

ADVANCE MODERATE MULTI-BLEND FUND

As at 31 July 2019

FUND RETURNS*

	1 month (%)	3 months (%)	1 year (%)	2 years (% pa)	3 years (% pa)	5 years (% pa)
Growth return	1.41	0.68	3.90	3.41	(0.30)	(0.82)
Distribution return	0.00	2.61	3.70	4.77	7.29	6.86
Total return	1.41	3.29	7.61	8.18	6.98	6.04

* The Fund performance is net of investment fees and relates to wholesale investors only. If you are a retail investor, you can obtain up to date returns at advance.com.au
Inception date: 30 June 2004

FUND UPDATE

The Advance Moderate Multi-Blend Fund produced a positive absolute return over the month of July contributing to positive 12 month performance.

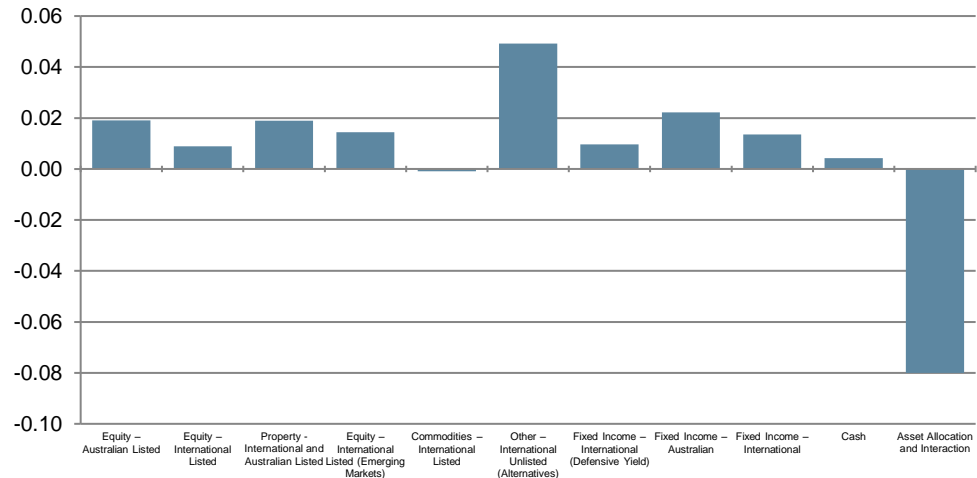
Australian equities delivered the strongest return over the month, returning 3.0% over the month as the Reserve Bank of Australia (RBA) delivered a second consecutive rate cut. The RBA's move coincided with central banks globally signalling that potential monetary easing or stimulus may be warranted in the future. This was positive for International equities, which delivered a 2.3% return on an unhedged basis over the month, and overshadowed the continued trade tensions between the US and China. The Australian Dollar depreciated against most developed peers and resulted in the Fund's unhedged exposures outperforming its currency hedged exposures during the month. Listed Real Estate Investment Trusts (REITs) also gained over the month, with Australian REITs returning 2.6% and International REITs returning 1.0%.

Both domestic and international fixed interest markets were positive over the month, as measured by the Bloomberg Ausbond Composite 0+ Yr Index delivering 0.9% and the Bloomberg Barclays Global-Aggregate Total Return Index AUD Hedged returning 0.7%. Yields continued their downward trajectory as a result central bank rate cuts, as a consequence of slowing global growth and inflation figures. The Australian 10 year government bond yield declined 14bps over the month, contributing to a 146bps decline over the 12 month period. The US 10 year swap yield moved slightly lower over the month, contributing to a 105bps decline over the 12 month period.

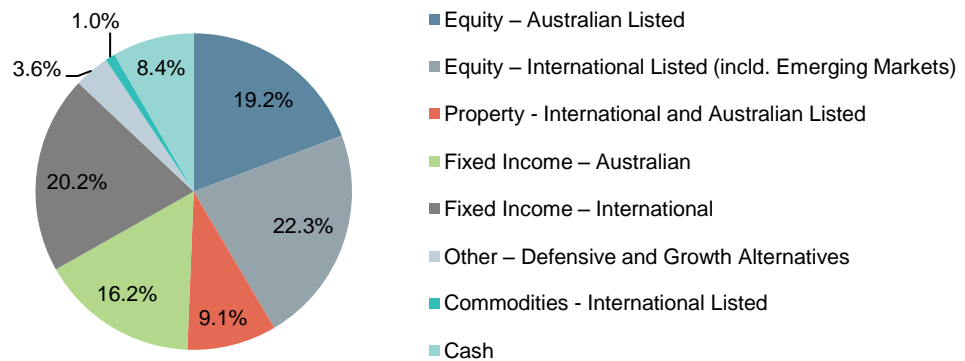
Both US and domestic credit spreads contracted marginally over the month. In both instances, rate movements overshadowed spreads, with rate movements proving to be the dominant factor in fixed income returns. The Fund's allocation to defensive assets continues to benefit from the expectation of lower interest rates globally.

Over the month Funds with a higher allocation to growth assets outperformed those with a higher allocation to defensive assets, due to equities broadly outperforming fixed interest assets.

