

# PDS UPDATE – ONEPATH ALTERNATIVES GROWTH FUND PORTOLIO CHANGES

PDS Update | 1 June 2023

This Product Disclosure Statement (PDS) Update amends the following documents which form a part of the OneAnswer Frontier Investment Portfolio PDS, the OneAnswer Investment Portfolio PDS (including//Select) and the OneAnswer Frontier Super and Pension PDS all dated 25 July 2022:

- OneAnswer Hedge Funds Guide dated 25 July 2022
- OneAnswer Investment Funds Guide dated 25 July 2022

## WHAT ARE THE CHANGES?

With effect on and from 1 June 2023, the following changes will be made to the list of Underlying Funds invested into by the OnePath Alternatives Growth Fund (the OPAG) (ARSN 121 982 796):

### Underlying Funds to be added

- Keynes Dynamic Beta Strategy (Offshore) Fund Limited – the investment manager is PGIM Wadhvani LLP (PGIM), employing its Systematic Absolute Return Plus ('SAR Plus') strategy
- One River Systematic Trend SP (a segregated portfolio of the Peters Thematic SPC Fund Ltd) – the investment manager is One River Asset Management (ORAM), employing its Systematic Trend ('Trend') strategy
- One River Systematic Alternative Markets Trend SP (a segregated portfolio of the Peters Thematic SPC Fund Ltd) – the investment manager is One River Asset Management (ORAM), employing its Alternative Markets Trend ('Alt Markets Trend') strategy

### Underlying Funds to be removed

- GMO Systematic Global Macro Trust
- Man AHL Alpha (AUD) Fund

OPAG will also allocate cash, as appropriate, to a Cash fund managed by a member of the Insignia Financial Group. All transactions are conducted by OnePath Funds Management on arm's length terms, with any conflict of interest or potential conflict of interest being managed in accordance with our conflict management policy.

The following section updates the OneAnswer Hedge Funds Guide dated 25 July 2022

**Page reference:** 1

**Reference:** "This Guide" section

**Instructions:** Replace the b) and c) under "This Guide" with the updated information below

- b) the 'significant underlying funds' into which these OneAnswer funds invest (that is, any underlying hedge fund that accounts for 35% or more of a OneAnswer fund's assets) – Section 4-5
- c) underlying hedge funds that are not considered 'significant underlying funds' – Section 6

**Page reference:** 1

**Reference:** "Funds and the Underlying Funds" section

**Instructions:** Replace the information in Table 1 of page 1 with the updated information below.

## UPDATED INFORMATION

Fund	Invests in (Underlying Fund(s))	Section*
OneAnswer BlackRock Tactical Growth Fund ARSN 101 423 732	BlackRock Tactical Growth Fund ARSN 088 051 889	4
OneAnswer Platinum Asia Fund ARSN 145 329 871	Platinum Asia Fund ARSN 104 043 110	5
OneAnswer Platinum International Fund ARSN 105 700 927	Platinum International Fund ARSN 089 528 307	5
OnePath Alternatives Growth Fund ARSN 121 982 796	Fulcrum Diversified Absolute Return Fund ARSN 601 830 353	6
	Janus Henderson Global Multi-Strategy Fund ARSN 640 241 943	6
	Keynes Dynamic Beta Strategy (Offshore) Fund ('SAR Plus')	6
	One River Systematic Trend Segregated Portfolio ('Trend')	6
	One River Alternative Markets Trend Segregated Portfolio ('Alt Markets Trend')	6
	Bentham Syndicated Loan Fund ARSN 110 077 159	6
	MCP Wholesale Investments Trust	6

In this Guide, the OneAnswer BlackRock Tactical Growth Fund, OneAnswer Platinum Asia Fund, and OneAnswer Platinum International Fund are together referred to as the 'OneAnswer Hedge Funds' and the OnePath Alternatives Growth Fund is referred to as 'OPAG'.

**Page reference:** 2

**Reference:** "Benchmark and Disclosure Principles" section

**Instructions:** Replace the first sentence with the updated information below

Table 2 summarises the type of information about 'hedge funds' and 'fund of hedge funds' that must be provided to investors under RG240.

