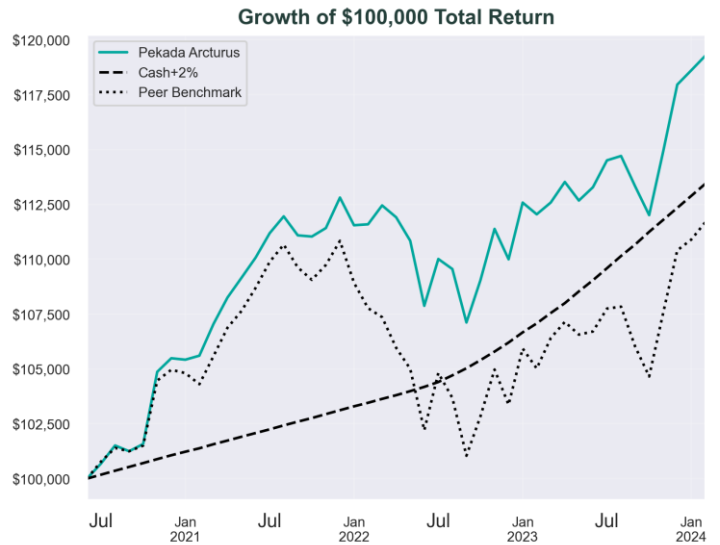


## Objective

The Model aims to outperform the Bloomberg AusBond Bank Bill Index +2%, after fees and costs, over rolling 5-year periods.

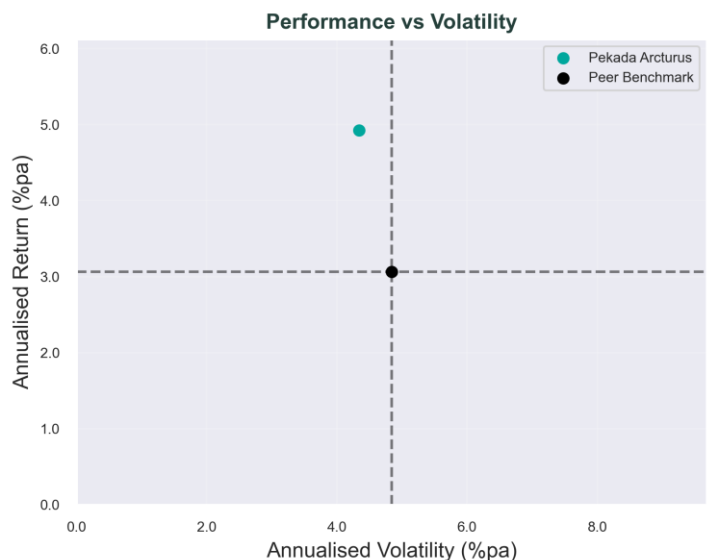
## Fund Description

The Pekada Arcturus Portfolio (the Model) is built and monitored using deep fundamental research on both asset allocation and fund manager selection. Asset allocation considerations include long term forecast returns for each asset class, as well as volatility and correlation. We then find exceptional managers that we believe work together to deliver on the Model's objectives. The composition of the Model will change from time to time, based on economic and market conditions, ongoing research, as well as a result of continuous monitoring of both current and potential fund managers.



Performance to 29 February 2024	1 mth	1 yr	Inception p.a <sup>#</sup>
Growth Performance	0.44%	2.70%	1.39%
Income Performance	0.12%	3.75%	3.53%
<b>Total Return</b>	<b>0.56%</b>	<b>6.45%</b>	<b>4.92%</b>

AMI Peer Benchmark* - Total Return	0.72%	6.35%	3.06%
Outperformance to peers	-0.16%	0.10%	1.86%



Past performance is not a reliable indicator of future performance.

\*Returns of the portfolio are calculated net of applicable investment manager fees and model management fees. Returns may not match your actual return. Portfolio inception date is 03/06/2020, with simulated performance up until the launch date of 03/05/2023, where all performance is live after this date.

Above performance charts use data since inception.

Data Source: FE fundinfo

# Portfolio Composition

## FUND WEIGHTINGS

Below are the target holding weights of Funds within the Model as at 29/02/2024. Note: these weights may differ to live weights due to market movement.

### Alternatives

Ironbark GCM Global Macro Fund	2.00%
--------------------------------	-------

### Alternatives - Equities

L1 Capital Long Short Fund	1.50%
Ruffer Total Return International Fund	3.00%

### Australian Credit

Alexander Credit Income Fund	5.50%
Realm High Income Fund	5.50%

### Australian Equities

Ausbil Active Dividend Income Fund	4.00%
Plato Australian Shares Income Fund	4.00%
Vanguard Australian Shares High Yield Fund	5.00%

### Australian Fixed Interest

Vanguard Australian Fixed Interest Index Fund	14.50%
---	--------

### Australian REITs

Vanguard Australian Property Securities Index Fund	2.50%
--	-------

### Diversified Credit

Perpetual Diversified Income Fund	8.50%
-----------------------------------	-------

### Global Credit

Bentham Global Income Fund	4.50%
----------------------------	-------

### Global Equities

Plato Global Shares Income Fund	2.50%
Talaria Global Equity Fund	2.50%
Vanguard International Shares Index Fund	4.00%

### Global Fixed Interest

Vanguard International Fixed Interest Index Fund (Hedged)	13.00%
---	--------

### Global Infrastructure

ClearBridge RARE Infrastructure Income Fund (Hedged)	2.50%
--	-------

### Global REITs

Resolution Capital Global Property Securities Fund	2.50%
--	-------

### Cash

BetaShares Australian High Interest Cash ETF	11.00%
Platform Cash	1.50%

## FUND & ASSET CLASS ATTRIBUTION

The below attribution measures break down the total performance of the Model, showing the best and worst contributors and their exact contribution.

