Atchison Active Floating Rate SMA 31 May 2025

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | 3 Months | 6 Months | 1 Year | 2 Years (p.a.) | Since Inception (p.a.) |
| AtchisonFloatingRate | **1.0** | **2.57** | **5.87** | **5.96** | **5.85** |
| Peer Group | 0.97 | 1.97 | 4.13 | 4.56 | 4.5 |
| Inflation | 1.2 | 1.5 | 2.21 | 3.1 | 2.87 |
| Outperformance vs Peers | 0.03 | 0.6 | 1.74 | 1.4 | 1.35 |
| Outperformance vs Inflation | -0.19 | 1.07 | 3.66 | 2.86 | 2.99 |

Inception Date: 31 December 2022

Investment Objective

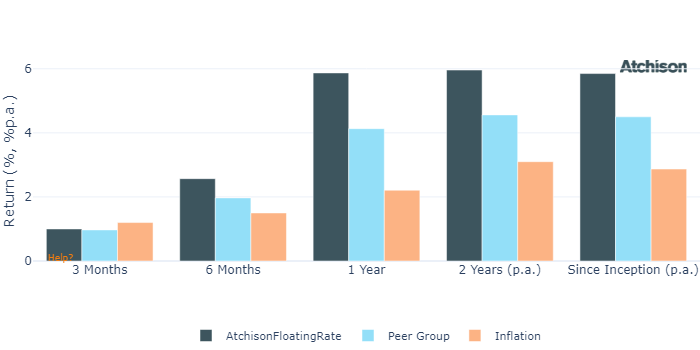
Outperform the RBA Cash Rate, after underlying manager fees and before tax, over rolling three-year periods.

Strategy Overview

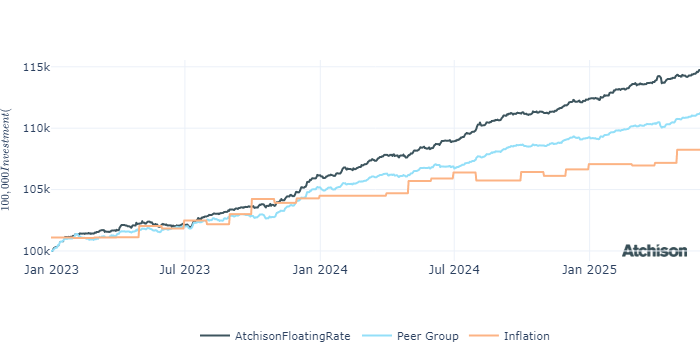
The Atchison Active Floating Rate Portfolio offers a bespoke solution as part of your defensive bond asset class allocation. Focusing on floating rate bank securities, asset backed securities and diversified credit strategies that pay a variable (or “floating” ) interest rate, typically with a duration of less than three years.

|  |  |
| --- | --- |
| Key Details |  |
| Strategy Category | Floating Rate |
| Strategy Provider | Atchison |
| Benchmark | RBA Cash Rate |
| Inception Date | 31 December 2022 |
| Investment Horizon | 3 Years |
| Risk Level (SRM) | Low to Medium |
| Min Investment | 5k |
| Product Fee | Platform Specific - Refer to PDS |
| Underlying MER | 0.37% |
| Underlying Perf Fees | 0.00% |

