

# CFS Sestante Index Conservative Portfolio – Super & Pension Monthly Investment Report

As of 31/05/2026

## Latest Performance\*

	1-mth	3-mths	6-mths	1-yr	Inception
CFS MA Index Conservative Super	1.37	0.63	2.29	5.97	6.23
CFS MA Index Conservative Pension	1.54	0.71	2.58	6.70	7.00
RBA Cash Rate +1.5% p.a.	0.50	1.44	2.75	5.48	5.78

## Market Review

Global financial markets continued their recovery in May, supported by strong corporate earnings and growing optimism that tensions in the Middle East may gradually ease. Despite ongoing geopolitical risks, investors remained focused on earnings growth and continued momentum in artificial intelligence (AI)-related sectors, helping equities advance across most major markets.

The United States again led global performance. The S&P 500 rose approximately 5.3% during the month, while the Nasdaq 100 gained more than 10%, reaching fresh record highs. Strong first-quarter earnings were a key driver, with more than 80% of companies exceeding expectations. Continued investment in AI infrastructure, semiconductors, cloud computing and data centres remained a dominant market theme, supporting technology shares and reinforcing confidence in future profit growth. The broader market also benefited from resilient corporate balance sheets and improving investor sentiment.

Market leadership remained narrow. Technology significantly outperformed most other sectors, while defensive areas such as utilities, consumer staples and energy lagged. Semiconductor companies were among the strongest performers globally, as investors increased exposure to businesses expected to benefit from long-term AI adoption. Growth stocks continued to outperform value-oriented sectors as capital flowed toward companies perceived to have the greatest earnings potential.

Outside the US, returns were generally positive. European equities advanced by around 4%, supported by improving earnings expectations and resilience in technology and consumer discretionary sectors. The UK market posted more modest gains, while Japan was one of the standout performers globally, with the Nikkei 225 rising close to 12% as strong earnings, a weaker yen and continued foreign investor inflows supported sentiment.

Emerging markets outperformed developed markets, led by Taiwan and South Korea. Both markets benefited from their significant exposure to semiconductor manufacturers and AI supply chains. Taiwan reached new highs during the month as demand for AI-related hardware remained strong.

Commodity markets were mixed. Oil prices fell sharply as fears of prolonged disruption to energy supplies eased, helping alleviate inflation concerns. Industrial metals remained supported by demand linked to data centres, electrification and renewable energy investment, while gold continued to attract interest amid geopolitical uncertainty.

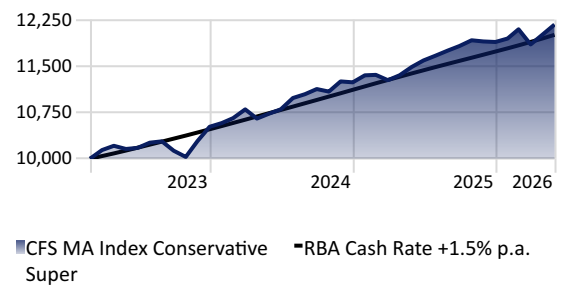
Australian markets also moved higher, although gains lagged many overseas markets. The S&P/ASX 300 Accumulation Index rose around 1.3%, while Australian small companies gained approximately 2.0%. Investor sentiment remained constrained by inflation concerns and the possibility of further Reserve Bank policy tightening. Australian bond yields declined later in the month, providing some support to local assets and fixed income markets. Globally, government bond yields remained volatile as investors balanced resilient growth against inflation risks. Corporate bonds generally outperformed government bonds, supported by improving risk sentiment and solid corporate fundamentals.

Overall, strong earnings growth and AI investment continue to support markets, although elevated valuations and geopolitical risks warrant caution.

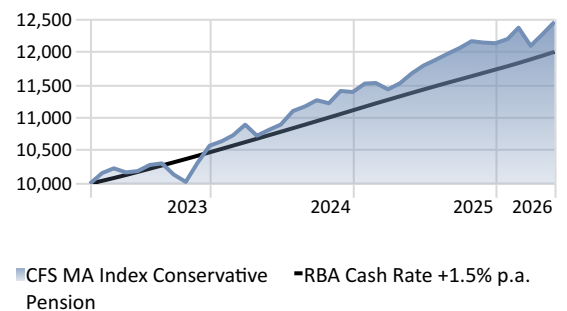
For a detailed market review and outlook, please refer to the Monthly Market Commentary document available on [www.azsestante.com/investment-options](http://www.azsestante.com/investment-options)



## \$10,000 invested over time - Super



## \$10,000 over time - Pension

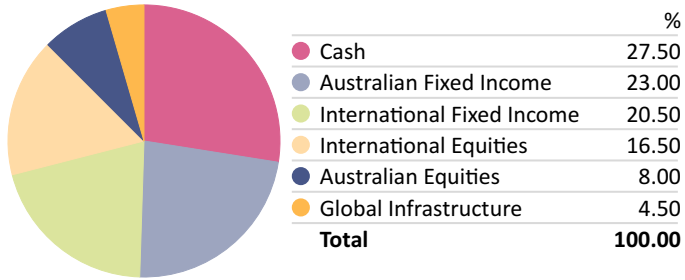


## Portfolio information

- Investment Objective: target RBA cash rate +1.5% per annum over rolling 3-year periods after fees.
- Asset Class: Diversified
- Standard Risk Measure: Medium
- 30% Growth / 70% Defensive
- Portfolio Inception Date: 1 March 2023