**Page reference:** 3

**Reference:** "Valuation of assets" section

**Instructions:** Replace the information with the updated information below

### 1. Valuation of assets

**This benchmark requires us to have and implement a policy that requires the valuation of the Fund's assets that are not exchange traded to be provided by an independent administrator or an independent valuation service provider.**

This benchmark is not met directly by us in the context of the OneAnswer Hedge Funds and OPAG, but instead is met by each of the relevant Underlying Funds. This is considered appropriate because the only assets of the Funds (excluding Cash) are units or shares in the relevant Underlying Funds.

We value the interests of the OneAnswer Hedge Funds and OPAG based on valuation information provided by the managers of each Underlying Fund, each of which uses an independent administrator or valuer.

Each Underlying Fund is independent of us. We have a policy on the use of independent fund administrators or valuation service providers by Underlying Funds. We limit the risk of any lack of independence and any related party conflicts in the valuation of non-exchange traded assets by monitoring the valuation of each of the OneAnswer Hedge Fund's and OPAG's assets. Unit and share prices received by us for each Underlying Fund are monitored by us.

The Underlying Funds described in Sections 4 and 5 of this Guide meet this benchmark.

**Page reference:** 3

**Reference:** "Periodic reporting" section

**Instructions:** Replace the information with the updated information below

## 2. Periodic reporting

This benchmark requires us to have and implement a policy to report on specific information on an annual or monthly basis.

### Annual reporting

For each of the OneAnswer Hedge Funds and OPAG we will provide the following information at least annually, either in the annual report of the Fund, on our website under performance reporting, or in our periodic statements:

- the actual allocation to each Underlying Fund held by the Fund
- the maturity profile of the Fund's liabilities as at the end of the year
- the annual investment returns of the Fund over the previous five-year period
- changes to key service providers of the Fund and any changes to their related party status
- the liquidity profile of the Fund's assets as at the end of the year
- the leverage ratio (if any) of the Fund at the end of the year
- the derivatives counterparties (if any) engaged by us in managing the Fund

Annual reports containing information relevant to the Funds can be obtained online at [onepathsuperinvest.com.au/forms-and-brochures](http://onepathsuperinvest.com.au/forms-and-brochures) or by contacting Customer Services.

### Monthly reporting

For each of the OneAnswer Hedge Funds and OPAG, the following information is provided in the respective monthly Fund summaries available on our website:

- the current total net asset value of the Fund and the withdrawal value of a unit in the Fund as at the date the net asset value was calculated in accordance with the method described in the 'Unit price' section of the PDS relevant to your OneAnswer Investment
- changes to key service providers of the Fund and any changes to their related party status
- for each of the following matters since the last report on those matters:
  - the net return on the Fund's assets after fees, costs and taxes;
  - any material changes in the Fund's risk profile;
  - any material changes in the Fund's investment strategy; and
  - any change in the individuals playing a key role in investment decisions for the Fund.

An investment returns booklet showing the Fund's net returns is available at [onepathsuperinvest.com.au](http://onepathsuperinvest.com.au)

The Underlying Funds described in Section 4 and 5 of this Guide meet this benchmark.

**Page reference:** 4

**Reference:** "Investment strategy" section

**Instructions:** Replace the information with the updated information below

## 1. Investment Strategy

An Investment strategy describes how a fund aims to achieve its investment objective. The OneAnswer Hedge Funds and OPAG aim to achieve their respective investment objectives by investing wholly or substantially into one or more Underlying Funds which themselves are hedge funds (other than the Bentham Syndicated Loan Fund and the MCP Wholesale Investment Trust, which are each an Underlying Fund of OPAG).

The investment strategy for each of the OneAnswer Hedge Funds is aligned to the investment strategy of the relevant Underlying Fund. For OPAG, a multi-manager portfolio, each Underlying Fund is considered by OnePath Funds Management to help achieve its investment objectives.

