

CFS AZ Sestante Wholesale Conservative Fund Monthly Investment Report

As of 31/08/2023

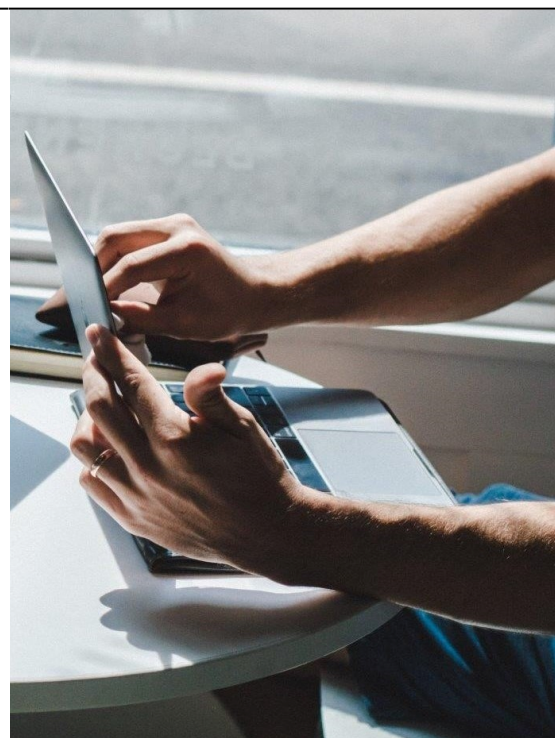
Latest performance*

	1-mth	3-mths	6-mths	1-yr	3-yrs	5-yrs	Inception
Investment	-0.05%	1.77%	2.97%	4.57%	1.99%	2.28%	3.10%
Super	-0.05%	1.59%	2.67%	4.15%	1.84%	2.11%	2.74%
Pension	-0.06%	1.79%	3.02%	4.72%	2.09%	2.40%	3.08%
Benchmark	0.45%	1.33%	2.85%	7.33%	7.14%	5.46%	5.05%

Market Review

In August the market took the view that it no unlikely that the US will go into recession but that we will have interest rates higher for longer. As a consequence, we saw global equity markets sell off in the month with the MSCI World index down -2.40% in local currency terms but up 1.60% in AUD terms as the Aussie dollar sold off by 4.0% against the Greenback. US equities declined in August. Investors' confidence that the Federal Reserve's (Fed) tightening cycle ended with the rate rise in July took a knock due to indications that policy makers are divided on next steps. Economic data for the US remained robust. Eurozone shares also fell in August. Energy and real estate were the only sectors to register a positive return, with all others declining. Global bonds in AUD terms were also slightly negative for the month down -0.27%. August saw Fitch Ratings, one of the "Big Three" credit rating agencies, downgrade the US's top-tier triple-A rating to double-A plus, citing the growing debt burden and an "erosion of governance" as reasons for its decision. The US Treasury's subsequent announcement of its higher-than-expected borrowing intentions over the coming months, led to the 10-year Treasury yield briefly rising to a nine-month high before retreating. The yield on the US 10-year rose from 3.95% to 4.10%, while the 2-year yield fell slightly from 4.86% to 4.85%. Real Assets also took a beating with both Global Property and Global Infrastructure down -2.91% and -3.74% respectively in AUD for the month. The Australian bond market returned 0.74% in August reflecting a more negative sentiment on the Australian economy on the back of China woes and an increased concern about recession. The bond market is telling us that the RBA might need to be cutting rates sooner than expected. This more negative sentiment continued into the Australian share market with the ASX200 down -0.73%.

For a detailed market review and outlook, please refer to the *Monthly Market Commentary* document for more.



\$10,000 invested over time



■ CFS AZ Sestante
Conservative

■ RBA Cash Rate + 2% p.a.

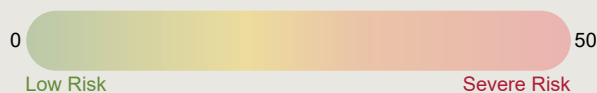
Portfolio information

- Investment Objective:
target CPI +2.0% per annum over rolling 5-year periods after fees.
- Asset Class: Diversified
- Portfolio Inception Date:
5 December 2016
(for investments only)
- Management Costs:
Investment: 0.79% p.a.
Pers. Super: 0.83% p.a.
Pension: 0.82% p.a.
- Buy/Sell Spreads: +/-0.10%

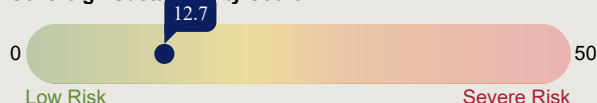
Sustainability Score

● CFS AZ Sestante Conservative

Corporate Sustainability Score



Sovereign Sustainability Score



ESG Pillar Score

Not Available

*Past performance is not a reliable indicator of future performance. Performance is calculated before taxes, model management and platform fees and after underlying investment management fees. For full details of fees please refer to the relevant platform offer documents. Performance is notional in nature and an individual investor's actual performance may differ to the that of the model portfolio. Investment performance is shown from 5/12/2016 and represents modelled performance only and assumes income received is reinvested.

