MyNorth Managed Portfolios

WEINBERG PRIVATE CONSERVATIVE CORE PORTFOLIO

Quarterly update for quarter 30 September 2021

Investment objective

The managed portfolio aims to provide income, with a moderate level of capital growth and capital volatility over an investment time frame of 2 years.

Key information

Code	NTH0013
Manager name	Zenith Investment Partners
Inception date	1 July 2019
Benchmark	Morningstar Australian Multi-Sector Moderate
Asset class	Mixed Asset
Current number of assets	15
Minimum investment horizon	2 years
Portfolio income	Paid to Cash Account
Investment management fee	0.13%
Total indirect costs	0.52%
Total estimated management costs	0.65%
Risk band/label	3/Low to medium
Minimum investment amount	$500
More information	northonline.com.au

About the manager

Zenith Investment Partners

Zenith is an Australian research house, specialising in managed funds research and consulting. Established in 2002, Zenith works with clients to build out managed portfolios solutions, investment capability and governance. Zenith's portfolio idea generation arises from annual reviews of the strategic asset allocation, quarterly sector reviews and manager selection. Manager selection is a key value add. This input occurs through Zenith's market-renowned annual sector reviews ratings, ranking and themes, and analyst best ideas portfolios.

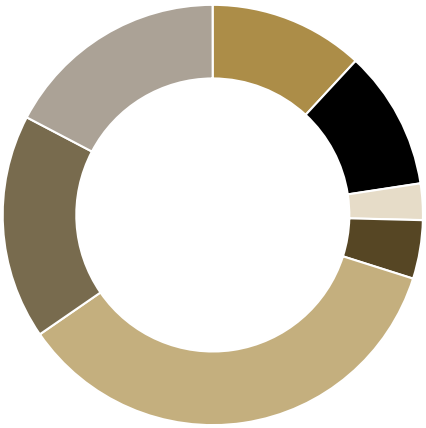
Returns

as at 30 September 2021[1]

	Since inception*	1 Month (%)	3 Months (%)	6 Months (%)	1 Year (%)	3 Years (%)
Total return[2]	3.71	-0.62	0.81	3.11	6.54	-
Income	3.10	0.15	0.22	1.52	3.40	-
Growth	0.61	-0.77	0.59	1.59	3.14	-
Benchmark[3]	4.20	-1.41	1.01	4.40	7.60	-

* Since inception returns begin from the month end immediately following portfolio launch.

Asset allocation



as at 30 September 2021

	Growth assets	Allocation (%)
	Australian Equities	11.9
	International Equities	10.7
	Property	2.8
	Other	4.5
	Total	**29.9%**

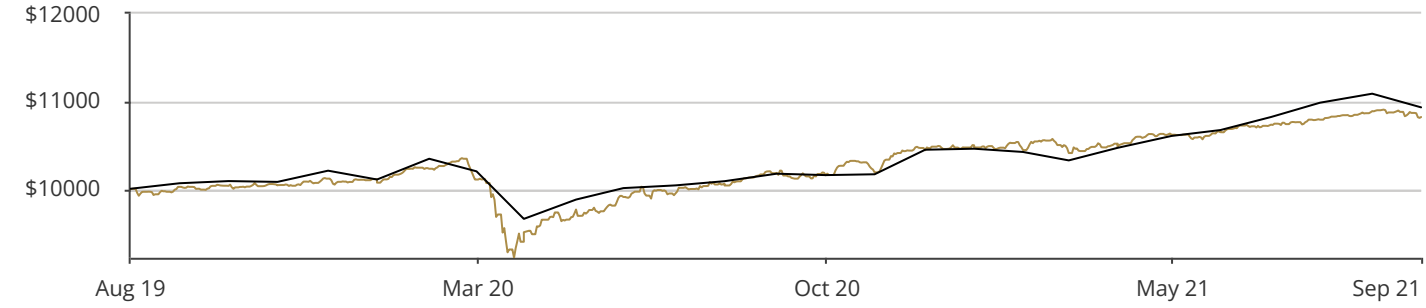
	Defensive assets	Allocation (%)
	Australian Fixed Interest	35.5
	International Fixed Interest	17.3
	Cash	17.3
	Total	**70.1%**

Asset allocation data sourced via Morningstar® from the underlying fund manager[4].

1 Estimated as of 30 September 2021. Please refer to the PDS for further information regarding fees, costs and risk profile.
2 Past performance is not a reliable indicator of future performance. The managed portfolio performance represents total return for the periods. Returns have been calculated using the time-weighted method, they assume distributions are reinvested and are after investment management fees and indirect costs. Total and growth returns include accrued distributions, while income return includes paid distributions only. Returns do not take into account tax payable. Individual client returns may vary based on the contributions, withdrawals, and timing differences within the managed portfolio
4 The Morningstar name is a registered trademark of Morningstar, Inc.

