

Morningstar Sustainable Growth Managed Account Portfolio

Sustainability & Performance Update

042022

Portfolio Date: 30/04/2022

| Inception date | Risk Profile | Gro/Def Split | Investment Horizon | Management Fee | Indirect Cost Ratio |
|----------------|----------------|---------------|--------------------|----------------|---------------------|
| 01/02/2022 | Medium to High | 70/30 | 7+ Years | 0.50% p.a. | 0.25% |

An actively managed diversified portfolio of securities across growth asset classes such as Australian equities, property, infrastructure, and global securities; and defensive asset classes, such as cash and fixed interest securities, with ESG considerations being core to the process. In general, the portfolio's long term average exposure will be around 70% growth assets and around 30% defensive assets, however the allocations will be actively managed within the allowable ranges depending on market conditions. The portfolio will avoid exposure to industries such as Oil, Gas, Tobacco, Gaming and Controversial Weapons.

Investment Objective

To achieve capital growth through investing in a diversified portfolio of growth and defensive asset classes with an emphasis on growth assets that takes into account ESG considerations and to provide a return in excess of the benchmark over rolling 7-year periods.

Trailing Returns

| | 1 Yr (%) | 6 Mth(%) | 3 Mth (%) | 1 Mth (%) | Incp. (% p.a.) |
|------------------------|----------|----------|-----------|-----------|----------------|
| Portfolio* | — | — | -1.4 | -1.4 | -1.4 |
| Benchmark** | — | — | -2.1 | -2.6 | -2.1 |
| Sustainability Index** | — | — | -2.0 | -2.0 | -2.0 |

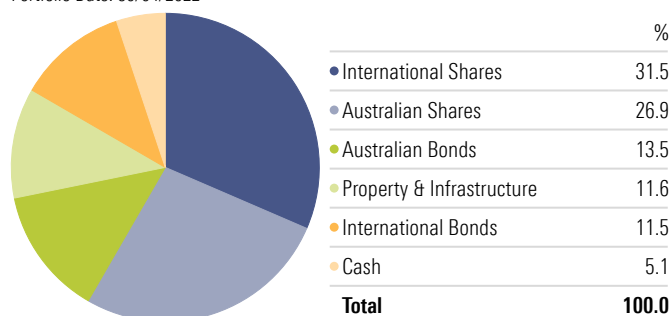
Past performance is not a reliable indicator of future performance.

Returns over 12 months are annualised.

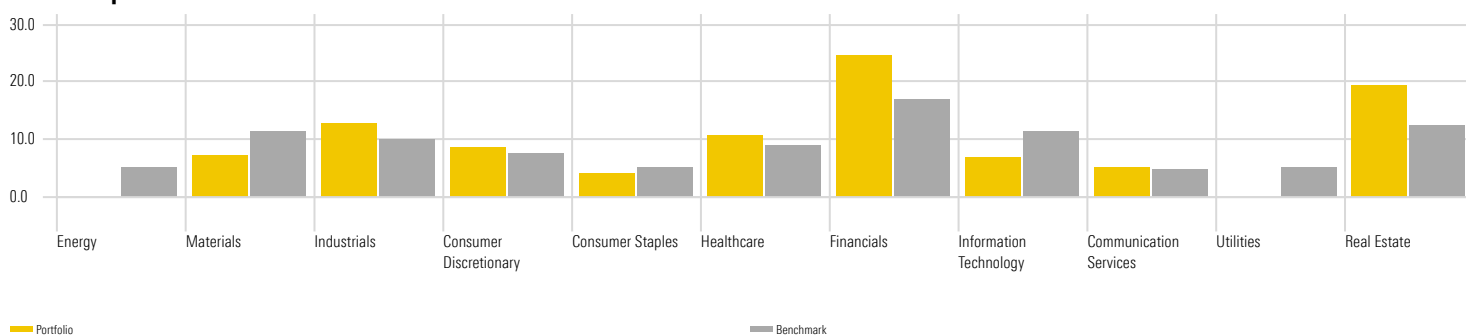
The Sustainability Index is an index that has been constructed using Morningstar Sustainability indices for Australian and international shares. It uses the same asset allocation as the official benchmark and is intended to provide another point of comparison to measure performance.

Portfolio Holdings

Portfolio Date: 30/04/2022



Sector Exposure***



ESG Exclusions

| Exclusion Category | Portfolio (%) | Benchmark (%) |
|------------------------------------|---------------|---------------|
| Oil, Gas & Consumable Fuels**** | 0.0 | 2.4 |
| Tobacco**** | 0.0 | 0.2 |
| Oil & Gas Equipment & Services**** | 0.0 | 0.1 |
| Casinos & Gaming**** | 0.0 | 0.6 |

Note: There is no GICS sector for controversial weapons. Controversial weapons will be excluded where possible using Sustainability data.

*Investment performance is before tax and the post-fee return is after the standard management fee of 0.50% and indirect cost ratio (both are inclusive of GST).

Investment performance is shown from 01/02/2022 and 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. The portfolio may include exchange traded funds which charge management fees and these are an additional cost (captured within the indirect cost ratio above) to individual investors and impact their return.

**Please see page 2 for a breakdown of benchmark and sustainability index components.

***Sector and Industry exposures are measured using the Global Industry Classification Standard (GICS). Each company is classified and assigned a sector/industry according to its principal business activity.

****These classifications use GICS classifications. 'Oil, Gas & Consumable Fuels' and 'Tobacco' are GICS Industries and 'Oil & Gas Equipment & Services' and 'Casinos & Gaming' are GICS Sub-Industries.



