

# Generation Life Sectoral Blend Fund

Diversified - growth

## Objective

To outperform (before tax and fees) an internal benchmark comprising the weight combination of relevant market indexes.

## Investment approach

The fund typically invests in a diversified portfolio mix with exposure to growth investments of around 70% and defensive assets of around 30%. Derivatives may be used to implement investment strategies.

## About the investment manager

Russell Investments, a global asset manager, is one of only a few firms that offers actively managed multi-asset portfolios and services that include advice, investments and implementation. Russell Investments provides solutions for institutional investors, financial advisers and individuals working with their advisers - using the firm's core capabilities that extend across capital market insights, manager research, asset allocation, portfolio implementation and factor exposures - to help each achieve their desired investment outcomes.

The firm has A\$379.4 billion in assets under management (as of 31 December 2017) and works with more than 2,500 institutional clients, independent distribution partners and individual investors globally.

### Fund size:

\$26.40 million

### Inception date:

10 September 2004

### Investment menu code:

UF10

### APIR code:

ALL0014AU

### Investment management cost (ICR)<sup>1</sup>:

0.85% p.a.

### Buy/sell spread:

0.18% / 0.17%

### Suggested min. investment period:

5 Years

### Risk level:

6 – High

## Performance

Performance (after tax and management fees) as at 31 July 2018

1 month (%)	3 month (%)	6 month (%)	1 year (% p.a.)	2 year (% p.a.)	3 year (% p.a.)	5 year (% p.a.)	7 year (% p.a.)	10 year (% p.a.)	Since Inception (% p.a.)
0.87	1.84	1.78	6.36	3.07	3.58	6.00	6.25	4.75	4.30

## Growth of \$1,000 since inception



### Investor Services

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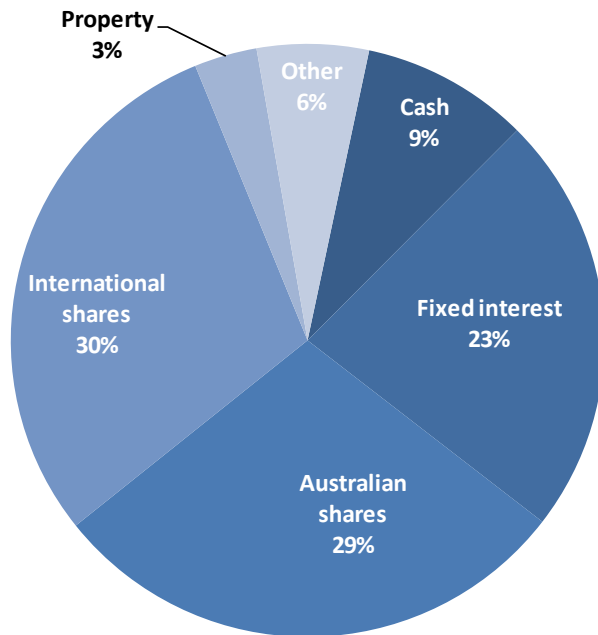
### Fund commentary

The Fund's 70% allocation to growth assets such as Australian and international shares and listed property tends to drive returns. Global share markets were stronger in July with the Russell Developed Large Cap Index up 2.4% (or 3.1% higher in hedged AUD terms).

Contributing to the gains were a series of encouraging US and European earnings results, news the US economy expanded 4.1% year-on-year in the second quarter and some positive rhetoric from US Federal Reserve chair, Jerome Powell. Australian shares were also higher in July; the S&P/ASX 300 Accumulation Index rising 1.3% thanks to positive returns across the 'Big Four' banks and a robust performance by mining heavyweight, BHP Billiton. Stocks also benefited from some encouraging domestic jobs and retail trade figures, as well as consistent Chinese growth data.

Elsewhere, global bonds were flat for the month with the Bloomberg Barclays Global Aggregate Bond Index returning 0.0% in hedged AUD terms. Australian bonds made only modest gains in July with the Bloomberg AusBond Composite 0+ Year Index returning 0.2%, while the domestic cash market also returned 0.2%.

#### Actual asset allocation



#### Target asset allocation

	Range
Cash	0 – 20%
Fixed interest	0 – 40%
Australian shares	0 – 60%
International shares	0 – 40%
Property	0 – 20%
Other	0 – 20%

#### Underlying investments

Fund name	
Cash	9.14%
Fixed interest	23.00%
Australian shares	28.79%
International shares	29.56%
Property	3.42%
Other	6.09%
<b>Total</b>	<b>100.00%</b>

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