

# High Growth Plus Managed Account Portfolio

# 052017

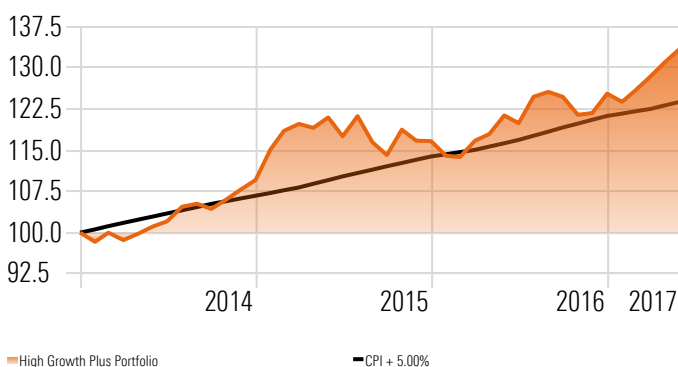
## Monthly Performance Update

All data and information as at Portfolio Date: 31/05/2017

**Risk Profile:** High  
**Inception:** 20 December 2013  
**Management Fee:** 0.77%  
**Investment Horizon:** 10 Years

### Investment Growth

Time Period: 01/01/2014 to 31/05/2017



### Investment Objective

To achieve capital growth by investing in a diversified portfolio of predominantly growth asset classes. The portfolio aims to deliver a rate of return that exceeds inflation by at least 5% per annum over 10 year periods.

### Investment Strategy

An actively managed diversified portfolio of securities across both growth asset classes (such as Australian equities, property and global securities) and defensive asset classes (such as cash and fixed interest securities).

In general, the portfolio will have a long term average exposure of around 95% to growth assets and around 5% to defensive assets, however the allocations will be actively managed within the allowable ranges depending on market conditions. The portfolio is designed for investors whose main objective is to accumulate assets by targeting capital growth over the long term.

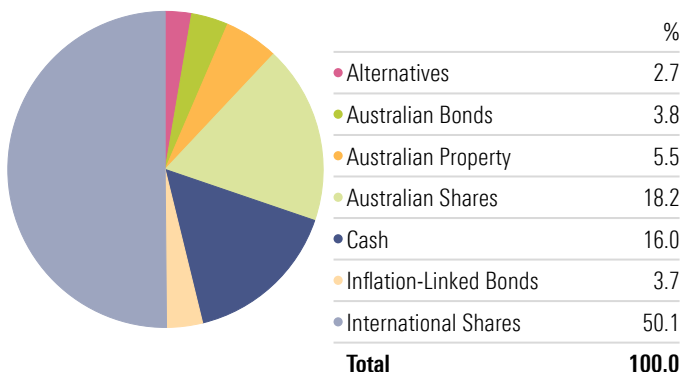
### Trailing Returns

	1 Mth	3 Mth	6 Mth	1 Year	2 Year (% p.a)	3 Year (% p.a)	Incp (% p.a)
High Growth Plus	1.87	5.99	9.60	9.99	5.04	9.69	8.81
CPI + 5.00%	0.53	1.41	2.71	6.48	6.30	6.35	6.45

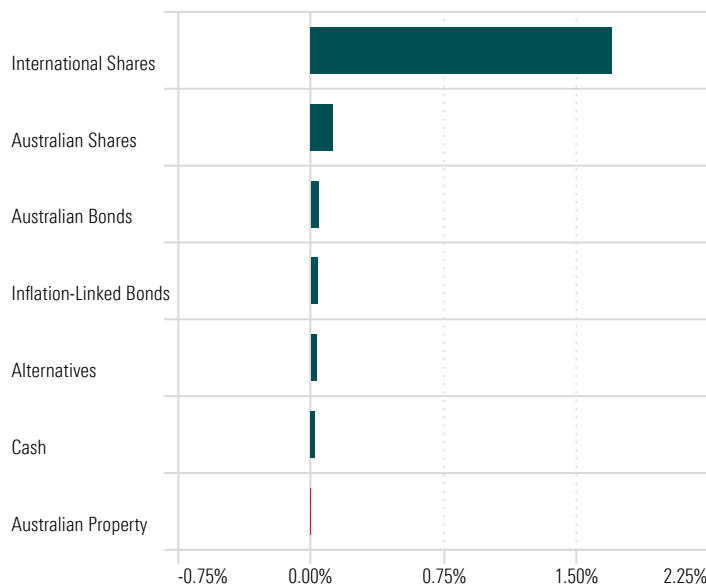
### Risk Since Inception

	Std Dev	Max Drawdown	Sharpe Ratio
High Growth Plus Portfolio	7.17	-6.13	0.91

### Asset Allocation



### Asset Class Contribution Over the Month



1) Management fees can be negotiated and may be less than the standard management fee. The portfolio may include exchange traded funds which charge management fees and these are an additional cost to individual investors and impact their return. 2) Investment performance is before tax and after the standard management fee of 0.77% (inclusive of GST). Investment performance represents modelled performance only and assumes income received is reinvested. An individual investor's performance will differ from the modelled performance depending on factors such as transaction timing, actual management fees, whether income is paid and any divergence from model portfolio weightings. 3) The CPI was not available for the current period at the time of creation. CPI for the same period of previous year has been used as a proxy for the current period. Please note the actual CPI for the current quarter will differ to the proxy used.