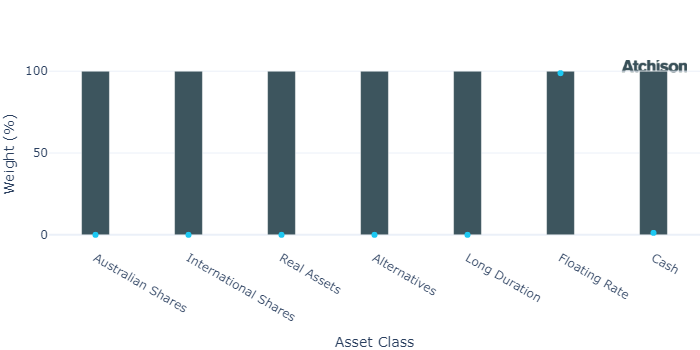
Strategy Performance



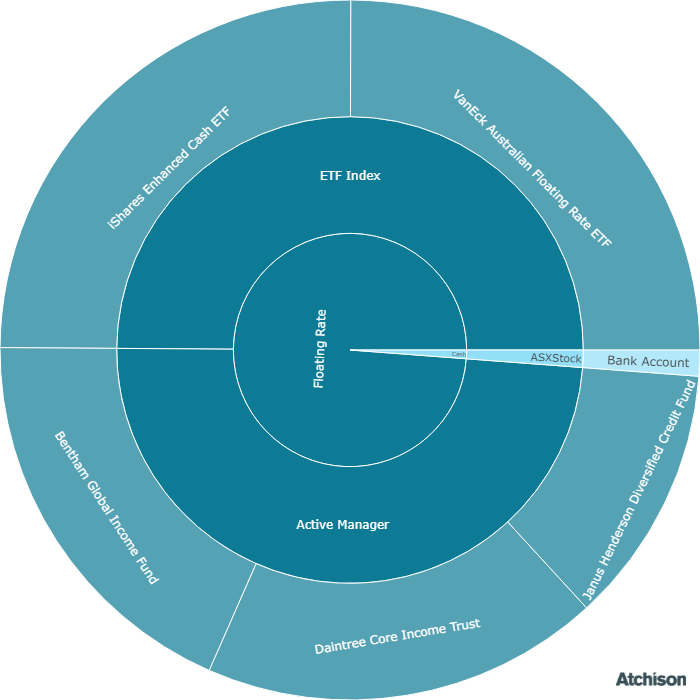
Cumulative Performance Since Inception



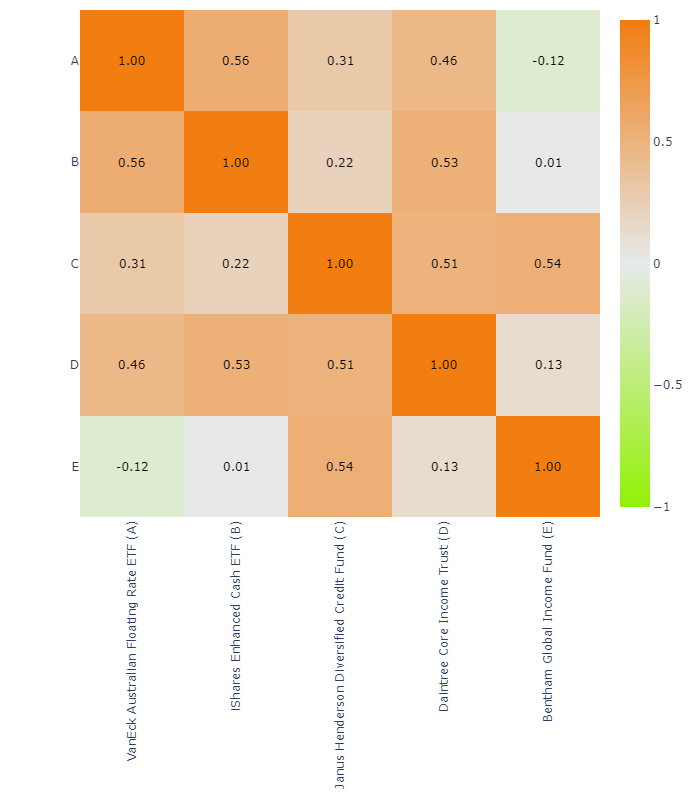
Portfolio Allocations



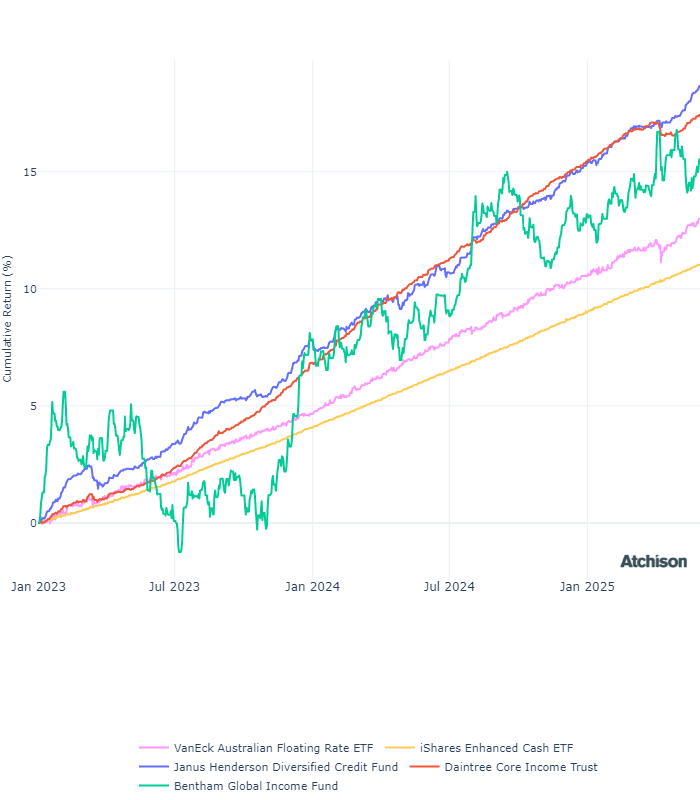
Portfolio Construction



Correlations



Underlying Manager Performance



|  |  |  |
| --- | --- | --- |
| **Strategy** | **1 Year** | **2 Years (p.a.)** |
| VanEck FRN | 5.26 | 5.34 |
| iShares Enh Cash | 4.64 | 4.6 |
| Janus Div Credit | 7.71 | 7.43 |
| Daintree Core Inc | 6.16 | 7.39 |
| Bentham Global Inc | 6.92 | 6.29 |
| **BM: Floating** | **5.12** | **5.25** |
| Cash | 4.51 | 4.47 |

Inception Date: 31 December 2022

Underlying investment manager returns are shown after fees and before tax

Market Update

Smaller companies outperformed their broader counterparts, with the Small Ordinaries rising 6%, whilst the ASX 200 advanced 4%<  
  
All sectors within the ASX 200 recorded gains. Information Technology led with a 20% jump, followed by Energy at 9%, while traditionally defensive sectors - Utilities, Consumer Staples, and Health Care lagged.  
  
All Australian factor indices ended the month in positive territory. Momentum, Equal Weight, and Growth factors outpaced others, whereas High Dividend and Value underperformed, echoing sector-level trends.  
  
China’s equity markets posted solid gains in May 2025, supported by tech earnings and fresh monetary easing, including rate and reserve ratio cuts. However, mixed economic data and external pressures, such as weaker U.S. exports, highlight ongoing structural and geopolitical challenges.  
  
U.S. equities staged a strong rebound in May, driven by renewed optimism over easing trade tensions. The S&P 500 rose 6%, marking its best May performance since 1990. Solid earnings from major technology firms also propelled the rally.   
  
Most sectors registered gains, led by Information Technology and Communication Services, which rose 11% and 10% respectively. Health Care was the notable underperformer.  
  
Risk appetite continued to improve, with Momentum, High Beta, and Growth factors leading for the second consecutive month, reflecting a continued rotation away from defensiveness.  
  
European equities maintained their positive trajectory, with the European Index gaining approximately 11% year-to-date, outperforming the U.S. market. This performance was supported by easing trade tensions and investor optimism.  
  
In May, the RBA cut rates for the second time this year, and delivered a dovish outlook, but Australian bond yields still rose, driven by global market forces including rising yields in the U.S. and Japan.  
  
U.S. Treasury yields rose sharply following a weak 20-year note auction and persistent fiscal concerns. As a result, the U.S. Treasury Bond Index declined by 1% in May, its first monthly loss of the year.  
  
Within commodities, Energy and Livestock were standout performers. Meanwhile, safe-haven demand for Gold was mixed, leading to slight underperformance in Precious Metals over the month.

Fine Print

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