

ONEANSWER JANUS HENDERSON AUSTRALIAN EQUITY FUND - SUSPENSION OF TRANSACTIONS

FEBRUARY 2019

On 29 January 2019, Janus Henderson Investors announced that the Janus Henderson Australian Equity Fund, in which the OneAnswer Fund invests, is being wound up.

WHAT ARE THE CHANGES?

No further applications for investment into the OneAnswer – Janus Henderson Australian Equity Fund (the “OneAnswer Fund”) are being accepted effective from 30 January 2019.

Any information in the applicable Product Disclosure Statement (PDS) relating to the OneAnswer Fund is to be disregarded from 30 January 2019.

WHY ARE WE MAKING THE CHANGES?

This change follows a sudden and unexpected announcement from the underlying manager, Janus Henderson Investors (Australia) Funds Management Limited (Janus Henderson Investors). They announced the termination of the Janus Henderson Australian Equity Fund*.

Janus Henderson Investors is in the process of terminating its fund by converting the equities held to cash.

In the coming weeks, Janus Henderson Investors will return the final cash proceeds to clients. An interim distribution was received on 7 February 2019, returning 99% of the previously held value of the fund’s assets.

*Janus Henderson Investors is the Responsible Entity of the underlying Janus Henderson Australian Equity Fund ARSN 087 718 910 which is being terminated.

WHAT IS THE IMMEDIATE IMPACT ON THE ONEANSWER FUND?

Effective from 30 January 2019 we have been unable to value the assets of the OneAnswer Fund (as a result of the actions of the Janus Henderson Australian Equity Fund) and have therefore suspended the publishing of any unit prices. This has also meant that any transactions requested by clients or initiated automatically through our systems have been unable to be completed.

WHAT DO THE CHANGES MEAN FOR YOUR CLIENTS?

We are working through various processes to deal with the situation at hand. Some of them are outlined below:

Effective from 8 February 2019, we will be investing the OneAnswer Fund’s assets on an interim basis into an Australian share index portfolio which we already operate:

- This will enable us to continue to provide your clients with exposure to the asset class they have requested, ie. Australian shares.
- This will provide an interim solution which will enable us to perform a comprehensive analysis of the appropriate actions for us to take in relation to the future of the OneAnswer Fund.

As we have now received an updated unit price post receipt of the majority of the proceeds from Janus Henderson Investors, we are now in a position to appropriately value the assets of the OneAnswer Fund and strike a unit price. The key impacts of this are as follows:

- We can use the unit price to complete client redemptions from the OneAnswer Fund. This will enable us to appropriately service clients' accounts, i.e. facilitate regular payments and ad hoc withdrawals for clients.
- We will not, however, open the OneAnswer Fund to applications as there is uncertainty over its future and the interim solution for investment would not be the same as that disclosed in the applicable PDS.

ARE THERE ANY DISCLOSURE CHANGES?

Yes, all references to the **Janus Henderson Australian Equity Fund** will be removed from the following PDSs:

- OneAnswer Frontier Investment Portfolio PDS dated 18 September 2017
- OneAnswer Frontier Personal Super and Pension PDS dated 18 September 2017
- OneAnswer Investment Portfolio PDS dated 18 September 2017 (closed to new clients)
- OneAnswer Personal Super and Pension PDS dated 18 September 2017 (closed to new clients).

In the next few days PDS Updates detailing how the changes impact the PDSs will be available on the OnePath website (onepath.com.au) under the 'Product Updates' section.

WHICH PRODUCTS ARE AFFECTED BY THE CHANGES?

The OneAnswer Fund is offered through the following products:

Open products:

- OneAnswer Frontier Investment Portfolio
- OneAnswer Frontier Personal Super and Pension

Closed products:

- OneAnswer Investment Portfolio (including //Select)
- OneAnswer Personal Super and Pension.

HOW WILL YOUR CLIENTS BE NOTIFIED OF THE CHANGES?

Investment clients

Notice of the changes will be published on our website (onepath.com.au) under the 'Product Updates' section, expected to be in the next few days.

Superannuation clients

We will write to superannuation clients as soon as possible after we have determined an appropriate longer term solution for them.

DO YOUR CLIENTS NEED TO TAKE ANY ACTION?

Yes, your clients will need to review their investment instructions in relation to the OneAnswer Fund as it can no longer accept applications. Clients may need to amend their regular investment profile, their future investment strategy etc.

ANY QUESTIONS?

If you have any further questions, please:

- call Adviser Services on 1800 804 768, weekdays between 8.30am and 6.30pm (AEST)
- email us at adviser@onepath.com.au
- speak with your ANZ Wealth Business Development Manager.

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