

DONOR UPDATE

SEPTEMBER 2020 PERFORMANCE

Quarterly and Annual ACF Performance Figures

ACF Portfolio	Portfolio 3-month Return	Composite Benchmark 3-month return	Variance	Portfolio 12-month return	Composite Benchmark 12-month return	Variance
Long Term Growth Fund	1.25%	1.54%	-0.29%	-1.31%	-0.29%	-1.02%
Extension Fund	1.16%	1.54%	-0.38%	-0.54%	-0.29%	-0.25%
Scholarship Fund	1.41%	1.54%	-0.13%	0.03%	-0.29%	0.32%
Income Fund	1.03%	0.74%	0.29%	1.09%	1.08%	0.01%

All performance figures quoted above are net of investment adviser fees and manager MERs

Market Environment

Markets continued to recover well in the third quarter of 2020, albeit at a slower pace than was seen in Q2. Global stocks reached record highs in the three months to September, generating positive returns for the sixth time in the last seven quarters. The markets are continuing to be supported by stimulus measures by governments, whilst hopes of further stimulus from the Federal Reserve in the US are acting as a stronger tailwind than any headwinds associated with COVID-19 or the upcoming US election.

The US election continues to dominate market movements and is likely to be the primary driver of any gains/losses in markets over the next month, and potentially the remainder of 2020. Although the least volatile and most "market-favourable" outcome remains a Republican sweep in the HOP and Senate, the market is becoming increasingly comfortable with the outcome being a Biden victory, although some volatility is still to be expected.

Long Term Growth, Extension and Scholarship Funds

The growth portfolios performed relatively in-line with their composite benchmark return for Q3 2020, although slightly underperforming. Underperformance was driven mostly by the Australian Shares and International Shares portfolios struggling to keep pace with their respective benchmarks. Over the longer, 12-month timeframe, the Scholarship portfolio has held up well against its benchmark, supported by strong outperformance in the International Fixed Income portfolio and a heavier allocation to Cash. The Extension and Long-Term Funds underperformed their benchmark over the last 12 months, driven primarily by underperformance in the Australian Shares portfolio.



Medium Term Income Fund

The Income Fund performed well in Q3 2020, outperforming its benchmark by 0.29%. Performance was well supported by outperformance of both the Cash portfolio and Fixed Income portfolios over the quarter. This Fund has performed in-line with its benchmark over the last 12 months, outperforming by 0.01%.