

# Model Portfolio Profile: SN0001

## Seneca Australian Shares Portfolio

**Investment objective:** To outperform the S&P/ASX 200 TR Index over rolling five-year periods net of fees and costs.

### Investment description

The portfolio seeks to invest in quality businesses at fair valuations with strong balance sheets, sustainable growth prospects, capable management teams and that are likely to achieve strong returns on capital.

The Manager utilises an active approach in constructing the portfolio with stock weights monitored for attractive risk-adjusted returns, relative to the benchmark. Considerations include:

- Sector and industry weights
- Gearing, market cap, dividend yield
- Factor or style (growth, value, quality, momentum, overseas earnings etc.)
- Management quality
- Historical volatility or benchmark beta

### Who is this option suitable for?

Investors who:

- Are seeking an actively managed Australian equity portfolio with a focus on quality style characteristics such as high levels of return on equity or low leverage
- Attractive capital gains over the long term with a tax-effective annual income

Have a long-term investment horizon and prefer a low to moderate turnover portfolio.

### Benchmark

S&P/ASX 200 TR Index

### Number of securities

20 – 40

### Suggested minimum model investment

\$25,000

### Standard Risk Measure

Risk Band 7 – Very high.

### Suggested minimum time frame

5 years

### Fees

Investment fee	0.00% p.a.
Indirect Cost Ratio (approx)*	0.00% p.a.
Performance fee	Nil

\*Indirect Cost Ratio (approx) does not include Cash Administration Fee; see PDS for further information.

Further information on all Model Portfolios can be found in the Scheme PDS at [www.praemium.com.au/resources](http://www.praemium.com.au/resources)

Asset allocation ranges (%)			
	Min	Target	Max
Australian equities	90	98	100
Cash	0	2	10

# Model Portfolio Profile: SN0002

## Seneca Defensive Income Portfolio

**Investment objective:** This portfolio aims to provide returns in excess of the Seneca Defensive Income Benchmark over 5 year rolling periods with an equal or lower level of annualised volatility. The Seneca Defensive Income Benchmark is a custom composite benchmark combining the Bloomberg AusBond Composite Index (50%) & the Bloomberg Global Aggregate (AUD hedged) Index (50%).

### Investment description

The portfolio provides exposure to domestic and international fixed income securities via a diversified portfolio of actively managed fixed income funds. The portfolio is focused primarily on more defensive (lower risk) income generating assets and strategies.

### Who is this option suitable for?

The portfolio is designed for investors whose main objective is stability of capital with the generation of some income. A lower risk of capital loss can be expected, but overall total returns (capital growth & income) are also likely to be lower.

### Benchmark

50% Bloomberg AusBond Composite Index

50% Bloomberg Global Aggregate TR AUD Hedged

### Number of securities

5 – 10

### Suggested minimum model investment

\$10,000

### Standard Risk Measure

Risk Band 2 – Low.

### Suggested minimum time frame

5 years

### Fees

Investment fee	0.00% p.a.
Indirect Cost Ratio (approx)*	0.51% p.a.
Performance fee	Nil

\*Indirect Cost Ratio (approx) does not include Cash Administration Fee; see PDS for further information.

Further information on all Model Portfolios can be found in the Scheme PDS at [www.praemium.com.au/resources](http://www.praemium.com.au/resources)

Asset allocation ranges (%)			
	Min	Target	Max
Domestic Fixed Interest	25	50	75
International Fixed Interest	25	50	75
Cash	0	0	50

# Model Portfolio Profile: SN0003

## Seneca Absolute Return Portfolio

**Investment objective:** This portfolio aims to provide a return in excess of the RBA CPI +4% Index over 5 year rolling periods.

### Investment description

The portfolio provides exposure to a diversified portfolio of absolute return strategies, sometimes referred to as liquid alternatives. As a multi-strategy, multi-manager solution, it combines a variety of different investment strategies and managers that generally have little correlation to each other but are all seeking positive returns through all market conditions. The goal is to deliver a less volatile return stream to investors that is uncorrelated to traditional asset classes like equities, property and bonds.

### Who is this option suitable for?

The portfolio is designed for investors who seek positive absolute returns regardless of market conditions while diversifying away exposure to the risk of allocating to a single strategy or single manager.

### Benchmark

RBA CPI +4% Index (gross total return)

### Number of securities

5 – 10

### Suggested minimum model investment

\$10,000

### Standard Risk Measure

Risk Band 2 – Low.

### Suggested minimum time frame

5 years

### Fees

Investment fee 0.00% p.a.

Indirect Cost Ratio (approx)\* 1.22% p.a.

Performance fee Nil

\*Indirect Cost Ratio (approx) does not include Cash Administration Fee; see PDS for further information.

