

Vinva Global Systematic Equities Fund – Class B

Important information

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The information in this document forms part of the Product Disclosure Statement dated 15 September 2023 for the Vinva Global Systematic Equities Fund – Class B ARSN 635 318 991 ("**PDS**"). You should not read this document without referring to the PDS. The PDS and this document are available on **Our Website** or you can request a copy by calling the Manager on +61 2 9250 6500.

Certain information in this document is subject to change. We will notify you of any changes that have a materially adverse impact on you or other significant events that affect the information contained in this document. Any updated information which is not materially adverse may be updated and obtained online at **Our Website** or by calling the Manager on +61 2 9250 6500.

Centric Capital – description of role as Fund manager

Centric Capital is responsible for determining the asset allocation of the Fund and for selecting the investment manager for the fund. Centric Capital looks to select an Underlying Investment Manager with the aim to consistently deliver outperformance across the business cycle within an acceptable risk management framework.

Details of the investment manager selected to manage the assets of the Fund are set out. The Fund provides exposure to a diversified portfolio of international shares listed on developed stock market exchanges indirectly via a pooled investment fund ("**Underlying Strategy**"), managed by Vinva Investment Management Limited ("**Underlying Investment Manager**").

The Underlying Investment Manager and Underlying Strategy are monitored regularly and as part of this review process, they can be added or removed at any time and without prior notice.

The Underlying Investment Manager has given and at the date of this PDS, has not withdrawn, its written consent to:

- be named in this document; and
- the inclusion of the statements made about it and are attributed to it based on information it has provided, in the form and context in which it appears.

At the date of this PDS the Fund intends to invest substantially all of its assets into the Vinva International Equity Alpha Extension Fund.

Underlying Investment Manager



Vinva Investment Management Limited (“**Vinva**”) is an investment management firm established in 2010. Vinva specialises in managing share investment strategies across Australia and globally and have a proven long-term track record.

As at 30 June 2023, Vinva managed AUD \$23 billion in active share investment strategies covering 47 countries on behalf of over 50 institutional clients. Vinva’s investment team shares a common investment philosophy and approach developed through working together for over two decades.

Vinva is a signatory to the Principles for Responsible Investment (PRI).

Vinva’s Investment Approach

Vinva believes that financial markets are dynamic and there are multiple dimensions where value can be sought and risks averted that can lead them to gain higher returns than the market. Their investment innovation and continuous process improvement provides the edge to their long-term, consistent outperformance of the market. Integral to the company’s investment innovation and continuous improvement, is Vinva’s investment team which provides insight, market knowledge and research.

At Vinva, the approach to investing involves having a deep understanding of how the financial markets process new information. Based on this deep understanding, Vinva will determine a fair value for a company’s share price and look to invest according to the estimate of that value. Vinva constructs a portfolio to capture mispriced opportunities. Key characteristics of the Vinva investment approach include:

- Skilled and experienced investment professionals with a deep understanding of share markets
- Systematic and disciplined portfolio construction process
- Strong emphasis on risk management, consistent and incremental after-tax value added
- Detailed transaction cost forecasting and modelling embedded in the portfolio construction process to minimise costs
- State-of-the-art systems and technology ensure efficient and timely use of information
- Understanding a company’s corporate governance when selecting the best stocks in which to invest
- Dedication to ongoing investment research and continual process improvement

Underlying Strategy

Vinva International Equity Alpha Extension Fund

Investment objective and timeframe

The Fund aims to provide investors with a total investment return (after fees) that outperforms the MSCI World ex Australia ex Tobacco ex Controversial Weapons Index (AUD) with net dividends reinvested, over periods of seven years or longer.

The Underlying Strategy does not invest directly in companies that:

- are classified as ‘tobacco’ securities according to the Global Industry Classification Standard (GICS), defined as manufacturers of cigarette and other tobacco products. A company will generally be included in this classification where this definition most closely describes the business activities that generate more than 60% of the company’s gross revenue, based on a company’s annual reports and accounts, as well as other published literature. Companies are classified at the company level and parent companies are classified based on its underlying business, or
- are classified as ‘controversial weapons’ securities by MSCI, Inc, being public companies that are involved in the production of cluster bombs or munitions, landmines, biological or chemical weapons, or the essential components of these products including public companies that own 20% or more (or, for financial companies, 50% or more) of a weapons or key components producer, and including companies that are owned 50% or more by a company involved in weapons or components production.

The Underlying Strategy may have incidental indirect exposure through other investments such as broad market exchange traded funds or derivatives that are primarily used for liquidity management.

Investment strategy > International Equity

The Vinva Fund employs an active global equity style which utilises a quantitative investment approach. The investable universe generally consists of stocks listed in the 22 developed market countries including US, Japan, Europe, Canada, Asia ex Australia.

Performance will primarily be driven by bottom-up stock selection rather than top-down industry, country or style factors. The investment process uses a diversified range of alpha signals (50+) grouped into different signal families (value, quality, earnings, and technical market-related measures such as market analyst and news sentiment).

The underlying fund strategy is a long-short 120/20 approach that will typically invest in 500-600 stocks of which around 50-100 shorts. The investment manager will short stocks that they think will fall in value or are overvalued.

Tight risk management is a key consideration for the investment manager which means that there is unlikely to be any meaningful regional or sector biases in the portfolio.