



Ventura Morningstar

All Growth

Managed Account Portfolio

Trade Update

05 2022

All data and information as at 16/05/2022
For Financial Adviser Use Only

VMAPS

Asset Allocation themes¹

Asset class	Change	New AA
Australian Equities	–	34.0%
International Equities	–	53.7%
Property & Infrastructure	–	0.6%
Australian Bonds	–	0.0%
International Bonds	–	0.0%
Alternatives/Other	–	7.7%
Cash	–	3.9%

At a glance

- The portfolio continues to perform relatively well, in a challenging environment. Key behind this has been the performance of **global energy companies**, which have rallied strongly on the back of the surging oil price. Following these gains, we take the opportunity to lock in some profits.
- Elsewhere, concerns around inflation (which has seen expectations around the future level of interest rates rise sharply) have led to falls in global sharemarkets. With this, **global shares** (in aggregate) now represent much better value and we have increased our weighting accordingly.

Growth vs Defensive splits¹

Assets	Change	New Split
Growth	–	92.2%
Defensive	–	7.8%

¹ May not sum to 100.0% due to rounding.
Morningstar Investment Management considers
Alternatives/Other to be 50% Growth / 50%
Defensive assets.

About Morningstar Investment Management Australia

Morningstar Investment Management Australia is a global leader in asset allocation and multi-asset portfolio construction.

Morningstar's long-term, valuation-driven approach is underpinned by an emphasis on preserving capital and undertaking analysis of global asset classes and securities. We invest with the client in mind, delivering holistic and cost-effective investment solutions, helping them to meet their investment goals.

Portfolio action

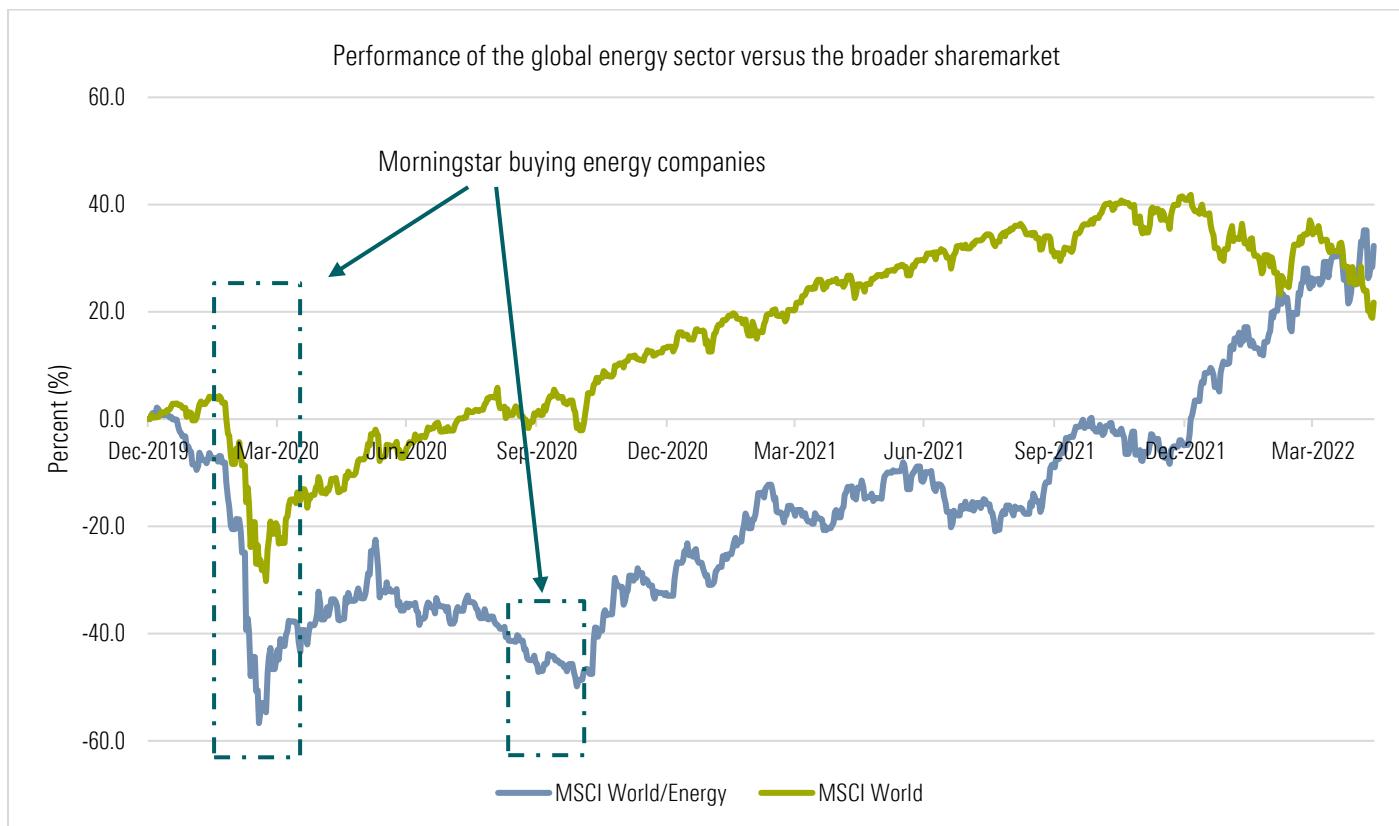
We have reduced our investment in global energy companies in favour of an increased allocation to broad international sharemarkets:

