

DNR Capital Australian Equities Socially Responsible Portfolio

An unwavering commitment to our quality investment philosophy



Employee owned boutique manager



Disciplined focus on quality companies



Concentrated portfolios



Strong history of transparency



Early leader in Australian ESG

About DNR Capital and the Portfolio

→ **Concentrated:**

Investing in 15-30 highest conviction, quality large-mid cap Australian listed equities.

→ **Style neutral and quality focused:**

A disciplined approach to quality and valuation. Concentrated portfolios of quality companies maximise the opportunity for outperformance.

→ **Three stage approach:**

Integration: Our ESG assessment is one of the five components of our "quality web", which we use to assess the quality of companies.

Engagement: Strong engagement with companies and stakeholders to understand material ESG risk factors.

Negative screen: Precludes the portfolio from owning stocks whose core business is:

- Pornography – production, distribution or sale of pornography.
- Gambling – ownership or operation of a gambling related business or manufacture and supply of gambling equipment and systems.
- Armaments – development or production of biological and chemical weapons, depleted uranium ammunition/armour, anti-personnel mines or cluster munitions/sub-munitions and their key components.
- Tobacco – production of tobacco or manufacture of nicotine alternatives and tobacco-based products.

→ **Experienced and aligned team:**

The portfolio managers have more than 50 years of combined investment experience and are invested alongside our clients.

→ **Proven process:**

DNR Capital was established in 2001 and a consistent firm-wide investment process has delivered more than 21 years of investment outperformance.

Portfolio snap shot

Investment return objective:

To outperform the benchmark by 4% p.a. over a rolling three-year period

Benchmark: S&P/ASX 200 Total Return Index

Investment focus: Capital growth

Size bias: Large and Mid cap

Investment horizon: Five years +

Investment strategy: Long only

Style: Neutral with a quality focus

Number of stocks: 15-30

Asset allocation ranges: Australian Equities 80-100%
Cash 0-20%

Portfolio managers: Jamie Nicol and Scott Bender

Investment philosophy

This strategy adopts DNR Capital's quality investment philosophy. Quality companies at attractive valuations, are well placed to deliver investment returns through economic cycles. Concentrated portfolios of quality companies maximise the opportunity for outperformance. DNR Capital has developed a proprietary "quality web" methodology, where we define quality companies as being those with the following five attributes:

- earnings strength (particularly improving return)
- superior industry structure
- balance sheet strength
- strong management and
- environmental, social and governance (ESG) risk assessment.

Our assessment of a company's quality is overlaid with a detailed valuation assessment where we seek to identify mispriced market inefficiencies.

DNR Capital Australian Equities Socially Responsible Portfolio

Ratings



Awards

IMAP MANAGED ACCOUNT AWARD FINALIST -
ESG PORTFOLIO



IMAP
MANAGED ACCOUNT
AWARD FINALIST
ESG PORTFOLIO

How to invest

Invest via SMA platforms

The DNR Capital Australian Equities Socially Responsible Portfolio is available on the following platforms.

- BT Panorama
- CFS FirstWrap
- HUB24
- Netwealth
- OneVue
- Powerwrap
- Praemium

Invest directly via DNR Capital

For further information email info@dnrcapital.com.au or phone 07 3229 5531.

Experienced portfolio managers



Jamie Nicol
Chief Investment Officer
31 years investment experience



Scott Bender
Portfolio Manager
28 years investment experience

Disclaimers

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