

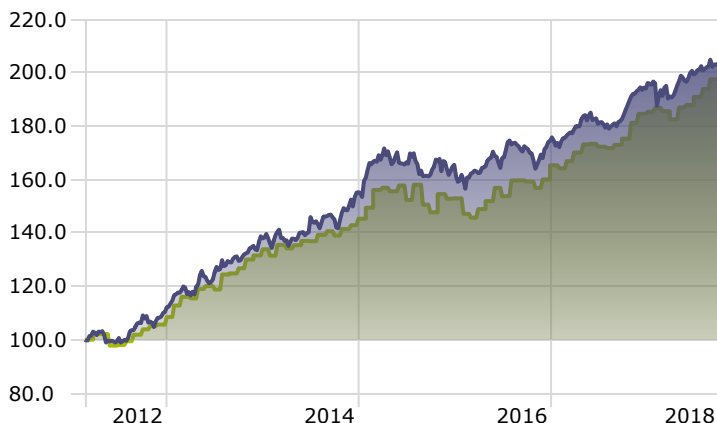
HUB24 Portfolio Review

The last quarter was an interesting one to navigate for portfolios. Australian Equities were a poor relative performer, but they were overshadowed by the negative performance of the Emerging Markets. So whilst Global Equities performed well over the quarter, and having a mild overweight to them and Australian equities was a positive for Asset Allocation, the allocation to Emerging Markets dragged on relative performance. Also having a reduced overall exposure to the market hurt in strong overall market conditions, but this means that we are taking less equity market risk in a heightened risk environment (which we believe is prudent). Being unhedged in our Global allocations (i.e. having exposure to global currencies, mostly the US Dollar instead of the AUD) also helped performance. Those portfolios with fixed income allocations did well over the quarter, outperforming traditional Fixed Income indices with our allocations to shorter dated, high quality Australian Corporates. Our allocations to alternative sources of return hurt performance though – with diversified Beta continuing its run of poor performance, and Dalton Street Capital suffering from a breakdown in the relationship between the US lead market and Asian subordinate market signals (which it relies on). These breakdowns have happened historically before, and always proved transitory, so we are not currently concerned about the recent run of performance.

Market Outlook

October has begun with a sell-off in Global Sovereign bonds sparking a rout across most asset classes, including equities, corporate bonds, emerging market bonds and various currencies. Innova have repeatedly warned about the risk of a bond market selloff not being zero, yet the market pricing that probability at or near zero. Time will tell if this short term upset turns into something more sinister but should be a wakeup call to most market participants who have relied on historical relationships, and assumed that they will hold into the future – that is that bonds will go up in price if stocks go down. Unfortunately any true student of history knows this isn't always the case, and so given the amount of uncertainty in the world around trade tariffs, Government deficits in the US, the rise of populism, Central Bank tightening and extremely indebted household here in Australia, Innova believe questioning the norm is a fiduciary responsibility. The outlook is clearly uncertain, so we will attempt to navigate this environment by following our common-sense process – steer clear of expensive assets, buy into the cheaper priced assets and be more diversified when uncertainty is high (such as now).

