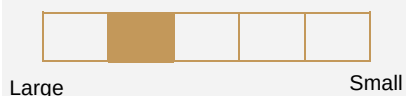


## Key facts

### Income versus growth target



### Market cap bias



### Investment strategy

A portfolio of ASX-listed equities designed to provide capital growth with some tax-effective income

### Investment objective

Outperform index by over 3% p.a.

### Benchmark index

S&P/ASX 300 Accumulation Index

### Portfolio Manager

Will Riggall

### Inception date

February 2008

### Management fee

0.75% p.a. (may vary across platforms)

### Number of stocks

25-35

### External ratings

Zenith "Approved"

### Key platforms

HUB24, NetWealth, Praemium, OneVue, Powerwrap, Linear, Xplore, Wealth02

## Performance (% returns greater than one year are p.a.)<sup>1</sup>

At month end	1 mth	3 mth	1 yr	2 yr	3 yr	5 yr	10 yr	Inception
Ralton	2.71%	0.07%	9.61%	5.80%	12.37%	5.44%	8.46%	7.19%
Income	0.00%	0.86%	4.44%	3.62%	3.51%	3.71%	3.79%	4.10%
Growth	2.71%	-0.79%	5.17%	2.18%	8.86%	1.74%	4.67%	3.09%
Index <sup>2</sup>	2.89%	2.03%	11.09%	4.18%	11.91%	7.46%	8.30%	6.13%
Outperformance	-0.18%	-1.96%	-1.48%	1.62%	0.46%	-2.01%	0.16%	1.06%

<sup>1</sup> Performance is based on a model portfolio and is gross of investment management and administration fees, but net of transaction costs. Total returns assume the reinvestment of all portfolio income.

<sup>2</sup> Index means the S&P/ASX 300 Accumulation Index.

## Portfolio Performance

The Ralton Concentrated Portfolio underperformed the ASX300 Accumulated Index in July, returning 2.71%, versus the index return of 2.89%. A focus on investing in companies with strong competitive advantages and valuation support has held the portfolio in good stead during an extended period of volatility.

Contributors	Comment
<b>Worley Limited (WOR)</b> 9.9%	WOR was reclassified to the Industrials sector from Energy recently given its predominantly engineering based operations servicing the green energy transition and continues to benefit as a result. The share price was strong in the month outperforming both the Energy and Industrial sectors which were up around 7% and 2% respectively. Energy stocks continue to be supported in the short term from OPEC and Russian oil output cuts.
<b>Incitec Pivot Limited (IPL)</b> 10.2%	IPL increased 10% during July as the company confirmed recent media speculation that the company has formally been approached by global parties to acquire the group's fertiliser business. At the same time, fertiliser prices have reversed recent weakness, supporting future earnings growth. Retain buy.
<b>James Hardie Industries PLC Chess Units of Foreign Securities (JHX)</b> 9.4%	JHX continued to show strength in July. Positive US housing data continues as single housing starts increased 11% over the quarter. We expect the forthcoming 1Q23 result to be supportive of our positive thesis and see further upside driven by accelerating growth at incrementally higher margins.

## Portfolio Performance

Detractors	Comment
<p><b>Northern Star Resources Ltd (NST)</b> -4.7%</p>	<p>NST share price fell during July in response to higher costs in the 2023 June quarter and softer than expected production and capital expenditure guidance for the FY24. We retain conviction in NST which is a high quality gold miner and the recent approval of the KCGM mill expansion will see their throughput increase to 27Mtpa.</p>
<p><b>Telstra Group Limited (TLS)</b> -0.9%</p>	<p>With no news released during the month, telecommunications and defensives generally underperformed as expectations of the level of forward terminal rates declined given favourable macro news benefiting other sectors that have lagged in performance.</p>
<p><b>CSL Limited (CSL)</b> -3.2%</p>	<p>CSL declined in July as investors digested the surprise negative market update from management in June. The market will now tread water under further direction is given at the FY23 result in August. We see the current valuation as attractive given double digit earnings per share (EPS) growth outlook and the group's global leadership in immunotherapy treatment.</p>

## Portfolio Activity

BUY

-

-

SELL

-

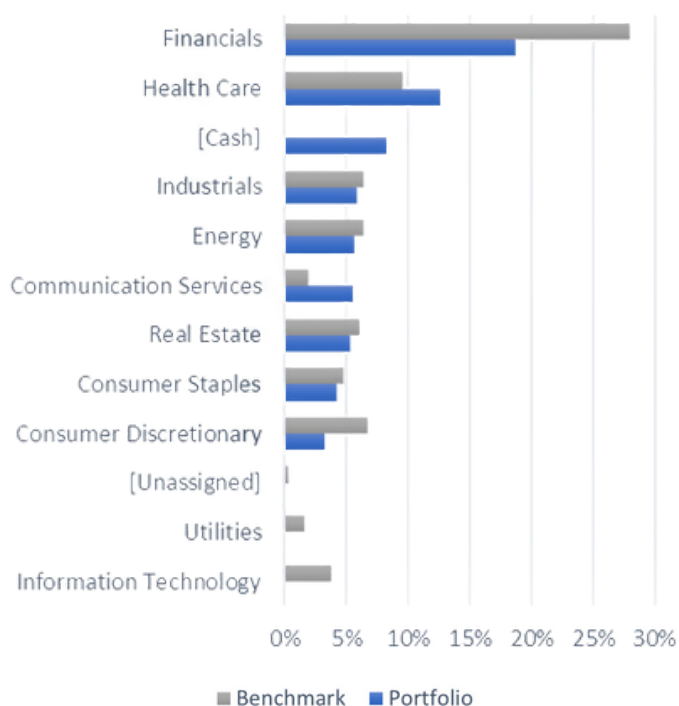
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## Top 10 holdings (alphabetical)

Amcor PLC Shs Chess Depository Interests  
ANZ Group Holdings Ltd  
BHP Group Ltd  
Coles Group Ltd  
CSL Ltd

James Hardie Industries PLC Chess Units of Foreign Securities  
Mineral Resources Limited  
National Australia Bank Limited  
Telstra Group Limited  
Worley Limited

## Sector Positioning



## Portfolio metrics\*

	Ralton	XKOA <sup>^</sup>
# of Securities	26	299
Market Capitalisation	68,574.6	74,354.2
Active Share	59.1	--
Tracking Error	2.81	0.00
Beta	0.90	1.00
Est 3-5 Yr EPS Growth	1.1	2.3
ROE	19.8	18.6
Dividend %	4.35	4.30
P/E using FY2 Est	15.7	15.5
Price/Cash Flow	8.3	9.0

\* Source: FactSet

<sup>^</sup> XKOA<sup>I</sup> means the S&P/ASX 300 Accumulation Index (Index). The Index is shown for comparative purposes only. Index returns do not allow for transaction, management, operational or tax costs. An index is not managed and investors cannot invest directly in an index.