Portfolio Change Alert

1 January 2021

Weinberg – Managed Accounts

International Shares Review

Funds	Change	Rating	APIR Code
Antipodes Global Fund*^	DOWN	Highly Recommended	IOF0045AU
Vanguard International Shares Index Fund (Hedged)*^	UP	Recommended	VAN0105AU
iShares International Equity Index Fund^	OUT	Recommended	BGL0106AU
Magellan Global Fund^	UP	Highly Recommended	MGE0001AU

**** Applies to 'Conservative' portfolios***
^Applies to 'Moderate' portfolios

Rationale for change

Reduction of Global Long/Short and Increase to Global (Hedged) Exposures

A risk-return analysis of your portfolios has revealed that by reducing your weight to Global Long/Short and increasing your weight to Global (Hedged) will result in an enhancement to your expected risk-adjusted returns.

To enact this change in strategy allocations, we are reducing your weight in the Antipodes Global Fund and reallocating this capital towards the Vanguard International Shares Index Fund (Hedged).

While we retain conviction in Antipodes to provide downside protection given its relatively low net market exposure, its high weight within International Shares has made the asset class slightly too defensive and has challenged outperformance particularly in rising markets.

We believe the change allows the outperformance potential of International Shares to be enhanced without significantly compromising the downside protection attributes.

Furthermore, as we do not want to over-extend your passive exposure, we think it is prudent within the 'Moderate' portfolio to reallocate the entirety of the iShares holding to the Magellan Global Fund.

The change is applicable to all portfolios listed in the table above and will be effective as at 1 January 2021.

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