

# ONEPATH AND OPTIMIX DIVERSIFIED FUNDS: REVIEW AND ADJUSTMENT OF STRATEGIC ASSET ALLOCATION

## **Product Update and Continuous Disclosure Notice | 24 May 2021**

**This Product Update and Continuous Disclosure Notice provides important information for current investors in OneAnswer Investment Portfolio (including Frontier and //Select), OneAnswer Personal Super and Pension (including Frontier and //Select).**

### **WHAT ARE THE CHANGES?**

Following a recent review of the OptiMix and OnePath diversified funds' strategic asset allocation, the funds' strategic asset allocation benchmarks and associated ranges will be adjusted, effective 24 May 2021. The changes include the addition of a new asset class 'unlisted assets' as outlined in the tables on the following pages.

'Unlisted assets' is a generic term referring to investments that are not listed on any tradeable exchange such as a stock market. They can include such investments as property, infrastructure, private equity or hedge funds.

The role of 'unlisted assets' in the OptiMix and OnePath diversified funds is to contribute an attractive return and risk trade-off that is lowly correlated to the funds' other asset classes. Unlisted assets exposure in the OptiMix and OnePath diversified funds will initially comprise investments in unlisted property and may include other suitable investments that fit this profile in future.

### **WHICH FUNDS WILL BE AFFECTED BY THESE CHANGES?**

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

- OnePath Conservative
- OnePath Balanced
- OnePath Active Growth
- OnePath Managed Growth
- OnePath High Growth
- OptiMix Conservative
- OptiMix Moderate
- OptiMix Balanced
- OptiMix Growth
- OptiMix High Growth.

### **WHICH PRODUCT DISCLOSURE STATEMENTS (PDS) WILL BE AFFECTED BY THESE CHANGES?**

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

The changes will be reflected in the relevant PDS at the next reissue on 24 May 2021.

## WHAT DO THE CHANGES MEAN FOR INVESTORS?

These changes take place automatically on 24 May 2021. While investors are not required to take any action, they may consider speaking with their financial adviser about the changes to the investment profile(s) of the fund(s) they are invested in and whether the fund(s) still meets their financial needs and objectives.

## NEW STRATEGIC ASSET ALLOCATION BENCHMARK AND RANGES

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

### OnePath Conservative

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	7	0	27	9.5	0	27
Australian fixed interest	22	12	32	-	-	-
International fixed interest	20	10	20	-	-	-
Fixed interest**	-	-	-	40	32	52
Listed real assets#	4	0	12	3	0	12
Unlisted assets###	-	-	-	3	0	13
Australian shares	10	0	20	10.5	0	20
International shares†	12	2	22	13.5	2	22
Alternative investments†	25	13	37	20.5	13	37

\* The maximum asset allocation to growth assets for the OnePath Conservative Fund is 37%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

# Listed real assets may include allocations to global listed property and infrastructure securities.

## Unlisted assets include Australian and global property.

‡ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OnePath Balanced

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	5	0	25	6	0	25
Australian fixed interest	17	2	32	-	-	-
International fixed interest	14	0	29	-	-	-
Fixed interest**	-	-	-	28	16	46
Listed real assets#	6	0	16	5	0	16
Unlisted assets###	-	-	-	3.5	0	14
Australian shares	18	3	33	16.5	3	33
International shares^	20	5	35	20	5	35
Alternative investments†	20	4	36	21	4	36

\* The maximum asset allocation to growth assets for the OnePath Balanced Fund is 55%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

# Listed real assets may include allocations to global listed property and infrastructure securities.

## Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OnePath Active Growth

Asset Class	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	n/a	0	45	n/a	0	23
Australian fixed interest	n/a	0	50	-	-	-
International fixed interest	n/a	0	50	-	-	-
Fixed interest**	-	-	-	n/a	0	37
Listed real assets#	n/a	0	20	n/a	0	16
Unlisted assets###	-	-	-	n/a	0	14
Australian shares	n/a	0	70	n/a	7	47
International shares^	n/a	0	70	n/a	9	49
Alternative investments†	n/a	0	31	n/a	1	38

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

# Listed real assets may include allocations to global listed property and infrastructure securities.

## Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OnePath Managed Growth

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	3	0	23	5	0	23
Australian fixed interest	9	0	29	-	-	-
International fixed interest	8	0	28	-	-	-
Fixed interest**	-	-	-	14	0	37
Listed real assets#	6	0	16	7	0	16
Unlisted assets###	-	-	-	4	0	14
Australian shares	27	7	47	23	7	47
International shares^	29	9	49	30	9	49
Alternative investments†	18	1	38	17	1	38

\* The maximum asset allocation to growth assets for the OnePath Managed Growth Fund is 76%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

# Listed real assets may include allocations to global listed property and infrastructure securities.

## Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OnePath High Growth

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	1	0	21	1	0	21
Australian fixed interest	0	0	20	-	-	-
International fixed interest	0	0	20	-	-	-
Fixed interest	-	-	-	0	0	20
Listed real assets#	8	0	18	8	0	18
Unlisted assets###	-	-	-	5	0	15
Australian shares	40	20	60	37	20	60
International shares^	45	25	65	43	25	65
Alternative investments†	6	0	26	6	0	26

