Morningstar Balanced Real Return Fund

Monthly Performance Update

Risk Profile: Medium
Inception: 1 January 2010*
Management Fees and Costs**: Up to 0.52%***
Performance Fees: 0.01%***
**Transaction Costs**: 0.00%***
Buy-Sell Spread: 0.10%/0.06%
Investment Horizon: 5 Years

Investment Objective

Aims to earn a rate of return that exceeds inflation**** by at least 2.5% p.a. over rolling 5-year periods.

Investment Strategy

An actively managed multi-asset Fund with a long-term average exposure of around 50% growth assets such as shares, property and infrastructure, and around 50% defensive assets such as cash and fixed interest. The Fund will be invested dynamically across managed funds, direct securities, exchange traded funds, foreign exchange contracts, and/or derivatives. The Fund aims to deliver real returns whilst preserving capital over the targeted investment horizon.
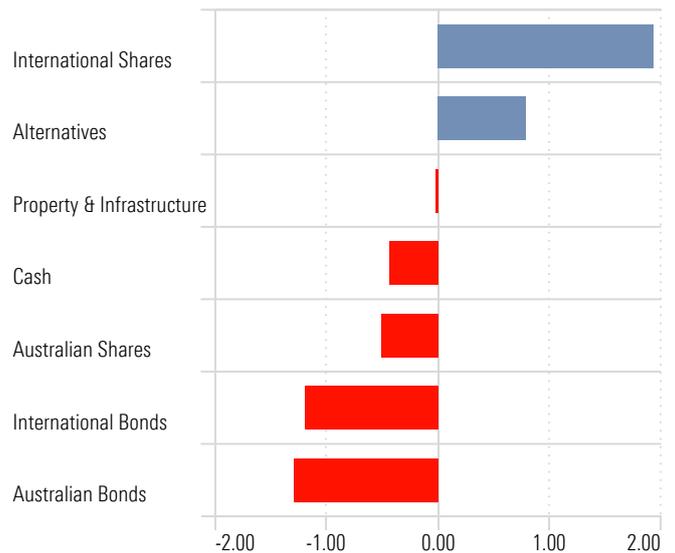

Legend: Fund (post-fee)^ — CPI + 2.50%
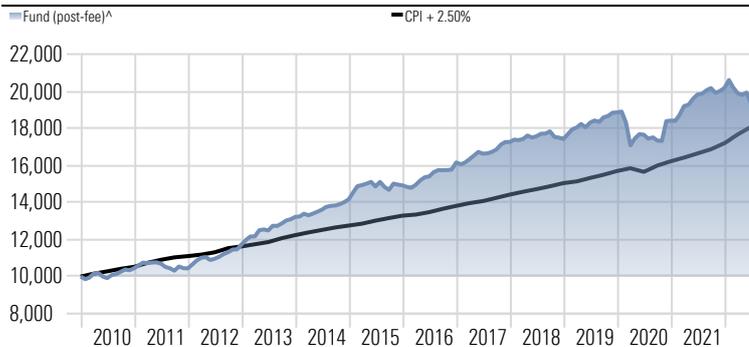
Past performance is not a reliable indicator of future performance.
Returns over 12 months are annualised.

How the investment portfolio has performed

	10yr (% p.a)	7yr (% p.a)	5yr (% p.a)	3yr (% p.a)	1yr (%)	3mth (%)	1mth (%)	Since inception (% p.a)
Fund (post-fee)^	5.97	3.91	3.48	2.36	-0.54	-0.21	2.09	5.56
CPI + 2.50%^^	4.82	4.87	5.22	5.82	9.00	2.36	0.78	4.89

Risk Since Inception

	Std Dev	Max Drawdown	Sharpe Ratio
Fund	4.64	-9.65	0.70

Month-end Asset Allocation

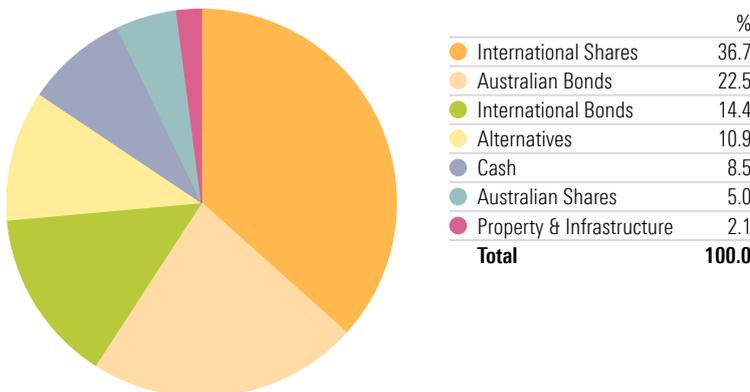|	%
International Shares	36.7
Australian Bonds	22.5
International Bonds	14.4
Alternatives	10.9
Cash	8.5
Australian Shares	5.0
Property & Infrastructure	2.1
Total	**100.0**

Asset Class Contribution Over the Year

This chart shows how the individual parts of the portfolio contributed (before fees) to investment performance over the past year. A monthly buy/hold methodology has been used and therefore the sum of the asset class returns in this chart would not necessarily equal to the total performance of the Fund.