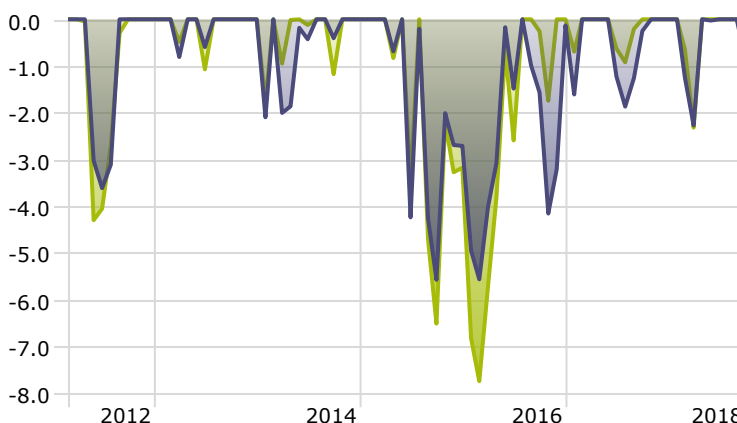
Investment Growth



■ HUB24 High Growth

■ Australia Fund Multisector Aggressive

Historical Drawdown



■ HUB24 High Growth

■ Australia Fund Multisector Aggressive

Objective

To achieve returns after management fees that on average exceed CPI by 4.1% p.a. over periods of seven years or more. The portfolio aims to provide investors with a diversified mix of assets. The allocation to growth assets is expected to lead to a high level of capital appreciation over the long term, with little income and a high level of capital volatility.

Performance (Net of fees, pre tax, annualized for periods greater than 1 year)

As of Date: 30/09/2018

	Return						
	1 Month	3 Months	1 Year	2 Years	3 Years	5 Years	Since Inception
HUB24 High Growth	-0.85	1.89	11.22	8.71	8.12	9.32	11.36
Australia Fund Multisector Aggressive	-0.36	2.95	12.18	11.18	10.08	9.16	10.80

Inception Date: 01/03/2012

As of 30/09/2018

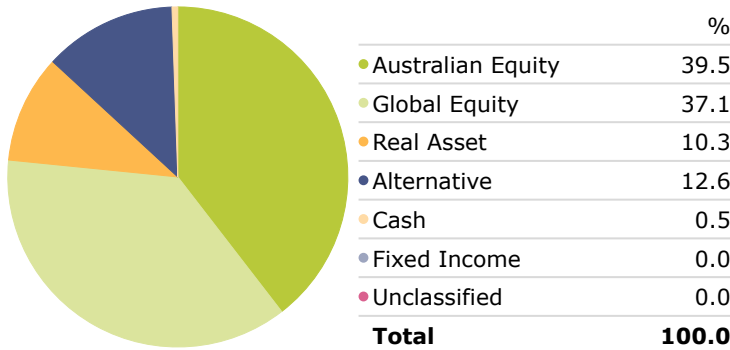
HUB24 High Growth Monthly Update



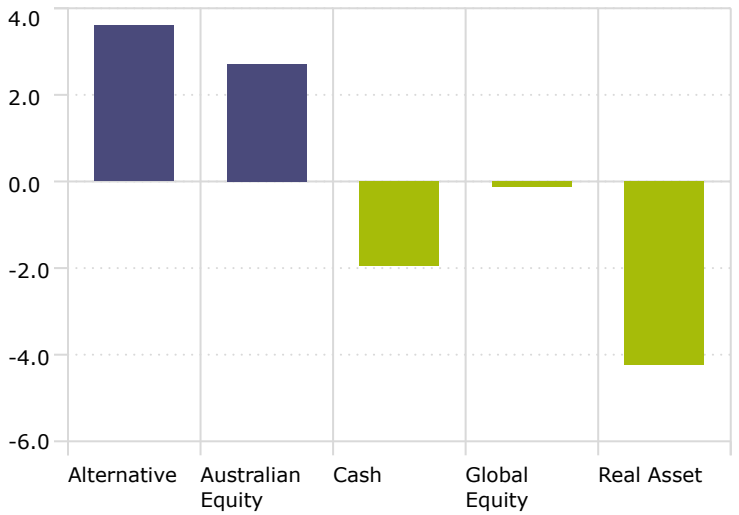
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HUB24 High Growth - Portfolio Holdings

