



Investment Objective & Strategy

The aim of the **VIP Australian Shares Leaders Portfolio** is to provide investors with investment income and capital growth in excess of the S&P/ASX 200 Index over the long term from investment in a portfolio of medium to large capitalisation Australian companies. The portfolio invests in 15 to 30 Australian shares within the S&P/ASX 200 index that have been selected via a quantitative, qualitative screening process, and align with macroeconomic themes identified by our analysts and consultants to generate excess returns over the long term.

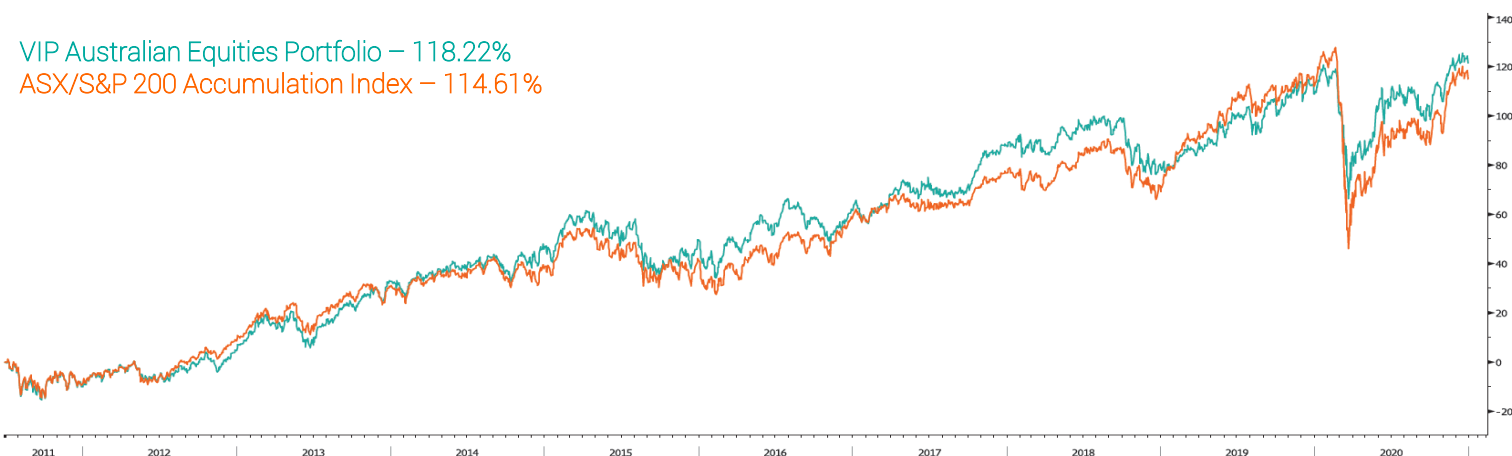
Portfolio Updates

The top contributors to performance were Iluka Resources (0.93%), BHP Group (0.68%), and Commonwealth Bank of Australia (0.38%). The top detractors of performance were A2 Milk (-0.44%), CSL Limited (-0.33%), and TPG Telecom (-0.26%). In December, the Investment Committee sold Woodside Petroleum, and used those proceeds to buy Treasury Wine Estates.

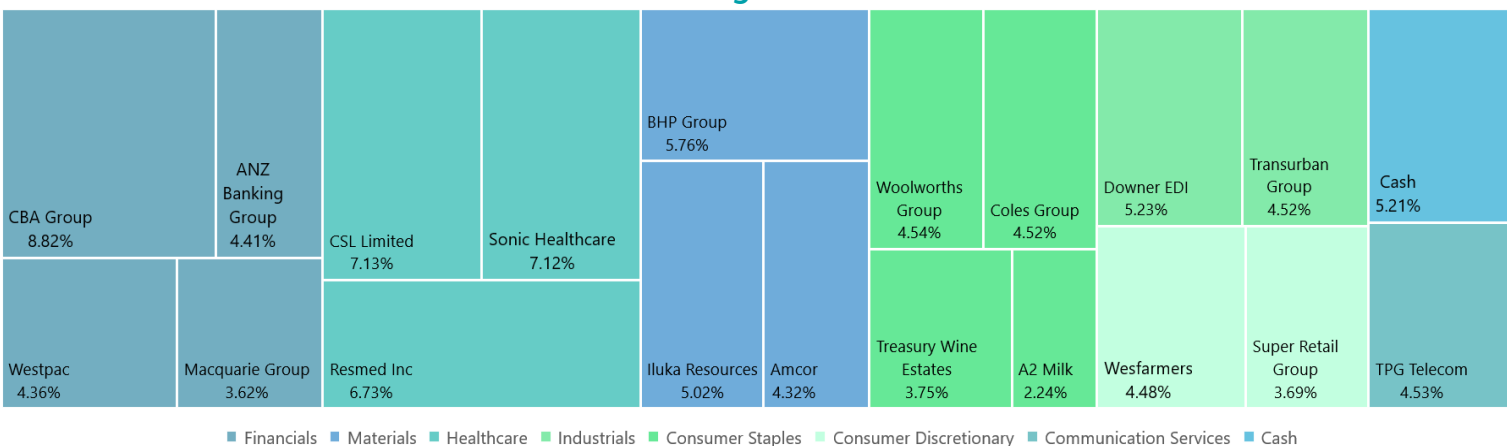
Portfolio Performance

	1 Month	3 Month	6 Month	Y.T.D.	1 Year	3 Year (p.a.)	5 Year (p.a.)	7 Year (p.a.)	Since Inception (p.a.)
Gross Returns	1.32%	10.73%	6.04%	6.34%	6.34%	5.38%	9.18%	9.20%	12.44%
Net Returns	1.25%	10.53%	5.64%	5.74%	5.54%	4.58%	8.38%	8.40%	11.64%
Benchmark Returns	1.21%	13.70%	13.21%	1.36%	1.36%	7.15%	10.35%	9.21%	12.06%

VIP Australian Equities Portfolio – 118.22%
ASX/S&P 200 Accumulation Index – 114.61%



Portfolio Sector Allocation & Current Holdings



Financials Materials Healthcare Industrials Consumer Staples Consumer Discretionary Communication Services Cash