# Oakleigh Flagship Equities Portfolio

The Oakleigh Flagship Equities Portfolio is a transparent, fully managed investment solution with a share investment strategy focused on capital preservation and long-term returns above inflation.

Oakleigh Investment Management

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|---|---|
| Investment objective | The Oakleigh Flagship Equities Portfolio aims to achieve a return of CPI + 5% pa over rolling 5-year periods |
| Investment strategy | Stock selection within the portfolio focuses on growth and value securities with specific focus on shares that have a sustainable competitive advantage or business model with monopolistic traits, high sustainable cash flow generation or structural tailwinds. |
| Benchmark | All Ordinaries Index |
| Suggested investment | 5+ years |
| Availability | Investors have the option of investing through the Macquarie platforms:<br>• Macquarie Manager II • Macquarie Consolidator II |
| Minimum investment | $50,000 |
| Management fee | 0.75% per annum |
| Investments | Exposure to predominantly Australian shares and property with some exposure to international shares via Exchange Traded Funds (ETF's) and managed investments |
| Asset allocation | **Asset Class** / **Minimum** / **Maximum**<br>Cash / 1 / 100<br>Shares and Property / 0 / 99 |
| Valuations | Daily at the end of each day |

## Quality Plus Value


## The Portfolio Investment Philosophy

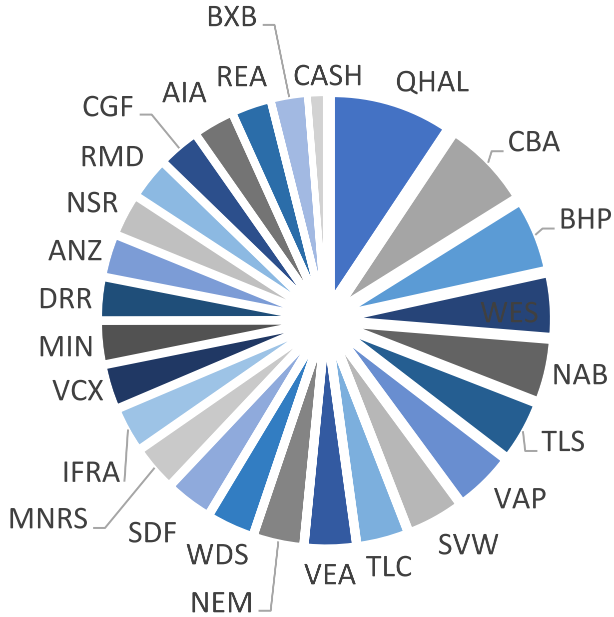
The portfolio will have a high focus on Australian and International shares and property and will typically be positioned between 80% and fully invested in these asset classes.

Seeking to preserve capital, the portfolio does have the ability to hold high cash or defensive asset classes at times of poor risk and reward dynamics.

Investments aim to display the following characteristics:

- Predictable, free-cash-flow generative businesses
- A sustainable competitive advantage and/or structural tailwinds
- High quality management and strong balance sheet
- Companies that trade at a compelling discount to intrinsic value

## What are you invested in?




| Company | Code | Weight |
|---|---|---|
| Cash | Cash | 1.3% |
| VanEck Vectors MSCI World Ex Australia Quality (Hedged) ETF | QHAL | 9.4% |
| Commonwealth Bank of Australia | CBA | 6.8% |
| BHP Group Limited | BHP | 5.5% |
| Wesfarmers Limited | WES | 4.7% |
| National Australia Bank Limited | NAB | 4.6% |
| Telstra Group Limited | TLS | 4.5% |
| Vanguard Australian Property Securities Index ETF | VAP | 4.5% |
| Seven Group Holdings | SVW | 4.2% |
| The Lottery Corporation Limited | TLC | 4.1% |
| Viva Energy Group Limited | VEA | 4.1% |
| Newmont Corp | NEM | 3.6% |
| Woodside Energy Group Ltd | WDS | 4.3% |
| Steadfast Group Limited | SDF | 3.5% |
| Betashares Global Gold Miners ETF | MNRS | 3.3% |
| VanEck FTSE Global Infrastructure (Hedge) ETF | IFRA | 3.3% |
| Vicinity Centers | VCX | 3.2% |
| Mineral Resources Limited | MIN | 3.2% |
| Deterra Royalties | DRR | 3.1% |
| Australia and New Zealand Banking Group Limited | ANZ | 3.1% |
| National Storage REIT | NSR | 3.1% |
| Resmed | RMD | 3.0% |
| Challenger | CGF | 3.0% |
| Auckland International Airport Limited | AIA | 3.0% |
| REA Group | REA | 2.8% |
| Brambles | BXB | 2.6% |

