

# Weinberg Private Moderate Portfolio

## Investment Update

Global markets advanced for the final financial quarter as the vaccine roll-out accelerated worldwide and investor sentiment improved. Solid jobs and economic data, strong corporate earnings results, and US infrastructure spending also contributed to sustained growth over the period. Despite slowed growth in May due to spikes in virus cases, markets rallied over June as investors were enthusiastic and finished on an impressive note. In addition, technology and healthcare stocks reigned, while a boost in energy prevailed as commodities were supported by strong gains for precious and industrial metals, as well as oil.

The Australian market generated impressive quarterly returns and outperformed its global peers as the local economy was encouraged by positive GDP forecasts and was backed by strong labour market data. Market conditions surged in early April as investors rotated to value and cyclical stocks. Continual decreases in the unemployment rate (down to 5.1%) also contributed to a positive environment for domestic equities, while the Reserve Bank of Australia (RBA) moved to a more flexible quantitative easing program. A slowed vaccination program and renewed lockdowns in some states contributed to eased consumer sentiment after having reached 11-year highs. While technology stocks came out on top over the quarter, the sector struggled over May as the market momentarily rotated to value stocks. Traditionally defensive consumer discretionary stocks also outperformed for the quarter, and all sectors on a 12-month basis.

As economic activity rebounded, bond yields declined over the quarter as investors sought out riskier assets and inflation expectations continued to grow. Despite the overall decline, short-term government bond yields fared better than 10-year sovereign rates this quarter in response to greater certainty from the central banks. Central banks across the world mostly held cash rates steady over the quarter and extended their accommodative monetary policies. The Federal Reserve indicated a rise in interest rates earlier than expected, while the RBA announced a continuation of the quantitative easing strategy beyond September 2021 (purchasing government bonds).

## Market Indicators

Market	End of Quarter Value	Quarter Change	12 Month Change
<b>Australian Shares</b>			
All Ordinaries Index	7,585.00	8.09%	26.39%
S&P/ASX 200	7,313.00	7.69%	23.99%
<b>Commodities</b>			
US\$ Gold Price	1,765.43	3.56%	-1.02%
US\$ Iron Ore Price	215.50	30.61%	112.32%
US\$ Oil Price – W Texas Crude	73.62	24.44%	87.47%
<b>Exchange Rates</b>			
AUD / EUR	0.63	-2.66%	3.42%
AUD / GBP	0.54	-1.97%	-2.81%
AUD / JPY	83.07	-1.44%	12.35%
AUD / USD	0.75	-1.10%	9.54%
<b>Interest Rate</b>			
10 Year Bond Rate (%)	1.52	-0.29%	0.64%
Overnight Cash Rate (%)	0.10	0.00%	-0.15%
<b>Property</b>			
ASX 300 Property Index	1,553.54	9.20%	28.99%
<b>Regional Shares</b>			
Dow Jones Industrials (US)	34,502.51	4.61%	33.66%
FTSE 100 (UK)	7,037.47	4.82%	14.06%
Hang Seng (Hong Kong)	28,827.95	1.58%	18.02%

Market	End of Quarter Value	Quarter Change	12 Month Change
S&P 500 (US)	4,297.50	8.17%	38.62%
STOXX 50 (EUR)	452.84	5.41%	25.67%
TOPIX (Japan)	1,943.57	-0.53%	24.69%

## Portfolio Enhancements

The portfolio underwent multiple changes over the quarter. Following a change in investment personnel and ensuing loss of conviction, Kapstream Absolute Return Income Fund (HOW0052AU) was replaced with Franklin Australian Absolute Return Bond Fund - I Class (FRT0028AU).