Performance history

$10,000 invested since 31/07/2019



31/07/2019 - 30/09/2021 Powered by data from FE fundinfo

Portfolio

Benchmark

Managed portfolio holdings[5]

Holding	Asset class	Allocation (%)
Antipodes Global Fund	International shares	2.0
Ardea Real Outcome Fund	Fixed income	9.0
Franklin Australian Absolute Return Bond Fund - I Class	Fixed Income	6.0
iShares Australian Listed Property Index Fund	Listed property/infrastructure	2.5
Janus Henderson Global Multi-Strategy Fund - Institutional Class	Alternatives	4.5
Janus Henderson Tactical Income Fund	Fixed income	8.8
Legg Mason Western Asset Aust Bond Fund - Class A	Fixed income	8.8
Lennox Australian Small Companies Fund	Australian shares	4.3
Macquarie Income Opportunities Fund	Fixed income	8.8
Magellan Global Fund	International shares	3.5
Pendal Short Term Income Securities Fund	Fixed income	13.0
PIMCO Wholesale Global Bond Fund	Fixed income	8.8
Solaris Core Australian Equity Fund (Performance Alignment)	Australian shares	7.8
UBS Cash Fund	Cash	7.0
Vanguard International Shares Index Fund (Hedged)	International shares	5.5

Quarterly manager commentary

Market Update

Global markets grinded higher over the quarter, aided by ultra-accommodative monetary policy, rising vaccination rates, broad-based easing of restrictions across many economies, and a stellar US earnings season. However, weighing on investor sentiment was renewed inflation fears and the potential for earlier than expected interest rate hikes. A late quarter sell-off ensued, which saw September generate the weakest monthly return for global markets since March 2020. This culminated into disappointing returns for the more interest rate sensitive sectors (technology), and strong returns for sectors positively exposed to inflation (energy).

The Australian market continued its run of positive performance over the quarter, managing to shrug off the economic impact of continued lockdowns across the country. To the dismay of many economists, the Australian unemployment rate plummeted to a 13-year low of 4.5%. Importantly, this reflected a fall in the participation rate as an increasing cohort of workers left the workforce. Nonetheless, investors remained upbeat as equities remain supported with interest rates anchored near zero and global economic growth accelerating above trend. Domestically, concerns around rising interest rates impacting the technology sector were balanced by Square's $39b acquisition of Afterpay, representing the largest acquisition in Australian history. Otherwise, the materials sector suffered the worst performance as the price of iron ore halved, following a Chinese government crackdown on steel manufacturing pollution.

Overall, a healthy mix of volatility across equities was seen over the quarter, as investors digested a combination of positive and negative developments. Uncertainty remains as to what impact embattled property developer, Evergrande, will have on the Chinese economy and the spill over effects to the domestic mining industry if Chinese growth decelerates. Offsetting these concerns, however, has been the robustness of the global economic recovery, underpinned by strong fiscal and monetary policy support.

Portfolio Update

The portfolio underwent a change over the quarter as part of the SAA review. The review comprised of the inclusion of UBS Cash Fund, which will act as a dedicated cash allocation for the portfolio.

The best performing funds over the quarter were Lennox Australian Small Companies Fund, iShares Australian Listed Property Index Fund, and Solaris

Core Australian Equity Fund (Performance Alignment). Lennox's returns were driven by overweight positions in communication and industrials stocks while holding a nil position in materials (which performed poorly over the quarter). iShares' outperformance was supported by the domestic economy's strong recovery as it continued its re-opening and expansion. Positive contributions to Solaris' performance include overweight holdings in Macquarie Group and South32 Limited.

The worst performing funds were Ardea Real Outcome Fund, Franklin Australian Absolute Return Bond Fund - I Class, and UBS Cash Fund. Ardea's performance was impacted by ill-timed trades related to the shape of the AUD interest rate curve and the temporary demand and supply imbalances caused by elevated bond issuance. Similarly, curve positioning detracted from Franklin's performance over the quarter, while UBS lagged its equity counterparts as investors rotated to riskier assets.

5 A significant percentage of assets comprising this portfolio are only available through the managed portfolios and therefore can't be transferred out of the MyNorth Managed Portfolio Scheme. For more information relating to restrictions that may apply to asset transfers, refer to the 'Transferring assets in and out of your Portfolio' in Part 1 of the MyNorth Managed Portfolios PDS.

Important Information
®Registered trademark of NMMT Limited (ABN 42 058 835 573 AFS License 234653) NMMT Limited (ABN 42 058 835 573, AFSL 234653), which is part of the AMP Group, is the responsible entity of MyNorth Managed Portfolios (ARSN 624 544 136) (Scheme) and issuer of interests in the Scheme. To invest in the Scheme, investors will need to obtain the current Product Disclosure Statement (PDS) which is available at northonline.com.au. The PDS contains important information about investing in the Scheme and it is important investors read the PDS before making a decision about whether to acquire, continue to hold or dispose of interests in the Scheme. If a person decides to purchase or vary a financial product, companies within the AMP group will receive fees and other benefits, which will be a dollar amount or a percentage of either the premium they pay or the value of their investments. Neither NMMT, nor any other company in the AMP Group guarantees the repayment of capital or the performance of any product or any particular rate of return referred to in this report. Past performance is not a reliable indicator of future performance. While every care has been taken in the preparation of this document, NMMT makes no representation or warranty as to the accuracy or completeness of any statement in it including without limitation, any forecasts. This monthly quantitative report has been prepared for the purpose of providing general information, without taking account of any particular investor's objectives, financial situation or needs. Investors should, before making any investment decisions, consider the appropriateness of the information in this report and the PDS, and seek professional advice, having regard to their objectives, financial situation, and needs. FE fundinfo (FE fundinfo (Australia) Pty Limited, ABN 18 601 868 311). For further information visit https://www.fe-fundinfo.com.
These partnered managed portfolios are only available to you, if at the time you made your application, you are a client of the Weinberg Private group of practices. If you cease to be a client of the Weinberg Private group of practices you will no longer be eligible for access to these partnered managed portfolios. We will close your Portfolio within the Scheme and transfer the underlying assets in your Portfolio to your North Platform account or realise the underlying assets to cash and transfer this cash to your North Platform account. For more information relating to restrictions that may apply to these partnered managed portfolios, refer to the 'Eligibility" in Part 1 of the MyNorth Managed Portfolios PDS.