Buy-Sell spread for OnePath Wholesale Diversified Credit Trust

PDS Update and Continuous Disclosure Notice | 27 March 2020

This Continuous Disclosure Notice provides important information for current investors of the OnePath Wholesale Diversified Credit Trust (the Fund).

This PDS Update amends the following documents:
- OnePath Wholesale Diversified Credit Trust Product Disclosure Statement (PDS) dated 1 February 2020

WHAT IS CHANGING?

Effective immediately, the Buy-Sell spread applicable to the Fund will change. Please refer to the following information.

1. On page 6 of the PDS, in the section titled ‘Transaction costs’, the following sentence is added:
   “The current Buy-Sell spread is 0.00%/0.55% and is subject to change”.

2. The row in the ‘Buy-Sell Spreads’ table relating to the OnePath Wholesale Diversified Credit Trust disclosed on page 6 of the AIG is updated as follows:

<table>
<thead>
<tr>
<th>Fund</th>
<th>Previous Buy spread %</th>
<th>Previous Sell spread %</th>
<th>New Buy spread %</th>
<th>New Sell spread %</th>
</tr>
</thead>
<tbody>
<tr>
<td>OnePath Wholesale</td>
<td>0.10</td>
<td>0.10</td>
<td>0.00</td>
<td>0.55</td>
</tr>
<tr>
<td>Diversified Credit Trust</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Please note: Current market conditions are being monitored and we may need to further adjust the spreads to take into account the costs of buying and selling assets at this uncertain time. If the spreads are adjusted again, we will issue a further update.

WHY ARE WE MAKING THESE CHANGES?

Recent market fears over COVID-19 have caused market liquidity to deteriorate remarkably over a short period of time, impacting all segments of the Australian fixed-income market.

Given the current market trading conditions for credit based products, previous buy and sell spreads are no longer reflective of the current cost of trading in the market place.

We have a responsibility to act in the best interests of investors. An increased sell spread is required to cover increased transaction costs in the markets for the assets held by the Fund.

WHAT DOES THIS CHANGE MEAN FOR INVESTORS?

Effective immediately, these new spreads will be applied to the Fund and reflected in its unit prices.
Please note, that the buy/sell spread protects non-transacting investors from the costs incurred when other investors buy or sell units, which triggers trading of underlying assets.

These steps are not taken lightly but are necessary precautions to temporarily protect investors whilst this period of uncertainty continues. Market conditions are being monitored closely and the buy/sell spread of the Fund will be re-adjusted when appropriate.

ANY QUESTIONS?

If you have any questions, please:

- Call Customer Services on 1800 031 810 weekdays between 9:00am and 5:00pm (AEST)
- Email wholesale.unittrust@onepath.com.au

This Product Update and Continuous Disclosure Notice is issued by OnePath Funds Management Limited (OPFM) (ABN 21 003 002 800, AFSL 238342). The information is of a general nature only and has been prepared without taking into account any investor’s objectives, financial situation and needs. Before making a decision based on this information, you should consider the appropriateness of the information, having regard to your objectives, financial situation and needs. An investor should read the PDS, which is available free of charge at onepath.com.au or contact Customer Services.

OPFM is a member of the IOOF group of companies, comprising IOOF Holdings Ltd (IOOF) (ABN 49 100 103 722) and its related bodies corporate. Neither OPFM, nor any other related or associated company guarantee the repayment of capital, the performance of, or any rate of return of an investment with OPFM. An investment is subject to investment risk, including possibly delays in repayment and loss of income and principal invested. Past performance is not an indication of future performance.