Further information on all Model Portfolios can be found in the Scheme PDS at [www.praemium.com.au/resources](http://www.praemium.com.au/resources)

Asset allocation ranges (%)			
	Min	Target	Max
Alternatives	70	100	100
Cash	0	0	30

# Model Portfolio Profile: SN0004

## Seneca Aggressive Income Portfolio

**Investment objective:** This portfolio aims to provide returns in excess of the Seneca Aggressive Income Benchmark over 5 year rolling periods with an equal or lower level of annualised volatility. The Seneca Aggressive Income Benchmark is a custom composite benchmark combining the Bloomberg Global Aggregate (AUD hedged) Index (50%) & the S&P/ASX Dividend Opportunities TR Index (50%).

### Investment description

The portfolio provides exposure to domestic and international income generating assets across multiple asset classes via allocating to a diversified portfolio of actively managed and index tracking funds. The portfolio will allocate to investment strategies focused primarily on more aggressive (higher risk) income generating assets, which will have exposure to high dividend/yield equities, listed infrastructure & property securities, high yield corporate bonds, emerging market debt, mortgage-backed securities, private debt and longer-dated treasuries.

### Who is this option suitable for?

The portfolio is designed for investors whose main objective is to generate a high level of income (yield) with less of a need for capital stability. A higher risk of capital loss can be expected, but overall total returns (capital growth & income) are also likely to be higher over the suggested investment time frame.

### Benchmark

50% Bloomberg Global Aggregate (AUD hedged) Index

50% S&P/ASX Dividend Opportunities TR Index (gross total return)

### Number of securities

5 – 10

### Suggested minimum model investment

\$10,000

### Standard Risk Measure

Risk Band 4 – Medium.

### Suggested minimum time frame

5 years

### Fees

Investment fee	0.00% p.a.
Indirect Cost Ratio (approx)*	0.74% p.a.
Performance fee	Nil

\*Indirect Cost Ratio (approx) does not include Cash Administration Fee; see PDS for further information. Further information on all Model Portfolios can be found in the Scheme PDS at [www.praemium.com.au/resources](http://www.praemium.com.au/resources)

Asset allocation ranges (%)			
	Min	Target	Max
Australian Equities	10	20	50
International Equities	10	20	50
Property & Infrastructure	0	10	30
Domestic Fixed Interest	10	25	50
International Fixed Interest	10	25	50
Cash	0	0	20

# Model Portfolio Profile: SN0005

## Seneca Australian Equity Portfolio

**Investment objective:** This portfolio aims to provide total returns (capital growth & income) in excess of the S&P/ASX 300 TR Index over 5 year rolling periods with an equal or lower level of annualised volatility.

### Investment description

The portfolio provides investors with exposure to Australian equities via a diversified portfolio of, both actively managed and index tracking, managed funds, exchange traded funds and listed investment companies. Allocations are designed to blend different styles of active management, sectors and thematic as the manager's outlook for each changes over time.

### Who is this option suitable for?

The portfolio is designed for investors wanting a medium to long-term investment in Australian equities via a diversified portfolio of both active stock selection and lower-cost index tracking investments and are willing to accept the risk of significant fluctuations in the value of their investment.

### Benchmark

S&P/ASX 300 TR Index

### Number of securities

5 – 10

### Suggested minimum model investment

\$50,000

### Standard Risk Measure

Risk Band 6 – High.

### Suggested minimum time frame

5 years

### Fees

Investment fee	0.00% p.a.
Indirect Cost Ratio (approx)*	0.81% p.a.
Performance fee	Nil

\*Indirect Cost Ratio (approx) does not include Cash Administration Fee; see PDS for further information.

Further information on all Model Portfolios can be found in the Scheme PDS at [www.praemium.com.au/resources](http://www.praemium.com.au/resources)

Asset allocation ranges (%)			
	Min	Target	Max
Australian Equities	70	100	100
Cash	0	0	30

# Model Portfolio Profile: SN0006

## Seneca Global Equity Portfolio

**Investment objective:** This portfolio aims to provide returns in excess of the MSCI ACWI ex Australia Net Return AUD Index over 5 year rolling periods with an equal or lower level of annualised volatility.

### Investment description

The portfolio provides investors with exposure to global equities via a diversified portfolio of, both actively managed and index tracking, managed funds, exchange traded funds and listed investment companies. Allocations are designed to blend different geographical regions, styles of active management, sectors and thematics as the outlook for each change over time.

### Who is this option suitable for?

The portfolio is designed for investors wanting a medium to long-term investment in Global equities via a diversified portfolio of both active stock selection and lower-cost index tracking investments and are willing to accept the risk of significant fluctuations in the value of their investment.

### Benchmark

MSCI ACWI ex Australia Net Return AUD Index

### Number of securities

5 – 10

### Suggested minimum model investment

\$10,000

### Standard Risk Measure

Risk Band 6 – High.

### Suggested minimum time frame

5 years

### Fees

Investment fee	0.00% p.a.
Indirect Cost Ratio (approx)*	1.07% p.a.
Performance fee	Nil

\*Indirect Cost Ratio (approx) does not include Cash Administration Fee; see PDS for further information.

Further information on all Model Portfolios can be found in the Scheme PDS at [www.praemium.com.au/resources](http://www.praemium.com.au/resources)

Asset allocation ranges (%)			
	Min	Target	Max
International Equities	70	100	100
Cash	0	0	30