

MORNINGSTAR MEDALIST CORE

○ Defensive 70%  
● Growth 30%



# Moderate Portfolio



## For Investors

Whose main objective is to maintain stable returns. They are prepared to accept a low to medium risk of capital loss to achieve this objective.

## Key facts of this portfolio

**Performance objective** To deliver outperformance of the asset weighted benchmark over rolling 3-year periods.

**Invested in** Managed Funds; ETFs

**Benchmark** Asset Weighted Benchmark: Is calculated as the SAA multiplied by the relevant asset class benchmark.

**Strategic asset allocation** 70% Defensive assets  
30% Growth assets

**Time horizon** 3 Years

**Fees (including GST)**  
**Investment management fee\*** 0.275% p.a.

**Fees and costs - underlying investments<sup>^</sup>**  
Pre-rebate 0.362% p.a.  
Post-rebate 0.280% p.a.

**Total fee<sup>^</sup>**  
Pre-rebate 0.637% p.a.  
Post-rebate 0.555% p.a.

## Why invest in this portfolio?

To help achieve your financial goals with a diversified portfolio of highly rated fund managers, selected on investment merit and designed to complement each other in a portfolio.



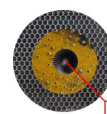
### Global Research & Resources

Access to the global resources and decades of experience of Morningstar's independent research and asset allocation capabilities to access a professionally managed portfolio.



### Benefit of a Managed Account

The managed account structure allows for transparency over the holdings, and investors maintain direct ownership of the underlying funds within the portfolio.



### Efficiency

To spend more time with your client by reducing your compliance and administrative burden, paperwork and delays.

## Who is managing the investment?

By drawing on the combined research, experience and track records of Morningstar Manager Research and Morningstar Investment Management, the portfolio brings together our powerhouses in research, investment data and investment management.

\* Fee includes GST but not Recipient Input Tax Credits (RITC). Depending on the administration platform used to access these portfolios, RITC will be credited to the investor account up to the value of 75% of the GST payable. See the Platform PDS for more information.

<sup>^</sup> Approximate fee including GST but not Recipient Input Tax Credits (RITC). Depending on the administration platform used to access these portfolios, RITC will be credited to the investor account up to the value of 75% of the GST payable. Morningstar look for opportunities to negotiate the use of lower fee share class funds where these are made available to us by fund managers. Some however may not be available depending on your chosen platform and, where these are not available, we have rebate arrangements in place. See the Platform PDS for more information.



## How is the portfolio managed?

We invest your money with the following in mind:

### Long-Term Perspective

The portfolio's strategic asset allocation (SAA) is managed to adapt to changes in market conditions within our long-term investment approach.

### Managed Volatility

Morningstar applies an SAA framework to determine the ideal portfolio construction intended to achieve the return objective over the investment time horizon, with a preference for lower volatility strategies in each asset class.

### Active-Passive Optimisation

We seek to optimise the portfolio's exposure to active and passive managers. We only take the risk of appointing an active manager if we believe we will be adequately rewarded from an expected return perspective. The reward we demand from more volatile asset classes is higher than less volatile ones.

### Cost Effective

Portfolios are continually reviewed, considering the cost versus benefit. Managers are selected and measured over the appropriate time horizon for their strategy, and consistent with Morningstar's principle of investing for the long term.

### Quality

Morningstar's Manager Research team identifies the preferred active strategies in each asset class using their Medalist ratings system. Morningstar's investment team then takes a total portfolio approach to ensure that risk management is a core focus throughout the process.

## Who is Morningstar?

Morningstar Investment Management Australia Limited is part of Morningstar, Inc., a stock exchange listed company (NASDAQ: MORN) with over 9,500 employees across wholly or majority owned subsidiaries in 32 countries. We are a leading provider of investment management, asset allocation, portfolio construction and investment research services with over 35 years' experience; managing and advising on billions of dollars globally. Pension funds, banks, institutions, financial advisers and other investment professionals turn to us for research, analysis and investment solutions.



## To Find Out More

☎ 1800 951 999

✉ [AUAdviserSolutions@morningstar.com](mailto:AUAdviserSolutions@morningstar.com)

🖱 [mstar.me/MedalistsPortfolios](http://mstar.me/MedalistsPortfolios)

For more information on the portfolio including its strategy, fees, product features, benefits and risks, please speak to your adviser.

It is important to understand the risks involved in investing in the portfolio, your tolerance to these risks, and your investment time horizon. For further information about the risks of investing in the portfolio, please refer to the disclosure document.

This report is issued by Morningstar Investment Management Australia Limited (ABN 54 071 808 501, AFS Licence No. 228986) ('Morningstar'). © Copyright of this document is owned by Morningstar and any related bodies corporate that are involved in the report's creation. As such the report, or any part of it, should not be copied, reproduced, scanned or embodied in any other document or distributed to another party without the prior written consent of Morningstar. The information provided is for general use only. In compiling this report, Morningstar has relied on information and data supplied by third parties including information providers. Whilst all reasonable care has been taken to ensure the accuracy of information provided, neither Morningstar nor its third parties accept responsibility for any inaccuracy or for investment decisions or any other actions taken by any person on the basis or context of the information included. Past performance is not a reliable indicator of future performance. Morningstar does not guarantee the performance of any investment or the return of capital. Morningstar warns that (a) Morningstar has not considered any individual person's objectives, financial situation or particular needs, and (b) individuals should seek advice and consider whether the advice is appropriate in light of their goals, objectives and current situation. Refer to our Financial Services Guide (FSG) for more information at [morningstarinvestments.com.au/fsg](http://morningstarinvestments.com.au/fsg). Before making any decision about whether to invest in a financial product, individuals should obtain and consider the disclosure document.