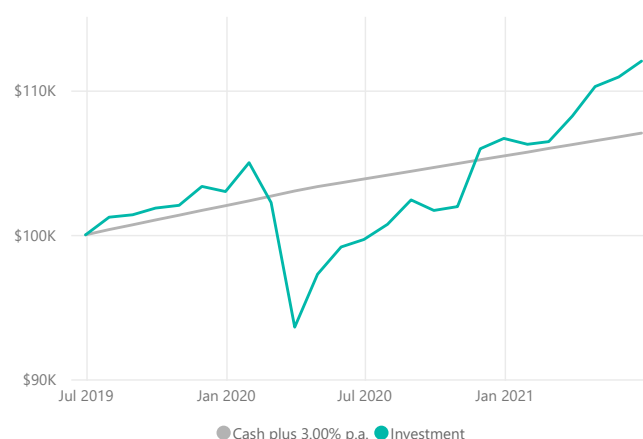
## Portfolio Statistics

### Returns (% p.a)

Name	3 Mths	6 Mths	1 Yr	2 Yrs	Inception
Investment	3.52%	5.02%	12.39%	5.85%	5.85%
Cash plus 3.00% p.a.	0.75%	1.50%	3.06%	3.46%	3.46%

This table displays the portfolio's period returns from its inception of July 2019.

### Growth of \$100,000



This chart displays the growth of a \$100,000 investment in the portfolio at its inception. This is measured against the portfolio's Cash Plus objective as represented by the Ausbond Australian Bank Bill Index (a proxy for short term domestic cash investment) as listed in the Appendix.

## Equity Holdings Dashboard

### Australian Equity Managers Aggregated Top 10 Equity Holdings

Holding	Weight	Country	Sector	Active Exposure
BHP Billiton (ASX:BHP)	5.92%	Australia	Basic Materials	-0.81%
Commonwealth Bank of Australia (ASX:CBA)	5.38%	Australia	Financials (ex Real Estate)	-2.96%
CSL (ASX:CSL)	4.95%	Australia	Healthcare	-1.16%
Westpac Banking Corporation (ASX:WBC)	3.51%	Australia	Financials (ex Real Estate)	-0.94%
Northern Star Resources (ASX:NST)	2.44%	Australia	Basic Materials	1.91%
Orica (ASX:ORI)	2.17%	Australia	Basic Materials	1.91%



Holding	Weight	Country	Sector	Active Exposure
Aristocrat Leisure (ASX:ALL)	2.09%	Australia	Consumer Cyclicals	0.80%
Woolworths Group Limited (ASX:WOW)	1.99%	Australia	Consumer Non-Cyclicals	-0.28%
National Australia Bank (ASX:NAB)	1.92%	Australia	Financials (ex Real Estate)	-2.15%
Atlas Arteria (ASX:ALX)	1.69%	Australia	Industrials	1.40%

This table displays the aggregated top 10 stock holdings of the Australian Equity fund managers held in this portfolio together with the active exposure of each stock. Please note, that the stock may not have been held for the entire year by the managers.

## Global Equity Managers Aggregated Top 10 Equity Holdings

Holding	Weight	Country	Sector	Active Exposure
MICROSOFT CORP.	3.63%	USA	Technology	0.21%
ALPHABET INCO.	2.66%	USA	Technology	0.06%
FACEBOOK INCO.	2.56%	USA	Technology	1.08%
NETFLIX INCO.	1.57%	USA	Technology	1.16%
TENCENT HOLDINGS LTD.	1.55%	China	Technology	1.55%
ALIBABA GROUP HLDG.LTD.	1.53%	China	Technology	1.53%
STARBUCKS CORP.	1.50%	USA	Consumer Cyclicals	1.26%
VISA INCO.	1.45%	USA	Technology	0.75%
APPLE INCO.	1.30%	USA	Technology	-2.76%
CROWN CASTLE INTL.CORP.	1.28%	USA	Real Estate	1.13%

This table displays the aggregated top 10 stock holdings of the International Equity fund managers held in this portfolio together with the active exposure of each stock, its sector and the country it is listed in. Please note, that the stock may not have been held for the entire year by the managers.