The investment objective and strategy for each significant Underlying Fund is set out in the *OneAnswer Investment Funds Guide* and/or in Section 4-5 of this Guide. Summary descriptions of the Underlying Funds held by OPAG can be found in Section 6 of this Guide.

The criteria and the due diligence process for selecting Underlying Funds more generally is set out in section 3 "Fund structure" in this section.

**Page reference:** 5

**Reference:** Key dependencies and assumptions” section

**Instructions:** Replace the information with the updated information below

### Key dependencies and assumptions

There are key dependencies and assumptions underpinning the ability of each of the OneAnswer Hedge Funds and OPAG to achieve its investment objectives, which include:

- a) legislators and regulators continuing to consider regulatory reforms and other measures to stabilise markets and encourage growth in global financial markets;
- b) the asset allocation process underpinning the Fund’s investments remaining robust and relevant;
- c) each Underlying Fund achieving its investment objectives; and
- d) our due diligence processes identifying appropriate Underlying Funds, and the ongoing monitoring of these investments.

**Page reference:** 5

**Reference:** “Risk management” section

**Instructions:** Replace the information with the updated information below

### Risk management

The OnePath Funds Management Board has adopted a Risk Management Strategy (RMS) which includes, but is not limited to, risks associated with investments. Each Fund and referable Underlying Fund is monitored and assessed on an ongoing basis as part of OnePath Funds Management’s RMS.

For internal funds, asset exposures are constantly monitored to ensure they remain within permitted investment parameters and their trading and investment activities remain within assigned limits. Where such limits are exceeded, the OnePath Funds Management Board is alerted to such occurrences which are then dealt with in accordance with internally documented policies.

For Underlying Funds that OnePath Funds Management invests into, we are reliant on the external manager ensuring compliance with their investment guidelines, however we have processes in place to monitor manager compliance as appropriate.

The RMS is reviewed on an annual basis or whenever there is a material change in the OnePath Funds Management business, and a review of the risks set out in the RMS is conducted at least annually.

For information about the risk management strategies of the significant Underlying Funds, see Section 4-5 and refer to the relevant Underlying Fund’s PDS if available.

**Page reference:** 5

**Reference:** “Investment manager” section

**Instructions:** Replace the information with the updated information below

## 2. Investment manager

We (OnePath Funds Management) act as investment manager for each of the OneAnswer Hedge Funds and OPAG. The implementation of investment strategies is a core capability of OnePath Funds Management.

For each of the Underlying Funds, our investment team continuously researches, assesses and monitors the Underlying Funds with input from our preferred external research consultants as appropriate. We may add, remove or reduce allocations to any Underlying Fund at any time.

See Section 4-5 for information about the key investment managers of the significant Underlying Funds, and Section 6 for summary descriptions of the Underlying Funds not considered significant.

**Page reference:** 5–6

**Reference:** Fund Structure” section

**Instructions:** Replace the information with the updated information below

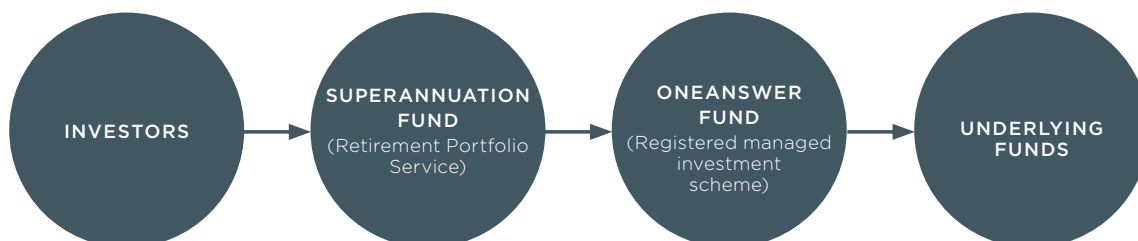
Each of the OneAnswer Hedge Funds and OPAG is a unit trust (an Australian registered managed investment scheme) which invests into one or more externally managed Underlying Funds.

