

# The Smaller Companies Sustainable Future Trust

## About the Trust

The Sustainable Future Trust is an actively managed portfolio of mainly smaller and mid-cap listed companies.

The Trust seeks to invest in companies that are making a positive contribution to creating sustainable future.

The Trust avoids investing in companies that are directly exposed to thermal coal, oil and gas, gambling or the sale of weapons, tobacco, alcohol or unhealthy fast food.

The investment process is based on our internally generated research in relation to environmental, social and corporate governance ("ESG") considerations.

## Fund Characteristics

<b>Fund objective</b>	To outperform the benchmark over the long term after fees and expenses, by investing in a diversified portfolio of smaller companies that conduct business taking into consideration environmental, social and governance ("ESG") criteria and/or conduct business in industries which have favourable characteristics having regard to ESG criteria.
<b>Benchmark</b>	S&P / ASX Small Ordinaries Accumulation Index
<b>Inception Date</b>	February 2018
<b>Fund size</b>	-
<b>Number of stocks</b>	25 – 70 stocks
<b>Minimum initial investment</b>	\$25,000
<b>Fees (PA)</b>	1.20% + performance fees (15% over the benchmark)
<b>Liquidity</b>	Daily
<b>Risk/Return profile</b>	High
<b>Distribution</b>	Half yearly
<b>APIR Code</b>	WPC5600AU

## About Perennial Value Management

Perennial Value is an Australian owned, specialist, active investment management firm. Our sole focus is to deliver excellence in funds management through equity ownership and the alignment of interests between investment management staff and our clients.

Equity participation is a key element of Perennial's business model. The investment staff's equity stake in the business means the team are single minded in ensuring delivery of performance ahead of benchmark. At the heart of Perennial's equity ownership structure is the philosophy of aligning our investment professionals' interests with that of our clients.

## Asset Class and Allocation

**Australian and NZ Shares** 90 – 100%

**Cash and Derivatives** 0 – 10%

## Why Invest in the Sustainable Future Trust



### Strong research capabilities

- Significant travel budget to explore opportunities for excess returns
- Full resourced team of 7
- 1185 ex-100 company visits in 2018, including overseas visits



### Strong alignment of interest

- Staff have voluntarily invested a substantial amount in funds (at full fees)



### ESG Considerations

- Specifically consider ESG criteria as part of the company analysis

## Investment Process



### Screen for

- ✓ \$50 million min. capitalisation

### Eliminates stocks

- ✗ Fossil fuels
- ✗ Alcohol
- ✗ Tobacco
- ✗ Weapons
- ✗ Forestry activities
- ✗ Gambling activities
- ✗ Unhealthy fast food

### PVM Responsible Investments Screen

- ✓ ESG Score
- ✓ Valuation
- ✓ Balance sheet

### Smaller Companies Responsible Portfolio

- ✓ Sustainability / ESG Score
- ✓ Valuation

## Investment Team



### Andrew Smith

Head of Smaller Companies and Micro Caps

Years in Perennial Value: 11  
Years in the industry: 17.5



### Damian Cottier

Portfolio Manager & Senior Equities Analyst

Years in Perennial Value: 14  
Years in the industry: 14.5



### Samuel Berridge

Portfolio Manager and Resources Analyst

Years in Perennial Value: 7  
Years in the industry: 10.5



### Julian Guido

Senior Small Caps Analyst

Years in Perennial Value: 2  
Years in the industry: 18.5



### Marni Lysaght

Equities Analyst

Years in Perennial Value: 1.5  
Years in the industry: 2.5



### Ryan Sohn

Equities Analyst

Years in Perennial Value: 1  
Years in the industry: 4



### Steven Yee

Dealer

Years in Perennial Value: 10  
Years in the industry: 15.5

## Contact us



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