

CATHOLIC VALUES TRUST

Investment Objective

To provide a return (after fees and expenses) that exceeds CPI by 3% p.a. measured over rolling 3-year and 5-year periods, and invest in accordance with the Catholic Values Policy.

Performance

	Month	Quarter	FYTD	1 Year	3 Years	5 Years
Catholic Values Trust (Gross of Fees) [^]	-1.34	0.08	1.86	5.46	8.23	8.75
Catholic Values Trust (Net of Fees) [^]	-1.40	-0.10	1.28	4.76	7.53	8.05
Objective* [^]	0.96	2.89	7.53	8.57	5.96	5.45

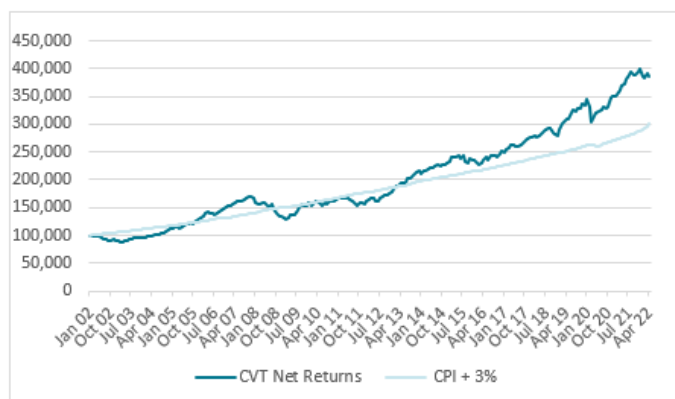
[^] Month, quarter and FYTD are holding period returns

1 year, 3 year, 5-year & since inception returns are annualised

*Objective is CPI + 3% p.a. rolling 3 & 5 years

Fund Performance Since Inception

\$100K invested since inception



Catholic Values Trust returned -1.40% net of fees for the month of April. The Fund has underperformed in the financial year to date, and this has been driven by the steep inflation rise in the objective and ensuing volatility in the fixed income and equities portfolio. The Fund has outperformed its objective over the rolling 3-year and 5-year periods.

Key Contributors

- ◆ In April, Property returned 3.4% driven by upward asset revaluation in the QIC Core Plus Fund.

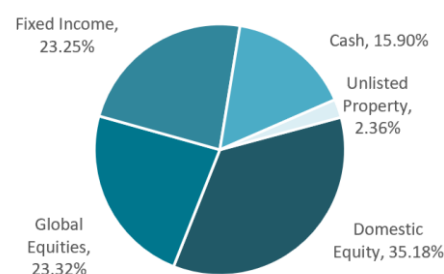
Key Detractors

- ◆ Global Equities was the key detractor, returning -4.2% in April. Growth stocks which form majority of the index came under pressure on the back of concerns around the prospect of substantially tighter monetary policy and higher inflation.
- ◆ Fixed Income also detracted, returning -0.93% over the month. This is largely driven by rising bond yields following investor expectations of a more aggressive rate hikes.
- ◆ Australian Equities returned -0.72% over the month, led by negative contribution to returns by Materials, Information Technology and Consumer Staples.

Portfolio Statistics

Funds Under Management	\$187 million
Performance Return Since Inception net of fees (Jan 31, 2002) [^]	6.89% p.a.
Distribution Frequency	Half Yearly

Asset Allocation



Market Highlights

◆ **Australian Equities** (S&P/ASX100) returned -0.7% over April. This was led by the Materials sector driven by falling commodity prices on the back of slowing Chinese growth expectations. The sector was also affected by concerns around slowing production and rising costs due to surging inflation.

◆ **Global Equities** (MSCI World ex-Australia \$A Unhedged) continued their recent decline, falling 3.2% over the month of April with concerns around central bank rate hikes, the war in Ukraine and Chinese COVID-19 lockdowns impacting global growth. A 5.6% fall in AUD vs USD offset more than half of the losses in Global Equities.

◆ **Fixed Income:** Bond yields continued to rise between 28 to 80bps across the curve as inflation concerns saw markets pricing in aggressive RBA monetary tightening. Higher yields across the curve meant that the Australian bond market, as measured by the Bloomberg AusBond Composite 3-5 Year Index fell by 1%.

◆ The short-term money market continued to reflect an earlier and larger tightening cycle. Short term money market rates ended the month 48bps higher at 71bps. Cash produced almost nil return over April in line with the current cash rate of 0.10%.

INCOME TRUST

Investment Objective

To provide investors with a quarterly income distribution and potential for capital growth by outperforming the Bloomberg AusBond Bank Bill Index by 1.0% p.a. (net of fees) over rolling 3-year periods.