The following diagrams show the investment structure applicable to each of the Funds

### OneAnswer Investments



### OneAnswer Personal Super and Pension



Page reference: 6

Reference: Underlying fund selection and monitoring

Instructions: Replace the information with the updated information below

Instructions: Delete the whole section

### Underlying Fund selection and monitoring

As responsible entity for each of the OneAnswer Hedge Funds and OPAG, we have formal agreements in place with the managers of each of the Underlying Funds which address the agreed commercial terms associated with our investment.

Before selecting an Underlying Fund, we undertake a due diligence process to ensure the manager of the Underlying Fund meets our investment selection criteria, which includes:

- the views of our internal Investment Management team;
- consideration of external research ratings, where appropriate, including OnePath Funds Management's primary investment consultants;
- the experience and stability of the investment team managing the Underlying Fund's assets;
- the strength of the fund's management organisation behind the Underlying Fund;
- the investment philosophy and investment process followed by the investment manager of the Underlying Fund;
- the risks inherent in the Underlying Fund's investment strategy and the Underlying Fund's suitability and complementarity with the Fund's broader portfolio;
- adequacy of the Underlying Fund's portfolio diversification;
- competitiveness of the fee structure, and its alignment with investors' interests;
- liquidity of the Underlying Fund and its underlying assets;
- short-term and long-term performance of the Underlying Fund relative to its investment objectives and peers; and
- assets under management in the Underlying Fund, and any capacity issues or constraints.

Our selection criteria also considers the key service providers used by each Underlying Fund. Consideration of such service providers is limited to the extent that it considers whether those service providers are reputable and independent from the Underlying Funds. We do not otherwise conduct due diligence process on those service providers.

### Payments and performance fees

We may receive payments from managers or the responsible entities of the Underlying Funds and/or related parties.

Performance fees may apply to one or more of the Underlying Funds in the OnePath Alternatives Growth Fund.

For information about these payments and performance fees, refer to the 'Fees and other costs' sections of the following:

- OneAnswer Frontier Investment Portfolio PDS Product Book
- OneAnswer Investment Portfolio PDS Product Book (Only available to investors who joined prior to 1 July 2013)
- OneAnswer Frontier Personal Super and Pension Fees Guide.

**Page reference:** 7

**Reference:** Additional explanation of fees and costs

**Instructions:** Delete the whole section

**Page reference:** 7

**Reference:** OnePath Alternatives Growth Fund

**Instructions:** Replace the information with the updated information below

**Instructions:** Delete the whole section

### OnePath Alternatives Growth Fund (OPAG)

OPAG is a multi-manager solution that seeks to provide returns with low correlation to equity markets by investing in a portfolio of alternative investment strategies (Underlying Funds). The multi-manager portfolio is designed with the intention of delivering more consistent, and diversified sources of returns than could be achieved if investing with a single manager.

Each Underlying Fund is considered by OnePath Funds Management to help achieve OPAG's investment objectives.

OPAG offers exposure to non-traditional sources of return, targeting lower volatility of returns with less downside risk than traditional asset classes. We believe that the investment strategy of each Underlying Fund complements those of the other Underlying Funds held by the Fund. By combining these complementary investment strategies of institutional quality managers, the Fund offers investors a diversified liquid alternatives portfolio, which can be blended with core equity and fixed income investments within a diversified, multi-asset portfolio.

**Page reference:** 7

**Reference:** "Valuation, location and custody of assets", "Liquidity" and "Leverage" section

**Instructions:** Replace the information with the updated information below

## 4. Valuation, location and custody of assets

As responsible entity of each of the OneAnswer Hedge Funds and OPAG, we hold assets in the form of units or shares, as applicable, in each Underlying Fund.

All assets are normally valued at their most recent market value, based on unit or share prices of the Underlying Funds received from independent sources.

The Underlying Funds of the OneAnswer Hedge Funds, and their independent service providers (such as administrators and custodians) are located in Australia and are denominated in Australian Dollars.

The Underlying Funds of OPAG, and their independent service providers (such as administrators and custodians) may be located in Australia or overseas. The currency denomination of the OPAG's interests in the Underlying Funds may vary but are typically denominated in Australian dollars.

