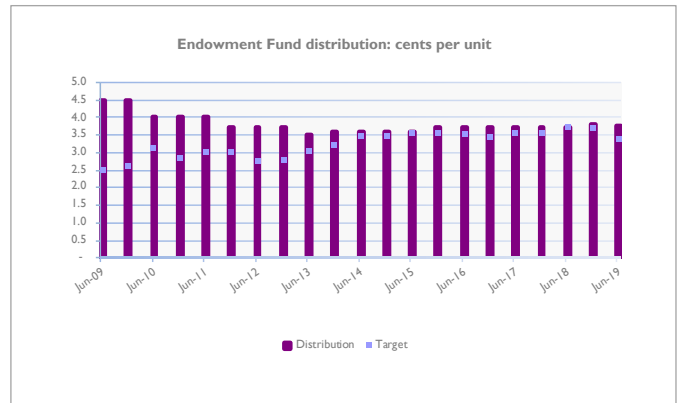
Over this period, the Endowment Fund has outperformed its primary objective by 1.0% pa, paying income semi-annually equivalent to a yield of 6.0% pa. The graph to the right shows the distribution history of the fund.

Year ended 30 June 2019

The 2018/2019 Financial Year has once again provided investors with solid returns, but it wasn't all smooth sailing. The first six months to December 2018 markets were very nervous on fears of a global slowdown. These fears were founded on the negative implications of a US-China trade war, a slowing Chinese economy, interest rate rises in the US, an end to quantitative easing in the Eurozone, falling property prices and government instability in Australia.

The last six months to June 2019 saw a complete turn-around ignoring to an extent the US dispute over trade and escalating tensions in the Middle East over oil shipments. The US Federal Reserve ceased raising interest rates with murmurs of possible rate cuts, the Bank of Japan and European Central Bank also hinted at cutting interest rates, and China injected stimulus into their economy through tax reductions and increased subsidies. In Australia, the Reserve Bank of Australia (RBA) changed its view on the direction interest rates

*Note: Calculation of Total Return and Income assumes that distributions are reinvested



should move, favouring lower rates and to finish off the year, the Morrison government was re-elected.

Outlook

Over 2018 the AFSA Board and Investment Committee have reviewed our Asset Consultant. Following the review, the AFSA Board and Investment Committee spent 9 months on an extensive Australia wide search for a new Asset Consultant to design and implement a revised Investment strategy.

The search concluded with the AFSA Board agreeing in July 2019 to appoint Russell Investments as the new Asset Consultant. Russell Investments is one of the top five global asset consulting firms and offers advice to clients on over \$3.3tr of investments. We believe Russell Investments has strong governance, a robust organisation and has delivered strong investment outcomes to their clients. The appointment of Russell Investments is expected to result in some revision to our investments partners and will position the fund to deliver improved performance into the future.

To find out more, please contact

Anglican Funds South Australia
18 King William Road, North Adelaide, 5006

Telephone **(08) 8305 9305**
Email enquiries@anglicanfundssa.com.au
or visit www.anglicanfundssa.com.au

Blaine Fitzgerald
Head of AFSA

Important Information: The AFSA Endowment Fund is a charitable investment fundraiser whose activities meet the requirements of ASIC Corporations (Charitable Investment Fundraisers) Instrument 2016/813 (the ASIC Instrument). The ASIC Instrument provides exemption from various fundraising, managed investment and licensing provisions of the Corporations Act 2001 for qualifying charitable investment fundraisers. Neither AFSA, the Synod itself, nor its products, nor promotional material and offer documents have been examined or approved by ASIC. By issuing interests in the Fund, the Synod promotes the charitable purposes of the Anglican Church in the Diocese of Adelaide by providing an income stream directly to missional activities, while providing governance and stewardship of Church capital. Investment in the Fund is only intended to attract investors whose primary purpose is to support the charitable purposes of the Anglican Church in the Diocese of Adelaide. The Synod is required by law to notify investors: that its products and their offering are not subject to the usual protections for investors under the Corporations Act or regulation by ASIC; investors may be unable to get some or all of their money back when the investor expects, or at all; and the investment is not comparable to investments with banks, finance companies or fund managers. The Fund is not prudentially supervised by the Australian Prudential Regulation Authority therefore, an investor in the Fund will not receive the benefit of the financial claims scheme or the depositor protection provisions in the Banking Act 1959. The Identification Statement lodged and accepted by ASIC may be viewed on the AFSA website.