Portfolio Holdings

Portfolio Date: 30/04/2022

| | Portfolio Weighting % | ESG Risk Rating Assessment [^] | Morningstar Sustainability Rating ^{TM^^} | Carbon Overall Risk Classification ^{^^^} |
|------------------------------------------------|-----------------------|-----------------------------------------|---------------------------------------------------|---------------------------------------------------|
| Portfolio Weighting % | | | | |
| iShares Treasury ETF | 13.5 | — | ●●●●●● | — |
| Morningstar Australian Shares | 13.0 | — | ●●●●● | — |
| SPDR® Dow Jones Global Real Estt ESG ETF | 11.6 | — | ●●●●● | — |
| VANGUARD INVS AUST ETHICALLY CONSCIOUS GBL AGG | 11.5 | — | ●●●● | — |
| Morningstar International Shrs Actv ETF | 11.1 | — | ●●● | — |
| BETASHARES GLOBAL SUSTAINABILITY LEADE | 9.8 | — | ●●●●●● | — |
| Morningstar Intl Shrs (Unhedged) Fd | 7.2 | — | ●●● | — |
| BetaShares Glb Banks ETF-Ccy Hd | 3.4 | — | ● | — |
| Australian Dollar | 3.1 | — | — | — |
| iShares Core Cash ETF | 2.0 | — | — | — |
| CSL Ltd | 1.8 | ●●●● | — | Low Risk |
| Westpac Banking Corp | 1.7 | ●●●● | — | Low Risk |
| Brambles Ltd | 1.4 | ●●●●● | — | Low Risk |
| Commonwealth Bank of Australia | 1.3 | ●●●● | — | Low Risk |
| Telstra Corp Ltd | 0.9 | ●●●● | — | Medium Risk |
| National Australia Bank Ltd | 0.9 | ●●●● | — | Medium Risk |
| Ramsay Health Care Ltd | 0.9 | ●●●● | — | Medium Risk |
| Transurban Group | 0.8 | ●●●●●● | — | Negligible Risk |
| Macquarie Group Ltd | 0.8 | ●●●● | — | Low Risk |
| Amcor PLC | 0.8 | ●●●●● | — | Medium Risk |
| Australia and New Zealand Banking Group Ltd | 0.8 | ●●●●● | — | Medium Risk |
| Insurance Australia Group Ltd | 0.7 | ●●●●● | — | Low Risk |
| QBE Insurance Group Ltd | 0.6 | ●●●●● | — | Low Risk |
| ResMed Inc DR | 0.6 | ●●●● | — | Low Risk |

Benchmark

| | |
|-------|--------------------------------------------------|
| 26% | S&P/ASX 300 TR |
| 17.6% | MSCI ACWI ex Australia NR |
| 14.4% | MSCI ACWI ex Australia NR (\$A Hdg) |
| 6% | FTSE EPRA Nareit Dev Rental NR (\$A Hdg) |
| 6% | S&P Global Infrastructure NR (\$A Hdg) |
| 14% | Bloomberg AusBond Composite Bond |
| 12% | Bloomberg Barclays Global Aggregate TR (\$A Hdg) |
| 4% | Bloomberg AusBond Bank Bill |

Sustainability Index

| | |
|-------|--------------------------------------------------|
| 26% | Morningstar Australia Sustainability Index |
| 17.6% | Morningstar Global Markets Sustainability Index |
| 14.4% | Morningstar Gbl Mkt Sustain NR (\$A Hdg) |
| 6% | FTSE EPRA Nareit Dev Rental NR (\$A Hdg) |
| 6% | S&P Global Infrastructure NR (\$A Hdg) |
| 14% | Bloomberg AusBond Composite Bond |
| 12% | Bloomberg Barclays Global Aggregate TR (\$A Hdg) |
| 4% | Bloomberg AusBond Bank Bill |

Asset Class

| |
|-----------------------------------|
| Australian Equities |
| International Equities (unhedged) |
| International Equities (hedged) |
| International Property |
| International Infrastructure |
| Australian Fixed Income |
| International Fixed Income |
| Cash |

[^]The ESG Risk Rating measures the magnitude of a company's unmanaged ESG risks. It reflects the degree to which investments are exposed to ESG risks that are not sufficiently managed by companies. A higher number of globes indicates lower ESG Risk. This rating is available for individual stocks only. Click here for more information www.morningstarinvestments.com.au/wp-content/uploads/2022/03/Sustainability-Rating-Methodology.pdf.

^{^^}The Morningstar Sustainability Rating evaluates the relative environmental, social and governance risks of a portfolio based on its Morningstar Global Category. It uses a bottom up assessment of a portfolio's underlying holdings to award a score represented as globes. A higher number of globes indicates lower ESG Risk. This rating is available for Funds only. Click here for more information www.morningstarinvestments.com.au/wp-content/uploads/2022/03/Sustainability-Rating-Methodology.pdf.

^{^^^}The Carbon Risk Classification groups Carbon Risk Scores into categories based on the overall carbon risk (outlined below^x). (0 = Negligible, 0.1-9.99 = Low, 10-34.99 = Medium, 35-59.99 = High, 60+ = Severe). The Carbon Risk Scores are available for individual stocks only.

^xCarbon risk addresses how vulnerable a company is to the transition away from a fossil-fuel-based economy to a lower-carbon economy. Transition risks include policy and legal regulations limiting carbon emissions, pressure on firms to align their strategies with the 2015 Paris Climate Accord's 2-degree scenario, switching costs to new technologies and changing consumer preferences. This rating is based on an assessment of a company's overall carbon exposure and the management of this exposure. It represents the unmanaged carbon exposure that remains after considering the management activities being taken to mitigate it. Click here for more information www.morningstarinvestments.com.au/wp-content/uploads/2022/03/Carbon-Risk-Score.pdf.

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