

# Portfolio Update

5 JUNE 2023

## PORTFOLIO CHANGE AND RATIONALE

Janus Henderson Global Multi-Strategy Fund recently announced the team responsible for running the portfolio protection and systematic component (CTA) of the fund are departing. Despite a large team managing the remainder of the fund (25 Portfolio Managers), they do not have the requisite experience to take over this strategy and so Janus will need to find an external team to replace them. While the allocation to Janus served our portfolios well in 2022, gaining 1.2% as both bonds and equities declined substantially, we feel these departures are reflective of the overall conservativeness of the team that has been unable to deliver on its targeted volatility and returns.

Today we are switching the exposure to passive global equities via the iShares Hedged International Equity Index Fund which continues to benefit from the strength in large cap technology shares representing ~37% of the index.

Janus forms part of the *Global Alpha* growth allocation of the portfolios and we are now reducing this overweight back to neutral as part of the change. As a result, there are some small reductions to other managers such as Totus and Sage for portfolios that didn't hold any exposure to Janus.

## PORTFOLIO CHANGE

Fund	Change	Dynamic	DS30	DS50	DS70	DS90	DS100	DS100+
iShares Hedged International Equity Index Fund	▲	4.0%	2.5%	2.5%	3.5%	3.5%	2.0%	7.0%
Janus Henderson Global Multi-Strategy Fund	▼	-3.0%			-2.0%	-3.5%		-4.1%
Totus Alpha Long Short Fund	▼	-1.0%	-1.0%	-1.0%	-1.0%		-1.0%	-3.1%
CC Sage Capital Absolute Return Fund	▼		-1.5%	-1.5%	-0.5%		-1.0%	
Cash	▲							0.2%

## ASSET CLASS POSITIONING

The portfolios are now neutral Global Alpha and remain strongly underweight global equities and overweight cash.

	Strong Underweight	Underweight	Neutral	Overweight	Strong Overweight
Australian Equities	<input type="radio"/>	<input type="radio"/>	<input checked="" type="radio"/>	<input type="radio"/>	<input type="radio"/>
Global Equities	<input checked="" type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Property	<input type="radio"/>	<input checked="" type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Infrastructure	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input checked="" type="radio"/>	<input type="radio"/>
Global Alpha	<input type="radio"/>	<input type="radio"/>	<input checked="" type="radio"/>	<input type="radio"/>	<input type="radio"/>
Government Bonds	<input type="radio"/>	<input type="radio"/>	<input checked="" type="radio"/>	<input type="radio"/>	<input type="radio"/>
Corporate Debt	<input checked="" type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Cash	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input checked="" type="radio"/>
Total Growth vs Defensive	<input checked="" type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>

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