

ASX Announcement

15 July 2022

Pendal Group Funds under Management (FUM) for the quarter ended 30 June 2022

Sydney, Australia, 15 July 2022 - Pendal Group Limited (ASX: PDL) today announced its funds under management (FUM) for the June quarter at \$111.0 billion.

FUNDS UNDER MANAGEMENT (AUD \$billion)	Mar-22	Flows	3Q22		Jun-22
			Other*	FX	
Australia (excl. Cash)					
Institutional	14.7	(1.5)	(1.5)	0.0	11.7
Wholesale	8.3	0.1	(0.8)	0.0	7.6
Westpac	11.5	(0.2)	(1.0)	0.0	10.3
Total Australia (excl. Cash)	34.5	(1.6)	(3.3)	0.0	29.6
EUKA (Europe, UK & Asia)					
Segregated Mandates	8.9	0.0	(0.6)	0.1	8.4
OEICs	13.4	(0.5)	(1.0)	0.1	12.0
Total EUKA	22.3	(0.5)	(1.6)	0.2	20.4
USA					
JOHCM Segregated Mandates	6.6	(0.3)	(1.0)	0.4	5.7
JOHCM US Pooled Funds	20.2	(1.3)	(4.0)	1.3	16.2
TSW Sub-advisory	16.2	(0.2)	(2.1)	1.2	15.1
TSW Other	14.2	(0.1)	(1.8)	1.0	13.3
Total USA	57.2	(1.9)	(8.9)	3.9	50.3
Total Pendal Group (excl. Cash)	114.0	(4.0)	(13.8)	4.1	100.3
Cash	10.9	(0.2)	0.0	0.0	10.7
Total Pendal Group	124.9	(4.2)	(13.8)	4.1	111.0

*Other includes investment performance, market movement and distributions.

Group CEO Commentary

Pendal Group CEO, Nick Good, said, "During the quarter there have been sustained market challenges. Global equity market volatility increased dramatically with rising inflation worries, ongoing concerns over geopolitical tensions, and fears of economic recession around the world due to aggressive tightening measures by major central banks.

"This has resulted in client caution, which has driven fund redemptions, however flow trends improved in June and there was continued investment from St. James's Place into the Global Opportunities strategy during the period. An additional \$1.3 billion¹ is expected to be funded by St. James's Place in the September quarter.

"As a global fund manager, with differentiated style characteristics, growth-oriented funds were impacted during the period which led to an overall disappointing quarter for fund flows.

¹ Approximately £759.0 million at 30 June 2022. The final funding amount may be impacted by market movements up until the transition date and therefore is subject to change.

“As a result of current market conditions, we remain prudent and flexible in managing costs, focusing on building and strengthening our strategic growth areas. These include the development and expansion of our global distribution capability, the streamlining of the group’s global operating platform and adapting our product offerings to ensure ongoing and future relevance to our clients,” said Mr Good.

Key quarterly movements

- In the US there were outflows in US Pooled Funds, primarily in the International Select strategy (\$1.2 billion) as clients reduced their exposure to growth-oriented international equities. TSW saw outflows in its strategic advisory business, however there were positive flows into value-oriented international equities and multi-asset strategies for the second consecutive quarter
- In EUKA, flows in segregated mandates were flat with positive flows in the Global Opportunities strategy (\$0.3 billion), offset by redemptions in European strategies (\$0.4 billion). In the OEICs, positive flow momentum continued into the Group’s sustainable and impact strategies, while flow pressure persisted in European and UK equities with outflows totalling \$0.7 billion
- In Australia, institutional outflows were primarily in fixed income (\$1.3 billion) which included the closure of the Alternative Duration strategy during the quarter. Despite volatile markets during the period, there were positive flows in the wholesale channel with Australian equities and fixed income in net inflow.

Pendal Australia performance fees of \$5.4 million realised

Pendal Australia’s performance fees for the year ending 30 June 2022 have now been realised, generating \$5.4 million in revenue.

For further information please contact:

Investors

Rachel Cooper
Head of Investor Relations
M: +61 402 132 685
Email: Rachel.cooper@pendalgroup.com

Media

GRACosway
Sarah Craig
Director
M: +61 403 077 478
Email: scraig@gracosway.com.au

This announcement is authorised for release by the Board of Pendal Group Limited.

About Pendal Group Limited

Pendal Group (Pendal) is an independent global investment manager focused on delivering superior investment returns for clients through active management. Pendal manages A\$111.0 billion in FUM (as at 30 June 2022) through J O Hambro, Europe, UK & Asia; JOHCM USA; Pendal Australia; Regnan and Thompson, Siegel & Walmsley (TSW).

Pendal operates a multi-boutique style business across a global marketplace through a meritocratic investment-led culture. Its experienced, long-tenured fund managers have the autonomy to offer a broad range of investment strategies with high conviction based on an investment philosophy that fosters success from a diversity of insights and investment approaches.

Listed on the Australian Securities Exchange since 2007 (ASX: PDL), the company has offices in Sydney, Melbourne, London, Prague, Singapore, New York, Boston, Richmond and Berwyn.

For further information about Pendal Group, please visit <https://www.pendalgroup.com/>