

**Portfolio Details****Investment Category**

Multi-Manager Absolute Return/Hedge

**Investment Objective**

To outperform the HFRI Fund of Funds Composite Index over 5 year rolling periods with an equal or lower level of annualised volatility.

**Risk Profile**

Medium - the estimated frequency of an annual negative return being 2 in 10 years.

**Benchmark**HFRI Fund of Funds Composite<sup>^</sup>**Peer Group**Offshore Mutual Absolute Return<sup>^^</sup>**Minimum suggested time frame**

5 Years

**Underlying Investments**

Managed Funds

**Number of Holdings**

Min 10 / No Maximum

**Max. Allocation to Any One Fund**

10%

**Model Management**

Asset allocation reviewed quarterly

Managers reviewed monthly

**Access**

Managed Accounts

Offshore Fund &amp; ETF Platforms

<sup>^</sup>Global index of single-manager funds that invest with multiple managers through their funds or managed accounts

**Investment Style/Strategy**

The model holds a portfolio of absolute return (hedge) funds. The portfolio will aim to provide capital growth without the level of volatility and drawdowns associated with growth type assets (i.e. equities). The portfolio is diversified across multiple hedge fund managers (styles, asset classes and regions) all of whom aim to deliver positive absolute returns regardless of economic and financial market conditions. Underlying fund managers are monitored regularly on both quantitative and qualitative measures.

**Suitability**

The portfolio is designed for investors who...

- Seek capital growth through a diversified portfolio of absolute return managers
- Seek positive returns in all market conditions with low correlation to asset markets
- Seek a highly active approach to risk management

**Strategic Asset Allocation**

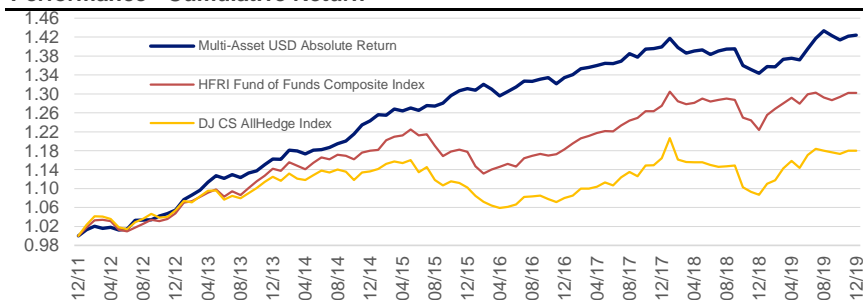
Domestic Equity	0%
International Equity	0%
Domestic Property	0%
International Property	0%
Commodities	0%
Domestic Fixed Interest	0%
International Fixed Interest	0%
Absolute Return Strategies	98%
Short Term Fixed Interest	0%
Cash	2%
<b>TOTAL</b>	<b>100%</b>

**Current Number of Holdings**

10 underlying managers

**Current Geographical Allocation**

Domestic	2%
International	0%
Mixed	98%
<b>TOTAL</b>	<b>100%</b>

**Performance - Cumulative Return****Performance - Returns (to last month end)**

	1m	3m	6m	1yr	Incep.*
<b>Absolute Return Model Portfolio</b>	<b>0.16%</b>	<b>0.07%</b>	<b>2.10%</b>	<b>6.03%</b>	<b>2.1%</b>
HFRI Fund of Funds Composite <sup>^</sup>	0.00%	1.21%	0.25%	6.43%	2.55%
DJ CS AllHedge Index <sup>^^</sup>	n/a	0.27%	0.77%	8.52%	1.71%

\*Gross Total Return since 01/01/2016. Charted performance prior to inception is a hypothetical based on the portfolio holdings and % allocations at the time of inception

**Notes**

1. Past performance is not an indication of future performance.
2. Returns and holdings will vary between investors given the nature of timing and beneficial ownership under an MDA structure.
3. Model portfolio total returns include dividends and income, but exclude franking credits.
4. Returns greater than 12 months are annualised.
5. Returns are net of underlying fund fees, but do not take into account any platform fees and management fees levied by NPW
6. Returns do not take into account entry and exit fees and do not take into account any taxes payable by the investor.

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