



### Investment Description

The model provides an actively managed diversified portfolio with a strategic allocation of 30% in growth assets and 70% in defensive assets. The manager uses tactical asset allocation within pre-defined ranges as a key contributor to the manager's investment objective and core philosophy of minimising portfolio volatility.

### Portfolio Updates

Evidence of a slowing in the global economy became more pronounced in May and the market narrative shifted from inflation risks to growth risks. The Reserve Bank of Australia (RBA) hiked rates in May as was widely expected, taking the official cash rate to 0.35%. This was the first-rate hike since 2010. Further rate hikes are expected in coming months following a large 50bps increase in June. The ASX 200 underperformed international peers over May declining by 2.6% while Europe was flat at -0.1% and the U.S. S&P 500 rose 0.2%. as some markets exhibited signs of stabilization after weeks of selling pressure.

### Portfolio Facts

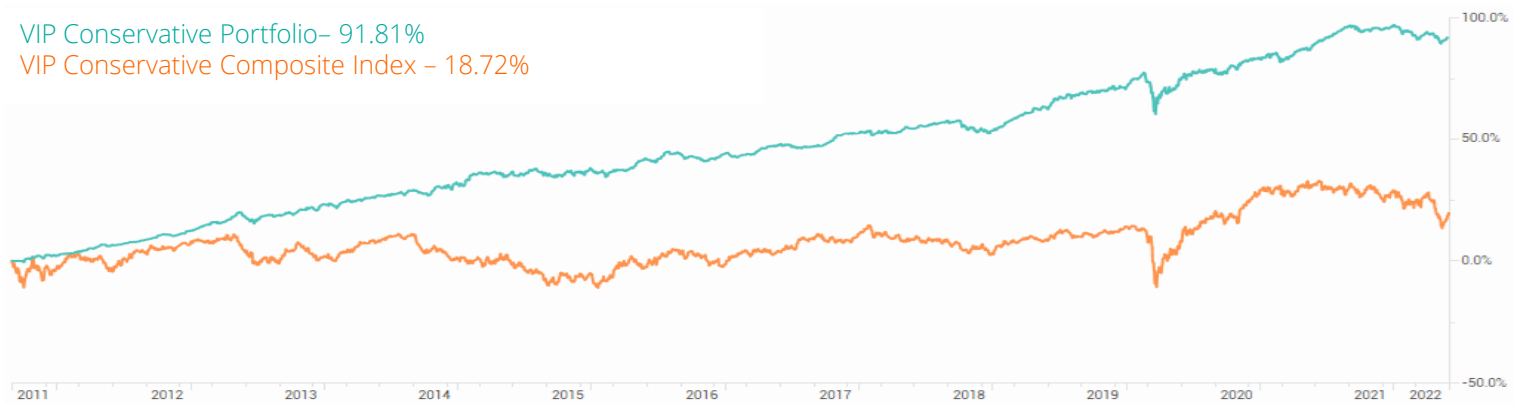
Inception Date	1 <sup>st</sup> August 2021
Asset Class	Multi-Asset
Platform Availability	Premium
Index Benchmark	VIP Conservative Composite Index
Investment Horizon	5 – 7 Years
Suggested Minimum Investment	\$200,000 AUD
Management Fee (Exc. GST)	0.45%

### Portfolio Performance

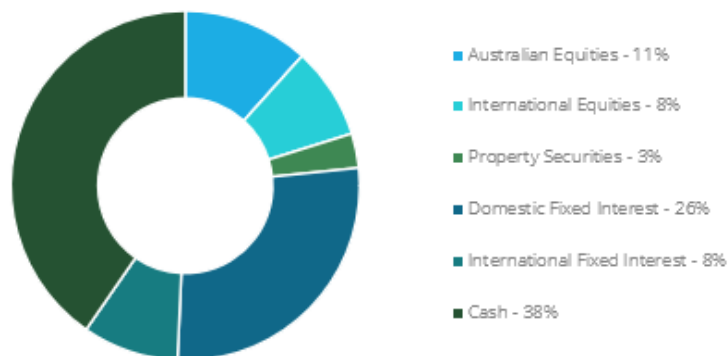
	1 Month	3 Month	6 Month*	Y.T.D.	1 Year*	3 Year (p.a.)*	5 Year (p.a.)*	7 Year (p.a.)*	Inception (p.a.)*
Gross Returns	-0.42%	-0.69%	-1.78%	-2.46%	1.41%	5.59%	5.39%	5.10%	6.25%
Net Returns	-0.46%	-0.80%	-2.01%	-2.65%	0.96%	5.14%	4.94%	4.65%	5.79%
Benchmark Returns	-0.40%	-4.66%	-5.12%	-7.76%	-9.69%	3.02%	2.70%	2.33%	1.61%

\*Returns based on the MDA Class since its inception given the only differences between the two class from a return perspective is the different management fee and relative performance to a different performance benchmark.

VIP Conservative Portfolio – 91.81%  
VIP Conservative Composite Index – 18.72%



### Portfolio Asset Allocation



### Sector Allocation

