

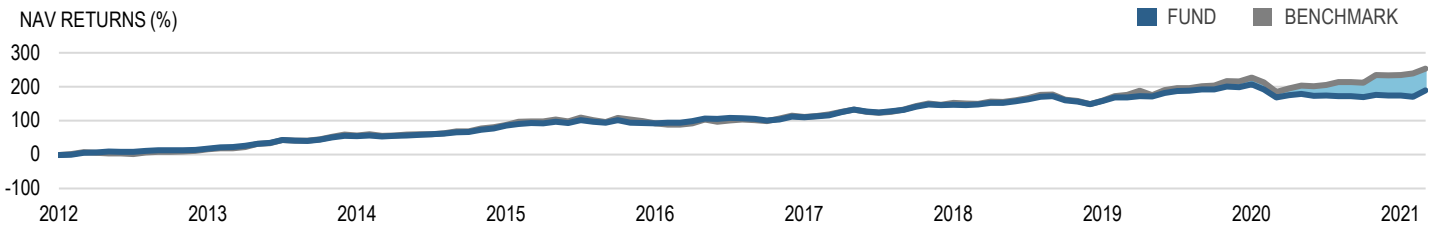
ACADIAN GLOBAL MANAGED VOLATILITY FUND - CLASS A

MARCH 2021

The Acadian Global Managed Volatility Fund - Class A seeks to provide returns similar to those of a global equity index, but with significantly lower absolute volatility and superior downside protection, over the longer term. Limiting absolute risk has the potential to allow investors to compound wealth more efficiently and steadily than traditional capitalisation weighted indices. The option aims to perform in line with the MSCI All Country World Index over rolling three-year periods before fees.

APIR Code	FSF1240AU
Inception Date	19 January 2012
Management Cost	0.62%
Buy / Sell spread	0.05/0.05%
Exit Unit Price	1.6389
Product Size	\$360 million
Benchmark	MSCI All-Country World Index

CUMULATIVE PERFORMANCE



PERFORMANCE

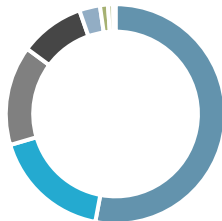
	FUND (NAV)	BENCHMARK	VALUE-ADDED VS. BENCHMARK
One Month Return	7.0	4.4	2.6
Three Month Return	5.7	5.9	-0.2
Year-to-Date Return	5.7	5.9	-0.2
One Year Annualized Return	7.7	24.2	-16.5
Three Year Annualized Return	5.4	12.3	-6.9
Five Year Annualized Return	8.4	13.4	-5.0
SINCE INCEPTION ANNUALIZED RETURN	12.3	14.7	-2.4
SINCE INCEPTION SHARPE RATIO	1.3	1.3	
SINCE INCEPTION BETA	0.7	1.0	

TOP TEN HOLDINGS

	% OF PORTFOLIO
ALPHABET INC	1.5
MICROSOFT CORP	1.5
PROCTER & GAMBLE CO	1.3
CISCO SYSTEMS INC CALIFORNIA	1.3
COMPAL ELECTRONICS INC	1.2
NIPPON TELEGRAPH & TELEPHONE CORP	1.2
ORACLE CORP	1.2
WALMART INC	1.2
RELIANCE STEEL & ALUMINUM CO	1.2
KT CORP	1.2
NUMBER OF SECURITIES	408
% OF PORTFOLIO FOR TOP 10 CURRENT HOLDINGS	12.9
% OF NON-BENCHMARK PORTFOLIO HOLDINGS	26.6

CURRENT POSITIONING - REGION

ABSOLUTE



NAM	52.5%
EM	17.3%
EUR	14.5%
JP	9.5%
AU/NZ	3.0%
UK	1.2%
HK/SG	0.8%
ME	0.3%

CURRENT POSITIONING - SECTOR

ABSOLUTE



STP	20.4%
HTH	18.0%
COM	16.7%
TCH	13.0%
MAT	10.8%
DIS	7.3%
FIN	4.9%
UTL	4.2%
IND	3.6%
REI	0.3%
ENR	0.0%

This strategy is accessible through a fund. Colonial First State Investments Limited is the responsible entity for this fund, ABN 98 002 348 352 AFS Licence 232468. Please refer to the latest Product Disclosure Statement available on the following website <http://www.colonialfirststate.com.au> for the terms and conditions of investing into the fund.