There are risks involved when investing in overseas jurisdictions. For more information on these and others risks associated with investing in the OPAG, please refer to Section 3.4 'Risks of investing'.

The cash holdings of OneAnswer Hedge Funds and OPAG will generally be denominated in Australian dollars and held in bank accounts with Australian authorised deposit-taking institutions, or through cash funds managed by a member of the Insignia Financial Group ('Cash Funds').

The OneAnswer Hedge Funds and OPAG do not have a custodian, with interests in Underlying Funds, Cash or Cash Funds held in the name of OnePath Funds Management Limited as responsible entity.

For information about the valuation of assets and the calculation of unit prices of each OneAnswer Fund, refer to:

- the 'How does OneAnswer Frontier Personal Super and Pension work?' section of the OneAnswer Frontier Personal Super and Pension Additional Information Guide
- the 'What else do I need to know?' Section of the
  - OneAnswer Frontier Investment Portfolio PDS Product Book
  - OneAnswer Investment Portfolio PDS Product Book (Only available to investors who joined prior to 1 July 2013).

For information about the Underlying Funds, including the types of investments and investment strategies, see Section 4-6

## 5. Liquidity

The liquidity profile of each Underlying Fund is considered as part of our initial and ongoing due diligence processes.

### **OneAnswer Hedge Funds**

For each of the OneAnswer Hedge Funds, during normal market conditions, it has been determined that we can reasonably expect to liquidate 80% of the Funds' assets within 10 days. Therefore, each of the OneAnswer Hedge Funds meet the liquidity requirements under RG240 and are generally open for investor applications and withdrawals on each business day.

During abnormal or extreme market conditions the responsible entity of each Underlying Fund may decide to restrict withdrawals or switches, hence causing the Funds to become illiquid. Under these circumstances, we may suspend or restrict withdrawals from the Funds. We may also terminate the Funds, which could result in a delay in the repayment of capital to investors.

For information about the liquidity of the Underlying Funds held by the OneAnswer Hedge Funds see Sections 4–5.

### **OnePath Alternatives Growth Fund (OPAG)**

OPAG invests substantially all of its assets in Underlying Funds, each of which has varying liquidity parameters.

Liquidity of the Underlying Funds is considered as part of the manager selection process. As a responsible entity OnePath Funds Management maintains a Liquidity Management Plan ('LMP') which outlines the approach for managing and monitoring liquidity risk for a range of registered and unregistered managed investment schemes for which we are responsible, including the Fund.

The objective of the LMP is to outline liquidity management governance, ongoing liquidity measurement and management, liquidity stress scenarios, and liquidity events and crisis management planning. The following procedures are in place for monitoring and managing liquidity on an ongoing basis: daily cash flow monitoring and liquidity monitoring; maintenance and monitoring of adequate levels of liquid securities; management of illiquid assets; compliance monitoring of liquidity ranges; management of significant redemptions from a single investor; forecasting liquidity requirements during market dislocations; and stress testing annually.

While OPAG allows for transactions each business day, certain Underlying Funds in which OPAG is invested allow for transactions at frequencies other than each business day, and/or the aggregate number of days from OPAG giving the required number of days' notice of a redemption transaction through to the subsequent receipt of the cash proceeds is expected to be longer than 10 days.

Therefore, should the need arise, under normal market conditions we will be unable to realise at least 80% of the assets of the Fund within 10 days of any given dealing date of OPAG, being each business day. However, should the need arise, under normal market conditions we reasonably expect to be able to realise at least 80% of the assets of OPAG within approximately 20 days of any dealing date of the OPAG.

Notwithstanding the RG240 liquidity threshold described above which is predicated on a significant single day redemption 'stress' scenario for OPAG, based on our ongoing assessment of OPAG liquidity, during normal market conditions we reasonably expect to be able to appropriately manage the portfolio to enable us to continue to meet the individual withdrawal requests of investors from OPAG on each business day.

For information about the risks associated with liquidity more generally, see page 4 and page 7 'Different types of risk' of the OneAnswer Investment Funds Guide.

