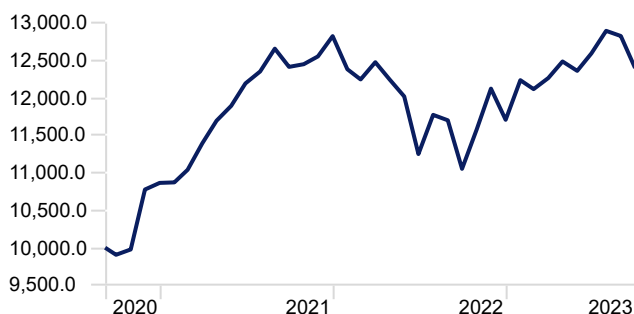


Cornerstone Growth Managed Portfolio - Funds Only



The portfolio returned -1.55%[^] in the September quarter. Stock selection within our global and Australian equity portfolios weighed the most on performance. In contrast, the direct Australian equity portfolio outperformed its benchmark. Our exposures to private credit, global floating rate credit and the Russell Investments Australian Floating Rate Fund added further value over the period. An overweight to the value factor also contributed positively to performance.

Growth of \$10,000



Performance Review

As of Date: 30/09/2023

	Return
1 Month	-3.32
3 Months	-1.55
1 Year	12.17
2 Years	-0.06
3 Years	7.77
YTD	5.90
Since Inception	7.27

Inception date: 7/09/2020

[^]This performance is net of management fees for both the Managed Portfolio and the underlying managers' fees and costs. It does not take into account any third party platform fees charged to individual investors or transaction costs (including buy/sell spreads and brokerage fees). It assumes income is reinvested without any tax deduction. It is for RIML's preferred model portfolio of holdings. A holding in the preferred model portfolio may be restricted or replaced with another similar asset in the Managed Portfolio on different platforms if the preferred holding is not available. Different platforms may also charge different management fees for the Managed Portfolio. This can result in variances in performance of the Managed Portfolio between platforms. An individual investor's performance will differ, according to the investor's actual exposures to Managed Portfolio holdings and other factors (including transaction timing, transaction costs, actual underlying manager fees and costs and whether income is paid in cash). Platforms will have their own methodology for calculating performance, at both a platform level and an individual investor level. Past performance is not a reliable indicator of future performance.

Please contact your platform or adviser for details of your performance or current holdings in the Managed Portfolio.

Portfolio objective

The managed portfolio aims to provide capital growth over the long term consistent with a portfolio focusing on growth-oriented assets, while accepting fluctuations in capital values in the short term. The managed portfolio aims to outperform the benchmark over the long term.

Main market highlights

Global share markets fell over the period, driven largely by expectations global interest rates will stay higher for longer in the face of stubbornly high inflation. In the US, the Federal Reserve (Fed) hit the pause button in September but surprised the market when it flagged one more rate increase this year and fewer rate cuts next year. The Fed is now projecting just two interest rate cuts in 2024, which is down on the four rate cuts the Bank forecast in June. Speaking after the Fed's latest meeting, chairman Jerome Powell said the Bank intends to hold rates at a restrictive level until it's confident inflation is moving down sustainably toward its (2.0%) objective. We saw a similar theme in Europe and the UK. Stocks were also pressured by a sharp rise in government bond yields. Australian shares were also lower for the quarter. Much of the decline was driven by increasing speculation domestic interest rates may need to rise further and remain higher for longer amid stickier-than-expected inflation. Despite the Reserve Bank of Australia leaving the official cash rate unchanged at 4.10% throughout the period, officials noted that inflation in Australia is still too high and will remain so for some time. The local market was also impacted by a series of mostly softer domestic economic data.

Both global and domestic bonds were weaker for the quarter.

Main portfolio highlights

In terms of Australian equity managers, Ausbil underperformed the benchmark, driven in part by overweights to healthcare names ResMed and CSL Ltd. Platypus and Allan Gray also underperformed; the latter impacted by overweights to Alumina and oil and gas producer Santos. In contrast, Firetail performed in line with the benchmark. The manager benefited from an overweight to the energy space, however this was offset by an overweight to the poor-performing healthcare sector.