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**Portfolio Holdings**

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	<b>Asset Class Name</b>	<b>Portfolio Weighting %</b>
Morningstar Intl Shares Fund Hedged	International Shares	10.90
Cash Account	Cash	10.45
iShares Europe (AU)	International Shares	9.15
iShares MSCI Emerging Markets (AU)	International Shares	7.85
Morningstar Intl Shares Fund Unhedged	International Shares	5.77
iShares MSCI Japan (AU)	International Shares	5.63
BetaShares High Int Cash	Cash	5.19
iShares Core Composite Bond (AU)	Australian Bonds	3.70
iShares Government Inflation (AU)	Inflation-Linked Bonds	3.61
iShares Global Healthcare (AU)	International Shares	2.90
iShares MSCI South Korea Capped (AU)	International Shares	2.77
Morningstar Diversified Alternatives Fund	Alternatives	2.64
iShares MSCI Taiwan (AU)	International Shares	2.33
BetaShares British Pound ETF	International Shares	1.87
GPT Group	Australian Property	1.71
Brambles Ltd	Australian Shares	1.19
Fairfax Media Ltd	Australian Shares	1.15
Crown Resorts Ltd	Australian Shares	1.12
QBE Insurance Group Ltd	Australian Shares	1.09
Telstra Corp Ltd	Australian Shares	1.07
Sonic Healthcare Ltd	Australian Shares	1.03
Goodman Group	Australian Property	1.02
Perpetual Ltd	Australian Shares	1.01
ResMed Inc DR	Australian Shares	1.01
Scentre Group	Australian Property	1.00
Spark New Zealand Ltd	Australian Shares	1.00
Dexus	Australian Property	0.97
Ansell Ltd	Australian Shares	0.96
Coca-Cola Amatil Ltd	Australian Shares	0.96
SkyCity Entertainment Group Ltd	Australian Shares	0.94
Woolworths Ltd	Australian Shares	0.89
AMP Ltd	Australian Shares	0.83
Virtus Health Ltd	Australian Shares	0.74
Westfield Corp	Australian Property	0.72
Air New Zealand Ltd	Australian Shares	0.65
Platinum Asset Management Ltd	Australian Shares	0.55
Super Retail Group Ltd	Australian Shares	0.49
GWA Group Ltd	Australian Shares	0.45
Pact Group Holdings Ltd	Australian Shares	0.38
Sky Network Television Ltd	Australian Shares	0.37

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**About Morningstar**

Morningstar is a leading provider of asset allocation, portfolio construction and investment research services with over 35 years' experience in the United States, Australia and other international markets. Morningstar advises and manages funds for superannuation funds, institutions, platform distributors, financial advisers and individuals.

Morningstar's disciplined investment approach delivers independent, cost effective and holistic solutions for our clients – helping them reach their financial goals. This long-term, valuation driven approach is underpinned by an emphasis on preserving capital and undertaking comprehensive fundamental analysis of global asset classes and securities.

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**We put investors first.** We believe the firms that put investors first win in the long term because their investors win.

Since 1984, Morningstar, Inc. has been helping investors reach their financial goals. Our fiduciary duty to our principals is paramount.

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**We're independent-minded.** To deliver results, we think it's necessary to invest with conviction, even when it means standing apart from the crowd.

Our research shows that making decisions based on fundamental analysis, rather than short-term factors and sentiment, delivers better long-term investment results.

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**We invest for the long term.** Taking a patient, long-term view helps people ride out the market's ups and downs and take advantage of opportunities when they arise.

Investing with a multi decade horizon aligns with investors focus on increasing their purchasing power over their lifetimes.

The long term is the only period where fundamental, valuation driven investing works.

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**We're valuation-driven investors.** Anchoring decisions to an investment's fair value—or what it's really worth—can lead to greater potential for returns.

Valuation-driven investing through a long-term focus on the difference between price and intrinsic value enables investors to get more than they're paying for.

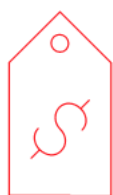
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**We take a fundamental approach.** Powerful research is behind each decision we hold, and we understand what drives each investment we analyse.

Fundamental investing incorporates a focus on the future earnings of an investment and not its prospective price change.

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**We strive to minimise costs.** Controlling costs helps investors build wealth by keeping more of what they earn.

Investment returns are uncertain, but costs are not.

Lower costs allow investors to keep more of their returns.

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**We build portfolios holistically.** To help manage risk and deliver better returns, truly diversified portfolios combine investments with different underlying drivers.

Portfolios should be more than the sum of their parts.

True diversification can have a powerful impact on a portfolio's risk-adjusted returns – but simply holding more investments isn't the same as true diversification.