## Regional Positioning Dashboard

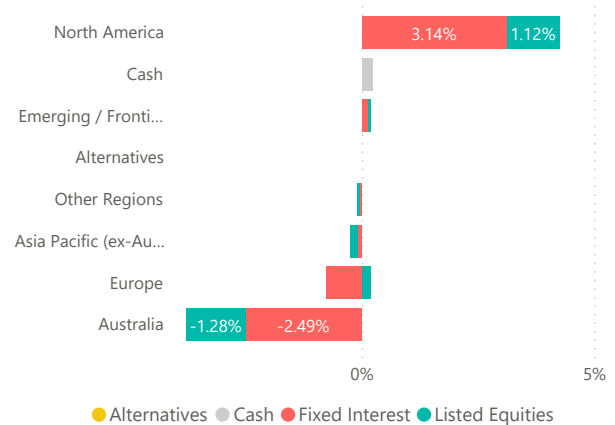
### Aggregated Regional Holdings

Asset Type	Investment	Benchmark	Active Exposure
<b>Growth</b>	<b>48.11%</b>	<b>50.00%</b>	<b>-1.89%</b>
<b>Listed Equities</b>	<b>40.61%</b>	<b>42.50%</b>	<b>-1.89%</b>
Asia Pacific (ex-Australia)	2.03%	2.23%	-0.20%
Australia	16.75%	20.88%	-4.13%
Emerging / Frontier Markets	1.66%	0.07%	1.59%
Europe	6.56%	4.59%	1.97%
North America	13.61%	14.72%	-1.11%
Other Regions	-0.00%	0.00%	-0.01%
<b>Alternatives</b>	<b>7.50%</b>	<b>7.50%</b>	<b>0.00%</b>
Alternatives	7.50%	7.50%	0.00%
<b>Defensive</b>	<b>51.89%</b>	<b>50.00%</b>	<b>1.89%</b>
<b>Fixed Interest</b>	<b>41.37%</b>	<b>39.33%</b>	<b>2.04%</b>
Asia Pacific (ex-Australia)	1.24%	1.72%	-0.48%
Australia	23.48%	19.97%	3.51%
Emerging / Frontier Markets	2.31%	3.45%	-1.14%
Europe	4.63%	7.04%	-2.41%
North America	9.05%	5.98%	3.07%
Other Regions	0.67%	1.17%	-0.51%
<b>Cash</b>	<b>10.52%</b>	<b>10.67%</b>	<b>-0.15%</b>

Asset Type	Investment	Benchmark	Active Exposure
Cash	10.52%	10.67%	-0.15%
<b>Total Disclosed</b>	<b>100.00%</b>	<b>100.00%</b>	<b>-0.00%</b>

This table displays the Aggregated Portfolio Exposures by Region at the end of the last calendar quarter end date. This is compared against the Benchmark regional exposures to find the ACTIVE DIFFERENCE between the Portfolio and Benchmark. A negative indicates an UNDERWEIGHT position relative to benchmark. A positive indicates an OVERWEIGHT position relative to benchmark.

## Change over Quarter by Region



This chart displays QUARTERLY changes in the REGIONAL Fixed Interest and Equity weightings based on the aggregated holdings of the managers held in this portfolio. At this point, with the Alternatives and Multi Asset holdings we only display the quarterly changes to these sectors in total. Cash holdings are typically held in domestic cash investments, therefore we do not break down this sector's exposure further by region.

