

OptiMix and OnePath (Wholesale) diversified funds: review of asset allocation ranges

May 2016

Following a recent review of the OptiMix and OnePath diversified funds' strategic asset allocation ranges, an increase in the ranges for diversified funds will be implemented, effective 31 May 2016.

Which funds will be affected by this change?

The following funds, referred to collectively as 'the Funds', will be affected:

- OptiMix Wholesale Conservative
- OptiMix Wholesale Moderate
- OptiMix Wholesale Balanced
- OptiMix Wholesale Growth
- OptiMix Wholesale High Growth
- OnePath Wholesale Balanced
- OnePath Wholesale Managed Growth
- OnePath Wholesale High Growth

Which Product Disclosure Statements (PDSs) will be affected by this change?

- OptiMix Wholesale Conservative
- OptiMix Wholesale Moderate
- OptiMix Wholesale Balanced
- OptiMix Wholesale Growth
- OptiMix Wholesale High Growth
- OnePath Wholesale Balanced
- OnePath Wholesale Managed Growth
- OnePath Wholesale High Growth

The increase in ranges will be reflected in the relevant PDS at the next reissue.

Change in the asset allocation ranges for the Funds

ANZ Wealth's investment research team regularly reviews the strategic asset allocation of its funds. Following a recent review, an increase in the asset allocation ranges for diversified funds will be implemented, effective 31 May 2016.

The increase in the asset allocation ranges will provide an enhanced ability to add value to the Funds' portfolio through the active asset allocation process, and will also improve portfolio management efficiency. (Active asset allocation is the process of increasing or decreasing exposure to relevant asset classes within permitted strategic asset allocation ranges).

This change is to ensure the Funds can continue to meet their investment objectives, deliver more consistent returns and manage downside risks more effectively by allowing increased flexibility in making active asset allocation decisions. It will not change the Funds' investment strategies, investment objectives or level of investment risk. There will be no changes to benchmark allocations at this time.

What does the change in the asset allocation range mean for investors?

For existing investors, these changes will take place automatically on 31 May 2016. Investors are not required to take any action.

Strategic asset allocation ranges by fund

The revised strategic asset allocation ranges for each of the Funds is outlined in the tables below.

OptiMix Wholesale Conservative

Asset Class†	Current			New effective 31 May 2016		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	20	13	27	20	7	43
Australian fixed interest	18	10	25	18	5	31
International fixed interest	20	12	28	20	7	33
Global Property/Infrastructure Securities	3	0	10	3	0	12
Australian Shares	12	5	19	12	0	25
International Shares	10	2	18	10	0	23
Alternative assets	17	5	29	17	5	29

† The maximum exposure to growth assets for the OptiMix Wholesale Conservative Fund is 42%. International shares may include exposure to emerging market and/or global small cap securities.

OptiMix Wholesale Moderate

Asset Class†	Current			New effective 31 May 2016		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	8	0	16	8	0	31
Australian fixed interest	14	6	22	14	0	32
International fixed interest	17	9	25	17	0	35
Global Property/Infrastructure Securities	3	0	11	3	0	12
Australian Shares	20	12	28	20	2	38
International Shares	19	10	28	19	1	37
Alternative assets	19	5	33	19	5	33

† The maximum exposure to growth assets for the OptiMix Wholesale Moderate Fund is 64%. International shares may include exposure to emerging market and/or global small cap securities.

OptiMix Wholesale Balanced

Asset Class†	Current			New effective 31 May 2016		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	4	0	12	4	0	27
Australian fixed interest	8	0	16	8	0	31
International fixed interest	9	1	17	9	0	32
Global Property/Infrastructure Securities	3	0	12	3	0	12
Australian Shares	29	20	38	29	6	52
International Shares	27	18	36	27	4	50
Alternative assets	20	6	34	20	6	34

† The maximum exposure to growth assets for the OptiMix Wholesale Balanced Fund is 84%. International shares may include exposure to emerging market and/or global small cap securities.

