

OnePath Active Growth and OnePath Conservative funds – July 2012

Strategic Asset Allocation changes

OnePath recently undertook a review of the strategic asset allocation for the following funds:

- OnePath Active Growth
- OnePath Conservative

As a result, some changes will be implemented for each of the funds effective 1 July 2012, as detailed below.

What are the changes?

The review has approved a broader set of asset classes into which the OnePath Active Growth and OnePath Conservative funds (the Funds) can invest. Changes have also been made to the benchmark, maximum and minimum allocations for each of the asset classes. Increasing the Funds' range of investments aims to reduce investment risk by delivering greater diversification, lower investment volatility and more consistent returns.

The Funds will no longer invest in 'diversified fixed interest', (which is a pre-packaged combination of international and domestic fixed interest securities) but will be able to invest independently into Australian and international fixed interest securities. These changes will offer greater breadth in the Funds' range of eligible investments.

In addition, the Funds will be able to invest in 'alternative assets'. Alternative assets include a broad range of exposures outside the traditional areas of shares, bonds and listed property. These are expected to contribute well to the Funds' expected returns, while offering increased diversification opportunities.

The changes to each of the Funds are reflected in the asset allocation tables below.

OnePath Active Growth fund

Asset Class	Previous range (%)	New range (%)	Nature of change
Cash	0-50	0-50	No change
Australian fixed interest	N/A	0-50	New asset class
Diversified fixed interest	0-50	N/A	Asset class removed
International fixed interest	0-50	0-50	No change
Property securities	0-30	0-20	Maximum allocation has reduced
Global property securities	0-20	0-20	No change
Australian shares	0-80	0-80	No change
International shares	0-40	0-40	No change
Alternative assets	N/A	0-12	New asset class

The OnePath Active Growth fund is actively managed within permitted ranges without reference to a benchmark weight.

OnePath Conservative Fund (offered through OneAnswer Frontier only)

Asset Class	Previous benchmark (%)	New benchmark (%)	Previous range (%)	New range (%)	Nature of change
Cash (previously including Enhanced Cash)	19	20	0-30	6-34	Benchmark has increased, maximum allocation has increased
Australian fixed interest	N/A	24	N/A	1-60	New asset class
Diversified fixed interest	30	N/A	10-50	N/A	Asset class removed
International fixed interest	20	23	5-35	1-60	Benchmark has increased, minimum has reduced and maximum has increased
Property securities	3	2	0-10	0-8	Benchmark has reduced, maximum has reduced
Global property securities	2	2	0-10	0-10	No change
Australian shares	15	9	10-20	0-15	Benchmark has reduced, minimum and maximum have reduced
International shares	10	10	5-15	0-40	Minimum has reduced and maximum has increased
Alternative assets	1	10	0-15	3-23	New asset class

Which products are affected by this change?

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

Please note the changes above will be reflected in the relevant Product Disclosure Statements at their next issue date.

Any questions?

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

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

This information is current at June 2012 but may be subject to change. This information has been produced by OnePath Funds Management Limited (ABN 21 003 002 800, AFSL 238342) and OnePath Custodians Pty Limited (ABN 12 008 508 496, AFSL 238346, RSE L0000673) (together the 'issuers'). Each issuer is a wholly owned subsidiary of Australian 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 relevant issuer of each product is owned by ANZ it is not a Bank. Except as described in the relevant Product Disclosure Statement (PDS), an investment in the product is not a deposit or other liability of ANZ or its related group companies and none of them stands behind or guarantees the issuer of 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, investors should consider the relevant PDS and any product updates which are available at onepath.com.au or by calling Customer Services on 133 665.