## 6. Leverage

Leverage is not part of the investment strategy for each of the OneAnswer Hedge Funds or OPAG but may be used in certain circumstances as a short-term measure, for example where needed to allow for a large number of withdrawals to be processed at the same time.

Certain Underlying Funds may use leverage as part of their investment strategy. Although we do not specifically consider the types and level of leverage used by the Underlying Funds, these factors are taken into consideration as part of the overall risk assessment analysis carried out by us when selecting an Underlying Fund.

Information about the use of leverage by the Underlying Funds held by the OneAnswer Hedge Funds is provided in Sections 4-5.

At the date of the OPAG PDS, we estimate the weighted average maximum gross leverage of OPAG (on a look-through basis) to be approximately 475% of its net asset value. This value is based on the OPAG's strategic asset allocation to each Underlying Fund as at the date of the OPAG PDS and is subject to change.

See page 4 'Different types of risk' of the OneAnswer Investment Funds Guide for information about the risks associated with leverage. Please note that in that guide, information about leverage risk is provided under the heading 'Gearing'.

**Page reference:** 8

**Reference:** "Derivatives" and "Short Selling" section

**Instructions:** Replace the information with the updated information below

## 7. Derivatives

Derivatives are not used by us in the OneAnswer Hedge Funds and OPAG. However, certain Underlying Funds may use derivatives as part of their investment strategy. Although we do not specifically set limits on the types of derivatives used by the Underlying Funds and on the OneAnswer Hedge Funds or OPAG exposures to those instruments (exchange-traded or over-the counter) via an Underlying Fund, these factors are taken into consideration as part of the overall risk assessment analysis carried out by us when selecting an Underlying Fund and in the context of OPAG constructing the overall portfolio of Underlying Funds.

See page 4 'Different types of risk' of the OneAnswer Investment Funds Guide for information about the risks associated with derivatives.

## 8. Short selling

Short selling is not used by us in the OneAnswer Hedge Funds and OPAG. However, certain Underlying Funds may use short selling as part of their investment strategy. Although we do not specifically set limits on the level of short selling permitted in each Underlying Fund, these factors are taken into consideration as part of the overall risk assessment analysis carried out by us when selecting an Underlying Fund and in the context of OPAG constructing the overall portfolio of Underlying Funds.

See page 4 'Different types of risk' of the OneAnswer Investment Funds Guide for information about the risks associated with short-selling.

**Page reference:** 23 to 30

**Reference:** "Fulcrum Diversified Absolute Return Fund" section

**Instructions:** Delete the whole section.

**Page reference:** 31 to 40

**Reference:** "GMO SYSTEMATIC GLOBAL MACRO TRUST" section

**Instructions:** Delete the whole section.

**Page reference:** 41

**Reference:** "MAN AHL ALPHA (AUD)" section

**Instructions:** Delete the whole section.

**Page reference:** 42 to 48

**Reference:** "Janus Henderson Multi – Strategy Fund" section

**Instructions:** Delete the whole section.

**Page reference:** 49

**Reference:** "Platinum Funds" section

**Instructions:** Change section number of the entire section from 9 to 5



Page reference: 58

Instructions: Insert the below information after page 58

## 6. ONEPATH ALTERNATIVES GROWTH FUND (OPAG) FUND

OPAG is a managed investment scheme registered with ASIC. The Fund is structured as a 'fund of hedge funds' in accordance with RG240 and invests in a number of Underlying Funds, some of which are classified as hedge funds. OPAG is currently invested in the following Underlying Funds:

### Underlying Funds

Underlying Fund	Domicile	Strategy	Investment Manager	RG240 Hedge Fund (Y/N)?
Keynes Dynamic Beta Strategy (Offshore) Fund	Cayman Islands	Global Macro	PGIM Wadhvani LLP	Y
One River Systematic Trend SP	Cayman Islands	Trend Following	One River Asset Management ('One River')	Y
One River Systematic Alternative Markets Trend SP	Cayman Islands	Trend Following	One River Asset Management ('One River')	Y
Fulcrum Diversified Absolute Return Fund	Australia	Multi-Strategy / Multi-Asset	Fulcrum Asset Management LLP ('Fulcrum')	Y
Janus Henderson Global Multi-Strategy Fund	Australia	Multi-Strategy	Henderson Global Investors ('HGI')	Y
MCP Wholesale Investments Trust	Australia	Private Debt	Metrics Credit Partners ('Metrics')	N
Bentham Syndicated Loan Fund	Australia	Alternative Credit	Bentham Asset Management ('Bentham')	N

