



Investment Description

The model provides an actively managed diversified portfolio with a strategic allocation of 80% in growth assets and 20% 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

VIP's Growth Portfolio was down 0.7% for the month of August but remains up 6.7% Y.T.D. This performance has it once again on track to deliver a good result for the year despite its conservative positioning due to the ongoing uncertainty of potential recession and reemergence of inflation. It was our conservative positioning as equities rallied over August which impacted our month, but the reemergence of rising oil prices and the threat this poses to reducing inflation in the US is again of concern globally and supports ongoing conservatism.

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	-0.66%	1.78%	3.14%	6.74%	8.10%	7.01%	6.70%	7.14%	10.20%
Net Returns	-0.71%	1.67%	2.91%	6.59%	7.65%	6.56%	6.25%	6.68%	9.75%
Benchmark Returns	-3.17%	4.58%	2.14%	5.94%	5.03%	4.01%	4.54%	5.21%	5.28%

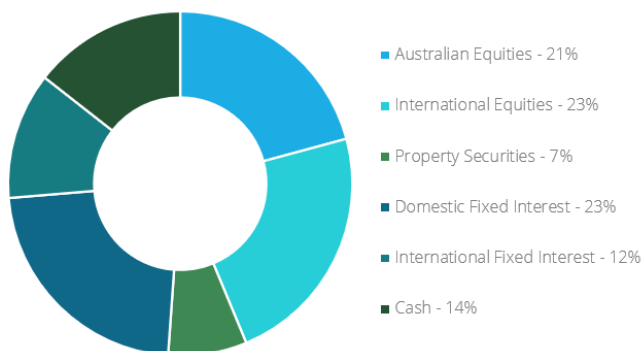
*Returns based on the MDA Class since its inception given the only differences between the two class from a return perspective is the different management fee and relative performance to a different performance benchmark.

VIP Growth Portfolio – 205.54%

VIP Growth Composite Index – 80.69%



Portfolio Asset Allocation



Sector Allocation

