

Generation Life Sectoral Blend Fund

Fact sheet | 31 August 2018

Fund facts	
Asset class	Diversified - growth
Inception date	10 September 2004
Investment menu code	UF10
Fund size	\$26.70 million
APIR code	ALL0014AU
Investment management cost (ICR) ¹	0.85%p.a.
Buy/sell spread	0.18% / 0.17%
Suggested minimum investment period	5 Years
Risk level	6 - High
Invests into	Russell Investments Balanced Fund (APIR: RIM0001AU)

Investment 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.

Performance² (after tax and management fees)

	Performance
1 month (%)	0.69
3 months (%)	2.25
6 months (%)	3.10
1 year (%)	6.72
2 year (p.a. %)	3.43
3 year (p.a. %)	4.87
5 year (p.a. %)	5.86
7 year (p.a. %)	6.76
10 Year (p.a. %)	4.58
Since Inception (p.a. %)	4.32

Notes

The Indirect Cost Ratio (ICR) includes the investment manager's fees, estimated performance fee (if applicable), estimated expense recoveries and other indirect costs as a percentage of total average assets of the investment option as at 30 June 2017, but excludes indirect transactions and operation costs (see latest copy of the PDS).

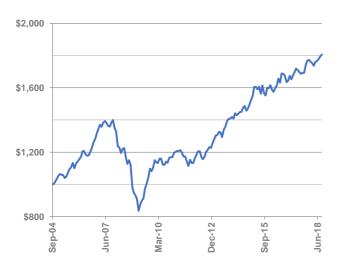
² Past performance is not an indicator of future performance.



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Growth of \$1,000 since inception



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 August with the Russell Developed Large Cap Index up 4.2% (or 1.5% higher in hedged AUD terms). Contributing to the gains were a series of better-than-expected US, European and Japanese earnings results, solid Japanese and German growth data and some positive rhetoric from US Federal Reserve chair. Jerome Powell. Sentiment was further buoyed by an upward revision to US June quarter growth and news US consumer confidence reached its highest level in 18 years in August. Australian shares were higher for the month; the S&P/ASX 300 Accumulation Index rising 1.4% thanks to positive domestic earnings results, encouraging jobs and retail trade data and further corporate activity, with TPG Telecom and Vodafone agreeing to merge in a deal valued at around AUD15 billion. Elsewhere, global bonds were only slightly higher in August with the Bloomberg Barclays Global Aggregate Bond Index returning 0.3% in hedged AUD terms. Australian bonds made reasonable gains over the period with the Bloomberg AusBond Composite 0+ Year Index returning 0.8%, while the domestic cash market returned 0.2%.

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%

Actual asset allocation

	Range %
Cash	7.91
Australian fixed interest	9.80
International fixed interest	13.00
Australian property	4.45
Australian shares	28.80
International shares	30.19
Other	5.85
Total	100.00

Investor services Adviser services

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Important notice: Generation Life Limited (Generation Life) AFSL 225408 ABN 68 092 843 902 is the issuer of Investment Bonds (IB). In deciding to acquire an IB or to hold an IB (including switching between Investment Portfolio options), you should obtain the relevant PDS and consider its content. We recommend that you obtain financial, legal and taxation advice before making any investment decision, including switching Investment Portfolios. Generation Life does not guarantee (whether expressly or impliedly) investment returns or the return of capital invested when investing in IB Investment Portfolios. The information in this Adviser Reference Sheet does not take account of your objectives, financial situation or needs. Past performance is not an indicator of future performance. Performance is measured by Investment Portfolio unit price movements (after Tax and Management fees). The above-listed information is correct up to and including 31 August 2018 only.