Portfolio Update: Changes to Your International Equity Investments and TAA changes

As part of our regular portfolio review, we have carefully assessed the current market environment and the performance of your investments. After thorough analysis, we have identified an opportunity to optimize your portfolio by making adjustments to the international equity managers component of your investment mix. This change is aimed at enhancing long-term returns while managing risk in line with your financial goals.

We have added the **Plato Global Share Income Fund** as we believe there is a role that they can play in your portfolio. We are attracted to Plato due to the following:

- Experienced research and investment team
- A logical investment process targeting total returns (outperforming the MSCI World) and income returns (**benchmark yield +4%**).
- The portfolio is rotated across companies paying dividends at different times of the year resulting in high turnover (best suited for low or nil tax rate investors)

To fund the inclusion of Plato into the model, the sale of GQG Partners Global Equities and a minor trim to Talaria is warranted. While GQG's recent performance has been extremely strong, the GQG strategy is highly active (rotation across sectors and individual companies) and not designed for income generation (more focused on total returns). With an almost balanced exposure to the two income-generating strategies, the asset class yield is improved (our conservative yield assumption has this placed above 3%), with income paid out more frequently. Importantly, we still retain the ability to balance the higher income with capital growth over the long term.

We have made the following changes to the International Equities asset class:

Fund	**APIR**	**Current Model Allocation**	**New Model Allocation**	**Delta**
AB Global Equities	ACM0009AU	22.5%	22.5%	
Betashares Global Shares Currency Hedged ETF	ASX:HGBL	22.5%	22.5%	
Talaria Global Equity	AUS0035AU	22.5%	20.0%	**-2.50%**
Ironbark Robeco Global Developed Enhanced Index	DAM2442AU	17.5%	17.5%	
GQG Partners Global Equity – Z Class	ETL2869AU	15.0%	-	**-15.0%**
Plato Global Share Income Fund - F Class	**WHT0062AU**	**-**	**17.5%**	**+17.5%**

Tactical Asset Allocation (TAA) Changes

We will also be making a Tactical Asset Allocation Change simultaneously when making the manager change:

	Moderate Income		Growth Income	
	New TAA	**Change**	**New TAA**	**Change**
Australian Equities	28%		43%	
International Equities	12%		30%	+1%
Global Listed Property	5%		5%	+1%
Global Listed Infrastructure	5%		5%	
Australian Fixed Interest	23%	+0.5%	7.5%	+0.5%
International Fixed Interest	21%	+2.5%	7.5%	+0.5%
Cash	6%	-3%	2%	-3%

We believe these adjustments will further strengthen your portfolio and keep it aligned with your long-term strategy. As always, we are committed to ensuring that your investments are well-positioned to achieve your objectives. If you have any questions or would like to discuss this in more detail, please don't hesitate to reach out.