

SELECT PORTFOLIO THE MANAGED FUND

CLASS "C" UNITS

INVESTMENT OBJECTIVE

The investment objective of the Select Managed Fund ('the Fund') is to seek to achieve capital appreciation.

INVESTMENT STRATEGY

The objective of the Select Managed Fund will be achieved by investing in a range of assets which will primarily be equities, bonds, property and cash. The Investment Adviser will vary the proportion of the Fund invested in each asset class in line with its views on the relative growth potential of each sector and consistent with its policy of maintaining a diversified portfolio.

NOTE: All information below is provided as at 30.06.2019

Davy Asset Management

June 2019

ABOUT THE FUND

Base Currency:
Euro

Fund Size (EUR):
21.68 m

No. of Equity Holdings:
c.65

Investment Manager:
Davy Asset Management

Type of Unit:
Accumulation

Valuation Point:
5.00 pm Daily

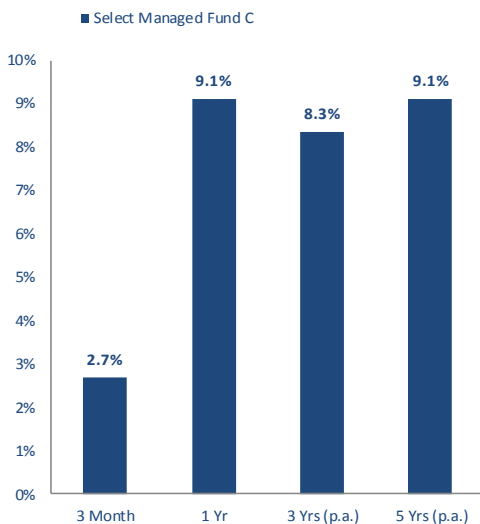
Order Cut-Off Point:
4.00 pm Daily (two Business Days prior to the relevant Dealing Day.)

Lipper ID:
65092463

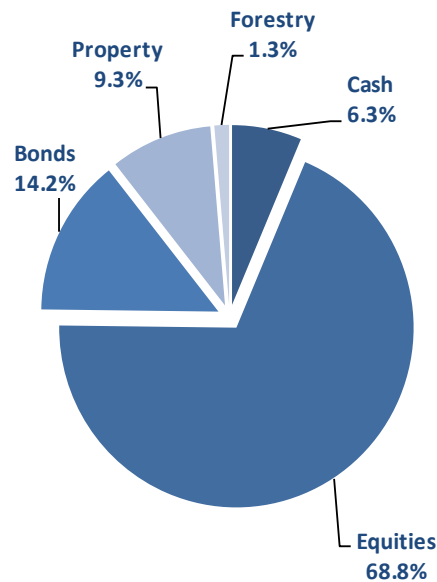
As at the 4th August 2017 the change of name and change of Manager to Davy Asset Management Select Portfolio (previously Prescient Select Portfolio) was approved by the Central Bank of Ireland. For additional information please contact Davy Asset Management.

Contact:
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www.davyassetmanagement.com

INVESTMENT PERFORMANCE



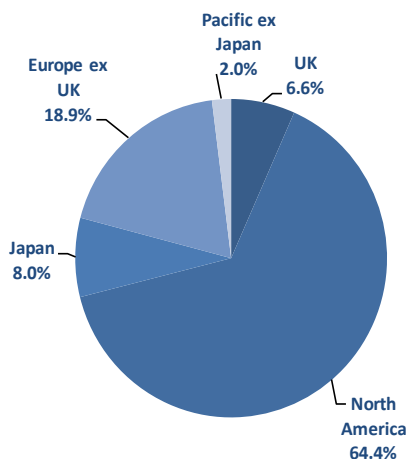
ASSET ALLOCATION (% Fund)



Source: Davy Asset Management & Northern Trust

GEOGRAPHIC ALLOCATION (%)

Portfolio Geographic Allocation (% Equity)



TOP 10 HOLDINGS (%)

10 Largest Equity Holdings (% Fund)

Stock	Country	Weight
Alphabet	USA	3.2%
Microsoft	USA	3.1%
Apple	USA	2.8%
Visa	USA	2.7%
JP Morgan Chase	USA	1.8%
Merck & Co	USA	1.8%
Medtronic	USA	1.8%
Home Depot	USA	1.5%
BP	UK	1.5%
Oracle	USA	1.5%
Total		21.7%

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Q2 2019 MARKET REVIEW

The Fund returned 2.7% during the second quarter of 2019. The global equity market rebound that started in the New Year continued during the second quarter as expectations of interest rate cuts from the Federal Reserve (Fed) in the US grew. The MSCI World Index added 2.5% in the quarter, taking the total return from global equities in euro terms to 17.4% for the year-to-date.

The quarter was not free of anxiety, however. There was a sharp correction in May following a significant escalation in the trade war between the US and China. The Trump administration accused the Chinese of reneging on their part in the deal that was being negotiated and threatened further tariffs on "essentially all" imports from China. This move was followed by an executive order forbidding US tech companies from supplying the giant Chinese telecoms equipment maker, Huawei, with any further technology. These actions put pressure on stocks, particularly those exposed to trade with China.

Against this backdrop, Fed Chairman, Jerome Powell, referenced "recent developments involving trade negotiations" and stated that the Fed would "act as appropriate to sustain the expansion". This was interpreted as opening the door to interest rate cuts this year. And so, for the second time in 2019, Powell's dovish words sparked a rally in global risk assets.

The best performing equity sectors during the quarter were the Financial, Technology and Materials sectors, while the Real Estate and Energy sectors were alone in delivering negative returns.

Global government bonds had a strong second quarter, returning 2.3% as measured by the JP Morgan Global Index (euro hedged), due mainly to global slowdown fears which led central banks to turn much more dovish.

At the ECB's annual meeting in Sintra, Portugal in June, President Mario Draghi stated that if the outlook doesn't improve, and inflation doesn't strengthen, "additional stimulus will be required" and that both rate cuts and asset purchases (Quantitative Easing) were options the ECB could take. This sent German Bund yields to record lows.

The following day the US Federal Reserve (Fed) also indicated that they were prepared to ease monetary policy with chairman Powell stating that "we will act as needed, including promptly if that's appropriate, and use our tools to sustain the expansion". This language marked a change from the Fed's previous stance where it said it would simply be "patient" in determining changes to interest rate policy. At the time of writing the market was pricing in four interest rate cuts by the Fed by the end of 2020.

Source: Bloomberg

Davy Asset Management

June 2019

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Warning: Past performance may not be a reliable guide to future performance. The value of your investment may go down as well as up. If you invest in this product you may lose some or all of the money you invest. An investment in the Fund should be regarded as long term.

CALENDAR YEAR FUND PERFORMANCE (%)

	2018	2017	2016	2015	2014
Select Managed Fund C	-1.8%	6.6%	6.5%	10.6%	16.5%

Source: Northern Trust

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