### Top 3 Fund Contributors

1 Month

Vanguard International Shares Index Fund	0.21%
Vanguard Australian Property Securities Index Fund	0.12%
Plato Global Shares Income Fund	0.10%

### Bottom 3 Fund Detractors

1 Month

Vanguard International Fixed Interest Index Fund (Hedged)	-0.11%
Vanguard Australian Fixed Interest Index Fund	-0.05%
Talaria Global Equity Fund	-0.03%

### Asset Class Contributors

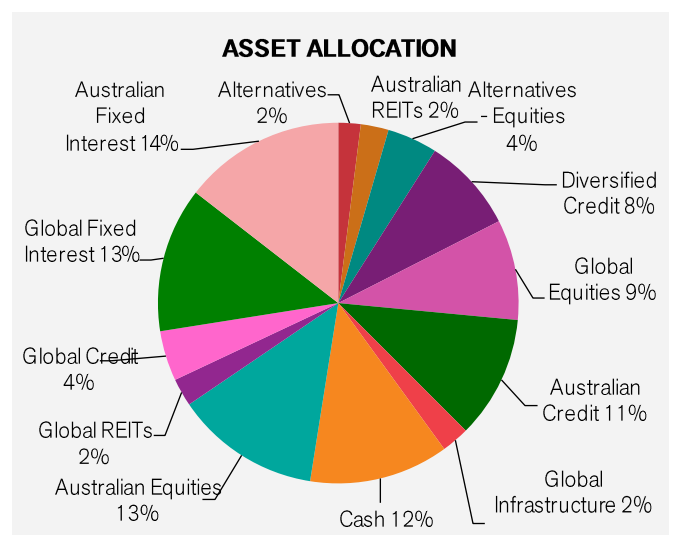
1 Month

Global Equities	0.28%
Australian REITs	0.12%

### Asset Class Detractors

1 Month

Global Fixed Interest	-0.11%
Australian Fixed Interest	-0.05%



---

## Market Commentary

February saw global markets deliver much stronger returns in risk assets than was the case domestically, thanks to select mega tech names that are inexorably linked to the generative AI revolution. On the interest rate front, traders pared back interest rate bets for a sharp reduction in the US Fed Funds Rate, as inflation and labour market data continued to surprise to the upside. As yields rose higher, fixed interest returns once again came under pressure, with most key benchmarks finishing February in the red. Higher real yields were a strong contributor to the upward move in market interest rates, which in turn held back Infrastructure returns.

While inflation continues to show signs of slowing due to weaker goods and energy prices, it remains well above the target 2-3% range, suggesting there is more work to do. This was highlighted by the January inflation data coming in higher than market consensus. Core inflation (which excludes food and energy) rose by 1% over the quarter and producer prices were also stronger than investors were hoping for. Services inflation has remained sticky and so-called 'super core services' inflation, which strips out rental costs, jumped 0.9% in January, the largest monthly increase since April 2022.

## Portfolio Commentary

The Model returned +0.56% in February, underperforming the peer group benchmark by -0.19%. The Model's underperformance was driven primarily from the relative performance of the Model's equity exposures, as the income focus of managers meant they were underexposed to growthier sectors, which delivered the largest returns in February.

Some of the greatest absolute returns came from the Model's AREIT exposure, via the Vanguard Australian Property Securities Index Fund (+4.7%). The asset class continues to gather momentum as investors become increasingly comfortable with the property supply/demand dynamics and the outlook for interest rates.

Additionally, global equities positively contributed to Model performance on an absolute basis, as those names exposed to the AI/semi-conductor thematic continued to rally. The Vanguard International Share Index Fund (+5.9%) and the Plato Global Shares Income Fund (+4.1%) delivered strong performance over the month.

In Australian Equities, the managers experienced mixed performance. The Plato Australian Shares Income Fund (+1.0%) and the Vanguard Australian Shares High Yield Fund (+0.8%) both outperformed the ASX 200.

The Model's more defensive assets delivered more subdued returns as markets continued to walk back their expectation that the Fed and other major central banks would engage in aggressive rate cutting in 2024. As such the Vanguard International Fixed Interest Index Fund (Hedged) (-0.9%) and Vanguard Australian Fixed Interest Index Fund (-0.3%) delivered some of the weakest absolute returns.

This was somewhat offset by the Model's domestic credit funds, the Realm High Income Fund (+0.7%) and Alexander Credit Income Fund (+0.8%), who continued to outperform their benchmark. Additionally, the Model's Alternative exposure through the Ironbark GCM Global Macro Fund (+4.6%) continued to provide a source of uncorrelated returns, benefitting from the volatility in interest rate markets.

### Monthly Report January 2024

### Pekada Arcturus Portfolio

**Disclaimer:** This report is for Adviser use and it does not take into account the objectives, financial situation or needs of any individual investor. This report is not to be used in substitution for recommendations outlined in your advice documents and the applicable Product Disclosure Statements or investment statements. The information contained in this report has been prepared and produced by Evergreen Fund Managers Pty Ltd, trading as Evergreen Consultants AFSL No. 486275. This report supersedes all prior reports. Past performance is not a reliable indicator of future performance. Evergreen Consultants is only authorised to provide general advice to wholesale clients and is not responsible for any personal financial product advice that may be provided to any retail client.

# Inception date is from 03/06/2020. Returns are simulated prior to launch using historical returns of the portfolio holdings at launch or market indices where a full track record is unavailable. The portfolio launch date is 03/05/2023 and all returns are live after this date. Returns are calculated after deduction of manager and Evergreen fees.

\*AMI Peer Benchmark is AMI Mixed Asset Moderate.