

# DAVY DEFENSIVE EQUITY INCOME FUND

## MONTHLY FACTSHEET OCTOBER 2019

### FUND OBJECTIVE

To provide investors with long-term capital growth, with reduced levels of volatility compared to global equity markets. The Fund reduces risk by investing in large global companies that pay out above average dividend yields compared to other companies in their sector. The Fund employs an investment policy which provides for some downside protection against significant market falls.<sup>1</sup>

### KEY FACTS (AS AT 31ST OCTOBER 2019)

FUND MANAGER	Mark Seavers, Jonathan Linnane & Team
SIZE	€19.3 million
LEGAL STATUS	UCITS
NUMBER OF HOLDINGS	54
INDEX	MSCI World Index
DEALING DAY	Daily - All orders must be received by 16.00 p.m. (Irish time) one Business Day immediately preceding the relevant Dealing Day.
REGULATOR	Central Bank of Ireland
REGISTERED FOR SALE	IE, UK
UNIT TYPE	Accumulating, Distributing
SHARE CLASS CURRENCIES	EUR, GBP
SHARE CLASSES	B, D, H
ONGOING CHARGE <sup>2</sup>	0.87%, 0.99%, 1.07%
INITIAL CHARGE	up to 3%

### Morningstar Style Box™

		Large
		Mid
		Small
Value	Blend	Growth

Style

Source: Davy Asset Management and Morningstar as at 31/10/2019  
 © 2019 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. For more detailed information about Morningstar Rating, including its methodology, please go to: [http://corporate.morningstar.com/US/documents/MethodologyDocuments/MethodologyPapers/MorningstarFundRating\\_Methodology.pdf](http://corporate.morningstar.com/US/documents/MethodologyDocuments/MethodologyPapers/MorningstarFundRating_Methodology.pdf)

<sup>1</sup> There is no guarantee the Fund will meet its objective.

<sup>2</sup> Taken over the year.

<sup>3</sup> 1M: 30/09/2019 - 31/10/2019  
 3M: 31/07/2019 - 31/10/2019  
 YTD: 31/12/2018 - 31/10/2019  
 3YR: 31/10/2016 - 31/10/2019  
 5YR: 31/10/2014 - 31/10/2019  
 2014: 31/12/2013 - 31/12/2014  
 2015: 31/12/2014 - 31/12/2015  
 2016: 31/12/2015 - 31/12/2016  
 2017: 31/12/2016 - 31/12/2017  
 2018: 31/12/2017 - 31/12/2018

FIGURE 1: Performance for Davy Defensive Equity Income Fund to 31st October 2019



Source: Davy Asset Management and Northern Trust. Performance chart refers to Davy Defensive Equity Income Fund B Acc (€) net of fees.

TABLE 1: Performance for Davy Defensive Equity Income Fund (Net of Fees to 31st October 2019)<sup>3</sup>

ROLLING FUND PERFORMANCE	NAV	1M	3M	YTD	3YR (P.A.)	5YR (P.A.)
Davy Defensive Equity Income Fund B Acc (€)	1.66	0.0%	2.7%	16.2%	5.4%	5.3%
Davy Defensive Equity Income Fund D Acc (€)	1.40	0.0%	2.6%	16.1%	5.3%	5.2%
MSCI World Index (€)	-	0.2%	2.4%	23.6%	11.2%	10.1%
Davy Defensive Equity Income Fund H Acc (£)	1.37	-2.5%	-2.7%	11.5%	3.8%	-
Davy Defensive Equity Income Fund H Inc (£)	1.26	-2.5%	-4.3%	7.9%	0.8%	-
MSCI World Index (£)	-	-2.7%	-3.2%	18.5%	9.7%	12.2%

TABLE 2: Calendar Year Performance (Net of fees)<sup>3</sup>

CALENDAR YEAR PERFORMANCE	2018	2017	2016	2015	2014
Davy Defensive Equity Income Fund B Acc (€)	-3.5%	-2.3%	6.6%	6.9%	13.1%
Davy Defensive Equity Income Fund D Acc (€)	-3.6%	-2.4%	6.5%	6.7%	12.9%
MSCI World Index (€)	-4.1%	7.5%	10.7%	10.4%	19.5%
Davy Defensive Equity Income Fund H Acc (£)	-2.6%	1.8%	-	-	-
Davy Defensive Equity Income Fund H Inc (£)	-6.6%	0.4%	-	-	-
MSCI World Index (£)	-3.1%	11.9%	28.3%	4.9%	11.5%

Source: Davy Asset Management and Bloomberg net of fees

The Davy Defensive Equity Income Fund was launched on 22nd July 2015. Investors should note the Davy Defensive Equity Income Fund (UCITS) is newly established. The past performance chart reflects past performance data relating to the Davy Defensive High Yield Fund (UCITS) which merged with the Davy Defensive Equity Income Fund (UCITS) (the "Merger"). Prior to the Merger the investment policy, strategy and portfolio composition were largely the same. In the circumstances, the past performance data included in this document is believed to be an appropriate reference for investors.