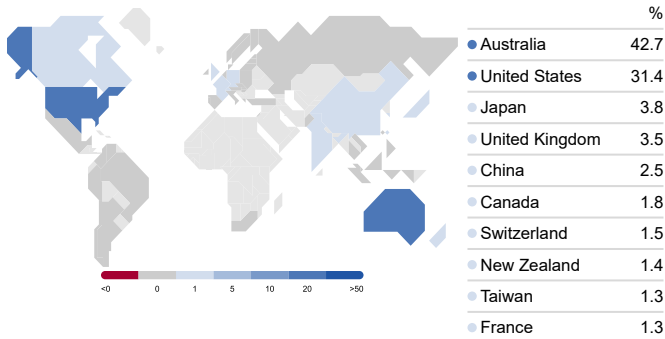
With regard to global equity managers, PineStone underperformed its benchmark, driven in part by underweight exposures to emerging markets and the energy sector. In contrast, UK equity specialist JO Hambro outperformed, benefiting from overweights to HSBC, oil major BP and healthcare giant GSK. Emerging markets specialist Redwheel and Japan equity specialist Nissay Asset Management also outperformed; the latter benefiting from overweights to Mitsubishi Chemical Group and Suzuki Motor Corp.

In terms of positional changes, we increased the portfolio's exposures to fixed income and listed property and reduced its exposure to global equities and cash. Overall, the managed portfolio is aligned with its long-term asset allocation as we wait patiently for opportunities.

Cornerstone Growth Managed Portfolio - Funds Only

Country Exposure

Portfolio Date: 30/09/2023



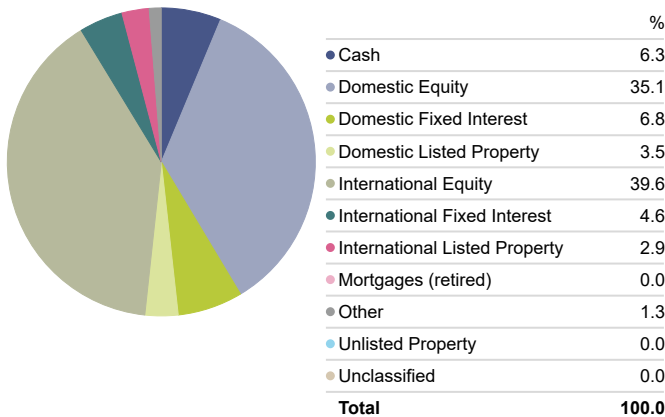
Dynamic positioning: Managing positions over the next 12-18 months

Looking ahead, we expect higher levels of volatility to continue, with active management to play an important role in navigating through it. We expect to increase growth asset exposure on major market reversals and decrease growth asset exposure on market rallies. This is a very important time to remain flexible as there are competing forces related to inflation and growth.

We retain the same themes as recent months, i.e. a preference for emerging markets over developed markets and a peer-relative overweight to floating rate credit.

Asset Allocation

Portfolio Date: 30/09/2023



Long-term investing: Positioning for 5 years and beyond

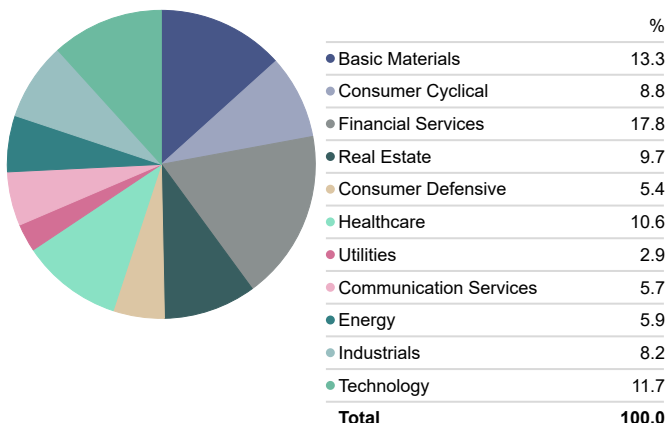
The portfolio has a long-term asset allocation of 90% to return generating assets (including high yield debt and other extended fixed income). Growth asset valuations have increased year to date but are below pre-pandemic levels. Long-term, forward-looking return expectations for US shares and high-yield debt have moderated. The economic outlook creates uncertainty in the near term, however in the long term, growth assets are still preferred due to superior returns relative to defensive assets.

