

# PERPETUAL WEALTHFOCUS UPDATE

1 June 2021



Effective on and from 1 June 2021, the following sets out each of the changes that have been made to the investment options profiles referred to below and which appear on pages 14 & 17 of the Perpetual WealthFocus – Investment Book dated 1 December 2020 .

## PERPETUAL GLOBAL INNOVATION SHARE

	CURRENT	NEW
Objective	<p>Aims to:</p> <ul style="list-style-type: none"> <li>provide long-term capital growth through investment in quality global shares that are benefiting from changes in technology and innovation</li> <li>outperform the MSCI All Countries World Net Total Return Index (AUD) (before fees and taxes) over rolling three-year periods.</li> </ul>	<p>Aims to:</p> <ul style="list-style-type: none"> <li>provide long-term capital growth through investment in global shares that are benefiting from changes in technology and innovation</li> <li>outperform the MSCI All Countries World Net Total Return Index (AUD) (before fees and taxes) over rolling three-year periods.</li> </ul>
Investment Approach	<p>Perpetual Investments aims to achieve the above objectives by adopting a ‘bottom-up’ stock selection approach to investing, where the decision to buy or sell is based on a fundamental valuation of stocks.</p> <p>The portfolio manager believes that changes in technology and innovation can have a significant impact on the future earnings and valuation of companies, and that by focusing on understanding new changes in technology and innovation this can lead to the early identification of undervalued stocks.</p> <p>In determining investment quality, investments are carefully selected on the basis of four key investment criteria:</p> <ul style="list-style-type: none"> <li>conservative debt levels</li> </ul>	<p>Perpetual Investments aims to achieve the above objectives by adopting a ‘bottom-up’ stock selection approach to investing, where the decision to buy or sell is based on a fundamental valuation of stocks.</p> <p>The portfolio manager believes that changes in technology and innovation can have a significant impact on the future earnings and valuation of companies, and that by focusing on understanding new changes in technology and innovation this can lead to the early identification of undervalued stocks.</p> <p>The portfolio is constructed within a framework that is independent of the benchmark in terms of stock and sector weights. Added value is expected to come</p>

	<ul style="list-style-type: none"> <li>• sound management</li> <li>• quality business</li> <li>• recurring earnings.</li> </ul> <p>The fund may hold up to 30% in companies that fall outside the above criteria.</p> <p>The diversified portfolio is constructed within a framework that is independent of the benchmark in terms of stock and sector weights. Added value is expected to come from the portfolio manager's high conviction approach to stock selection.</p> <p>Currency is managed at the fund level, taking into account currency exposure arising from underlying investments. Currency management can be used with the aim of protecting the value of the fund's assets.</p> <p>Derivatives may be used in managing the fund.</p> <p>Global shares include convertible notes, which are short-term debt securities that convert into equity.</p>	<p>from the portfolio manager's high conviction approach to stock selection.</p> <p>Currency is managed at the fund level, taking into account currency exposure arising from underlying investments. Currency management can be used with the aim of protecting the value of the fund's assets.</p> <p>Derivatives may be used in managing the fund.</p> <p>Global shares include convertible notes, which are short-term debt securities that convert into equity.</p>
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## PERPETUAL DIVERSIFIED REAL RETURN

	CURRENT	NEW
Investment Approach	<p>The fund will invest in a diversified range of asset classes which are weighted according to the level of risk they contribute to the portfolio. Assets will be managed to effectively diversify these risk exposures. The combination of assets held by the fund at any time are those which we believe provide the greatest probability of achieving the target return over rolling five-year periods. Perpetual Investments may quickly adjust the fund's asset allocation to respond to changing market conditions and/or to take advantage of new opportunities.</p> <p>In managing the fund to meet its investment objective, the fund may implement a considerable amount of its exposures via derivatives and may include alternative and private market assets.</p> <p>Currency is managed at the fund level, taking into account currency exposure arising from underlying investments. Currency management is used to either</p>	<p>The fund will invest in a diversified range of asset classes. The combination of assets held by the fund at any time are those which we believe provide the greatest probability of achieving the target return over rolling five-year periods. Perpetual Investments may adjust the fund's asset allocation to respond to changing market conditions and/or to take advantage of new opportunities.</p> <p>In managing the fund to meet its investment objective, the fund may implement a considerable amount of its exposures via derivatives and may include alternative and private market assets.</p> <p>Currency is managed at the fund level, taking into account currency exposure arising from underlying investments. Currency management is used to either hedge currency for an existing position or create an exposure to a foreign currency. Net foreign currency exposure will be</p>

hedge currency for an existing position or create an exposure to a foreign currency. Net foreign currency exposure will be limited to 50% of the gross asset value of the fund.

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Investment in illiquid assets<sup>25</sup> will be limited to 18% of the net asset value of the fund.

Investment Guidelines	Australian shares <sup>23</sup>	0-50%	Australian shares <sup>23</sup>	0-50%
	International shares <sup>23</sup>	0-50%	International shares <sup>23</sup>	0-50%
	Property	0-15%	Property	0-15%
	Fixed income and credit <sup>20</sup>	0-100%	Fixed income and credit <sup>20</sup>	0-100%
	Commodities	0-15%	Commodities	0-15%
	Other investments <sup>24</sup>	0-30%	Other investments <sup>24</sup>	0-30%
	Cash	0-100%	Cash	0-100%
	(Illiquid assets <sup>25</sup> )	0-20%		

For the footnote references, please refer to the Perpetual WealthFocus Investment Book, page 20 for details.

This information has been prepared by Perpetual Investment Management Limited (PIML) ABN 18 000 866 535, AFSL 234426 and Perpetual Superannuation Limited (PSL) ABN 84 008 416 831, AFSL 225246, RSE L0003315. It is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. You should consider, with a financial adviser, whether the information is suitable for your circumstances. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. The relevant PDS for the relevant Perpetual WealthFocus fund, and super and pension plan, issued by PIML and PSL, should be considered before deciding whether to acquire or hold units in the relevant fund or investment option. The relevant PDS can be obtained by calling 1800 062 725 or visiting our website [www.perpetual.com.au](http://www.perpetual.com.au). No company in the Perpetual Group guarantees the performance of any fund or the return of an investor's capital (Perpetual Group means Perpetual Limited ABN 86 000 431 827 and its subsidiaries).

## MORE INFORMATION

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