Security	Security/ APIR Code	Current Weighting	New Weighting	Increase / Decrease ²
International Shares		53.7%	53.7%	0.0%
iShares Core MSCI World (Ex Australia) ESG Leaders ETF	IWLD-AU	0.0%	2.0%	2.0%
BetaShares Global Energy Companies ETF (AUD Hedged)	FUEL-AU	4.0%	2.0%	-2.0%

² May not sum due to rounding.

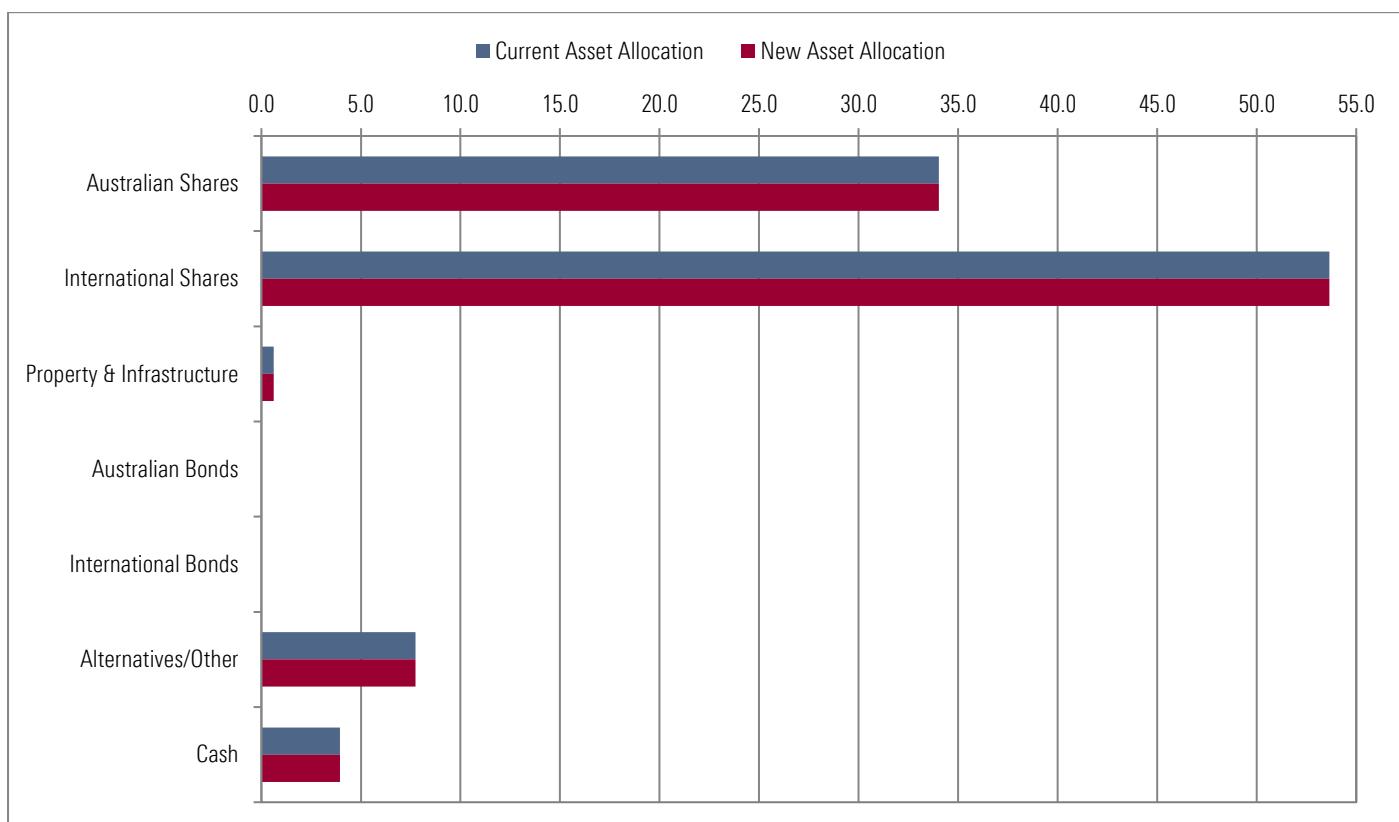
Rationale

Increasing inflation concerns, which have been exacerbated by the Russia/Ukraine conflict, have seen the oil price surge. Indeed, the current price of both Brent & West Texas Intermediate (WTI) Crude Oil (in excess of US\$110/barrel) is around five times the level that each typically traded at during the initial period of COVID-19 uncertainty, barely two years ago. This has flowed through into spectacular performance for the large integrated oil & gas players (such as Shell, BP, Chevron & Exxon), with the global energy sector up a remarkable 42% in 2022 alone. With lower expected future returns now on offer, following this exceptional period, we move to lock in profits. By contrast, broader global sharemarkets are down around 14% year-to-date, with expectations of rising interest rates (in response to soaring inflation and the withdrawal of Central Bank stimulus) impacting investor sentiment. In this regard, the recent weakness means that broad global sharemarkets now represent better value, leading us to increase our investment.



For illustrative purposes only.

Current versus New Asset Allocation



Portfolio Post Changes

Security	Security/APIR Code	GICS Industry Group	New Weighting ³
Australian Equities			
Brambles Limited	BXB-AU	Industrials	2.5%
Westpac Banking Corporation Limited	WBC-AU	Financials	2.1%
CSL Limited	CSL-AU	Pharmaceuticals, Biotechnology & Life Sciences	1.8%
Woodside Petroleum Limited	WPL-AU	Energy	1.8%
