

Morningstar International Shares (Hedged) Fund

Performance Update | As of 31/01/2024

Risk Profile: High

Inception¹: 1 June 2013

Unit Pricing: Daily

Distributions: Quarterly

Investment Horizon: 5 Years

Management Fees and Cost^{2,3}: Up to 0.39%

Performance Fees³: Nil

Transaction Costs^{3,4}: 0.08%

Buy-Sell Spread: 0.10%/0.14%

Investment Strategy

An actively managed Fund invested in listed international shares with the aim of producing superior long-term total returns relative to the benchmark. To achieve this aim, Morningstar constructs a well-diversified portfolio of companies that exhibit desirable fundamental quality and/or value characteristics, supplemented by a passive currency overlay.

Investment Objective

To achieve meaningful and capital growth over the medium to long term, while minimising the risk of permanent capital loss, by investing predominantly in listed international shares, supplemented by a passive currency overlay.

Risk Since Inception

| | Std Dev | Max Drawdown | Sharpe Ratio |
|-------------------------------------|---------|--------------|--------------|
| Fund | 11.69 | -18.68 | 0.72 |
| MSCI ACWI ex Australia NR (\$A hdg) | 13.43 | -23.43 | 0.57 |

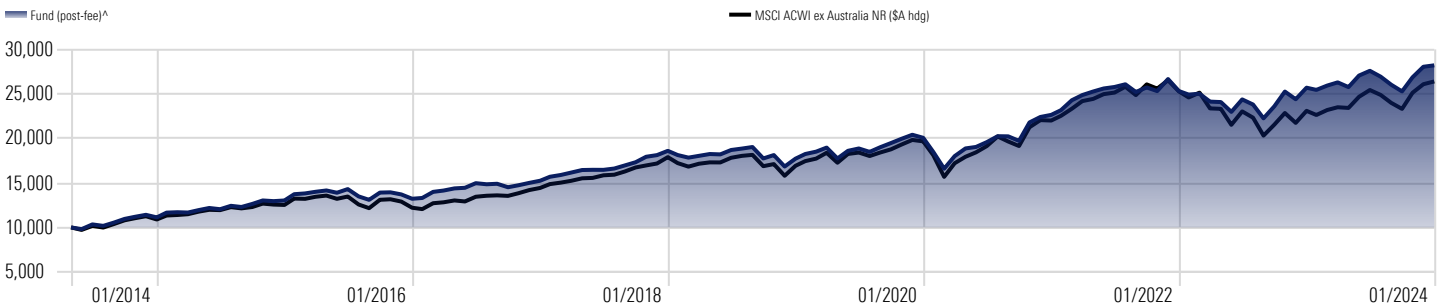
Trailing Returns

| | 1mth (%) | 3mth (%) | 1yr (%) | 3yr (% p.a) | 5yr (% p.a) | Incp (% p.a) |
|-------------------------------------|----------|----------|---------|-------------|-------------|--------------|
| Fund (post-fee) [^] | 0.58 | 11.59 | 9.78 | 7.60 | 9.74 | 10.21 |
| MSCI ACWI ex Australia NR (\$A hdg) | 1.19 | 13.23 | 14.30 | 6.25 | 9.30 | 9.53 |

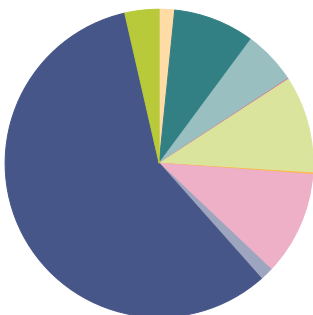
Past performance is not a reliable indicator of future performance.

Returns over 12 months are annualised.

Growth of \$10,000

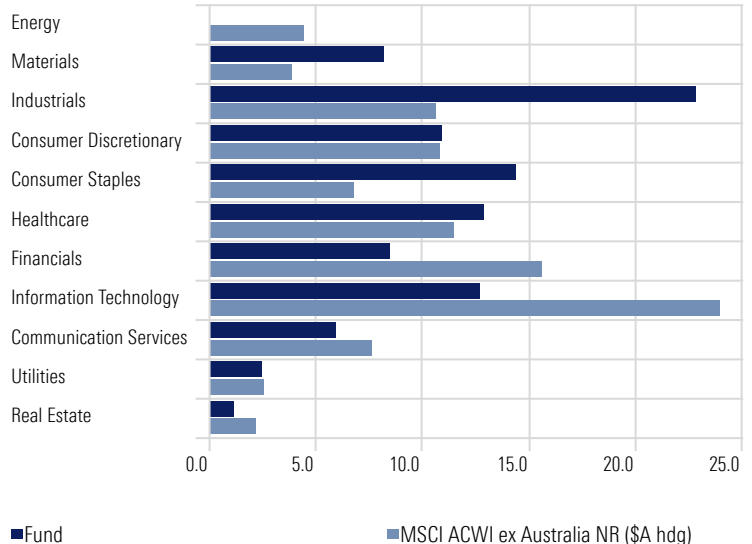


Equity Regional Exposure



| | % |
|--------------------|--------------|
| Africa/Middle East | 1.6 |
| Asia dev | 8.5 |
| Asia emrg | 5.6 |
| Australasia | 0.1 |
| Europe dev | 10.2 |
| Europe emrg | 0.2 |
| Japan | 10.9 |
| Latin America | 1.4 |
| North America | 58.0 |
| United Kingdom | 3.6 |
| Total | 100.0 |