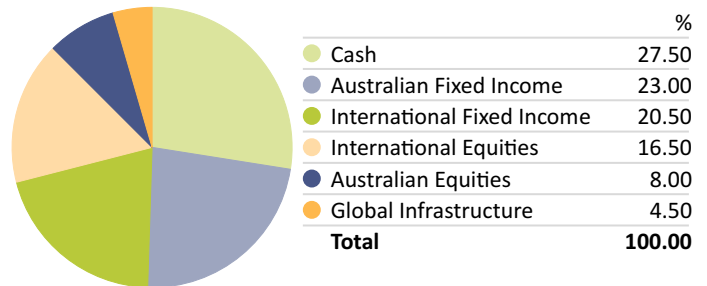
## Current Asset Allocation - Super

Portfolio Date: 31/05/2026



## Current Asset Allocation - Pension

Portfolio Date: 31/05/2026



### Where your funds are invested

<b>Cash</b>	<b>27.50</b>	—
CFS FC W PSup-FSI Strategic Cash	27.50	—
<b>Australian Fixed Income</b>	<b>23.00</b>	—
CFS FC W PSup-CFS Index Australian Bond	23.00	—
<b>International Fixed Income</b>	<b>20.50</b>	—
CFS FC W PSup-CFS Index Global Bond	20.50	🌐🌐🌐
<b>International Equities</b>	<b>16.50</b>	—
CFS FC W PSup-CFS Index Global Share	6.50	🌐🌐🌐
CFS FC W PSup-CFS Index Global Shr-Hgd	6.00	—
CFS FC W PSup-ETF Exp Ser ex-US Shr	4.00	🌐🌐🌐
<b>Australian Equities</b>	<b>8.00</b>	—
CFS FC W PSup-CFS Index Australian Share	8.00	🌐🌐🌐
<b>Global Infrastructure</b>	<b>4.50</b>	—
CFS FC W PSup-CFS Ind Glb List Infr Sec	4.50	🌐🌐🌐
	<b>100.00</b>	

### Where your funds are invested

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CFS FC W Pen-CFS Index Australian Bond	23.00	—
<b>International Fixed Income</b>	<b>20.50</b>	—
CFS FC W Pen-CFS Index Global Bond	20.50	🌐🌐🌐
<b>International Equities</b>	<b>16.50</b>	—
CFS FC W Pen-CFS Index Global Share	6.50	🌐🌐🌐
CFS FC W Pen-CFS Index Global Shr-Hgd	6.00	—
CFS FC W Pen-ETF Exp Ser ex-US Shr	4.00	🌐🌐🌐
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	<b>100.00</b>	

### Major Index Returns

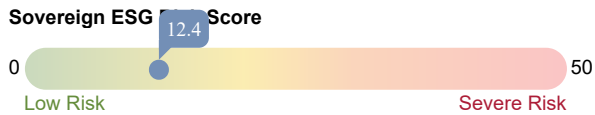
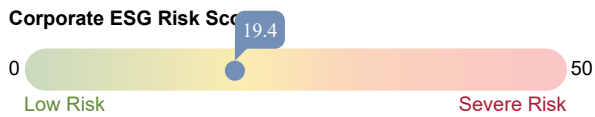
	1 Month	3 Months	6 Months	1 Year	3 Years
MSCI World Ex Australia GR AUD	4.58	6.60	1.69	14.63	18.30
Bloomberg Global Aggregate TR Hdg AUD	0.67	-0.85	0.53	3.42	3.47
S&P Global Infrastructure NR AUD	-2.56	-4.90	-2.04	4.32	12.48
Bloomberg AusBond Composite 0+Y TR AUD	1.62	0.23	0.69	1.31	2.97
S&P/ASX 200 TR AUD	1.15	-4.03	3.01	6.89	11.02

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

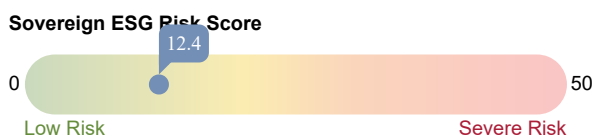
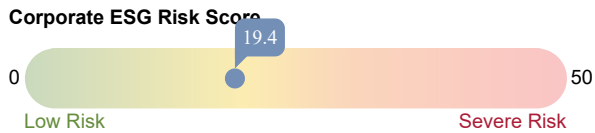
There were no portfolio changes this month.

## Sustainability Score - Super



● CFS MA Index Conservative Super

## Sustainability Score - Pension



● CFS MA Index Conservative Pension

## ESG Pillar Score - Super



## ESG Pillar Score - Pension



## 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. E: [invest@azsestante.com](mailto:invest@azsestante.com). [www.azsestante.com](http://www.azsestante.com)

### Important information

\*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 01/03/23 and represents modelled performance only and assumes income received is reinvested.

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 50 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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