



Investment Objective & Strategy

The aim of the **VIP Conservative Portfolio** is to provide investors with a reliable income stream with the potential for moderate capital growth over the medium to long term from investment within a diversified portfolio heavily weighted to defensive assets and holding some growth assets. The portfolio can consist of 30 – 60 securities and consists of ASX listed securities, Exchange Traded Funds (ETFs), Listed Investment Companies (LICs), Managed Funds, Government and Semi Government Bonds, Term Deposits and Cash.

Portfolio Updates

In April, the Investment Committee made no changes to the composition of the VIP Conservative Portfolio.

Portfolio Facts

Inception Date	31 st August 2011
Asset Class	Multi-Asset
Index Benchmark	Morningstar Conservative
Investment Horizon	5 – 7 Years
Minimum Investment	\$100,000 AUD
Management Fee	0.80%

Portfolio Performance

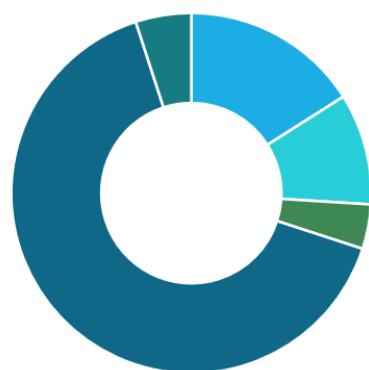
	1 Month	3 Month	6 Month	Y.T.D.	1 Year	3 Year (p.a.)	5 Year (p.a.)	7 Year (p.a.)	Since Inception (p.a.)
Gross Returns	1.26%	1.65%	4.22%	1.98%	8.82%	8.39%	7.92%	7.98%	11.09%
Net Returns	1.19%	1.45%	3.82%	1.96%	8.02%	7.59%	7.12%	7.18%	10.29%
Benchmark Returns	0.87%	0.36%	1.63%	0.00%	3.89%	4.77%	4.57%	0.00%	4.71%

VIP Conservative Portfolio – 99.82%

Morningstar Conservative Index – 65.81%

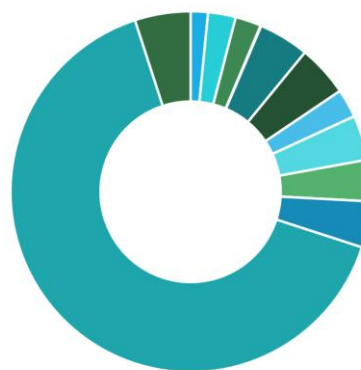


Portfolio Asset Allocation



- Australian Equities - 16%
- International Equities - 10%
- Property Securities - 4%
- Fixed Interest Securities - 65%
- Cash - 5%

Sector Allocation



- Communication Services - 2%
- Consumer Discretionary - 2%
- Consumer Staples - 2%
- Energy - 0%
- Financials - 5%
- Health Care - 5%
- Industrials - 3%
- Information Technology - 4%
- Materials - 4%
- Real Estate - 4%
- Debt Securities - 65%
- Cash - 5%