

Bentleys Wealth Balanced Portfolio Macquarie

May 2023

Fund Objective

To deliver an investment return of 3.5% p.a. above inflation, after fees, over rolling 7 year periods.

Bentleys Wealth Balanced Fees

Managed Accounts: 0.20%
ICR: 0.50%
RG97 ICR: 0.72%

Risk Statistics

Time Period: Since Inception to 31/05/2023

Std Dev 8.13
Sharpe Ratio 0.65

Snapshot

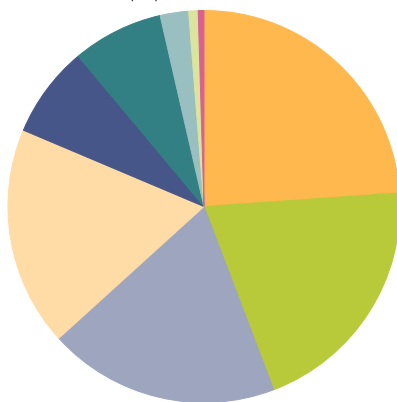
P/E Ratio 18.70
12 Mo Yield 3.74%

Trailing Returns

	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years
Bentleys Wealth Balanced Portfolio Macquarie	-0.84	1.40	2.14	3.95	6.44	6.23
RBA Trimmed Mean Consumer Price + 3.5%	0.84	2.46	5.04	10.13	7.16	6.36

Surveyed Asset Class

Portfolio Date: 31/05/2023



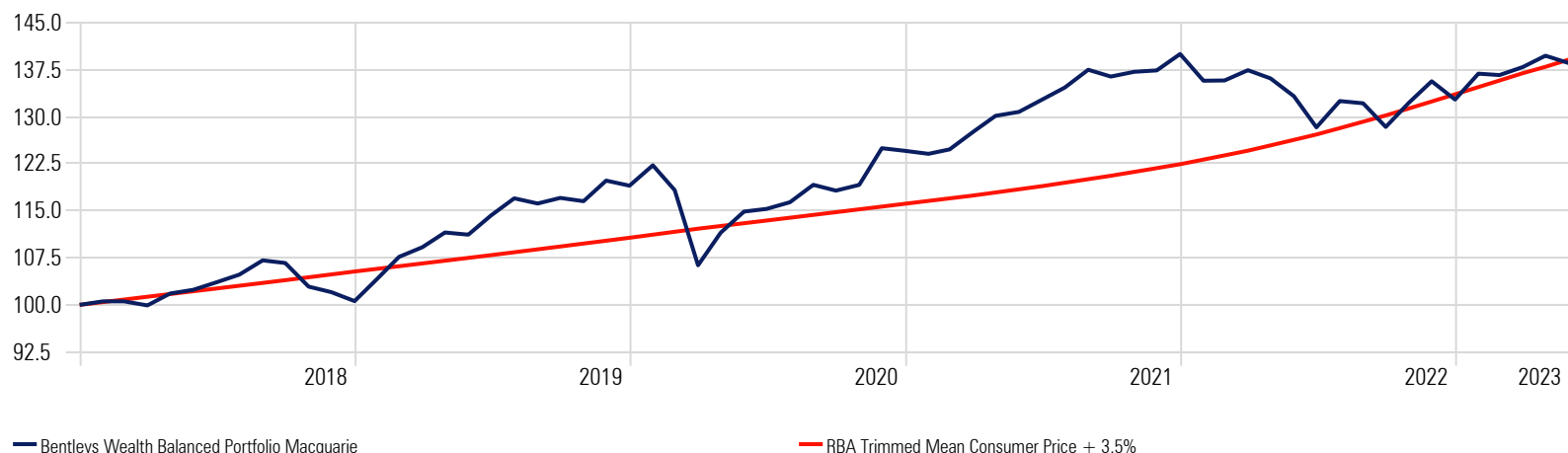
International Equity	23.9
Domestic Fixed Interest	20.3
Domestic Equity	19.1
International Fixed Interest	18.1
Cash	7.6
Alternatives	7.5
Unlisted Property	2.3
Domestic Listed Property	0.8
International Listed Property	0.5
Total	100.0

