



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

April saw markets recover from March's risk-off move, although the US-Iran conflict continued to keep oil prices elevated, flowing through to inflation concerns, sticky bond yields and reduced expectations for near-term rate cuts. Australian equities were positive over the month, however healthcare weakness, led by Cochlear's sharp downgrade-driven fall, weighed on parts of the local market. Against this backdrop, the Conservative Portfolio returned 1.28% gross versus the benchmark's 1.36%, with the Alternative cash allocation reflecting a deliberate focus on managing downside risk and preserving flexibility through a still-uncertain inflation and recession-risk environment.

Portfolio Facts

Inception Date	1 st August 2021
Asset Class	Multi-Asset
Platform Availability	Praemium
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.)	Since Inception (p.a.)
Gross Returns	1.28%	-2.68%	-1.66%	-1.67%	5.10%	5.99%	4.69%	5.66%	6.17%
Net Returns	1.24%	-2.80%	-1.89%	-1.82%	4.65%	5.53%	4.24%	5.21%	5.71%
Benchmark Returns	1.36%	-0.40%	-1.08%	-0.39%	4.27%	5.66%	3.56%	4.05%	5.57%

*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 – 140.57%
Morningstar Conservative Index – 121.42%



Portfolio Asset Allocation

Sector Allocation