Portfolio Date: 30/09/2018

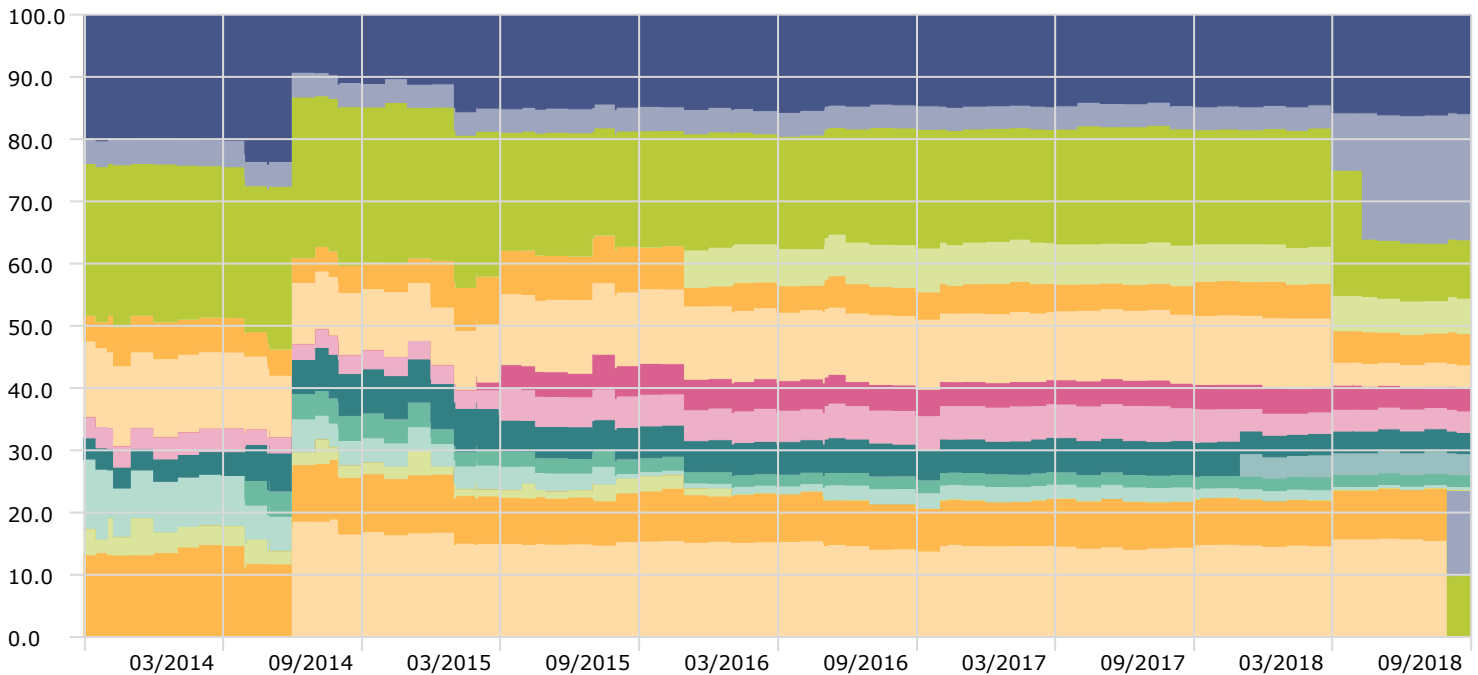


Tactical Over/Under Weights %



Historical Strategy Allocation

Time Period: 1/10/2013 to 30/09/2018



- Australian Equity
- Diversified Alternative Beta
- Asian Equity
- Global Listed Property
- High Quality Floating Rate Corporate Debt
- Australian Equity - Alpha
- Australian Equity - Quality
- Global Equity
- Trending Following
- Global Infrastructure
- Volatility Trading
- High Quality Fixed Rate Debt
- Australian Equity - Value
- Australian Equity - Low Volatility
- Global Equity - Long Short
- Global Equity - Quality - Hedged
- Australian Listed Property
- Cash
- Unclassified
- Gold Bullion
- Inflation Linked Bond

