

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 30/06/2020

	1 Year	3 Years	5 Years	10 Years
<b>Total Return</b>				
Actual	-3.9%	3.1%	4.1%	7.4%
Target	4.7%	6.1%	6.3%	6.8%
Excess	-8.6%	-3.0%	-2.2%	0.6%
<b>Income</b>				
Actual	4.9%	5.2%	5.2%	5.7%
Target	5.0%	5.0%	5.0%	5.0%
Excess	-0.1%	0.2%	0.2%	0.7%

- 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 affiliated with the Anglican Church who have a long term investment perspective, and want to invest within an ethical investment framework.

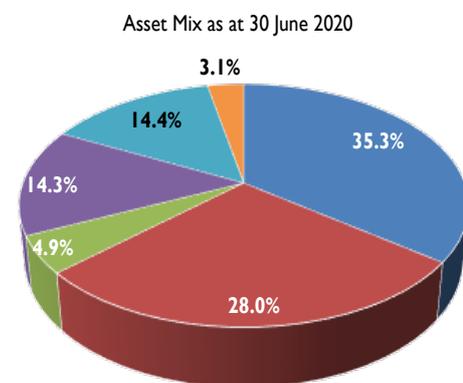
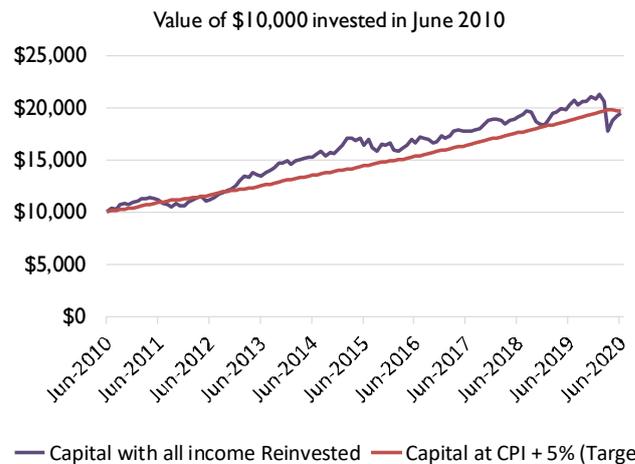
Over a rolling 5-year timeframe, the fund aims to produce income of 5% pa, paid semi-annually, and produce a combined return of income and capital growth, after fees, of 5% pa above CPI.

At 30 June 2020 the fund held \$73.3 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](mailto:enquiries@anglicanfundssa.com.au)



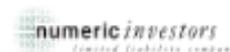
- Australian Shares
- International Shares
- Property & Infrastructure
- Australian Fixed Interest
- International Fixed Interest
- Cash

### Our partners in managing your money

#### Fund Asset Consultant



#### Fund Managers we work with include



## News and Other Information about Your Investment

### Performance

#### 10-Year Historical View

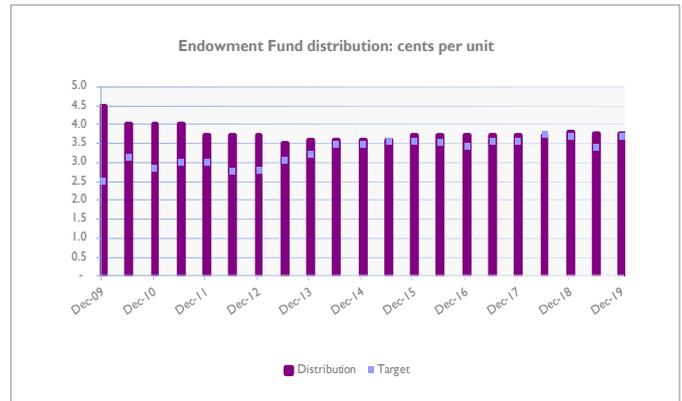
Since June 2010, the fund has achieved a total return of 7.4% pa, outperforming its target of 6.8% pa.

The Endowment Fund has outperformed its primary objective whilst paying income semi-annually equivalent to a yield of 5.7% pa since June 2010. The graph to the right shows the distribution history of the fund.

#### Year ended 30 June 2020

The financial year ending 30 June 2020 (FY19-20) turned out to be very eventful for financial markets. The US-China trade war and Brexit dominated the first half of FY19-20, causing businesses and consumers to restrain spending, employment and investment. Risk markets (equities and credit securities) were hit even more dramatically as COVID-19 spread outside of mainland China at the start of the 2020 calendar year. However, despite these events, support from central banks and governments have helped to limit the economic damage and sustain the functioning of financial markets. As a consequence, risk markets rallied from their lows in March, based in part on the belief that the virus was manageable, and that the economic distress would be short lived.

During the second half of the financial year the Endowment Fund successfully completed its transition from a traditional Funds Management model to an Implemented Asset Consulting model with Russell Investments. We are confident that the appointment of



Russell Investments will position the fund to deliver improved performance into the future, and initial results in performance to quarter 4 30 June 2020 are already very encouraging.

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

### Outlook

The key strength of the Endowment Fund continues to be the stability of its income payments to investors, along with its deliberate and balanced investment approach.

While global equity markets may be vulnerable to negative headlines (e.g. a second wave of COVID-19 infections), in our view, the unprecedented central bank and government support should allow equities to continue to outperform bonds over the medium-term.

Looking ahead, the major risks to our outlook include further waves of virus infections, uncertainties surrounding the US Election and potential changes in government policies.

The Fund is committed to paying a half yearly distribution of 3.75c per unit for the 30/06/20 half and expects to maintain the distribution rate of 3.75c per unit for 31/12/20, subject to any further market corrections, taking the total distribution for the 2020 calendar year to 7.5c per unit.

**Blaine Fitzgerald** Head of AFSA

#### 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](mailto:enquiries@anglicanfundssa.com.au)  
or visit [www.anglicanfundssa.com.au](http://www.anglicanfundssa.com.au)

**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.