Returns that include the most recent month are preliminary. All returns are calculated on an annualised basis using exit price to exit price with distributions reinvested, net of management costs, transaction costs. All return calculations exclude any individual taxes payable by the investor and all other fees and rebates disclosed in the relevant product disclosure statements available on our website or by calling us. The 'distribution' component is the amount paid by the way of distribution, which may include net realised capital gains. Portfolio holdings are subject to change and should not be considered a recommendation to buy or sell individual securities. Reference to the benchmark is for comparative purposes only and is not intended to indicate that the Fund will contain the same investments as the benchmark. Investors have the opportunity for losses as well as profits. Past performance is no guarantee of future results. Past performance may differ significantly from future performance due to market volatility. Index Source: MSCI Copyright MSCI 2021. All Rights Reserved. Unpublished. PROPRIETARY TO MSCI.



ACADIAN GLOBAL MANAGED VOLATILITY FUND - CLASS A

QUARTERLY REVIEW

Market Review

First-quarter optimism stood in stark contrast to the same period a year ago, which saw a blistering 20.1%³ loss for global equities as the pandemic gripped the globe. In Q1 2021, global equity markets advanced 6.1%³ buoyed on hopes of a vaccine-induced recovery, sustained policy support in most major economies, and the beginnings of a return to normalcy. Good news was tempered, however, by the arrival of more virulent variants of COVID-19, which dampened expectations of a full and durable recovery.

Yield curves steepened after major banks signaled that they would allow inflation to overshoot targets, raising concerns about inflationary pressures worldwide. Commodity prices rallied on rising rates, massive stimulus spending in the U.S. and globally, and on better-than-expected pickup in economic activity. The effects of spiking yields, rising inflationary, and surging commodity prices rippled through markets and investors struggled to price in the cross-asset ramifications.

Emerging markets rose 4.0%³ during the quarter, as gains were dampened by an uneven vaccine rollout, more expensive dollar-denominated debt, unrelenting supply-chain constraints, and elevated inflation, which caused food prices to climb amongst the world's poorest nations. In March, several EM central banks abruptly raised interest rates in an effort to cool inflation, which in turn raised concerns about stifling longer-term economic recovery.

Fund Performance and Activity

PORTFOLIO PERFORMANCE IN AUSTRALIAN DOLLARS

	FIRST QUARTER
Portfolio (gross of fees)	5.9
Benchmark	5.9

For the first quarter, the portfolio saw 5.9% of positive return which was largely on par with that of the cap-weighted benchmark¹. A combination of stock selection and an underweight position in Financials detracted 73 basis points, owing primarily to a lack of exposure to JPMorgan Chase. An underweight position in Energy detracted 39 basis points, led by a lack of exposure to Exxon Mobil. Offsetting these results to a degree was 136 basis points of positive return from a combination of stock selection and an underweight position in Information Technology, driven by a position in Apple.*

Approximately 46.8% of the portfolio was held in the lowest beta stocks, compared to roughly 15% for the index. The effect of the portfolio's exposure to the lowest beta quintile was positive in the first quarter, adding 108 basis points.

Key Holdings²

- Positive
- Our underweight to Apple was rewarded with 37 basis points of active return. Share prices declined 8% over the quarter. Apple's stock underperformed, as did the broader technology sector, as steepening U.S. yields negatively impacted valuations of technology stocks globally. Still, despite the drop in stock prices, Apple announced all-time record revenue for fiscal 2021 first quarter and double-digit growth in each product category.
- Negative
- Our overweight to Chemed Corp, cost the portfolio 18 basis points of active return as share prices fell, down 14% for the quarter. Chemed operates through two wholly-owned subsidiaries, VITAS, a provider of hospice care, and Roto-Rooter, a commercial and residential plumbing service. Share prices fell after the company reported a year-over-year decline in revenue due a decreased ability to access nursing homes, a major acquisition source for its hospice care business.

Outlook and Strategy

Economic prospects in many parts of the globe have markedly improved largely due to vaccine-powered optimism. Increasing evidence of vaccine efficacy in conjunction with additional policy support in a few major economies—most notably in the United States, Japan, and Europe—are expected to lift economic activity globally. In March, the OECD raised 2021 real GDP growth projections to 5.6%, up 1.4% from its December projections. Under the baseline forecast, global output is anticipated to exceed pre-pandemic levels by mid-2021. Similarly, the IMF followed suit and announced it would further raise its 2021 global economic growth projections on tailwinds from the launch of substantial fiscal firepower in the U.S. and the accelerated vaccine rollout. The economic revival has been quicker than anticipated, sparked by multiple vaccine approvals, ramped-up production, and rapid rollout.