*The Fund's inception date used is 1 January 2010, the start of the full implementation of the Valuation Driven asset allocation process.
**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. This and any other excluded indirect costs incurred by the portfolio is captured within 'Management Fees and Costs' above.
***All fees and costs are estimates for the 2021/22 financial year and expressed as a percentage of net asset value of the Fund excluding accrued fees.
****Inflation is an increase in the level of prices of the goods and services that households buy, which is measured by the Consumer Price Index.
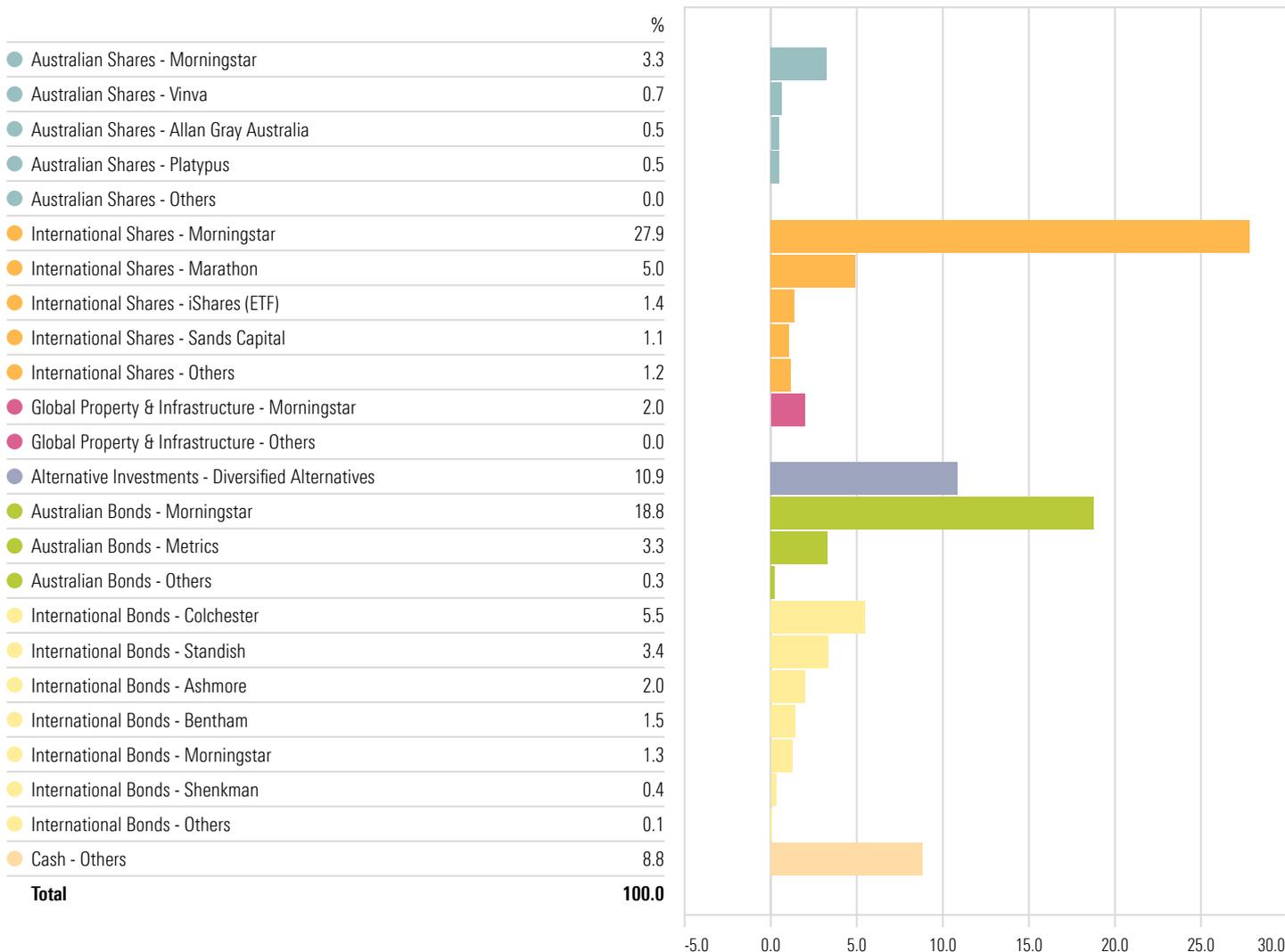^Investment performance is before tax and after the standard management fee (inclusive of GST).
^^The CPI was not available for the current period at the time of creation. CPI for the same period of previous year has been used as a proxy for the current period. Please note the actual CPI for the current quarter will differ to the proxy used.

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Information about who manages the fund

Fund Holdings

Portfolio Date: 31/07/2022

	%
● Australian Shares - Morningstar	3.3
● Australian Shares - Vinva	0.7
● Australian Shares - Allan Gray Australia	0.5
● Australian Shares - Platypus	0.5
● Australian Shares - Others	0.0
● International Shares - Morningstar	27.9
● International Shares - Marathon	5.0
● International Shares - iShares (ETF)	1.4
● International Shares - Sands Capital	1.1
● International Shares - Others	1.2
● Global Property & Infrastructure - Morningstar	2.0
● Global Property & Infrastructure - Others	0.0
● Alternative Investments - Diversified Alternatives	10.9
● Australian Bonds - Morningstar	18.8
● Australian Bonds - Metrics	3.3
● Australian Bonds - Others	0.3
● International Bonds - Colchester	5.5
● International Bonds - Standish	3.4
● International Bonds - Ashmore	2.0
● International Bonds - Bentham	1.5
● International Bonds - Morningstar	1.3
● International Bonds - Shenkman	0.4
● International Bonds - Others	0.1
● Cash - Others	8.8
Total	**100.0**

*Others can include futures, liquidity and transition cash, other exchange traded funds and direct stocks. Further information on the underlying holdings of the fund is available by contacting your financial adviser or Morningstar.

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