

DivGro Fund – 15 January 2022

Strategy & Objective

DivGro is a growth fund powered by fast rising dividends. We are the go-to home for investors seeking above average returns that are easier to hold. The DivGro system has predicted and captured 88 consecutive dividend increases at an average rate of 14.44%.

The DivGro Fund operates a dividend growth strategy. We select the most outstanding global companies with fast rising dividends. Over time we expect the rate of growth in the dividends of our portfolio holdings to translate into a similar rate of growth in their stock prices, creating substantial capital growth. The DivGro Fund makes quarterly distributions to investors and expects to increase the distributions every year. The frequent receipt of cash provides a valuable positive feedback loop that helps investors retain conviction in our long-term approach, especially in times of higher volatility, making it easier to maintain composure and remain invested to achieve excellent long-term results.

Performance

Return (net)	Inception (Cumulative)	Inception (Annualized)	12 Months	6 Months	3 Months
AUD	46.45%	17.10%	28.85%	5.16%	2.08%
USD	55.81%	20.14%	21.55%	2.14%	-0.81%

The DivGro Fund opened on 15 Aug 2019; return figures are net of fees and expenses, inclusive of distributions.

Dividend Progress

Consecutive Dividend Increases	88
Average Dividend Increase	14.44%

Correctly predicted in advance by the proprietary DivGro system, from 15 August 2019 onwards. For complete record of consecutive dividend increases see page 2.

Portfolio Characteristics

Unit Price (\$)	1.4481	Most recent dividend increases	Date	%
Distributions to date (\$)	0.0164	American Tower	16/12/2021	14.9
Number of Holdings	31	Stryker	12/12/2021	10.3
Total AUM (\$ millions)	73	Abbott Laboratories	10/12/2021	4.4
Investor Families	100	Zoetis	07/12/2021	30.0
Institutions	1	Mastercard	30/11/2021	11.4
Active subscribers to weekly dividend progress update	527	Nike	18/11/2021	10.9

Unit price as of 15 January 2022. AUM comprised of the DivGro Fund and managed accounts.

Academic Basis

The DivGro strategy is informed by extensive academic studies which demonstrated that:

- (1) Dividends are easier to predict than earnings or stock prices
- (2) Companies that consistently raise their dividends outperform
- (3) Over time stock prices rise commensurately with percentage increases in dividends

These dynamics have been repeatedly tested and proven for over 60 years.

The Essence of DivGro

The essence of the DivGro Fund can be summarised as follows:

- (1) Identify outstanding companies that will raise their dividends materially
- (2) Isolate privileged businesses that can sustain material dividend increases for many years
- (3) Encourage positive engagement via our unique weekly dividend progress reporting system

We have a track record of 88 consecutive raises, at an average of 14.44%.

Dividend Increase History

Increase Number	Date	Company	Dividend Increase
1	14/09/2019	American Tower	20.25%
2	18/09/2019	Microsoft	10.87%
3	19/09/2019	McDonald's**	7.76%
4	19/09/2019	Texas Instruments	16.88%
5	22/10/2019	Visa	20.00%
6	29/10/2019	Cintas	24.39%
7	30/10/2019	Starbucks	13.89%
8	31/10/2019	CDW*	28.81%
9	01/11/2019	AbbVie*	10.28%
10	07/11/2019	Air Lease*	15.38%
11	14/11/2019	Nike	11.36%
12	15/11/2019	Roper Technologies	10.81%
13	25/11/2019	Becton Dickinson*	2.60%
14	03/12/2019	Mastercard	21.21%
15	04/12/2019	Stryker	10.58%
16	04/12/2019	Ecolab*	2.17%
17	11/12/2019	Zoetis	21.95%
18	12/12/2019	American Tower	20.24%
19	13/12/2019	Abbott Laboratories	12.50%
20	20/01/2020	MTY Food Group*	12.12%
21	24/01/2020	Yum! Brands*	11.90%
22	29/01/2020	MarketAxess	17.65%
23	29/01/2020	S&P Global	17.54%
24	29/01/2020	Charles Schwab*	5.88%
25	05/02/2020	CME Group*	13.33%
26	06/02/2020	Intercontinental Exchange*	9.09%
27	10/02/2020	Restaurant Brands International*	4.00%
28	20/02/2020	Domino's Pizza**	20.00%
29	20/02/2020	SBA Communications	25.68%
30	24/02/2020	Home Depot	10.29%
31	13/03/2020	American Tower	20.00%
32	01/04/2020	Watsco	10.94%
33	15/04/2020	Costco	7.69%
34	20/04/2020	Pool Corp	5.45%
35	19/05/2020	American Tower	19.57%
36	21/05/2020	Medtronic*	7.41%
37	28/07/2020	MSCI***	14.71%
38	20/08/2020	Lowe's	9.09%
39	10/09/2020	American Tower	20.00%
40	15/09/2020	Microsoft	9.80%
41	17/09/2020	Texas Instruments	13.33%
42	30/09/2020	Starbucks	9.76%
43	27/10/2020	Cintas	10.20%
44	28/10/2020	Visa	6.67%
45	30/10/2020	AbbVie*	10.17%
46	02/11/2020	CDW*	5.26%
47	09/11/2020	Air Lease*	6.67%

