

# Diversified Income Managed Account Portfolio

# 042018

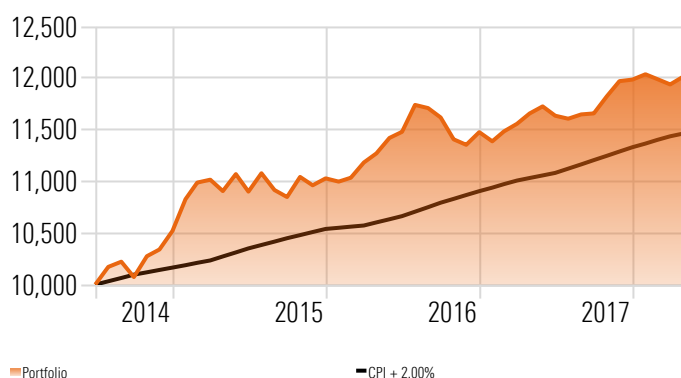
## Monthly Performance Update

All data and information as at Portfolio Date: 30/04/2018

**Risk Profile:** Moderate  
**Inception:** 30 June 2014  
**Management Fee:** 0.61%  
**Investment Horizon:** 4 Years

### Investment Growth

Time Period: 30/06/2014 to 30/04/2018



### Trailing Returns

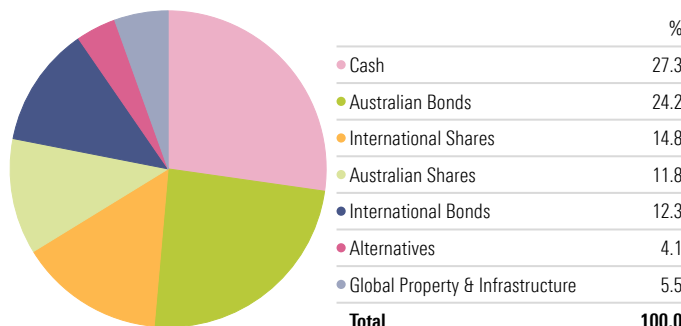
	3yr (% p.a)	1yr	3mth	1mth	Incp (% p.a)
Portfolio	3.28	3.04	-0.21	0.61	4.90
CPI + 2.00%	3.73	3.90	0.85	0.22	3.63

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	3.81	-3.30	0.73

### Asset Allocation



### Investment Objective

The Morningstar Diversified Income Portfolio aims to achieve a consistent level of income at or above prevailing cash levels and the potential for long term capital growth, by investing in a diversified portfolio that has an emphasis on income producing assets. The portfolio aims to earn a rate of return that exceeds CPI increases by at least 2% per annum over rolling 4 year periods, with a consistent level of income at or above prevailing cash levels.

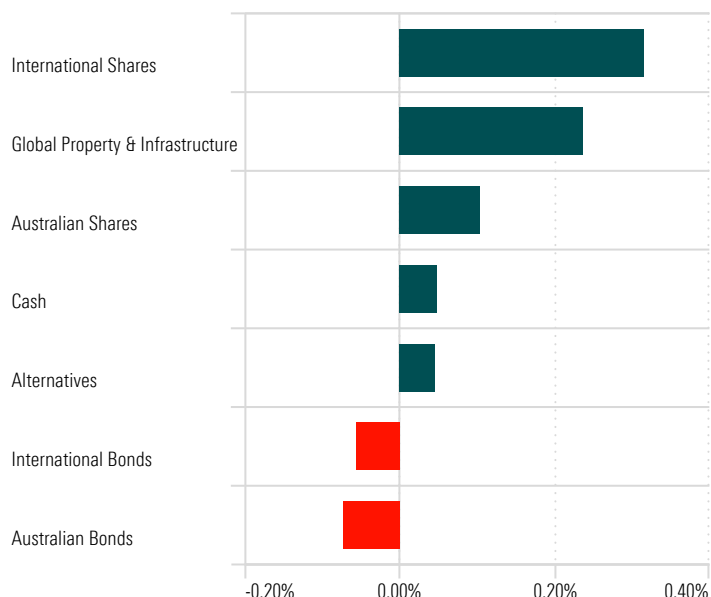
### Investment Strategy

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

In general, the portfolio's long term average exposure will be around 60% income assets and 40% growth assets; however the allocations will be actively managed within the allowable ranges depending on market conditions.

The portfolio is designed for investors seeking a portfolio which provides a consistent income return with potential for long term 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.



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**Portfolio Holdings**

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	<b>Asset Class Name</b>	<b>Portfolio Weighting %</b>
iShares Core Composite Bond ETF	Australian Bonds	17.080
iShares Core Cash ETF	Cash	14.261
Morningstar Intl Bonds Hedged Fund	International Bonds	12.327
BetaShares High Int Cash	Cash	9.003
iShares Government Inflation ETF	Australian Bonds	4.104
Morningstar Multi Asset Real Return Fund Tr Z	Alternatives	4.100
Cash Account	Cash	3.993
Morningstar Intl Shares Fund Hedged	International Shares	3.903
iShares MSCI Emerging Markets ETF (AU)	International Shares	3.795
iShares Global Healthcare ETF (AU)	International Shares	2.996
BetaShares Australian Bank Senior Floating Rate	Australian Bonds	2.968
iShares MSCI Japan ETF (AU)	International Shares	2.134
SPDR® Dow Jones Global Real Estate ETF	Global Property & Infrastructure	2.070
iShares Europe ETF (AU)	International Shares	2.006
Westfield Corp	Global Property & Infrastructure	1.390
Sonic Healthcare Ltd	Australian Shares	1.237
Telstra Corp Ltd	Australian Shares	1.124
Crown Resorts Ltd	Australian Shares	1.093
Coca-Cola Amatil Ltd	Australian Shares	1.048
Commonwealth Bank of Australia	Australian Shares	1.037
Medibank Private Ltd	Australian Shares	1.013
Brambles Ltd	Australian Shares	0.965
Scentre Group	Global Property & Infrastructure	0.894
National Australia Bank Ltd	Australian Shares	0.700
QBE Insurance Group Ltd	Australian Shares	0.693
Wesfarmers Ltd	Australian Shares	0.639
GPT Group	Global Property & Infrastructure	0.600
Westpac Banking Corp	Australian Shares	0.584
Spark New Zealand Ltd	Australian Shares	0.571
AMP Ltd	Australian Shares	0.568
Ramsay Health Care Ltd	Australian Shares	0.565
Vicinity Centres	Global Property & Infrastructure	0.542

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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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