Still, despite substantial gains, the recovery is expected to be uneven and incomplete. The burden of the crisis has fallen disproportionately across sectors and economies, and the divergence will likely persist until the vaccines can deliver society-wide protection. The speed and strength of recovery is expected to vary across economies, contingent upon vaccine accessibility, sectoral dependencies, pre-existing vulnerabilities, effectiveness of policy support, and the extent of new waves of contagion and containment measures.

In addition, sizeable downside risks remain. Most notably, a full and durable recovery cannot be reached until the pandemic is fully under control. Renewed waves of infection, alongside reinstated lockdowns, alongside voluntary distancing would prolong the recovery. Other key risks include the premature withdrawal of policy support, intensifying inflationary pressures, and mounting debt levels. Slower-than-expected vaccine deployment, either due to logistical challenges or to widespread hesitancy, could imperil the attainment of large-scale immunity. Additionally, the uneven distribution of vaccines has deepened the schism between wealthy countries and poorer ones. The limited global supply coupled with large orders from rapidly vaccinating nations has made it more difficult for developing nations to secure deals. As a result, swaths of the world were left with soaring case counts, devastating lockdowns, and increased risks posed by new variants. Inflationary pressures are building on a number of fronts, driven by rising commodity prices, unrelenting supply-chain constraints, and the Biden administration's aggressive stimulus spending. The grounded container ship which blocked the Suez canal in March further strained global supply lines already stretched by the coronavirus pandemic. A broader concern in all economies is the high level of corporate and sovereign debt that has accumulated during the pandemic. Emerging markets are particularly susceptible due to their heavy reliance on external financing, particularly U.S. dollar-denominated debt. Rising yields, a strengthening dollar, and a slow recovery could add to debt service burdens and trigger delinquencies or defaults.

*This should not be considered a recommendation to buy or sell any specific security. ¹MSCI All Country World 9net) 2013-01-15 To 2020-12-31, MSCI World (net) 2012-01-18 To 2013-01-15. ²Top contributing/detracting individual positions over the period as measured by basis point impact. This should not be considered a recommendation to buy or sell any specific security. ³Returns in locally stated terms. Colonial First State Investments Limited is the responsible entity for this fund, ABN 98 002 348 352 AFS Licence 232468. Please refer to the latest Product Disclosure Statement available on the following website <http://www.colonialfirststate.com.au> for the terms and conditions of investing into the fund. The information provided has been prepared by Acadian from our internal records. It is not intended to replace the official records of your account that you receive directly from the custodian. You are encouraged to compare the information provided to you by Acadian to that provided by the custodian and to contact us with any questions. The specific countries, sectors, and individual stocks discussed herein are non-exclusive and are provided as representative of the portfolio's performance during the period. For a complete list of markets, sectors, and stocks in which the portfolio was invested during the period and the performance of each, please contact Acadian. Please note that Acadian's system of portfolio attribution uses certain estimates and assumptions and the calculations provided herein are based upon Acadian's internal records and not those maintained by the Custodian. Additional details about our method of calculation will be furnished upon request. Reference to the benchmark is for comparative purposes only and is not intended to indicate that the portfolio will or did contain the same investments as the benchmark. This review contains confidential information of Acadian Asset Management LLC. Market conditions are subject to change. Past performance is no guarantee of future returns.

WANT MORE INFORMATION?

If you are a Financial Adviser or Wholesale Client:

Please contact Mark Mukundan, VP, Product and Wholesale Markets – 0411 615 685 or contact Acadian on (02) 9093 1000 or email us at australiaclientservice@acadian-asset.com.au

If you are a Personal Investor or Retail Client:

Speak with your Financial Adviser about the suitability of our products, in light of your investment needs, objectives and financial situation. Please read the product disclosure statement (PDS) for the Fund issued by Colonial First State Investments Limited (ABN 98 002 348 352, AFSL 232468) before making an investment decision. You can download the PDS from <https://www3.colonialfirststate.com.au/personal/resources/pds.html> or contact Colonial on 13 18 36 (8am to 7pm Sydney time)

This material has been prepared by and is issued by Acadian Asset Management LLC and Acadian Asset Management (Australia) Limited, collective referred to in this material as Acadian. This material is directed at persons who are professional, sophisticated or wholesale clients and has not been prepared for and is not intended for persons who are retail clients and must not be reproduced or transmitted in any form without the prior written consent of Acadian. This material contains general information only. It is not intended to provide you with financial product advice and does not take into account your objectives, financial situation or needs.