AZ Sestante

AZ Sestante is a specialist investment consultant focused on designing and managing a range of multi-manager model portfolios via SMAs, MDAs, and fund of funds. Our parent company Azimut is Italy's largest independent asset manager listed on the Italian stock exchange. The group manages over AU \$55 billion in assets globally including over AU\$6 billion in multi-manager solutions.

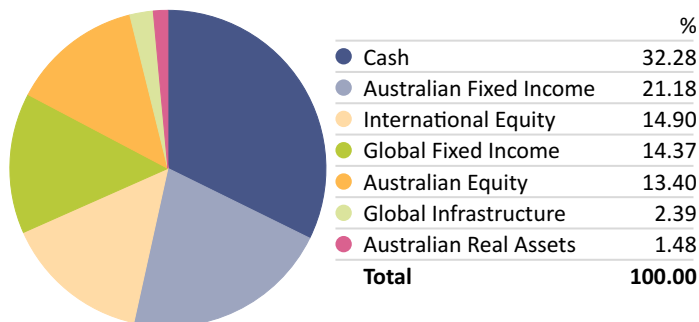
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Important information

The Morningstar Historical Corporate Sustainability Score is a weighted average of the trailing 12 months of Morningstar Portfolio Corporate Sustainability Scores. Historical portfolio scores are not equal-weighted; rather, more-recent portfolios are weighted more heavily than older portfolios. Combining the trailing 12 months of portfolio scores adds consistency while still reflecting portfolio managers' current decisions by weighting the most recent portfolio scores more heavily. ESG pillar scores are displayed as a number between 0 and 100 with most scores range between 0 and 25. It is the asset-weighted average of the company environmental, social, governance risk scores for the covered corporate holdings in a portfolio. The scores measure the degree to which a company's economic value may be at risk driven by environmental, social, and governance factors. The risk represents the unmanaged risk exposure after taking into account a company's management of such risks.

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Current Asset Allocation



Where your funds are invested

Cash	32.28	
CFS FC Inv-FSI Strategic Cash	32.28	
Australian Fixed Income	21.18	
CFS Wholesale Indexed Australian Bond	15.55	🌐🌐🌐🌐
CFS FC W Inv-Kapstream W Absolute Ret	5.63	
International Equity	14.90	
CFS FC Inv-CFS Index Global Share	3.58	🌐🌐
CFS FC-GQG Partners W Global Equity	3.19	
CFS FC Inv-IronBk Royal Lon Con Gb Shr	2.90	
CFS FC-Fidelity W Asia	2.90	
CFS FC Inv-CFS Index Global Shr-Hgd	2.32	
Global Fixed Income	14.37	
CFS FC W Inv-Macquarie Income Opps	5.24	
Colchester Global Government Bond I	4.91	🌐🌐
CFS FC-PIMCO Wholesale Global Bond	4.22	
Australian Equity	13.40	
CFS FC W Inv-Schroder Australian Equity	5.67	
CFS FC W Inv-Fidelity Aus Equities	4.91	
CFS Wholesale Index Australian Share	1.73	🌐🌐🌐🌐
FSI Wholesale Australian Small Companies	1.10	🌐🌐
Global Infrastructure	2.39	
CFS W Index Glb List Infrastructure Sec	2.39	🌐🌐
Australian Real Assets	1.48	
CFS FC W Inv-Legg Mason M Curr Real Inc	1.48	
	100.00	

Morningstar's Globe Ratings are just one tool that can help investors work out a fund's ESG credentials. A 5 Globe Rating indicates a fund is at the top end of its peer group in terms of sustainability, while a 1 Globe Rating shows it is underperforming on sustainability issues.

Portfolio changes

No changes this month.

Major Index Returns

	1 Month	3 Months	6 Months	1 Year	3 Years
S&P/ASX 200 TR AUD	-0.73	3.92	3.00	9.56	10.68
MSCI World Ex Australia GR AUD	1.65	7.07	16.33	23.27	13.89
Bloomberg AusBond Composite 0+Y TR AUD	0.74	-0.72	1.38	1.78	-3.09
Bloomberg Global Aggregate TR Hdg AUD	-0.27	-0.47	1.49	-1.17	-3.84
S&P Global Infrastructure NR AUD	-0.90	-0.11	3.02	3.76	11.92