OptiMix Wholesale Growth

Asset Class†	Current			New effective 31 May 2016		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	0	0	9	0	0	23
Australian fixed interest	4	0	13	4	0	27
International fixed interest	6	0	14	6	0	29
Global Property/Infrastructure Securities	3	0	12	3	0	12
Australian Shares	35	26	44	35	12	58
International Shares	34	24	44	34	11	57
Alternative assets	18	4	33	18	4	33

† International shares may include exposure to emerging market and/or global small cap securities.

OptiMix Wholesale High Growth

Asset Class†	Current			New effective 31 May 2016		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	0	0	9	0	0	23
Australian fixed interest	0	0	9	0	0	23
International fixed interest	0	0	9	0	0	23
Global Property/Infrastructure Securities	3	0	13	3	0	12
Australian Shares	43	33	53	43	20	66
International Shares	42	31	53	42	19	65
Alternative assets	12	3	28	12	3	28

† International shares may include exposure to emerging market and/or global small cap securities.

OnePath Wholesale Balanced

Asset Class†	Current			New effective 31 May 2016		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	8	0	16	8	0	31
Australian fixed interest	14	5	23	14	0	32
International fixed interest	17	8	26	17	0	35
Global Property/Infrastructure Securities	3	0	11	3	0	12
Australian Shares	20	12	28	20	2	38
International Shares	19	10	28	19	1	37
Alternative assets	19	5	33	19	5	33

†The maximum exposure to growth assets for the OnePath Wholesale Balanced Fund is 64%. International shares may include exposure to emerging market and/or global small cap securities.

OnePath Wholesale Managed Growth

Asset Class†	Current			New effective 31 May 2016		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	4	0	12	4	0	27
Australian fixed interest	8	0	17	8	0	31
International fixed interest	9	0	18	9	0	32
Global Property/Infrastructure Securities	3	0	12	3	0	12
Australian Shares	29	20	38	29	6	52
International Shares	27	18	36	27	4	50
Alternative assets	20	6	34	20	6	34

† The maximum exposure to growth assets for the OnePath Wholesale Managed Growth Fund is 84%. International shares may include exposure to emerging market and/or global small cap securities.

OnePath Wholesale High Growth

Asset Class†	Current			New effective 31 May 2016		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	0	0	9	0	0	23
Australian fixed interest	0	0	9	0	0	23
International fixed interest	0	0	9	0	0	23
Global Property/Infrastructure Securities	3	0	13	3	0	12
Australian Shares	43	33	53	43	20	66
International Shares	42	32	52	42	19	65
Alternative assets	12	3	28	12	3	28

† International equities may include exposure to emerging market and/or global small cap securities.

Any questions?

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

- call Customer Services on 1800 031 810, weekdays between 9am and 5pm (AEST)
- email wholesale.unittrust@onepath.com.au.

This information is current as at May 2016 but is subject to change. Updated information will be available free of charge by contacting Customer Services on 1800 031 810. This information is current as at May 2016 but is subject to change. The Managed Investment Schemes listed in this document are issued by OnePath Funds Management Limited (ABN 21 003 002 800, AFSL 238342) and is the issuer of the OneAnswer Investment Portfolio suite of products. The issuer is a wholly owned subsidiary of Australia and New Zealand Banking Group Limited (ABN 11 005 357 522) (ANZ). ANZ is an authorised deposit taking institution (Bank) under the Banking Act 1959 (Cth). Although the issuers are owned by ANZ they are not a Bank. Except as described in any relevant PDS, an investment with the issuers is not a deposit or other liability of ANZ or its related group companies and none of them stands behind or guarantees the issuers or the capital or performance of an investment. . An investment is subject to investment risk, including possible repayment delays and loss of income and principal invested. The information is of a general nature and does not take into account an investor's personal needs, financial circumstances or objectives. Before acquiring, disposing or deciding whether to continue to hold the product/s, investors should consider the relevant PDS, this Product Update and any other current Product Updates which are available at onepath.com.au or by calling Customer Services.