The **One River Systematic Trend SP** strategy seeks to exploit medium to long term trends frequently observed in various equities, rates, FX, and commodity markets to generate returns. This systematic strategy employs a proprietary model which uses a combination of moving averages, breakouts, and stops to determine when to enter and exit the positions. The manager seeks to manage risk through diversification, stop loss, regular rebalancing, and position sizing.

The **One River Systematic Alternative Markets Trend SP** strategy seeks to exploit medium to long term trends frequently observed in various alternative equity, credit, rates, FX, and commodity markets to generate returns. This systematic strategy employs a similar investment approach to One River's Systematic Trend SP strategy, but focuses on a different set of alternative markets – markets that are typically more challenging to model and trade, and that are generally less liquid.

The **Keynes Dynamic Beta Strategy (Offshore) Fund** strategy applies a systematic macroeconomic investment process which includes both directional (to average a 75% allocation over a full investment cycle) and relative value (25%) strategies, which seek to harvest risk premia in a non-linear fashion and emphasize drawdown avoidance. The strategy invests long and short across global equity, fixed income, currency and commodity markets, and utilises deep academic/theoretical input to generate signals, with a heavy focus on research and signal evolution. The strategy incorporates time-varying weights for macroeconomic, value, carry, sentiment, and intermarket linkages in a dynamic process, and employs advanced portfolio construction and risk management techniques seeking to protect client capital, focusing on downside volatility.

The **Fulcrum Diversified Absolute Return Fund** strategy seeks to achieve its aim of long-term absolute returns by investing globally and aims to hold a highly diversified portfolio, typically consisting of exposures to equities, fixed income, commodities, alternatives and cash. Investments may be made through collective investment schemes (including index funds such as exchange traded funds (ETFs) and actively managed funds managed by Fulcrum Asset Management LLP but not actively managed funds managed by third party investment managers). The strategy will use derivatives for investment purposes and for efficient portfolio management. The Fulcrum Diversified Absolute Return Fund will use hedging strategies to reduce risk over the short term without materially altering its risk profile. The strategy is managed without reference to a benchmark and aims to be managed with a forward- looking volatility cap of 12%.

The **Janus Henderson Global Multi-Strategy Fund** strategy seeks to provide positive absolute returns with low to moderate volatility and low correlation to both traditional and alternative asset classes. The strategy in a diversified set of strategies at a bottom-up level, including fixed income, currency and commodity relative value, convertible arbitrage, event-driven, price pressure, risk transfer and equity market neutral, combined with a top-down portfolio protection strategy. The strategy seeks to achieve a positive (absolute) return, regardless of market conditions, and to outperform the Bloomberg AusBond Bank Bill Index by 7% per annum (before fees) over rolling three-year periods.

The **MCP Wholesale Investments Trust** is a multi-strategy fund currently invested in wholesale funds managed by Metrics Credit Partners (Metrics), specifically the Metrics Credit Partners Diversified Australian Senior Loan Fund, the MCP Secured Private Debt Fund II and the MCP Real Estate Debt Fund (Wholesale Funds). From time to time and subject to ASX listing rules, the fund may hold units in the Metrics Master Income Trust (ASX:MXT) which are traded on the ASX. The strategy seeks to provide investors with monthly cash income, low risk of capital loss and portfolio diversification, through direct investments and its investment in the wholesale funds, by gaining exposure to actively managed diversified loan portfolios across a range of industries, borrowers and credit quality and participating in Australia's bank-dominated corporate loan market. Metrics seeks to implement active strategies designed to balance MCP Wholesale Investment Trust's objective in delivering its target return (RBA Cash Rate plus 325 bps pa net) ('Target Return') while seeking to preserve investor capital. Net income is distributed monthly. MCP Wholesale Investments Trust may not be successful in achieving its objective and delivering the Target Return.

