

IQ PLOUTOS PORTFOLIO TRADE UPDATE

August 2024



Throughout August, Morningstar made changes to the iQ Ploutos portfolios. The changes are designed to reflect Morningstar's best ideas from an asset allocation, manager selection and manager allocation perspective. These changes include rebalancing your portfolio towards the desired asset allocations.

Defensive Portfolio

The summary of the Defensive trades are below:

Security	Portfolio Action
International Equities	
GQG Partners Global Equity Fund – Class A	Increase
Barrow Hanley Global Share Fund – Class A	Increase
Cash	
Platform Cash	Decrease

Moderate Portfolio

The summary of the Moderate trades are below:

Security	Portfolio Action
Australian Equities	
Schroder Wholesale Australian Equity Fund – Class A	Decrease
Solaris Core Australian Equity Fund (Performance Alignment)	Increase
International Equities	
GQG Partners Global Equity Fund – Class A	Increase
Barrow Hanley Global Share Fund – Class A	Increase
MFS Global Equity Trust II (Hedged) – Class A	Decrease
iShares S&P 500 AUD ETF	Decrease
Property and Infrastructure	
Resolution Capital Global Property Securities -Class A	Increase
Cash	
iShares Core Cash ETF	Increase
Platform Cash	Decrease

Balanced Portfolio

The summary of the Balanced trades are below:

Security	Portfolio Action
Australian Equities	
Solaris Core Australian Equity Fund (Performance Alignment)	Increase
Schroders WS Australian Equity Fund – Class A	Decrease
International Equities	
Barrow Hanley Global Share Fund	Increase
GQG Partners Global Equity Fund – Class A	Increase
MFS Global Equity Trust II (Hedged) – Class A	Decrease
iShares S&P 500 AUD ETF	Decrease
Property and Infrastructure	
Resolution Capital Global Property Fund – Class A	Increase
Cash	
Platform Cash	Decrease

Growth Portfolio

The summary of the Growth trades are below:

Security	Portfolio Action
Australian Equities	
Solaris Core Australian Equity Fund (Performance Alignment)	Increase
Schroders WS Australian Equity Fund – Class A	Decrease
International Equities	
Barrow Hanley Global Share Fund	Increase
GQG Partners Global Equity Fund – Class A	Increase
MFS Global Equity Trust II (Hedged) – Class A	Decrease
iShares S&P 500 AUD ETF	Decrease
Alternatives	
Man AHL Alpha (AUD) Class B	Increase
Cash	
Platform Cash	Decrease

High Growth Portfolio

The summary of the High Growth trades are below:

Security	Portfolio Action
Australian Equities	
Solaris Core Australian Equity Fund (Performance Alignment)	Increase
Schroders WS Australian Equity Fund – Class A	Decrease
International Equities	
Barrow Hanley Global Share Fund	Increase
GQG Partners Global Equity Fund – Class A	Increase
MFS Global Equity Trust II (Hedged) – Class A	Decrease
iShares S&P 500 AUD ETF	Decrease
Alternatives	
Man AHL Alpha (AUD) Class B	Increase
Cash	
Platform Cash	Decrease

Rationale

Defensive

Morningstar took advantage of the market volatility to rebalance this portfolio, maintaining close to strategic asset allocation benchmark positioning. The portfolio's International Equities allocations were slightly rebalanced with a small increase to the existing holdings of GQG Partners Global Equity Fund and Barrow Hanley Global share fund. This was funded with portfolio available cash.

Moderate & Balanced

In relation to the Moderate and Balanced portfolio's Morningstar took advantage of the market volatility to rebalance your portfolio, maintaining close to strategic asset allocation benchmark positioning. The portfolio's International Equities allocations were rebalanced, maintaining a small overweight compared to the asset class strategic asset allocation. There were small increases to GQG Partner Global Equity Fund and Barrow Hanley Global Share fund, with slight decreases to MFS Global Equity Trust II (Hedged) fund and the iShares S&P500 AUD ETF. This increased our exposure to a growth manager that is exposed to the part of the market that experienced a brief but significant market pull back and reset the weight allocation to value manager, Barrow Hanley, in the process.

The Australian Equity allocation was essentially rebalanced back to the target asset allocation, maintaining a small underweight compared to the strategic asset allocation. This

was done by increasing the existing position in Solaris Core Australian Equity Fund (Performance Alignment) to a slightly higher target, which was funded from cash and decreasing the holding in Schroders Wholesale Australian Equity Fund. This gives the portfolio broader, market-like exposure to Australian Equities and a reduction in value factor.

Given valuations remain reasonable, we lifted the exposure of Global listed property towards the strategic asset allocation, through an increase in Resolution Capital Global Properties Securities fund.

Portfolio fixed income remains at our preferred strategic asset allocation for Australian and slightly overweight for International fixed income. Yields remain at reasonable levels to provide a balance to portfolio equity risk. There was a small increase to the iShares Core Cash ETF, as a preference for excess cash over platform cash.

Growth & High Growth

In relation to the Growth and High Growth portfolios Morningstar took advantage of the market volatility to rebalance these portfolios, maintaining close to strategic asset allocation benchmark positioning. The portfolio's International Equities allocations were rebalanced, maintaining a small overweight compared to the asset class strategic asset allocation. There were small increases to GQG Partner Global Equity Fund and Barrow Hanley Global Share fund, with slight decreases to MFS Global Equity Trust II (Hedged) fund and the iShares S&P500 AUD ETF. This increased our exposure to a growth manager that is exposed to the part of the market that experienced a brief but significant market pull back and reset the weight allocation to value manager, Barrow Hanley, in the process.

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Following the addition of Man AHL Alpha fund in May, we simply rebalanced back to target allocation following recent market movements.