**WARNING: Past performance is not a reliable guide to future performance. The return on investments denominated in non-euro currencies may be affected by changes in currency exchange rates.**

FIGURE 2: Geographic Allocation (% Equity)\*

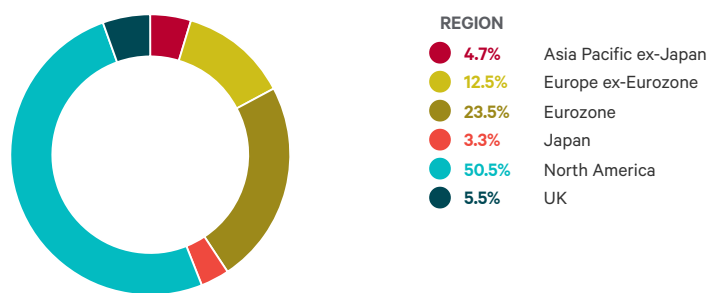
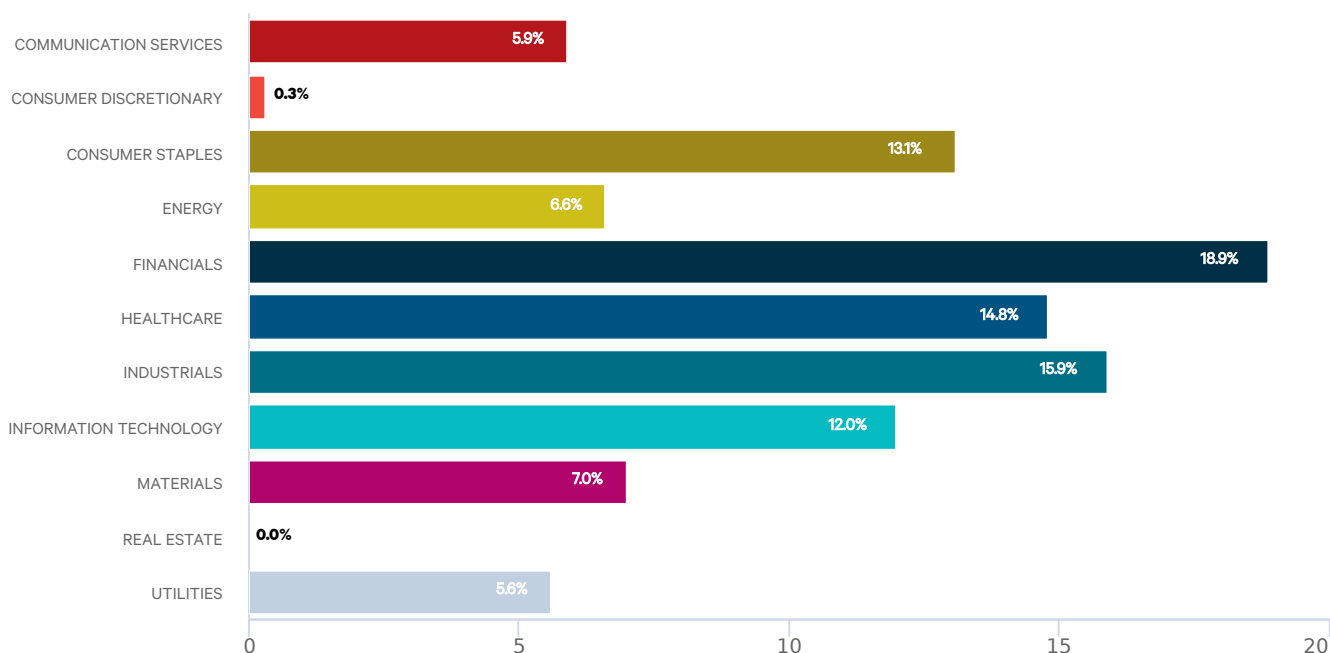


TABLE 3: Holdings\*

TOP 10 HOLDINGS	% EQUITY
MICROSOFT CORP	5.2
JPMORGAN CHASE & CO	4.3
MERCK & CO	3.3
PROCTER & GAMBLE CO	3.2
JOHNSON & JOHNSON	3.1
NESTLE SA/AG	2.9
TAIWAN SEMICONDUCTOR MFG CO	2.7
PUBLIC SERVICE ENTRP GRP INC	2.7
PFIZER INC	2.7
PEPSICO INC	2.5

FIGURE 3: Sector Allocation (% Equity)\*



\*Weightings in holdings, geographic allocation and sector allocation are indicative only and may change subject to the discretion of the manager. Due to rounding, some totals may not equal 100%.

