

Balanced Managed Account Portfolio

072018

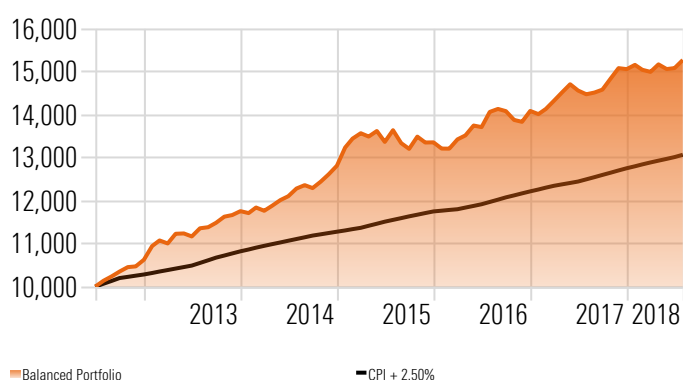
Monthly Performance Update

All data and information as at Portfolio Date: 31/07/2018

Risk Profile: Moderate
Inception: 1 July 2012
Management Fee: 0.61%
Investment Horizon: 5 Years

Investment Growth

Time Period: 1/07/2012 to 31/07/2018



Trailing Returns

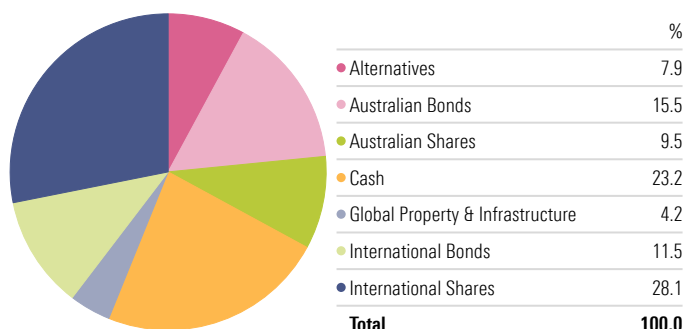
	5yr (% p.a.)	3yr (% p.a.)	1yr	3mth	1mth	Incp (% p.a.)
Portfolio	6.11	3.84	5.51	0.67	1.25	7.21
CPI + 2.50%	4.37	4.20	4.58	1.06	0.41	4.50

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

Risk Since Inception

	Std Dev	Max Drawdown	Sharpe Ratio
Portfolio	3.87	-3.18	1.25

Asset Allocation



Investment Objective

The Morningstar Balanced Portfolio aims to achieve a moderate amount of capital growth along with some income, by investing in a diversified portfolio of growth and defensive assets. The portfolio aims to earn a rate of return that exceeds CPI increases by at least 2.5% per annum over rolling 5 year periods.

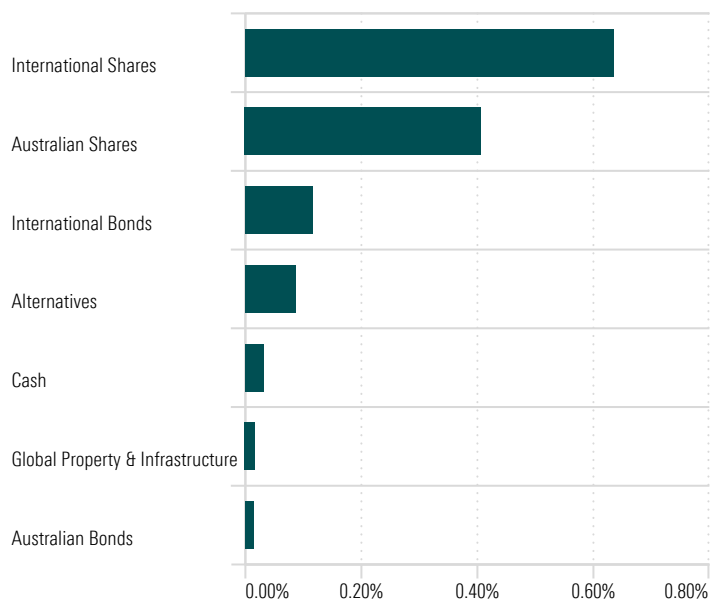
Investment Strategy

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's long term average exposure will be around 50% growth assets and around 50% defensive assets, however the allocations will be actively managed within the allowable ranges depending on market conditions.

The portfolio is designed for investors seeking a diversified portfolio providing both income and capital growth.

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 0.61% (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.

Portfolio Holdings

	Asset Class Name	Portfolio Weighting %
Morningstar Intl Bonds Hedged Fund	International Bonds	11.501
iShares Core Composite Bond ETF	Australian Bonds	11.462
iShares Core Cash ETF	Cash	11.251
Morningstar Intl Shares Fund Hedged	International Shares	8.873
Morningstar Multi Asset Real Return Fund Tr Z	Alternatives	7.893
Cash Account	Cash	7.439
iShares Europe ETF (AU)	International Shares	5.687
BetaShares High Int Cash	Cash	4.513
iShares MSCI Japan ETF (AU)	International Shares	4.493
iShares Government Inflation ETF	Australian Bonds	4.075
iShares MSCI Emerging Markets ETF (AU)	International Shares	3.368
iShares Global Healthcare ETF (AU)	International Shares	3.076
SPDR® Dow Jones Global Real Estate ETF	Global Property & Infrastructure	2.145
Morningstar Australian Shares	Australian Shares	2.050
iShares MSCI South Korea ETF (AU)	International Shares	1.621
Telstra Corp Ltd	Australian Shares	1.079
QBE Insurance Group Ltd	Australian Shares	1.055
Vanguard FTSE Europe Shares ETF	International Shares	1.011
Brambles Ltd	Australian Shares	0.938
Commonwealth Bank of Australia	Australian Shares	0.828
Woodside Petroleum Ltd	Australian Shares	0.819
Sonic Healthcare Ltd	Australian Shares	0.794
GPT Group	Global Property & Infrastructure	0.751
Scentre Group	Global Property & Infrastructure	0.730
Medibank Private Ltd	Australian Shares	0.701
Crown Resorts Ltd	Australian Shares	0.636
Dexus	Global Property & Infrastructure	0.616
Ramsay Health Care Ltd	Australian Shares	0.596

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 objective, 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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