SECTOR CONTRIBUTION TO EXCESS GROSS RETURN – 1 MONTH (%)



ACTUAL ASSET ALLOCATION



BENEFITS OF INVESTING IN THE FUND

The Fund invests in a mix of defensive assets (around 50%) such as cash and fixed interest and growth assets (around 50%) such as shares and property and has a medium level of risk. The Multi-Blend approach is based on the belief that the different styles of each manager when combined, can produce a more consistent outcome for investors by minimising style and portfolio risk with a potential for long-term capital growth and enhanced performance through active management.

INVESTMENT OBJECTIVE

To provide relatively stable total returns (before fees and taxes) over the short to medium term, with some capital growth over the long term through a diversified mix of growth and defensive assets.

KEY FEATURES

	Wholesale	Retail
Total assets (AUD millions)	\$1,407.46	
APIR code	ADV0091AU	ADV0090AU
Date established	June 2004	June 2004
Distribution frequency	Quarterly	Quarterly
Minimum investment¹	\$5,000 (\$1,500 for Regular Savings Plan)	\$1,500 (\$1,000 for Regular Savings Plan)
Minimum withdrawal	\$1,500.00	\$500.00
Entry fee²	Nil	4.10% maximum
Management costs^{2,3}	0.75% pa	1.88% pa
Buy/sell spread (%)³	0.16/0.16	Nil

1 Refer to the Product Disclosure Statement for further information.

2 Includes the effect of GST (net of RITC) and an estimate of performance fees paid for the 12 months ended 30 June 2018 of 0.01%.

3 The Management Costs and buy-sell spread included in this fact sheet do not include the impact of RG 97 enhanced fees and costs disclosures and you should refer to the Product Disclosure Statement for further information.

ASSET ALLOCATION RANGES

Asset class	Investment managers	SAA ranges %
Equity – Australian Listed	BlackRock, FIL Limited, Nikko AM, Pental, Platypus, Realindex, Solaris, Vinva	0-39
Equity – International Listed	AQR, Ardevora, BlackRock, Realindex, River & Mercantile, T.Rowe Price, TT International, Wellington,	1-41
Property – Australian and International Listed	BlackRock, Heitman, Phoenix , Principal	0-21
Fixed Income – Australian	AMP, Pental, Janus Henderson	0-35
Fixed Income – International	Mellon, PIMCO, Wellington, Western Asset, TCW, TwentyFour, Kapstream	0-39
Other – Defensive and Growth Alternatives	BlackRock, PIMCO, RV Capital	0-22
Commodities – International Listed	Janus Henderson	0-6
Cash	Pental, BlackRock	0-29

* The Fund performance is net of management costs and relates to the wholesale class of investment only. If you are an investor in the retail class of investment, you can obtain up to date returns at advance.com.au

~ The market exposure (asset allocation) and holdings of the fund may change significantly each day. Allocations may not equal 100% due to rounding.

Advance Asset Management, GPO Box B87, Perth WA 6838

Client Services 1800 819 935 Adviser Services 1300 361 864 Fax (02) 9274 5211

advance.com.au

ADVANCE
ASSET MANAGEMENT

The information in this document has been prepared by Advance Asset Management Limited ABN 98 002 538 329 AFSL 240902 ('Advance').

The information shown in this document is general information only. It does not constitute any recommendation or advice. It has been prepared without taking into account your personal objectives, financial situation or needs and so you should consider its appropriateness having regard to these factors before acting on it. You should consider obtaining independent advice from a professional financial adviser before making any financial decisions in relation to the matters disclosed hereto.

Advance is the responsible entity of the Advance Moderate Multi-Blend Fund, ARSN 108 947 011 ('Fund'). A Product Disclosure Statement ('PDS') is available for the Fund and can be obtained by calling the Contact Centre on 1800 819 935, or visiting www.advance.com.au. The Financial Services Guide ('FSG') for Advance can also be obtained via the Product Disclosure Statement page on www.advance.com.au. Any retail client should obtain and consider the PDS for the Fund and the FSG before deciding whether to acquire, continue to hold or dispose of units in the Fund.

Advance is a subsidiary of Westpac Banking Corporation ABN 33 007 457 141 AFSL 233714 (Westpac). An investment in the Fund is not an investment in, deposit with, or other liability of Westpac or any other company in the Westpac Group. An investment in the Fund is subject to investment risk, including possible delays in the payment of withdrawals and loss of income and principal invested. No member of the Westpac Group (including Advance) stands behind or otherwise guarantees the capital value or investment performance of the Fund.

To the maximum extent permitted by law, Advance, and its affiliates and related bodies corporate, and their respective officers, directors, employees, professional advisers and agents do not accept any responsibility or liability in relation to the accuracy or completeness of this information or for any loss arising from its use. Past performance is not an indicator of future performance. No representation or warranty is given as to the accuracy, likelihood of achievement or reasonableness of any forecasts or returns contained in the information set out in this document. Any projections are predictive in character. Whilst we have used every effort to ensure that the assumptions on which the projections are based are reasonable, the projections may be affected by inaccurate assumptions or may not take into account known or unknown risks and uncertainties. The actual results actually achieved may differ materially from these projections.

© Advance Asset Management Limited – part of Westpac Banking Corporation

AD10038A-0719sx