48	12/11/2020	Roper Technologies	9.74%
49	20/11/2020	Nike	12.24%
50	02/12/2020	Stryker	9.57%
51	03/12/2020	Ecolab*	2.13%
52	03/12/2020	American Tower	19.80%
53	08/12/2020	Mastercard	10.00%
54	09/12/2020	Zoetis	25.00%
55	11/12/2020	Abbott Laboratories	25.00%
56	19/01/2021	Cintas	6.76%
57	19/01/2021	MarketAxess	10.00%
58	27/01/2021	S&P Global	14.92%
59	01/02/2021	Yum! Brands*	6.38%
60	04/02/2021	CME Group*	5.88%
61	11/02/2021	Watsco	9.86%
62	12/02/2021	Moody's**†	10.71%
63	17/02/2021	Sherwin Williams*	23.13%
64	23/02/2021	SBA Communications	24.73%
65	23/02/2021	Home Depot	10.00%
66	25/02/2021	Domino's Pizza**†	20.51%
67	04/03/2021	American Tower	14.81%
68	14/04/2021	Costco	12.86%
69	17/05/2021	Pool Corp	37.93%
70	24/05/2021	Tencent**†	33.33%
71	27/05/2021	American Tower	15.45%
72	27/05/2021	Lowe's	33.33%
73	08/06/2021	Heico	12.50%
74	27/07/2021	MSCI***†	33.33%
75	27/07/2021	Cintas	26.67%
76	28/07/2021	Wingstop	21.43%
77	14/09/2021	Microsoft	10.71%
78	15/09/2021	Texas Instruments	12.75%
79	16/09/2021	American Tower	14.91%
80	29/09/2021	Starbucks	8.89%
81	26/10/2021	Visa	17.19%
82	10/11/2021	Roper Technologies	10.22%
83	18/11/2021	Nike	10.91%
84	30/11/2021	Mastercard	11.36%
85	07/12/2021	Zoetis	30.00%
86	10/12/2021	Abbott Laboratories	4.44%
87	12/12/2021	Stryker	10.32%
88	16/12/2021	American Tower	14.88%
Average			14.44%

*No longer in the DivGro Fund
† Reintroduced as a holding in the DivGro Fund
American Tower figures are annualised

Important disclaimer

DivGro Pty Ltd is a Corporate Authorised Representative (CAR No. 1277044) of Lanterne Fund Services Pty Ltd (AFSL No. 238198). The DivGro Fund is open to wholesale investors only, as defined in the Corporations Act 2001 (Cth).

The Company is not authorised to provide financial product advice to retail clients and information provided does not constitute financial product advice to retail clients. No aspect of this information takes into account the objectives, financial situation or needs of any person. Before making an investment decision, you should read the relevant offer document and seek professional advice to determine whether the investment is suitable for you.

This information does not constitute an offer to sell or a solicitation of an offer to buy any product or service in any jurisdiction (i) in which such offer or solicitation is not authorised, or (ii) in which the person making the offer is not qualified to do so, or (iii) to whom it is unlawful to make such offer or solicitation.

The information provided is for general information purposes only and does not take into account the personal circumstances or needs of investors. The Company and its directors or employees or associates endeavor to ensure that the information is accurate as at the time of its publication. Notwithstanding, the Company excludes any representation or warranty as to the accuracy, reliability, or completeness of the information contained on the company website and published documents.

To the maximum extent permitted by law, the Company will not be liable in any way for any loss or damage suffered by you through use or access to this information. Any projections contained are estimates only and may not be realised in the future. Any opinions, forecasts, estimates or projections reflect our judgment at the date this information was prepared, and are subject to change without notice. Rates of return cannot be guaranteed and any forecasts, estimates or projections as to future returns should not be relied on, as they are based on assumptions which may or may not ultimately be correct. Actual returns could differ significantly from any forecasts, estimates or projections provided.

The Company has obtained information from sources it considers to be reliable but does not represent that such information is accurate or complete, or that it should be relied upon.

No content from this information may be reproduced in any manner, and no further dissemination of it is permitted, without the express written consent of DivGro Pty Ltd. The copyright on all information contained is owned by DivGro Pty Ltd.

The past results of the Company's investment strategy do not necessarily guarantee the future performance or profitability of any investment strategies devised or suggested by the Company. An investment may achieve a lower than expected return and investors risk losing some or all of their principal investment. Past performance is no indication of future performance. Investments may rise and fall in value and returns cannot be guaranteed.

The Company, and its directors or employees or associates, do not guarantee the performance of any financial product or investment decision made in reliance on any material in this document. The Company does not accept any loss or liability which may be suffered by a reader of this document.