

Resonant Asset Management

Monthly Update & Performance Summary

December 2022

MARKET SUMMARY

Santa Claus was conspicuous in his absence in December as equity markets declined. Australian Equities (as per the S&P/ASX 300 Accumulation index) fell 3.3% and International Equities (as per the MSCI World net Total Return index) fell 3%.

Although US CPI again printed softer than expected, December market movements imply that investors still believe that high interest rates for longer is an increasingly likely outcome. As we head into Q1 2023, the macro data and company earnings statements will be an increasingly important signal on the state of the world's largest economy and the wider implications for global markets.

Our outlook for 2023 is focused on an overall positive environment for investors, though we see a likely continuation of some of the volatility that so characterised 2022. Central banks actions will continue to exert undue influence over markets and portfolio returns, which will make tactical changes and risk management of paramount importance.

Portfolio Returns

Given the market weakness in December, all Sterling-Resonant portfolios were slightly down for the month, ranging from -2.0% for Conservative to -2.6% for High Growth.

The Australian equities sleeve within the models was up 0.1% vs the ASX200 Index.



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AWARD FINALIST
INNOVATION



**Multi Asset
Class**
Finalist
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Innovation
Finalist
2019 IMAP MANAGED
ACCOUNT AWARDS

Sterling Resonant Growth

31 December 2022

Product Information

Code	RN0003
Investment Horizon	6 years
Min. Investment	100000
Objective	BB AusBond BB + 3.2% p.a.
Structure	SMA

Investment Strategy

To invest in an actively managed diversified portfolio of direct securities, managed funds and ETF's across a broad range of asset classes. The portfolio is optimised to aim for the highest level of return whilst remaining in a growth portfolio allocation set out below. As a result, asset allocations may vary depending on market conditions and correlations, however it is expected that over a full economic cycle, growth assets will average approximately 80%, while defensive assets will average approximately 20%

Asset Allocation

AssetClass	Weight
Australian Equities	42.5%
International Equities	26.0%
Bonds	17.2%
Alternatives	6.2%
Cash	4.9%
Property & Infrastructure	3.2%

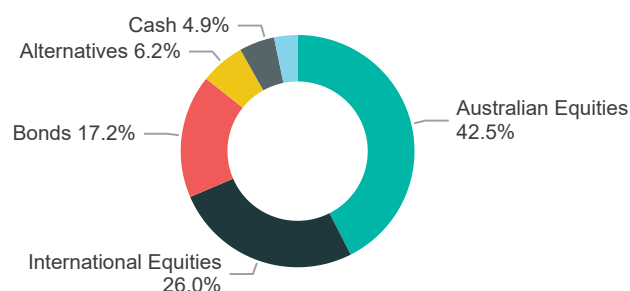
Net Performance Summary

1 Year	-6.3%
3 Years (PA)	2.5%
5 Years (PA)	5.0%
CYTD	-6.3%
FYTD	5.7%
Inception (PA)	7.3%

Net Cumulative Performance



Asset Allocation



Notes on Returns: The returns presented reflect the performance of Resonant's headline managed model portfolios only, they do not reflect individual investor returns. The managed model returns are shown net of any underlying investment product fees. The returns do not include any adviser fees or platform fees. The returns do not include the benefit of franking credits and are shown before tax. Please note the actual returns of individual investors will differ due to adviser fees, platform fees, franking credits, market timing and realised trading costs. Client specific circumstances such as the investor's tax rate and any client directed holdings or exclusions will also influence individual returns. The "inception date" used in this report, being 1st July 2016, reflects the date that Resonant's "Quantamental" investment process was implemented by Libero Capital, formerly a related entity of Resonant. Resonant was "spun out" of Libero Capital in 2017. In February 2018 Resonant launched a suite of SMA models on the Netwealth platform. The investment IP, models and processes of the Resonant models are identical to that of the Libero models. Performance figures are supported by time-stamped model uploads. These returns are calculated from data provided by third parties in accordance with GIPS compliant methodology. The returns are unaudited. The historical returns presented reflect the historical performance of Resonant's headline managed model portfolios only, not the performance of the Resonant-Sterling SMA's. While the holdings of the Resonant-Sterling models are identical to the holdings of Resonant's headline portfolios, performance may vary slightly due to differences in implementation and fees across investment platforms. We do not expect these differences to be material. Model returns do not reflect individual investor returns.

Fees: For the fees related to this product and their breakdown, please refer to the PDS.

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Our Financial Services Guide can be found at <https://www.resonantam.com.au/wp-content/uploads/resonant-financial-services-guide.pdf>

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Peer Group Comparison: Resonant conducts a quarterly rolling 5 year analysis of its returns vs industry peers of comparable asset allocation/risk. Peer returns and groupings are sourced from FE Analytics <https://investmentcentre.moneymanagement.com.au/investments/superannuation/fund-price-performance>. Resonant's headline models have consistently delivered outperformance vs the peer group average on a risk adjusted basis over a rolling 5 year period. This peer analysis has been provided to your adviser and can be provided to you directly from Resonant upon request.