Source: Morningstar Direct

As of 30/09/2018

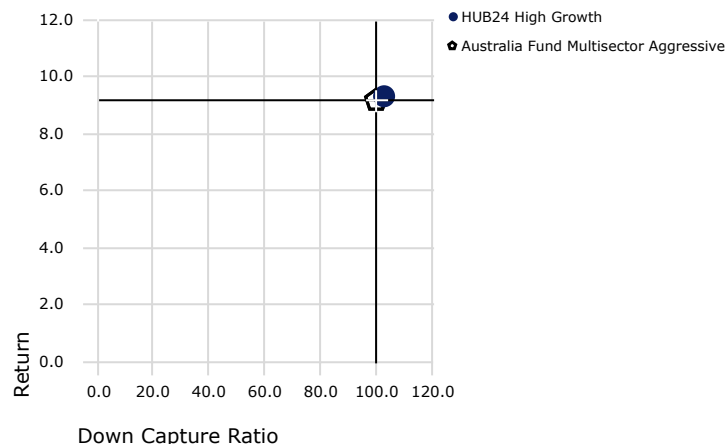
HUB24 High Growth Monthly Update



Risk-Reward

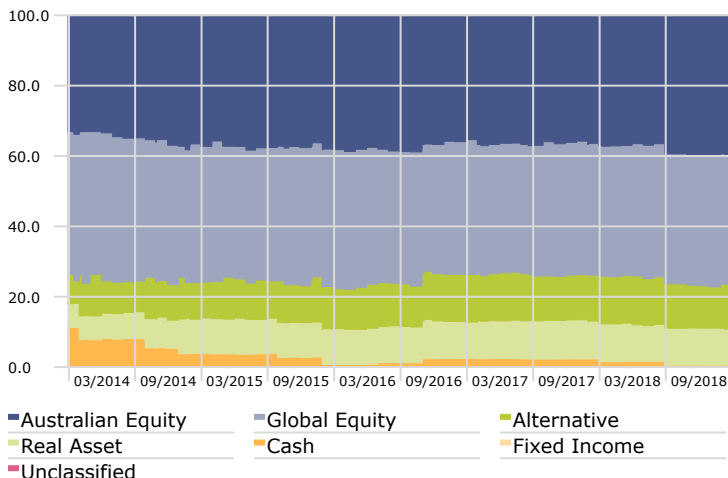
Time Period: 1/10/2013 to 30/09/2018

Calculation Benchmark: Australia Fund Multisector Aggressive



Asset Allocation

Time Period: 1/10/2013 to 30/09/2018



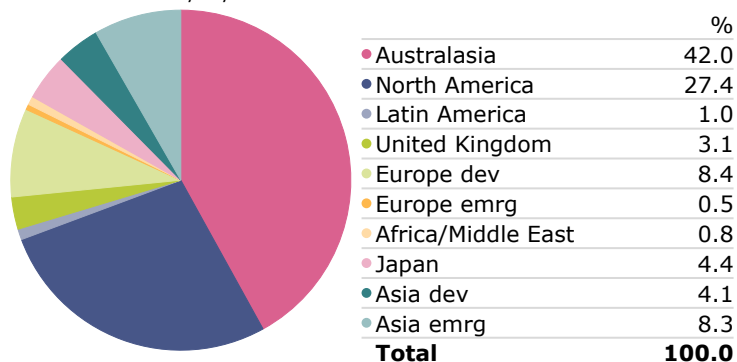
HUB24 High Growth - Top Holdings

Portfolio Date: 30/09/2018

	Portfolio Weighting %
DNR Capital Aus Eq High Conviction	15.9
Dimensional Global Value Trust	11.1
Schroder Equity Opps	10.0
Antipodes Global Fund - Class P	9.4
Firetrail Australian High Conviction	6.9
Bennelong Concentrated Australian Eq	6.8
CFM Institutional Systematic Diversified	5.7
Capital Group New Perspective (AU)	5.5
VanEck Vectors MSCI Wld ex Aus Qlty ETF	3.7
Platinum Asia	3.7
BMO LGM Global Emerging Markets	3.6
CFS WS Glb Listed Infrastructure-Class A	3.4
State Street Australian Lstd Prpt Idx Tr	3.4
SPDR® Dow Jones Global Real Estate ETF	3.4
Dalton Street Capital Absolute Return	3.1

HUB24 High Growth - Equity Regional Exposure

Portfolio Date: 30/09/2018



Source: Morningstar Direct

As of 30/09/2018

HUB24 High Growth Monthly Update



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Important Information

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* Other service fees may apply. Please refer to the relevant disclosure document available.