TABLE 4: Share Class Identifiers\*\*

SHARE CLASS	TYPE	ISIN	SEDOL	INCEPTION DATE
Davy Defensive Equity Income Fund B Acc (€)	Accumulating	IE00BX7RQ401	BX7RQ40	22/07/2015
Davy Defensive Equity Income Fund C Acc (€)	Accumulating	IE00BX7RQ518	BX7RQ51	22/07/2015
Davy Defensive Equity Income Fund D Acc (€)	Accumulating	IE00BX7RQ625	BX7RQ62	22/07/2015
Davy Defensive Equity Income Fund G Acc (£)	Accumulating	IE00BYT7DN33	BYT7DN3	01/09/2015
Davy Defensive Equity Income Fund H Acc (£)	Accumulating	IE00BD8R7L34	BD8R7L3	19/01/2016
Davy Defensive Equity Income Fund H Inc (£)	Distributing	IE00BD8R7M41	BD8R7M4	19/01/2016

\*\* Source: Davy Asset Management & Bloomberg

MSCI Inc. (MSCI). Without prior written permission of MSCI, this information and any other MSCI intellectual property may not be reproduced, disseminated or used to create any financial products, including any indices. This information is provided on an 'as is' basis. The user assumes the entire risk of any use made of this information. MSCI, its affiliates and any third party involved in, or related to, computing or compiling the information hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of this information. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in, or related to, computing or compiling the information have any liability for any damages of any kind. MSCI and the MSCI indexes are services marks of MSCI and its affiliates.

**The holdings of the fund and the breakdowns are indicative in nature and have been provided for illustrative purposes only. Please note the Fund Manager has full discretion to change these holdings and weightings at any point in time, as outlined in the fund documentation. Indicative information should not be relied on by potential investors to make investment decisions.**

**WARNING: Risk Warnings/Important Information: Further information in relation to risks is provided in the Fund Prospectus, Supplement, and Key Investor Information Document.**

**WARNING: Past performance is not a reliable guide to future performance.**

**WARNING: If you invest in this product you may lose some or all of the money you invest. The value of your investment may go down as well as up. This product may be affected by changes in currency exchange rates.**

The Fund Factsheet is not intended to be comprehensive and is designed to provide summary information to existing investors in the Davy Defensive Equity Income Fund. It does not constitute an offer or solicitation for the purchase or sale of any financial instrument, trading strategy, product or service and does not take into account the investment objectives, knowledge and experience or financial situation of any particular person. Investors should obtain advice based on their own individual circumstances before making an investment decision. Investors should be aware that some of the Directors of the Company (Davy Funds Plc) are also employed by the Investment Manager, Promoter and the Distributor. Further information in relation to the management of potential conflicts of interest is available upon request. Investors should also read the Prospectus, Supplement and Key Investor Information Document for the Fund prior to making a decision to invest, and for full information on the Fund including, fees, risks and conflicts of interest. These documents are available from Davy Asset Management, Davy House, 49 Dawson Street, Dublin 2.

**Davy Asset Management** Davy House, 49 Dawson Street, Dublin 2, Ireland  
T +353 1 614 8874 E [assetmanagement@davy.ie](mailto:assetmanagement@davy.ie)  
[www.davyassetmanagement.com](http://www.davyassetmanagement.com)

Confidential copyright Davy 2019

Davy Asset Management Limited, trading as Davy Asset Management, is regulated by the Central Bank of Ireland. In the UK, Davy Asset Management is authorised by the Central Bank of Ireland and authorised and subject to limited regulation by the Financial Conduct Authority. Details about the extent of our authorisation and regulation by the Financial Conduct Authority are available from us on request. No part of this document is to be reproduced without our written permission. This document has been prepared and issued by Davy Asset Management on the basis of publicly available information, internally developed data and other sources believed to be reliable. The information contained herein does not purport to be comprehensive and is strictly for information purposes only. It does not constitute an offer or an invitation to invest. No party should treat any of the contents herein as advice in relation to any investment. While all reasonable care has been given to the preparation of this information, no warranties or representation express or implied are given or liability accepted by Davy Asset Management or its affiliates or any directors or employees in relation to the accuracy fairness or completeness of the information contained herein. Any opinion expressed (including estimates and forecasts) may be subject to change without notice. We or any of our connected or affiliated companies or their employees may have a position in, or may have provided within the last twelve months, significant advice or investment services in relation to any of the securities or related investments referred to in this document.