\* The maximum asset allocation to growth assets for the OnePath High Growth Fund is 99%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

# Listed real assets may include allocations to global listed property and infrastructure securities.

## Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OptiMix Conservative

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	7	0	27	9.5	0	27
Australian fixed interest	22	12	32	-	-	-
International fixed interest	20	10	20	-	-	-
Fixed interest**	-	-	-	40	32	52
Listed real assets <sup>#</sup>	4	0	12	3	0	12
Unlisted assets <sup>##</sup>	-	-	-	3	0	13
Australian shares	10	0	20	10.5	0	20
International shares <sup>‡</sup>	12	2	22	13.5	2	22
Alternative investments <sup>†</sup>	25	13	37	20.5	13	37

\* The maximum asset allocation to growth assets for the OptiMix Conservative Fund is 37%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

<sup>#</sup> Listed real assets may include allocations to global listed property and infrastructure securities.

<sup>##</sup> Unlisted assets include Australian and global property.

<sup>‡</sup> International shares may include exposure to emerging markets and/or global small cap securities.

<sup>†</sup> The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OptiMix Moderate

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	5	0	25	6	0	25
Australian fixed interest	17	2	32	-	-	-
International fixed interest	14	0	29	-	-	-
Fixed interest**	-	-	-	28	16	46
Listed real assets <sup>#</sup>	6	0	16	5	0	16
Unlisted assets <sup>##</sup>	-	-	-	3.5	0	14
Australian shares	18	3	33	16.5	3	33
International shares <sup>^</sup>	20	5	35	20	5	35
Alternative investments <sup>†</sup>	20	4	36	21	4	36

\* The maximum asset allocation to growth assets for the OptiMix Moderate Fund is 55%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

<sup>#</sup> Listed real assets may include allocations to global listed property and infrastructure securities.

<sup>##</sup> Unlisted assets include Australian and global property.

<sup>^</sup> International shares may include exposure to emerging markets and/or global small cap securities.

<sup>†</sup> The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OptiMix Balanced

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	3	0	23	5	0	23
Australian fixed interest	9	0	29	-	-	-
International fixed interest	8	0	28	-	-	-
Fixed interest**	-	-	-	14	0	37
Listed real assets#	6	0	16	7	0	16
Unlisted assets###	-	-	-	4	0	14
Australian shares	27	7	47	23	7	47
International shares^	29	9	49	30	9	49
Alternative investments†	18	1	38	17	1	38

\* The maximum asset allocation to growth assets for the OptiMix Balanced Fund is 76%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

# Listed real assets may include allocations to global listed property and infrastructure securities.

## Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OptiMix Growth

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	1	0	21	1	0	21
Australian fixed interest	4	0	24	-	-	-
International fixed interest	5	0	25	-	-	-
Fixed interest**	-	-	-	5	0	29
Listed real assets#	8	0	18	7	0	18
Unlisted assets###	-	-	-	4.5	0	15
Australian shares	34	14	54	32	14	54
International shares^	35	15	55	38.5	15	55
Alternative investments†	13	0	33	12	0	33

\* The maximum asset allocation to growth assets for the OptiMix Growth Fund is 91.5%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

# Listed real assets may include allocations to global listed property and infrastructure securities.

## Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## OptiMix High Growth

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	1	0	21	1	0	21
Australian fixed interest	0	0	20	-	-	-
International fixed interest	0	0	20	-	-	-
Fixed interest**	-	-	-	0	0	20
Listed real assets <sup>#</sup>	8	0	18	8	0	18
Unlisted assets <sup>##</sup>	-	-	-	5	0	15
Australian shares	40	20	60	37	20	60
International shares <sup>^</sup>	45	25	65	43	25	65
Alternative investments <sup>†</sup>	6	0	26	6	0	26

\* The maximum asset allocation to growth assets for the OptiMix High Growth Fund is 99%.

\*\* Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

<sup>#</sup>Listed real assets may include allocations to global listed property and infrastructure securities.

<sup>##</sup>Unlisted assets include Australian and global property.

<sup>^</sup>International shares may include exposure to emerging markets and/or global small cap securities.

<sup>†</sup>The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

## 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](mailto:customer@onepath.com.au)

This Product Update and Continuous Disclosure Notice is issued by OnePath Custodians Pty Limited (OPC) (ABN 12 008 508 496, AFSL 238346, RSE L0000673) and OnePath Funds Management Limited (ABN 21 003 002 800, AFSL 238342) as the responsible entities and issuers of these products. 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.

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

[onepath.com.au](http://onepath.com.au)

OnePath Custodians Pty Limited (OPC) (ABN 12 008 508 496, AFSL 238346, RSE L0000673)

OnePath Funds Management Limited (ABN 21 003 002 800, AFSL 238342)

