

BLACKROCK BALANCED CHANGES TO THE INVESTMENT OPTION

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Perpetual WealthFocus BlackRock Balanced Investment Option

Following a detailed periodic review of the strategy, the underlying Investment Manager BlackRock Investment Management (Australia) Limited have decided to implement a number of enhancements. These include:

- the transition to a more diversified strategic asset allocation
- greater use of tactical allocation
- increased flexibility to better manage total portfolio risk during periods of market extremes

As a result, the investment guidelines, objective and investment fees have changed as set out below.

INVESTMENT GUIDELINES

	OLD	NEW
Australian Equities	32%	30%
Australian Real Estate Investment Trust (REITs)	5.50%	0%
International Equities (\$A Unhedged)	21.05%	18%
International Equities (\$A Hedged) ¹	7.70%	11%
International REITs ((\$A Unhedged)	0%	6%
International REITs ((\$A Hedged) ¹	2%	0%
Global Listed Infrastructure	0%	3%
Emerging Market Equities	0%	3%
Australian Fixed Income	14%	15%
Global Fixed Income	8%	6%
Emerging Market Bonds	0%	3%
Cash ²	9.75%	5%

1. 100% hedged in AUD
2. The cash allocation may include exposure to underlying funds through which active asset allocations are made. Capital allocation to cash may include cash, cash equivalents (including other BlackRock managed investment schemes) and allocation to investment strategies that have a cash benchmark, which may be used to implement security selection and active asset allocation views.

OBJECTIVE

OLD	NEW
<p>Aims to provide investors with the highest possible returns consistent with a 'balanced' investment strategy encompassing:</p> <ul style="list-style-type: none">• a bias towards Australian assets• active asset allocation, security selection and risk management. <p>The fund aims to outperform its benchmark indices over a 5-year rolling period. The benchmark indices include the S&P/ASX 300 Accumulation Index, MSCI World Index ex-Australia (unhedged and/or hedged in AUD), S&P/ASX 200 A-REIT Index, FTSE EPRA/NAREIT Developed Rental Net TR Index (hedged in AUD), Bloomberg AusBond Composite 0+ Yr Index, Barclays Global Aggregate 500 Index (hedged in AUD) and the Bloomberg AusBond Bank Bill Index.</p>	<p>Aims to outperform peer performance consistent with a growth orientated investment strategy encompassing:</p> <ul style="list-style-type: none">• a broadly diversified exposure to Australian and international assets• active asset allocation, security selection and risk management• flexibility to deviate meaningfully from the strategic asset allocation to help manage total portfolio risk <p>The fund aims to outperform its benchmark indices over a 5-year rolling period before fees. The benchmark indices include the S&P/ASX 300 Accumulation Index, MSCI World Index ex-Australia (unhedged and/or hedged in AUD), FTSE EPRA/NAREIT Developed Rental Net TR Index (unhedged), Bloomberg AusBond Composite 0+ Yr Index, Barclays Global Aggregate 500 Index (hedged in AUD) and the Bloomberg AusBond Bank Bill Index, J.P. Morgan EMBI Global Core Index (Hedged in AUD), FTSE Developed Core Infrastructure Net TR Index (unhedged), MSCI Emerging Market Investible Market ex Tobacco Index (unhedged).</p>

INVESTMENT FEE

The manager of the underlying fund has lowered its management fees. As a result the WealthFocus BlackRock Balanced Investment Option investment fee (gross fee) will be reduced from 1.85% to 1.75% pa.

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MORE INFORMATION

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