

Bell Global Equities Fund

Platform Class Fund Summary – Period Ending 31 May 2017

Net Performance[^]

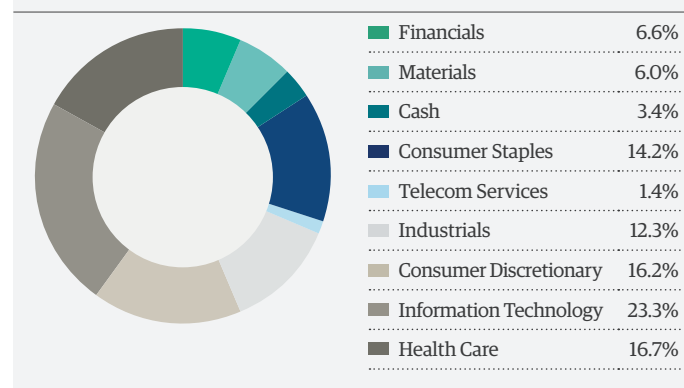
| | Fund | Index* | Relative |
|---|--------|--------|----------|
| 1 Month[^] | 3.62% | 2.75% | 0.87% |
| 3 Months[^] | 10.70% | 8.38% | 2.32% |
| 6 Months[^] | 14.68% | 12.14% | 2.54% |
| 1 Year[^] | 9.90% | 13.33% | -3.43% |
| 3 Years (pa)^{^^} | 14.61% | 14.16% | 0.45% |
| 5 Years (pa)^{^^} | 17.92% | 18.73% | -0.81% |
| Strategy Inception (pa)^{^^} | 7.44% | 6.31% | 1.13% |
| Strategy Inception - Total Return^{^^} | 181.6% | 141.8% | 39.8% |

* Index is the MSCI World ex Australia in \$A Unhedged with net dividends reinvested.

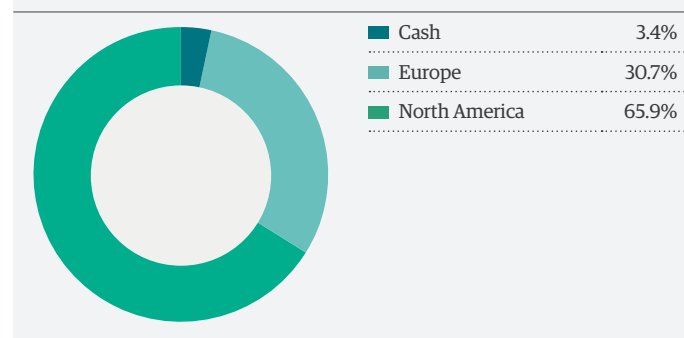
[^] Inception date of the Platform Class is 7 May 2015. Returns are based on the Platform redemption price and are net of fees.

^{^^} The Bell Global Equities Fund - Platform Class has been operating since May 2015. To give a longer term view of our performance in the asset class, we have shown longer term returns for a representative global equities strategy managed by Bell Asset Management with an inception date of 1 Jan 2003. We have adjusted the returns to reflect fees representative of the Bell Global Equities Fund - Platform Class units.

Sector Exposure



Geographic Exposure



Top 10 Holdings

| Company | Sector | Geography | Weight |
|--------------------------|------------------------|-----------|--------|
| Alphabet Inc | Information Technology | US | 3.1% |
| Apple Inc | Information Technology | US | 2.5% |
| Johnson & Johnson | Health Care | US | 1.8% |
| Roche Holding AG | Health Care | CH | 1.5% |
| Oracle Corp | Information Technology | US | 1.5% |
| Verizon Communications | Telecom Services | US | 1.4% |
| Nestle SA | Consumer Staples | CH | 1.4% |
| Novo Nordisk A/S | Health Care | DK | 1.4% |
| Cognizant Tech Solutions | Information Technology | US | 1.4% |
| Visa Inc | Information Technology | US | 1.4% |

Best & Worst Performers

| Top 5 – Relative Contribution | | Bottom 5 – Relative Contribution | |
|-------------------------------|-------|----------------------------------|--------|
| Ambu A/S | 0.21% | Tractor Supply Company | -0.11% |
| McKesson Corp | 0.15% | Twenty-First Century Fox | -0.10% |
| Electronic Arts | 0.14% | Dollar Tree Inc | -0.09% |
| Cognizant Tech Solutions | 0.13% | Advance Auto Parts Inc | -0.08% |
| Icon Plc | 0.10% | Ingredion Inc | -0.08% |

Investment Metrics

| | Portfolio | Index | Relative |
|-------------------|-----------|-------|----------|
| Risk | | | |
| Total Risk | 11.7 | 11.1 | |
| Number of Stocks | 98 | 1,557 | |
| Active Share | 79.7 | | |
| Value | | | |
| P/E | 18.2 | 16.6 | 110% |
| PEG Ratio | 1.8 | 1.5 | 123% |
| EV/EBITDA | 11.5 | 10.0 | 113% |
| Growth | | | |
| Sales Growth | 5.7% | 5.6% | 103% |
| EPS Growth | 10.8% | 12.5% | 86% |
| Quality | | | |
| Return on Equity | 26.5 | 10.6 | 250% |
| Net Debt / Equity | 0.7 | 1.4 | 48% |