The **Bentham Syndicated Loan Fund** strategy is actively managed and focused on generating stable investment income. The strategy aims to provide investors with exposure to high-yielding investments primarily through the US syndicated loan market, with an active allocation to investments in different industries, issuers and geographies. The strategy seeks to add value through loan selection and industry rotation, while maintaining a highly diversified portfolio.

The Fund will also allocate cash, as appropriate, to a Cash fund managed by a member of the Insignia Financial Group. All transactions are conducted by OnePath Funds Management on arm's length terms, with any conflict of interest or potential conflict of interest being managed in accordance with our conflict management policy.

#### Rationale for inclusion in the Fund portfolio

The Fund offers exposure to non-traditional sources of return, targeting lower volatility of returns with less downside risk than traditional asset classes. We believe that the investment strategy of each Underlying Fund complements those of the other Underlying Funds held by the Fund. By combining these complementary investment strategies of institutional quality managers, the Fund offers investors a diversified liquid alternatives portfolio, which can be blended with core equity and fixed income investments within a diversified, multi-asset portfolio. The Fund can allocate 10% or more of its net asset value to each of the Underlying Funds, however the actual allocation to each Underlying Fund can vary based on market conditions or portfolio construction decisions.

The following section updates the OneAnswer Investment Funds Guide (IFG) dated 25 July 2022

**Page reference:** 8

**Reference:** "IMPORTANT INFORMATION IN REGARDS TO HEDGE FUNDS" section

**Instructions:** Replace the information for "OnePath Alternatives Growth Fund (ARSN 121 982 796) with the following information

OnePath Alternatives Growth Fund (ARSN 121982 796) ('OPAG') invests into the following Underlying Funds, each of which represent less than 35% of OPAG's assets and are therefore not considered 'significant underlying funds': Keynes Dynamic Beta Strategy (Offshore) Fund, the One River Systematic Trend SP, the One River Systematic Alternative Markets Trend SP, the Fulcrum Diversified Absolute Return Fund (ARSN 601 830 353), the Janus Henderson Global Multi-Strategy Fund (ARSN 640 241 943), the MCP Wholesale Investments Trust and the Bentham Syndicated Loan Fund (ARSN 110 077 159). Please refer to the OneAnswer Hedge Funds Guide for more details.

**Page reference:** 9

**Reference:** "Information from the responsible entity of each Underlying Fund" section

**Instructions:** Remove this section from the IFG.

**Page reference:** 26

**Reference:** "GMO" section

**Instructions:** Remove this section from the IFG

**Page reference:** 28

**Reference:** "Man Investment Australia Limited" section

**Instructions:** Remove this section from the IFG

**Page reference:** 41

**Reference:** "OnePath Alternatives Growth" section

**Instructions:** Replace the footnote with updated information below

Underlying Funds are: Bentham Syndicated Loan Fund, Fulcrum Diversified Absolute Return Fund, Janus Henderson Global Multi-Strategy Fund, MCP Wholesale Investments Trust, Keynes Dynamic Beta Strategy (Offshore) Fund, One River Systematic Trend SP and One River Systematic Alternative Markets Trend SP.

\* Underlying Funds may hold cash inside their portfolios.

## Any questions?

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

- speak with your financial adviser
- email [client@onepathsuperinvest.com.au](mailto:client@onepathsuperinvest.com.au)
- call Customer Services on **133 665**, weekdays between 9am and 5pm (AEST/AEDT).

This Product Disclosure Statement (PDS) Update is issued by OnePath Funds Management Limited (OPFM) (ABN 21 003 002 800, AFSL 238342) as the responsible entity and issuer of the OnePath Alternatives Growth Fund and OnePath Custodians Pty Limited (ABN 12 008 508 496, AFSL 238346, RSE L0000673) (OPC) as the trustee of the Retirement Portfolio Service (ABN 61 808 189 263) (RPS) and issuer of OneAnswer Frontier Personal Super and Pension which are part of the RPS.

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