Top 10 Holdings

	Portfolio Weighting %
Global X US Treasury Bond (Ccy Hdg) ETF	10.03
Realm High Income - Wholesale	8.03
Janus Henderson Global Multi-Strategy	7.49
UBS CBRE Global Infrastructure Secs	6.40
Fortlake Real-Higher Income	6.03
Vanguard Australian Government Bond ETF	5.02
Ardea Real Outcome Fund	5.01
Franklin Australian Absolute Return Bd W	5.01
BetaShares Aus High Interest Cash ETF	5.00
Australian Eagle Trust	4.99

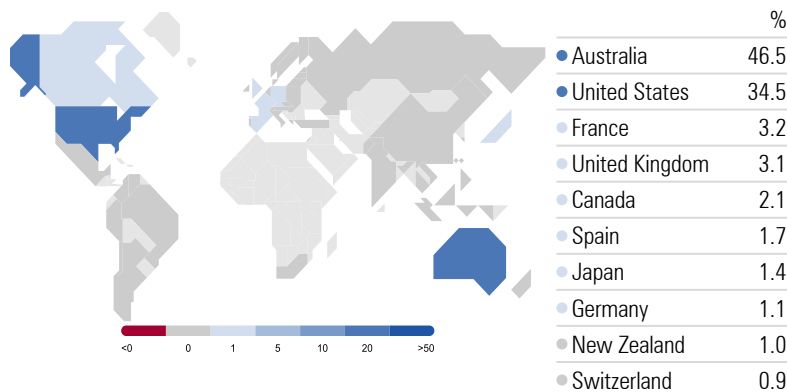
Investment Growth

Time Period: Since Common Inception (01/01/2018) to 31/05/2023



Equity Country/Region Exposure

Portfolio Date: 31/05/2023



Equity Sectors

Portfolio Date: 31/05/2023

Basic Materials	11.73%
Consumer Cyclical	12.78%
Financial Services	13.20%
Real Estate	4.42%
Consumer Defensive	5.92%
Healthcare	13.40%
Utilities	7.54%
Communication Services	3.95%
Energy	4.82%
Industrials	11.62%
Technology	10.64%

Market Commentary

Global financial markets deteriorated in May after a relatively strong start to the quarter. A shift in investor expectations for the path of the Federal Reserve funds rate, the resurfacing of US regional bank turmoil, debt ceiling concerns, and economic data disappointments all weighed on global assets this month. Japan's Nikkei was a notable exception however, rising to its highest level since July 1990. It was buoyed by relatively easy monetary policy settings, optimism over a US debt ceiling deal and a weaker yen supporting export revenue.

In Australia, a higher-than-expected inflation print to close the month dragged the Australian market lower, closing -2.6%. The Reserve Bank meanwhile lifted rates by a further 25bps in early June, citing high inflation was still top of mind and that further tightening may be required to ensure that inflation returns to target in a reasonable timeframe.

OUTLOOK

Based on our assessment, the only environment in which equities and credit could produce strong returns over the next year would be where inflation falls back to target without there being a recession. This is possible but would be unprecedented in history given recent economic data prints. For now, underlying inflation remains sticky at around 4% in the US and 7% in Australia, and the more resilient growth of the past few months shows signs of faltering. We still expect a US recession to start around the end of this year with Australia following close behind. We note that the recent equity rebound is not untypical of bear-market rallies. Market breadth and the poor performance of other assets such as commodities do not point to a sustainable pick-up.

Equity Style Box

Portfolio Date: 31/05/2023

Morningstar Equity Style Box™

	Value	Blend	Growth
Large			
Mid			
Small			

Equity Style

Equity Style	%
Equity Style Value %	18.6
Equity Style Core %	36.9
Equity Style Growth %	44.5

Bentleys Wealth Disclaimer

*Returns prior to Dec 2020 are backtested

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