Bell Global Equities Fund

Commentary – Period Ending 31 May 2017



Ned Bell CIO / Portfolio Manager



Adrian Martuccio Portfolio Manager

Fund Overview

| | |
|-------------------------|---------------------------|
| Asset Allocation | Long Only Global Equities |
| Inception Date | 3 December 2007 |
| Fund Size | \$32.9mn |
| Entry Unit Price | 1.3747 |
| Index | MSCI World (ex Aus) Index |

Performance

Our Global Core strategy had another strong month in May - as the Fund appreciated by 3.62%, outperforming the MSCI World ex Australia Index return of 2.75%.

Market Activity

Global equities had another strong month in May, as all major indices pushed higher - led by European equities which rose by 5%. While there has been a steady flow of concerning news from Washington in the last month, a new sense of optimism in Europe has seemingly caught the attention of markets.

At a sector level, while the vast majority of sectors posted positive returns in May, we did note that some of the more cyclical sectors like Energy, Financials and Materials lagged the broader market. At the same time, several defensive sectors pushed higher - Utilities, Telecoms and Consumer Staples all pushing higher by more than 3.5%.

Performance Attribution

When we examine the performance attribution of the portfolio during the month, we would make a couple of key points:

- Probably most telling was the fact that we added value in 72% of the positions in the portfolio;
- We benefitted from both stock selection and relative GICS Sector positioning;
- GICS Sectors - we benefitted from our overweight position in IT stocks and our underweight positions in both Energy & Financials;
- Our better performers were: Ambu, McKesson, Electronic Arts, Cognizant and Icon;
- Our poorer performers were: Tractor Supply, Twenty First Century Fox, Advanced Auto Parts, Dollar Tree and Ingredion.

Research Focus

Our research agenda during the month has been focused on several targeted research trips being conducted by several members of the investment team to both Europe and the United States. The cumulative research agenda is focused on both discovery and maintenance research. We are also looking for economic indications from US corporates now that we are six months into a new US administration.

On the discovery side, we will be spending much of our time with small & mid cap companies who appeal at first glance. In the course of the next few weeks we would expect to communicate the research findings of our respective research trips.

Trade Activity

Our trade activity during the month has been restricted to several small adjustments in current positions. While we are progressively building out these on several companies of interest, current valuations are not attractive enough to start building positions. As always, we will be patient and look to opportunistically initiate positions during times of weakness and volatility.

Portfolio Positioning & Outlook

Our portfolio positioning remains consistent with our QARP investment approach. At a total characteristic level, we believe we have been able to maintain very favourable relative levels of profitability and moderate levels of leverage. At the same time, we have consistently trimmed positions whose valuations have expanded - thereby, managing portfolio valuation. We feel that by applying this discipline at a portfolio level we are preparing the portfolio for what could be a period of more moderate returns - at least in the near term.

As we look through the rest of the year, we feel very well positioned for the current market environment. While the political environment in the US is clearly a distraction, the underlying economic outlook in the US & Europe remains pretty robust. We would also note that the stocks in our portfolio have as a whole been delivering consistently solid earnings performance in the last few quarters.

Key Features

| | |
|------------------------------|---|
| Investment Objectives | Outperform the index* over rolling three year periods <i>*Index is MSCI ex Australia</i> |
| Asset Allocation | Long only global equities, no gearing, no derivatives |
| Investment Style | Fundamental bottom up approach 'quality at a reasonable price' |
| Investment Highlights | <ul style="list-style-type: none">• Global equity portfolio• 'Quality' focus - consistently high returning companies• Long-term horizon - typically 3-5 year holding periods• Benchmark agnostic• Diversified portfolio structure• Maximum cash position 5%• Fund inception 2007 (strategy inception 2003)• Highly experienced investment team |
| Benchmark | MSCI World (ex Australia) Index |
| Currency Exposure | Unhedged |
| Investment Timeframe | At least 5 years |
| Number of Holdings | 90-110 |

Fund Terms

| | |
|-------------------------------------|---|
| Fund Inception Date | December 2007 |
| Product Structure | Wholesale Registered Managed Investment Scheme |
| Investment Manager | Bell Asset Management |
| Responsible Entity | Bell Asset Management |
| Custodian | National Australia Bank |
| Unit Pricing & Liquidity | Daily Published on www.bellasset.com.au & market data services Applications using application form attached to the PDS Redemptions typically paid out within 10 days |
| Indirect Cost Ratio | 0.90% p.a |
| Buy / Sell Spread | +/-0.20% |
| Reporting | Transaction confirmations upon transacting, half yearly transaction and valuation statement, annual periodic statement, tax statement, distribution statement & Annual Financial Report |
| Income | Annual distribution of taxable income |

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