Performance

	Month	Quarter	FYTD	1 Year	3 Years	5 Years
Income Trust (Gross of Fees) [^]	-0.05	-0.24	0.78	1.35	2.60	3.97
Income Trust (Net of Fees) [^]	-0.10	-0.40	0.24	0.70	1.95	3.32
Objective* [^]	0.07	0.24	0.84	1.02	1.40	1.99

[^] Month, quarter and FYTD are holding period returns

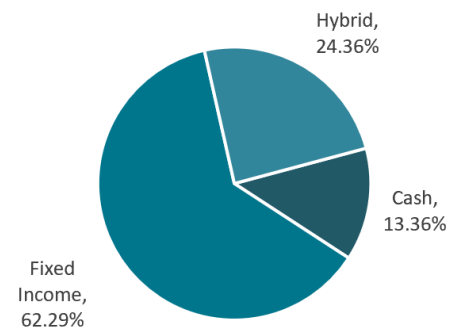
1 year, 3 year, 5-year & since inception returns are annualised

*Objective is AusBond Bank Bill + 1.0% (net of fees) p.a. rolling 3 years

Portfolio Statistics

Funds Under Management	\$45 million
Performance Return Since Inception net of fees (Dec 31, 2000) [^]	3.84% p.a.
Distribution Frequency	Quarterly
Yield to Maturity	3.80%
Average Credit Rating	A-

Asset Allocation

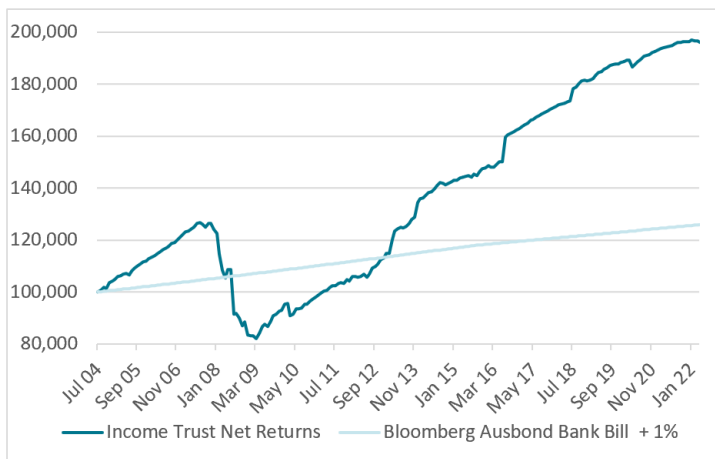


Market Highlights

- ◆ **Fixed Income:** The prospect of more aggressive monetary tightening to combat accelerating inflation has continued to weigh heavily on investor sentiment in credit markets. Floating rate credit spreads closed 6bps wider over the month.
- ◆ **Cash:** The short-term money market continued to reflect the shift to an earlier and larger tightening cycle. The three-month bank bill yield ended the month 48bps higher at 71bps as markets aggressively priced in a much faster rate of tightening at around 3% by the end of 2022.
- ◆ The **Hybrid** market strengthened, with spreads of securities with shorter call dates narrowing by around 40-50bps over the month despite the lack of issuance.

Fund Performance Since Inception

\$100K invested since inception



The Income Trust returned -0.10% net of fees for the month of April. The Fund has underperformed in the year to date, and this has been driven the widening of credit spreads from the expected aggressive tightening cycle. Cash rates are starting to rise but remain significantly depressed compared to CPI. The Fund has outperformed its objective over a rolling 3-year period.

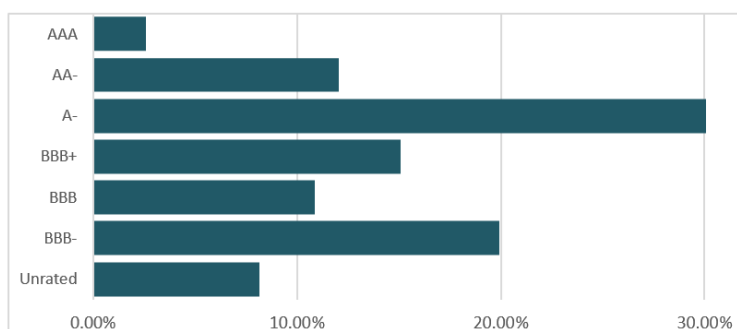
Key Contributors

- ◆ Over the month of April, Hybrids was the key contributor to returns, with the strongest contributor coming from securities with short call dates.

Key Detractors

- ◆ Fixed Income was the key detractor over the month, with floating rate credit returning -0.33% driven by credit spreads widening, pressured by rising bond yields.

Credit Rating Allocation



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