Sector Exposure



¹The inception date used is 1 June 2013, the start of the full implementation of the Fund's strategy.

²The Management Fees and Costs is inclusive of GST (after taking into account Reduced Input Tax Credits). 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 an estimate of any other excluded indirect costs incurred by the portfolio is captured within 'Management Fees and Costs' above.

³All fees and costs are estimates for the 2021/22 financial year and are expressed as a percentage of net asset value of the Fund.

⁴Transaction costs are expressed net of buy/sell spread recovery.

[^]Performance measures are expressed after fees, costs and before taxes. Performance may not sum due to the rounding of individual components.

Top 20 Equity Holdings

| Holding | Code | Exchange Country | Sector | Portfolio Weighting % |
|---|-------|------------------|------------------------|-----------------------|
| Taiwan Secom Co Ltd | 9917 | Taiwan | Industrials | 1.91 |
| Elisa Oyj Class A | ELISA | Finland | Communication Services | 1.43 |
| Petronas Gas Bhd | 6033 | Malaysia | Utilities | 1.39 |
| AutoZone Inc | AZO | United States | Consumer Discretionary | 1.15 |
| Bursa Malaysia Bhd | 1818 | Malaysia | Financials | 1.01 |
| Nestle Malaysia Bhd | 4707 | Malaysia | Consumer Staples | 0.98 |
| Inaba Denkisangyo Co Ltd | 9934 | Japan | Industrials | 0.96 |
| ZENKOKU HOSHO Co Ltd | 7164 | Japan | Financials | 0.92 |
| Frontier Real Estate Investment Corp | 8964 | Japan | Real Estate | 0.84 |
| Taiwan Semiconductor Manufacturing Co Ltd ADR | TSM | United States | Information Technology | 0.76 |
| Amgen Inc | AMGN | United States | Health Care | 0.71 |
| Clorox Co | CLX | United States | Consumer Staples | 0.68 |
| Lennox International Inc | LII | United States | Industrials | 0.66 |
| TTW PCL | TTW-F | Thailand | Utilities | 0.66 |
| Sysco Corp | SYU | United States | Consumer Staples | 0.63 |
| Walmart Inc | WMT | United States | Consumer Staples | 0.62 |
| Cencora Inc | COR | United States | Health Care | 0.60 |
| Air Liquide SA | AI | France | Materials | 0.58 |
| Cummins Inc | CMI | United States | Industrials | 0.58 |
| Jack Henry & Associates Inc | JKHY | United States | Financials | 0.57 |

Morningstar's Investment Principles



We put investors first. We believe the firms that put investors first win in the long term because their investors win. Since 1984, Morningstar, Inc. has been helping investors reach their financial goals. Our fiduciary duty to our principals is paramount.



We're independent-minded. To deliver results, we think it's necessary to invest with conviction, even when it means standing apart from the crowd. Our research shows that making decisions based on fundamental analysis, rather than short-term factors and sentiment, delivers better long-term investment results.



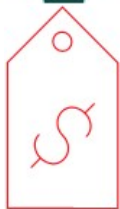
We invest for the long term. Taking a patient, long-term view helps people ride out the market's ups and downs and take advantage of opportunities when they arise. Investing with a multi decade horizon aligns with investors focus on increasing their purchasing power over their lifetimes. The long term is the only period where fundamental, valuation driven investing works.



We're valuation-driven investors. Anchoring decisions to an investment's fair value—or what it's really worth—can lead to greater potential for returns. Valuation-driven investing through a long-term focus on the difference between price and intrinsic value enables investors to get more than they're paying for.



We take a fundamental approach. Powerful research is behind each decision we hold, and we understand what drives each investment we analyse. Fundamental investing incorporates a focus on the future earnings of an investment and not its prospective price change.



We strive to minimise costs. Controlling costs helps investors build wealth by keeping more of what they earn. Investment returns are uncertain, but costs are not. Lower costs allow investors to keep more of their returns.



We build portfolios holistically. To help manage risk and deliver better returns, truly diversified portfolios combine investments with different underlying drivers. Portfolios should be more than the sum of their parts. True diversification can have a powerful impact on a portfolio's risk-adjusted returns – but simply holding more investments isn't the same as true diversification.

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