

Bentleys Wealth Growth Portfolio Macquarie

December 2022

Fund Objective

To deliver an investment return of 4.5% p.a. above inflation, after fees, over rolling 7 year periods.

Trailing Returns

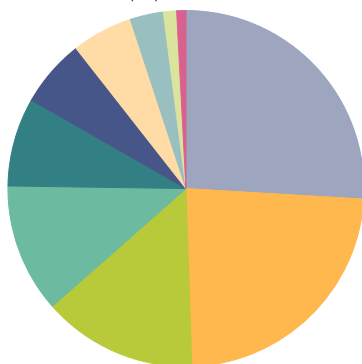
	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years
Bentleys Wealth Growth Portfolio Macquarie	-2.70	4.22	4.22	-5.21	4.51	6.69
RBA Trimmed Mean Consumer Price + 4.5%	0.88	2.64	5.34	9.94	7.41	6.94

Bentleys Wealth Growth Fees

Managed Accounts: 0.21%
ICR: 0.50%

Surveyed Asset Class

Portfolio Date: 31/12/2022



Top 10 Holdings

	Portfolio Weighting %
Janus Henderson Global Multi-Strategy	8.04
Macquarie True Index Australian Shares	7.76
Realm High Income - Wholesale	7.42
Allan Gray Australia Equity B	6.67
Fortlake Real-Higher Income	5.82
UBS CBRE Global Infrastructure Secs	5.76
Macquarie Hedged Index Intl Eqs	5.46
Aoris International Fund B	4.99
Global X US Treasury Bond (Ccy Hdg) ETF	4.82
T. Rowe Price Global Equity M	4.74

Risk Statistics

Time Period: Since Inception to 31/12/2022

Std Dev 9.93

Sharpe Ratio 0.13

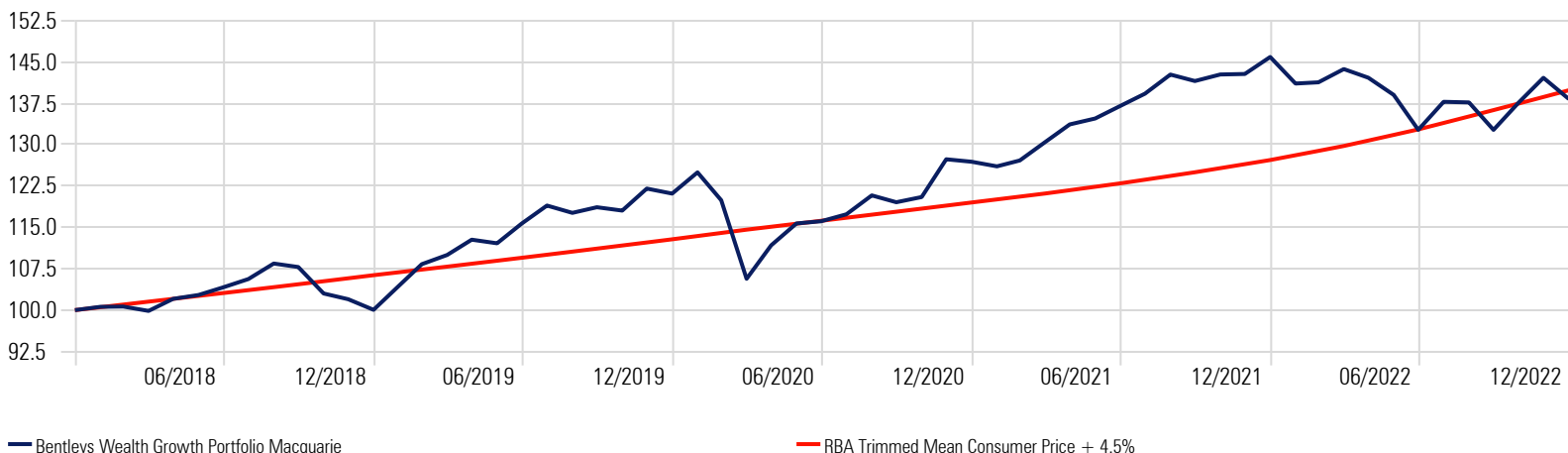
Snapshot

P/E Ratio 17.79

12 Mo Yield 3.78%

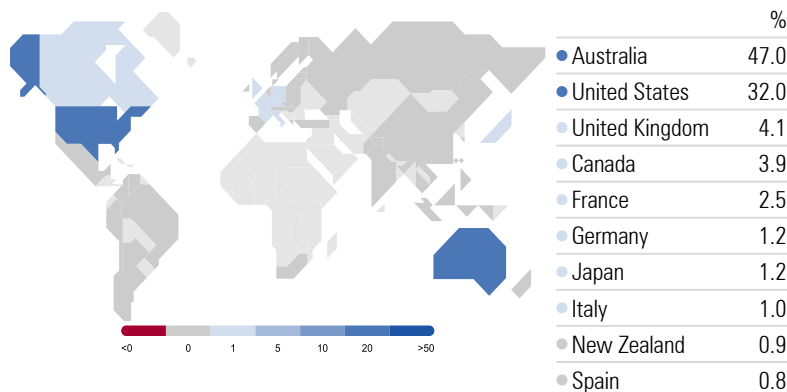
Investment Growth

Time Period: Since Common Inception (1/01/2018) to 31/12/2022



Equity Country/Region Exposure

Portfolio Date: 31/12/2022



Equity Sectors

Portfolio Date: 31/12/2022

Basic Materials	16.30%
Consumer Cyclical	10.06%
Financial Services	14.15%
Real Estate	6.09%
Consumer Defensive	6.58%
Healthcare	9.29%
Utilities	5.96%
Communication Services	3.09%
Energy	6.30%
Industrials	12.90%
Technology	9.28%

Market Commentary

The December quarter 2022 proved to be a strong finish to an otherwise exceptionally poor year for investors. Developed and Emerging Market equities all surged higher on news that inflationary pressures are showing tentative signs of moderating. China's exit from its zero Covid policy was also welcomed by markets. China's reopening dominated the performance of industrial metals such as iron ore, which posted positive abnormal returns. Meanwhile, US dollar weakness supported gold and offset headwinds from higher real interest rates. The Reserve Bank of Australia also offered further hope to markets that the cycle of monetary tightening was getting closer to the desired level, by slowing the pace of interest rate hikes despite evidence that inflation is still a persistent problem. The year ended with the revelation that the US dollar, crude oil, and cash were the only major financial assets that generated positive gains in what has proved to be an extraordinary 12 months.

Outlook

We view 2023 as a year when inflation will subside as monetary tightening naturally runs its course. Regardless, if central banks reduce the pace of tightening, pause or even pivot, there is no argument that an economic slowdown is currently underway. In such a recessionary scenario, global equities could potentially fall heavily before staging a recovery once all the bad news is fully priced in. For now, our base case is that equities will find their bottom somewhere in the second half of this year. If the expected recession turns out to be mild, there could be an attractive re-entry point into risk assets.

In the meantime, we continue to maintain that investors should remain defensive and patient. There may be more pain to come but once the initial phase of recessionary dynamics has played out, you will be well positioned to participate and profit from a rebounding market.

Equity Style Box

Portfolio Date: 31/12/2022

Morningstar Equity Style Box™

	Value	Blend	Growth
Large			
Mid			
Small			

Equity Style

Equity Style Value %	17.8
Equity Style Core %	40.7
Equity Style Growth %	41.5

Bentleys Wealth Disclaimer

*Returns prior to Dec 2020 are backtested

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