## Sector Positioning Dashboard

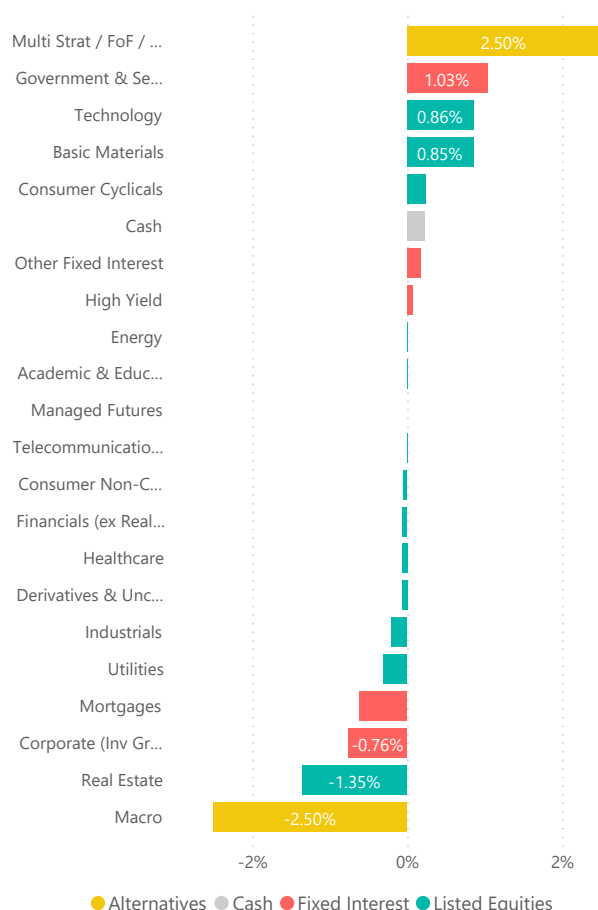
### Aggregated Sector Holdings

Asset Type	Investment	Benchmark	Active Exposure
<b>Growth</b>	<b>48.11%</b>	<b>50.00%</b>	<b>-1.89%</b>
<b>Listed Equities</b>	<b>40.61%</b>	<b>42.50%</b>	<b>-1.89%</b>
Utilities	1.48%	0.80%	0.68%
Telecommunications Services	0.01%	-	0.01%
Technology	7.66%	6.84%	0.81%
Real Estate	4.97%	5.54%	-0.56%
Industrials	3.54%	3.40%	0.14%
Healthcare	3.22%	4.34%	-1.12%
Financials (ex Real Estate)	6.30%	8.15%	-1.85%
Energy	1.15%	1.26%	-0.11%
Derivatives & Unclassified	0.20%	0.03%	0.17%
Consumer Non-Cyclicals	2.98%	2.75%	0.23%
Consumer Cyclicals	4.99%	4.44%	0.55%
Basic Materials	4.11%	4.92%	-0.80%
Academic & Educational Services	0.00%	0.04%	-0.04%
<b>Alternatives</b>	<b>7.50%</b>	<b>7.50%</b>	<b>0.00%</b>
Multi Strat / FoF / Event Driven	2.50%	1.93%	0.57%
Market Neutral	-	2.12%	-2.12%
Managed Futures	2.50%	0.69%	1.81%
Macro	2.50%	0.69%	1.81%
Fixed Interest / Relative Value	-	2.09%	-2.09%

Asset Type	Investment	Benchmark	Active Exposure
<b>Defensive</b>	<b>51.89%</b>	<b>50.00%</b>	<b>1.89%</b>
<b>Fixed Interest</b>	<b>41.37%</b>	<b>39.33%</b>	<b>2.04%</b>
Other Fixed Interest	2.42%	3.32%	-0.90%
Mortgages	3.94%	4.22%	-0.28%
High Yield	0.72%	0.88%	-0.16%
Government & Semi	14.88%	25.28%	-10.40%
Corporate (Inv Grade)	19.41%	5.63%	13.78%
<b>Cash</b>	<b>10.52%</b>	<b>10.67%</b>	<b>-0.15%</b>
Cash	10.52%	10.67%	-0.15%
<b>Total Disclosed</b>	<b>100.00%</b>	<b>100.00%</b>	<b>-0.00%</b>

This table displays the Aggregated Portfolio Exposures by Sector at the end of the last calendar quarter end date. This is compared against the Benchmark sector exposures to find the ACTIVE DIFFERENCE between the Portfolio and Benchmark. A negative indicates an UNDERWEIGHT position relative to benchmark. A positive indicates an OVERWEIGHT position relative to benchmark.

## Change over Quarter by Sector



This chart displays QUARTERLY changes in the SECTOR Fixed Interest and Equity weightings based on the aggregated holdings of the managers held in this portfolio. At this point, with the Alternatives and Multi Asset holdings we only display the quarterly change to these sectors in total. Cash holdings are typically held in domestic cash investments, therefore we do not break down this sector's exposure further by sector.

## Appendix - Benchmarks Used in this Report

### Cash

The benchmark for cash is the Bloomberg AusBond Bank Bill Index.

### Disclaimer

Third Party data may be sourced from Financial Express, Refinitiv, Bloomberg and/or MSCI.

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