Newcrest Mining Limited	NCM-AU	Materials	1.7%
Medibank Private Limited	MPL-AU	Financials	1.5%
Commonwealth Bank of Australia Limited	CBA-AU	Financials	1.5%
Australia & New Zealand Banking Group Limited	ANZ-AU	Financials	1.4%
Insurance Australia Group Limited	IAG-AU	Financials	1.3%
Ramsay Healthcare Limited	RHC-AU	Health Care Equipment & Services	1.1%
Resmed Inc.	RMD-AU	Health Care Equipment & Services	1.1%
Amcor PLC	AMC-AU	Materials	0.9%
QBE Insurance Group Limited	QBE-AU	Financials	0.8%
BHP Group Limited	BHP-AU	Materials	0.7%
Morningstar Australian Shares Fund	INT0002AU		13.8%
International Equities			
Morningstar International Shares Fund	INT0017AU		10.5%
BetaShares FTSE 100 ETF	F100-AU		8.2%
iShares MSCI Japan ETF	IJP-AU		7.7%
Morningstar International Shares Fund (AUD Hedged)	INT0016AU		5.9%
iShares Europe ETF	IEU-AU		4.8%
iShares China Large-Cap ETF	IZZ-AU		3.7%
iShares MSCI South Korea ETF	IKO-AU		2.9%
BetaShares Global Energy Companies ETF (AUD Hedged)	FUEL-AU		2.0%
Vanguard FTSE Emerging Markets Shares ETF	VGE-AU		2.0%
iShares Core MSCI World (Ex Australia) ESG Leaders ETF	IWLD-AU		2.0%
iShares Global Consumer Staples ETF	IXI-AU		1.5%
Morningstar International Shares Active ETF	MSTR-AU		1.3%
Vanguard FTSE Europe Shares ETF	VEQ-AU		1.1%
Property & Infrastructure			
GPT Group	GPT-AU		0.6%
Alternatives/Other			
Morningstar Multi Asset Real Return Fund	INT0011AU		7.7%
Cash			
Platform Cash	CASH_AUD		3.9%
Total			100.0%

³May not sum to 100.0% due to rounding.

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Our investment principles



We put investors first



We're independent-minded



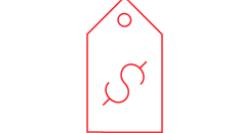
We invest for the long term



We're valuation-driven investors



We take a fundamental approach



We strive to minimise costs



We build portfolios holistically