

Product update: Changes to strategic asset allocation for Perpetual funds

October 2014

Perpetual has recently advised that it has made some changes to the strategic asset allocations (SAA) of its diversified funds

The following funds (referred to collectively as 'the Funds') are impacted:

- Perpetual Conservative Growth
- Perpetual Balanced Growth

Which OnePath products are the Perpetual funds offered through?

- OneAnswer Personal Super and Pension (including Frontier)
- OneAnswer Frontier Investment Portfolio (including Frontier)
- Corporate Super (closed to new investors)
- Integra Super (closed to new investors)

Which Product Disclosure Statements (PDSs) are impacted?

- OneAnswer Frontier Personal Super and Pension PDS dated 1 July 2014
- OneAnswer Frontier Investment Portfolio PDS dated 1 July 2014
- OneAnswer Investment Portfolio PDS dated 1 July 2014 (closed to new investors)
- OneAnswer Personal Super and Pension PDS dated 1 July 2014 (closed to new investors)

Please note these changes will be reflected in the relevant PDS at their next reissue.

When did the changes become effective?

The changes to the Funds' strategic asset allocation became effective in May 2014.

Strategic asset allocation changes by fund

Perpetual Conservative Growth

Asset Class	Previous		New – effective May 2014	
	Benchmark (%)	Range (%)	Benchmark (%)	Range (%)
Cash and enhanced cash*	34	15 – 45	33	15 – 45
Fixed Income	30	15 – 55	30	15 – 55
Property	3	0 – 10	5.5	0 – 10
Australian shares†	11	0 – 25	11	0 – 25
International shares†	9	0 – 20	9	0 – 20
Alternative assets†	13	0 – 30	11.5	0 – 30

* This fund may invest in enhanced cash funds that allow gearing.

† The fund may gain its exposure to Australian shares by investing in one or more underlying Australian share funds. Where the fund invests in the Perpetual Australian Share Fund, that underlying fund invests primarily in Australian listed or soon to be listed shares but may have up

to 20% exposure to stocks outside Australia. The investment guidelines showing the fund's maximum investment in international shares do not include this potential additional exposure. Underlying Australian share funds may use short positions as part of their investment strategy. Currency hedges may be used from time to time.

‡ Perpetual may allocate up to 30% of the portfolio to other assets which may include, but is not limited to, infrastructure, mortgages (including mezzanine mortgages), private equity, opportunistic property, absolute return funds, commodities and real return strategies. Exposure to other assets aims to enhance the fund's diversification and may reduce volatility.

Perpetual Balanced Growth

Asset Class	Previous		New – effective May 2014	
	Benchmark (%)	Range (%)	Benchmark (%)	Range (%)
Cash and enhanced cash*	12	0 – 30	15	0 – 30
Fixed Income	10	0 – 35	10	0 – 35
Property	3	0 – 15	5.5	0 – 15
Australian shares†	27	10 – 50	27	10 – 50
International shares†	27	10 – 50	27	10 – 50
Alternative assets‡	21	0 – 30	15.5	0 – 30

* This fund may invest in enhanced cash funds that allow gearing.

† The fund may gain its exposure to Australian shares by investing in one or more underlying Australian share funds. Where the fund invests in the Perpetual Australian Share Fund, that underlying fund invests primarily in Australian listed or soon to be listed shares but may have up to 20% exposure to stocks outside Australia. The investment guidelines showing the fund's maximum investment in international shares do not include this potential additional exposure. Underlying Australian share funds may use short positions as part of their investment strategy. Currency hedges may be used from time to time.

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Any questions?

If you have any questions or require further information, please:

- speak with your financial adviser
- call Customer Services on 133 665, weekdays between 8.30am and 6.30pm (AEST)
- email customer@onepath.com.au

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