

NET ASSET VALUE (NAV) PER UNIT as at 30 June 2021

Share series	Previous NAV	NAV per share	1 month	FY to date
Benchmark	-	-	+2.3%	+27.8%
Wholesale	\$0.9304	\$0.9525	+2.4%	+21.9%
Retail	\$0.9181	\$0.9397	+2.4%	+20.0%

TOP PORTFOLIO HOLDINGS at 30 June 2021

Company	ASX Code
Tabcorp	TAH
Ansell	ANN
Bank of Queensland	BOQ
Qube	QUB
Appen	APX

KEY INFORMATION

Responsible Entity	Burman Investment Management Limited
Manager	Burman Invest
Portfolio Manager	Julia Lee
Fund Inception	15 January 2020
Number of Stocks	15-25
Cash Distributions	Semi-Annually

MARKET COMMENTARY

In Australia, S&P/ASX 200 accumulation index rose by 2.3%.

The best sectors were tech (+13.4%), telecom (+5.6%) & property (+5.5%).

The worst sectors were financials (-0.2%) & materials (+0.3%).

After a sharp rise in the 1st quarter, bond yields have seen a steep fall in the 2nd quarter. This boosted tech stocks where company valuations benefit from lower interest rates. Bank stocks underperformed in June, following a good performance post updates in May and falling bond yields tend to be negative for the banking sector.

Federal Reserve Chair Powell has said that tapering discussions have begun and are likely to continue in future meetings.

In Australia, tapering is expected from the \$5 billion that the RBA is pumping into the Australian economy each week.

PORTFOLIO COMMENTARY

The Fund ended up 2.4% for the month at up 21.9%/20% for the financial year.

Top contributors for the month included Ansell (ANN, +10%), Orocobre (ORE, +13%) & Pilbara Minerals (PLS, +8%).

Detractors from performance included Collins Foods (CKF, -8%), Appen (APX, -6%) and Qantas (QAN, -1%).

There was a bit of movement in the fund ahead of reporting season in August. We took profits on stocks that had performed well but where earnings risk was medium/high such as MFG, OBL and ALX.

We also took profits on companies where growth looked like it may have peaked or was close to peaking such as GUD and GNC.

Ahead of reporting season, we anticipate a good report from HLS, GMG, QUB and BOQ and added these to the portfolio.

LOOKING AHEAD

While the Delta strain of Covid is causing cases to rise in many parts of the world, many major economies are reopening on the back of vaccination rates. Here in Australia, vaccination rates are slow but as they increase so too should progress towards reopening of borders and the economy.

July represents confession season ahead of the August reporting season. We anticipate continued upgrades to corporate earnings and see any weakness in the market as an opportunity to add to the portfolio.

We enter July with a cash balance ~35% and will look to deploy most of that on any pull back.

We appreciate your support & I am also always available for a chat. The best way to reach me is by leaving an email support@burmaninvest.com.au with the best time/day/number to call.

- Julia Lee