



Investment Description

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.

Portfolio Updates

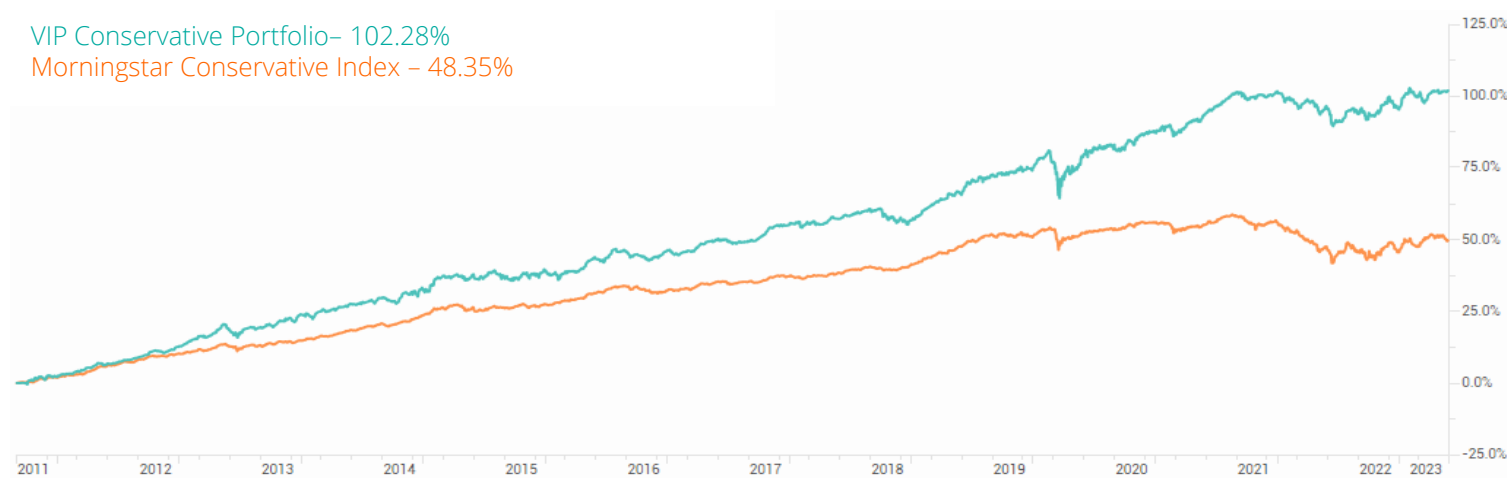
VIP had a very strong 12 months through to June 30 with the Growth Portfolio up 11.3% outperforming its benchmark by 1.4% despite the very conservative positioning of all the VIP portfolios. Over the month of June the portfolios performed more modestly with the Growth Portfolio up 0.88% once again reflecting the ongoing conservative approach and a strong performance from equities.

Portfolio Performance

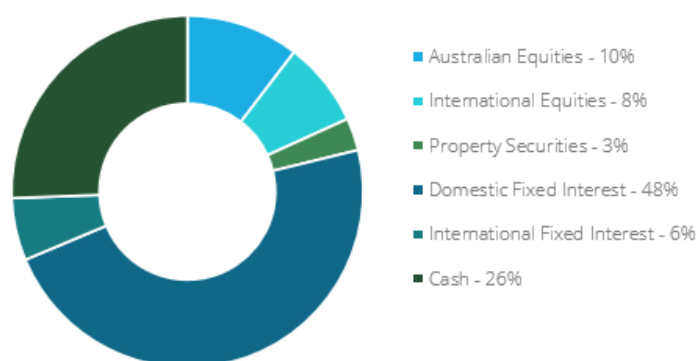
	1 Month	3 Month	6 Month	Y.T.D.	1 Year	3 Year (p.a.)	5 Year (p.a.)	7 Year (p.a.)	Since Inception (p.a.)
Gross Returns	0.37%	0.96%	3.39%	3.39%	6.04%	3.71%	5.04%	5.02%	6.41%
Net Returns	0.30%	0.76%	2.99%	2.99%	5.24%	2.91%	4.24%	4.22%	5.61%
Benchmark Returns	-1.01%	-1.60%	1.99%	1.99%	2.80%	-0.95%	1.28%	1.77%	3.54%

VIP Conservative Portfolio – 102.28%

Morningstar Conservative Index – 48.35%



Portfolio Asset Allocation



Sector Allocation

