



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

Building on July's momentum, VIP's investment strategy continued to deliver strong relative performance through August. Australian equities returned 6.97%, significantly outperforming the ASX 200's 1.54%, while the Conservative Portfolio returned 0.85%, outperforming its benchmark by 84 bps. The result reflects the benefits of remaining disciplined and true to our investment strategy through the earlier period of underperformance, with recent performance materially recovering lost ground and reinforcing our long-term investment approach.

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	0.85%	1.66%	-0.80%	0.90%	2.27%	6.51%	4.17%	5.33%	6.19%
Net Returns	0.81%	1.55%	-1.03%	0.60%	1.82%	6.06%	3.72%	4.88%	5.73%
Benchmark Returns	0.01%	0.93%	1.08%	2.03%	2.25%	6.25%	3.14%	3.72%	5.61%

*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 – 146.04%
Morningstar Conservative Index – 126.78%

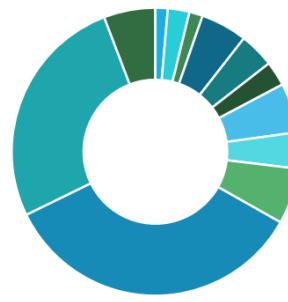


Portfolio Asset Allocation



- Australian Equities - 13%
- International Equities - 16%
- Property Securities - 6%
- Domestic Fixed Interest - 33%
- International Fixed Interest - 25%
- Cash - 6%
- Alternative - 0%

Sector Allocation



- Communication Services - 1%
- Consumer Discretionary - 2%
- Consumer Staples - 1%
- Financials - 5%
- Health Care - 4%
- Industrials - 3%
- Information Technology - 5%
- Materials - 4%
- Real Estate - 6%
- Domestic Fixed Interest - 33%
- International Fixed Interest - 25%
- Cash - 6%
- Alternative - 0%