## This portfolio is designed for Australian investors who:

- Are seeking the potential for capital growth and income from a portfolio of listed Australian shares for at least 5 years.
- Are comfortable with a return and risk outcome that may be quite different to that of the benchmark index.
- Want to access a professionally managed investment portfolio that is well diversified across Australian companies that exhibit desirable fundamental quality and/or value characteristics.

## Who is the Portfolio Manager?

Oakleigh Investment Management Pty Limited is the Portfolio Manager of several investment portfolios, including the Oakleigh Flagship Equities Portfolio. Oakleigh Investment Management is part of the Oakleigh Financial Services group, an Adelaide based, boutique financial services business with advisers who have been providing financial solutions to small business owners, families and high-net-worth clients for over fifteen years. The group specialise in portfolio construction, asset allocation and investment management with a focus on equities. Oakleigh Investment Management is advised by the experienced investment professionals that comprise its Investment Committee.

## Platform - Macquarie

The Oakleigh Flagship Equities Portfolio is available on multiple Macquarie platforms to ensure a range of clients are able to find the administration option that best suits them.

Your investment portfolio would be managed through a Separately Managed Account (SMA). SMAs gives each investor the advantages of direct ownership in the underlying investments as well as tax-efficiencies. SMAs are different from managed funds, each person's moneys are not pooled with those from other investors.

While the assets are owned by you, they are held on your behalf by a custodian, a company in the Macquarie group. Your investment portfolio will be managed by the Portfolio Manager and administered by Macquarie and the custodian.

Investors are able to view up-to-date information on their portfolio through online and mobile view access.

The Macquarie platforms provide a cost effective professional administration service for SMAs.

**Example: $500,000 Superannuation or Pension funds invested into Oakleigh Flagship Equities Portfolio via Macquarie Super Manager II:**

| Macquarie Super Manager II – Flagship Equities Portfolio | Fee Component |
|---|---|
| Macquarie Administration Fees | 0.15%^ |
| Indirect Cost Ratio (ICR) | 0.08%# |
| Oakleigh Investment Management & Macquarie SMA Implementation Fee | 0.75% |
| **Total Client Fees** | **0.98%** |

*# Fees paid to Exchange Traded Funds (ETF's) and other assets that attract external ongoing fees *as at 31 December 2023.*

*^ Assumes client only holds cash and Oakleigh Flagship Equities Portfolio. Fees are lower than stated for Macquarie Investment Manager II (non Super/Pension) and exclude Reduced Input Tax Credit (GST rebates) available.*

## How is the portfolio managed?

We invest your money with the following core philosophy:

QUALITY

Our fundamental approach to making individual investment decision determines the quality of an investment. We look to own investments that display the following characteristics:

- predictable, free-cash-flow generative businesses
- a sustainable competitive advantage
- high quality management and strong balance sheet

RESILIENCE

Our focus on quality, ability to hold cash, and capital preservation typically results in a portfolio of companies that is more resilient to losses in times of market uncertainty.

VALUE & GROWTH

The potential for return is greater and loss is lower if you purchase investments that are currently overlooked or underappreciated by other investors. Yet we recognise that value can take significant time to be recognised and seek to invest with thematic tailwinds that enhance the change of high ongoing risk adjusted investment performance.

DIVERSIFICATION

Strong diversification means you are less exposed to the risks of investing when your money is spread across a mix of different industries and sectors. Too much diversification can mean you are not focusing on your core investment principals. We aim to own between 15 and 30 quality investments at any time.

## What are the benefits of investing this way?

- Full transparency – you can view all of your current holdings in securities, ETFs and cash, together with the history of the transactions on your portfolio
- Comprehensive accounting and taxation reporting, with tax management tools that gives you the flexibility to manage your tax position
- Valuations and performance reporting for your investments
- Low transaction costs
- Low administration fees



Oakleigh

Investment Management