



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

Over the month of December, the US Fed delivered a 25bps cut but revised forward guidance signalled limited further easing, pushing long-end yields higher, weighing on global equities, while the RBA held rates and Australian markets were mixed resulting in VIP's Conservative portfolio returning 0.05%

Portfolio Facts

Inception Date	31 st August 2011
Asset Class	Multi-Asset
Platform Availability	Xplore Wealth
Index Benchmark	Morningstar Conservative Index
Investment Horizon	5 – 7 Years
Suggested Minimum Investment	\$250,000 AUD
Management Fee (Exc. GST)	0.80%

Portfolio Performance

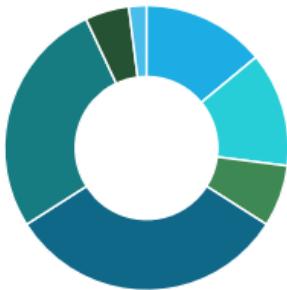
	1 Month	3 Month	6 Month	Y.T.D.	1 Year	3 Year (p.a.)	5 Year (p.a.)	7 Year (p.a.)	Since Inception (p.a.)
Gross Returns	0.05%	0.43%	3.67%	7.46%	7.46%	7.73%	5.50%	6.54%	6.44%
Net Returns	-0.02%	0.23%	3.27%	7.46%	6.66%	6.93%	4.70%	5.74%	5.64%
Benchmark Returns	-0.18%	-0.37%	0.65%	4.17%	4.17%	4.70%	1.41%	2.58%	3.64%

VIP Conservative Portfolio – 144.64%

Morningstar Conservative Index – 66.96%



Portfolio Asset Allocation



- Australian Equities - 14%
- International Equities - 13%
- Property Securities - 7%
- Domestic Fixed Interest - 32%
- International Fixed Interest - 27%
- Cash - 5%
- Alternative - 2%

Sector Allocation



- Communication Services - 1%
- Consumer Discretionary - 1%
- Consumer Staples - 1%
- Financials - 4%
- Health Care - 1%
- Industrials - 2%
- Information Technology - 3%
- Materials - 1%
- Real Estate - 7%
- Domestic Fixed Interest - 32%
- International Fixed Interest - 27%
- Cash - 5%
- Alternative - 2%