

# Australian Shares Core Managed Account Portfolio

# 082018

## Monthly Performance Update

All data and information as at Portfolio Date: 31/08/2018

**Risk Profile:** High  
**Inception:** 31 July 2004  
**Management Fee:** 0.65%  
**Investment Horizon:** 7 Years

### Investment Growth

Time Period: 1/07/2004 to 31/08/2018



### Trailing Returns

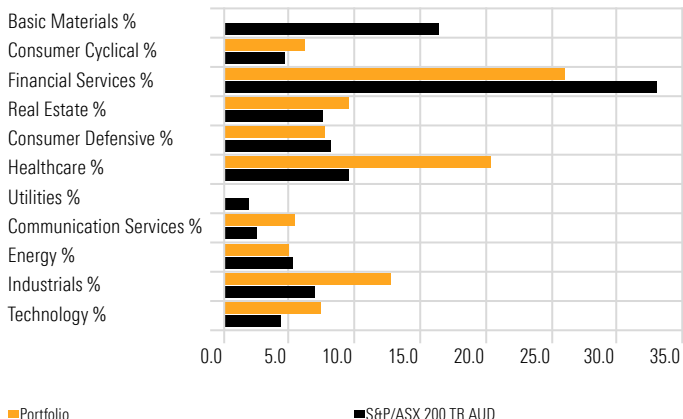
	10yr (% p.a)	5yr (% p.a)	3yr (% p.a)	1yr	3mth	1mth	Incp (% p.a)
Portfolio	6.19	5.44	8.95	13.24	7.13	3.51	7.76
S&P/ASX 200 TR AUD	6.77	8.94	11.46	15.40	6.19	1.42	8.88

Past performance is not a reliable indicator of future performance. Returns over 12 months are annualised.

### Risk Since Inception

	Std Dev	Max Drawdown	Beta
Portfolio	13.21	-48.58	0.95
S&P/ASX 200 TR AUD	12.96	-47.18	1.00

### Sector Exposure



#### Notes:

- 1) Management fees can be negotiated and may be less than the standard management fee.
- 2) Investment performance is before tax and after the standard management fee of 0.65% (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.

### Investment Objective

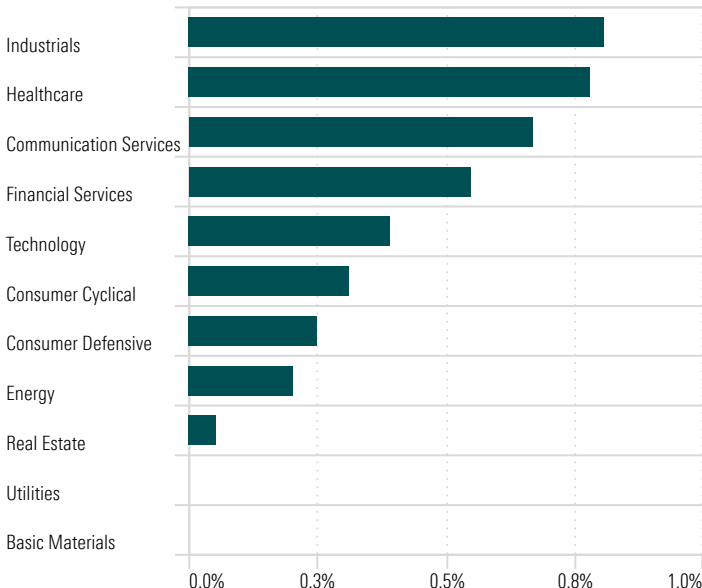
The Morningstar Australian Shares Core Portfolio aims to provide investors with greater risk-adjusted returns relative to the S&P/ASX 200 Accumulation Index over a complete cycle.

### Investment Strategy

The portfolio is actively managed and concentrated, consisting of ASX-listed stocks covered by Morningstar's large Equity Research team. Morningstar focusses portfolio exposure on companies with competitive advantages, a market price offering margin of safety, a sustainable dividend yield, and franking credits. This combination of factors helps to preserve capital and reduce volatility in various market environments.

Portfolio turnover is modest to minimise costs and further support after-tax performance. Morningstar Equity Research analysts' ratings, such as Fair Value Estimate, Economic Moat, and Valuation Uncertainty, are important inputs to the portfolio construction process. Total return will tend to be driven by both capital appreciation and dividend yield with the mix dependent on the opportunities available.

### Sector Contribution Over the Month



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**Portfolio Holdings**

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	<b>Morningstar Sector</b>	<b>Portfolio Weighting %</b>
Cash Account	—	11.732
QBE Insurance Group Ltd	Financial Services	5.855
Crown Resorts Ltd	Consumer Cyclical	5.395
Healthscope Ltd	Healthcare	5.110
ResMed Inc DR	Healthcare	5.040
Medibank Private Ltd	Financial Services	4.833
Telstra Corp Ltd	Communication Services	4.796
Brambles Ltd	Industrials	4.656
National Australia Bank Ltd	Financial Services	4.501
Carsales.com Ltd	Technology	4.434
Woodside Petroleum Ltd	Energy	4.304
Westpac Banking Corp	Financial Services	4.297
Sydney Airport	Industrials	4.156
CSL Ltd	Healthcare	3.936
Coca-Cola Amatil Ltd	Consumer Defensive	3.487
Link Administration Holdings Ltd	Financial Services	3.441
Wesfarmers Ltd	Consumer Defensive	3.293
Vicinity Centres	Real Estate	3.116
Scentre Group	Real Estate	3.038
Ansell Ltd	Healthcare	2.432
Qube Holdings Ltd	Industrials	2.370
Unibail-Rodamco-Westfield Chess Depository I	Real Estate	2.251
MYOB Group Ltd	Technology	2.011
Ramsay Health Care Ltd	Healthcare	1.494
OneMarket Ltd Ordinary Shares	Technology	0.022

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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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