Defensive assets such as fixed income and cash have an allocation of 10% in the portfolio. A tilt toward credit further enhances the long-term return potential, but also increases the risk of losses. Credit spreads have widened, providing additional yield over Treasuries. Government bonds have recently begun to show signs of value across some markets and are now offering much higher yields than at the beginning of 2022.

Strategically, the portfolio has positions in cheaper and higher momentum securities as per our researched beliefs.

Sector Allocation

Portfolio Date: 30/09/2023



Cornerstone Growth Managed Portfolio - Funds Only

cornerstone

investblue
it's possible.

Detailed Asset Allocation

Portfolio Date: 30/09/2023

	Portfolio Weighting %
Russell Inv Multi-Asset Growth StratPlus	25.09
AMP International Equity Index	13.07
AMP Australian Equity Index	12.62
Russell Global Opportunities A	8.22
Vanguard International Shrs Idx Hdg AUD	8.09
Ausbil 130/30 Focus - Wholesale	5.84
Allan Gray Australia Equity A	5.21
Vanguard Emerging Markets Shares Index	4.15
Platypus Australian Equities - Wholesale	3.39
Firetrail Australian High Conviction	2.63
AMP Australian Fixed Interest Index	2.44
AMP International Property Index Hdg	2.29
AMP Australian Property Index	2.24
Vanguard Global Infrastructure Index Hgd	2.19
AMP International Fixed Intst Idx Hdg	0.89

Allocations may not equal 100% due to rounding. In order to manage a fund/portfolio to its investment objectives, Russell Investments retains the discretion to change the underlying investments at any time, without notice to investors. Please refer to the relevant Product Disclosure Statement for more information.

Cornerstone Growth Managed Portfolio - Funds Only



For more information please visit our website:

russellinvestments.com.au/cornerstone or contact your Invest Blue representative: 1300 346 837

Important information

This brochure contains information that is general in nature. It does not take into account the objectives, financial situation or needs of any particular person. You need to consider your financial situation and needs before making any decisions based on this information. Invest Blue Pty Ltd (ABN 91 100 874 744) and Subsidiaries trading as Invest Blue, is an Authorised Representative and Credit Representative of AMP Financial Planning Pty Limited ABN 89 051 208 327, Australian Financial Services Licence and Australian Credit Licence No. 232706.

© 2023 Morningstar, Inc. All rights reserved. Neither Morningstar, its affiliates, nor their content providers guarantee the data or content contained herein to be accurate, complete, or timely nor will they have any liability for its use or distribution. Any general advice or 'regulated financial advice' under New Zealand law has been prepared by Morningstar Australasia Pty Ltd (ABN: 95 090 665 544, AFSL: 240892) and/or Morningstar Research Ltd, subsidiaries of Morningstar, Inc, without reference to your objectives, financial situation or needs. For more information refer to our Financial Services Guide (AU) and Financial Advice Provider Disclosure Statement (NZ) at www.morningstar.com.au/s/fsg.pdf and www.morningstar.com.au/mca/s/fapds.pdf. You should consider the advice in light of these matters and if applicable, the relevant Product Disclosure Statements before making any decision to invest. Our publications, ratings and products should be reviewed as an additional investment resource, not as your sole source of information. Morningstar's full research reports are the source of any Morningstar Ratings and are available from Morningstar or your adviser. Past performance does not necessarily indicate a financial product's future performance. To obtain advice tailored to your situation, contact a professional adviser. Some material is copyright and published under licence from ASX Operations Pty Ltd ACN 004 523 782.