Before making an investment decision, you should consider whether this information is appropriate in light of your investment needs, objectives and financial situation. Total returns shown for the Fund or any Portfolio have been calculated using exit prices after taking into account all ongoing fees and assuming reinvestment of distributions. Past performance is no indication of future performance. Past performance may differ significantly from future performance due to market volatility. The product disclosure statement (PDS) for the Acadian Global Managed Volatility Fund - Class A, FSF1240AU (Fund) issued by Colonial First State Investments Limited (ABN 98 002 348 352, AFSL 232468) (CFSIL) should be considered before making an investment decision. CFSIL is a subsidiary of the Commonwealth Bank of Australia (Bank). The Bank and subsidiaries thereof do not guarantee the performance of the Fund or the repayment of capital by the Fund. Investments in the Fund are not deposits or other liabilities of the Bank or its subsidiaries, and investment-type products are subject to investment risk including loss of income and capital invested. To the extent permitted by law, no liability is accepted by the Bank or any affiliates thereof for any loss or damage as a result of any reliance on this information. This information is, or is based upon, information that we believe to be accurate and reliable, however neither Acadian, the Bank nor any affiliates thereof offer any warranty that it contains no factual errors. In Australia 'Colonial', 'Colonial First State' and 'CFS' are trade marks of Colonial Holding Company Limited and 'Colonial First State Investments' is a trade mark of the Bank and all of these trade marks are used by Acadian under license. Copyright © Acadian Asset Management LLC 2021 All rights reserved.

GENERAL LEGAL DISCLAIMER

Acadian provides this material as a general overview of the firm, our processes and our investment capabilities. It has been provided for informational purposes only. It does not constitute or form part of any offer to issue or sell, or any solicitation of any offer to subscribe or to purchase, shares, units or other interests in investments that may be referred to herein and must not be construed as investment or financial product advice. Acadian has not considered any reader's financial situation, objective or needs in providing the relevant information.

The value of investments may fall as well as rise and you may not get back your original investment. Past performance is not necessarily a guide to future performance or returns. Acadian has taken all reasonable care to ensure that the information contained in this material is accurate at the time of its distribution, no representation or warranty, express or implied, is made as to the accuracy, reliability or completeness of such information.

This material contains privileged and confidential information and is intended only for the recipient/s. Any distribution, reproduction or other use of this presentation by recipients is strictly prohibited. If you are not the intended recipient and this presentation has been sent or passed on to you in error, please contact us immediately. Confidentiality and privilege are not lost by this presentation having been sent or passed on to you in error.

Acadian's quantitative investment process is supported by extensive proprietary computer code. Acadian's researchers, software developers, and IT teams follow a structured design, development, testing, change control, and review processes during the development of its systems and the implementation within our investment process. These controls and their effectiveness are subject to regular internal reviews, at least annual independent review by our SOC1 auditor. However, despite these extensive controls it is possible that errors may occur in coding and within the investment process, as is the case with any complex software or data-driven model, and no guarantee or warranty can be provided that any quantitative investment model is completely free of errors.

Any such errors could have a negative impact on investment results.

We have in place control systems and processes which are intended to identify in a timely manner any such errors which would have a material impact on the investment process.

Acadian Asset Management LLC has wholly owned affiliates located in London, Singapore, and Sydney. Pursuant to the terms of service level agreements with each affiliate, employees of Acadian Asset Management LLC may provide certain services on behalf of each affiliate and employees of each affiliate may provide certain administrative services, including marketing and client service, on behalf of Acadian Asset Management LLC.

Acadian Asset Management LLC is registered as an investment adviser with the U.S. Securities and Exchange Commission. Registration of an investment adviser does not imply any level of skill or training.

Acadian Asset Management (Singapore) Pte Ltd, (Registration Number: 199902125D) is licensed by the Monetary Authority of Singapore.

Acadian Asset Management (Australia) Limited (ABN 41 114 200 127) is the holder of Australian financial services license number 291872 ("AFSL").

Under the terms of its AFSL, Acadian Asset Management (Australia) Limited is limited to providing the financial services under its license to wholesale clients only. This marketing material is not to be provided to retail clients.

Acadian Asset Management (UK) Limited is authorized and regulated by the Financial Conduct Authority ('the FCA') and is a limited liability company incorporated in England and Wales with company number 05644066. Acadian Asset Management (UK) Limited will only make this material available to Professional Clients and Eligible Counterparties as defined by the FCA under the Markets in Financial Instruments Directive.



GLOBAL AFFILIATES

Boston London Singapore Sydney

ACADIAN-ASSET.COM