



Mercer Funds

Quarterly report

to 30 September 2022

welcome to brighter

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Economy and markets

The third quarter of 2022 began with a strong rally in July, however was followed by a moderate decline in August and a broad based selloff in September. Federal Reserve chair Jerome Powell reasserted that monetary policy will be tighter for longer if needed, during his speech at Jackson Hole. Economic data continued to deteriorate over the quarter with most countries reporting higher than expected inflation and labour markets remained tight.

Hedged Developed Market Overseas Shares returned -5.2% over the quarter as investor sentiment continued to deteriorate, conversely unhedged overseas shares posted a 0.3% gain given the continued US dollar strength. Equity market volatility returned to the heights seen in early June. However, Australian shares saw a modest increase of 0.5%.

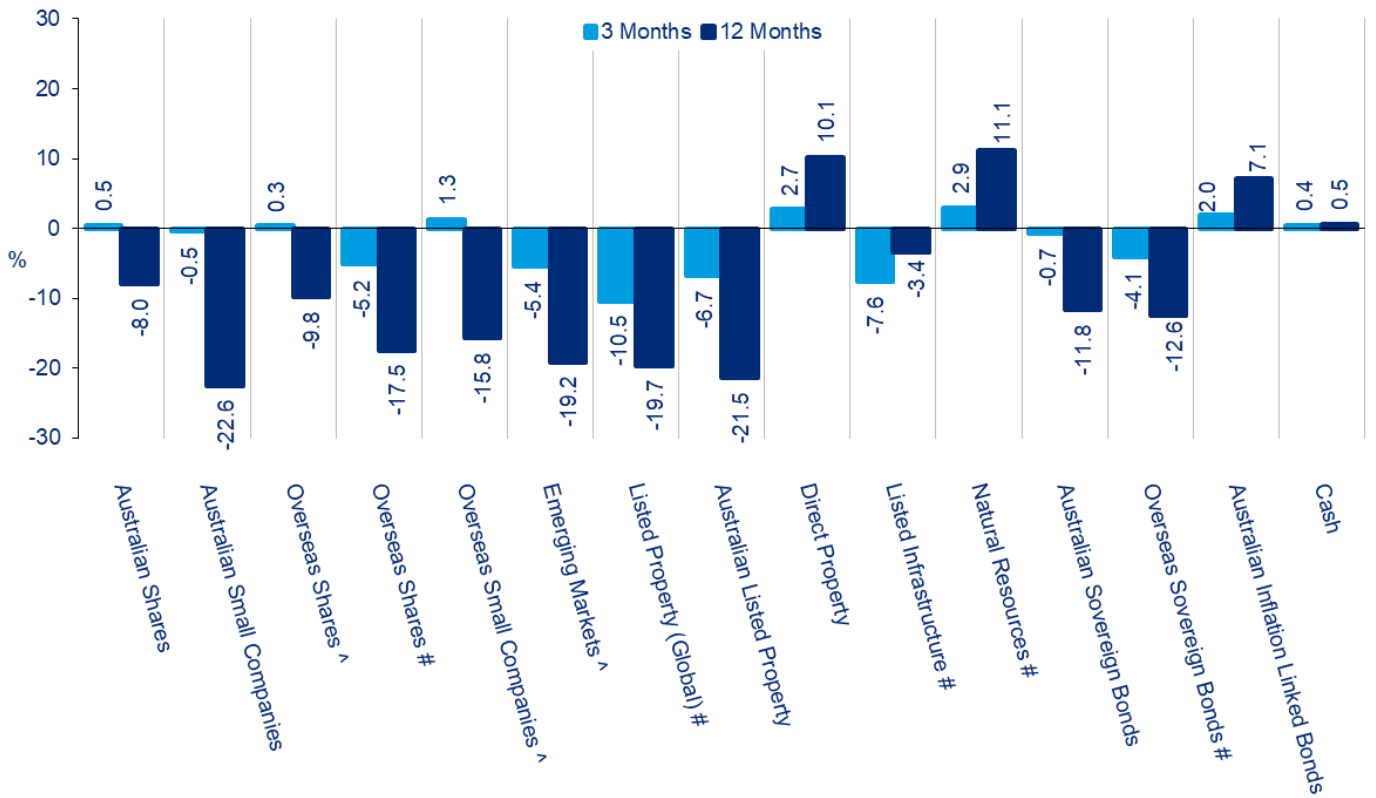
Emerging market equities underperformed their global counterparts, as slowing growth hurt exporting nations. China's economic growth prospects were hit by the downturn in its housing market and ongoing Covid restrictions.

Hedged Overseas Government Bonds returned -4.3% over the quarter as major developed bond yields rose sharply across all months. Discouraging inflation readings across the developed world made it likely that monetary tightening will continue for the foreseeable future. Australian government bonds fared slightly better posting a 0.7% decline for the quarter. The UK went through a major government bond (gilt) sell-off after its government announced a budget that markets deemed fiscally unsound.

Australian shares outperformed hedged overseas shares over the quarter with the ASX 300 gaining 0.5%. The S&P/ASX Small Ordinaries declined 0.5%, whilst the S&P/ASX mid 50 was the best performing Australian index, gaining 5.2%. The strongest performing sector for the second consecutive quarter was Energy (5.8%) followed by Healthcare (3.2%), whilst the worst performing sectors were Utilities (-12.5%) and Real Estate (-6.4%). Pilbara Minerals was the top contributor (99.1%), whilst BHP was the largest negative contributor (-3.7%).

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Financial market returns to 30 September 2022



NOTE:

Past performance is not a reliable indicator of future performance.

Performance shown only for asset classes that are applicable to sector Mercer Funds benchmarked against a single index.

Fully hedged return.

^ Unhedged return.

NOTE: Past performance is not a reliable indicator of future performance.
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 Refer to page 39 for Asset class benchmarks.

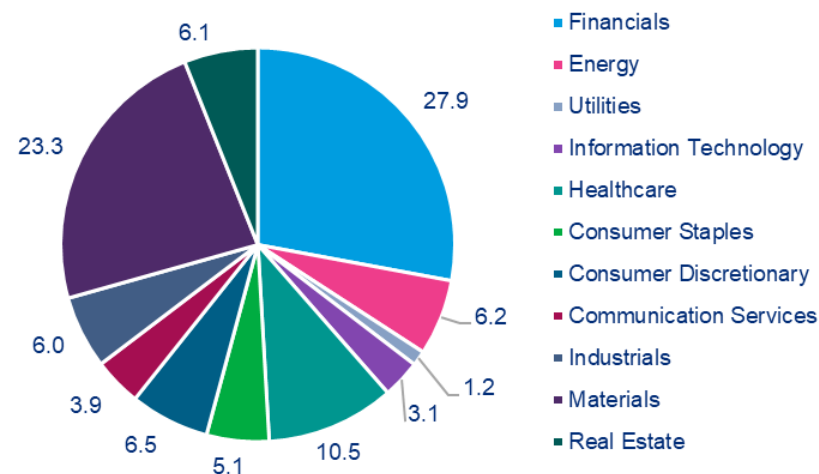
Shares

Australian shares

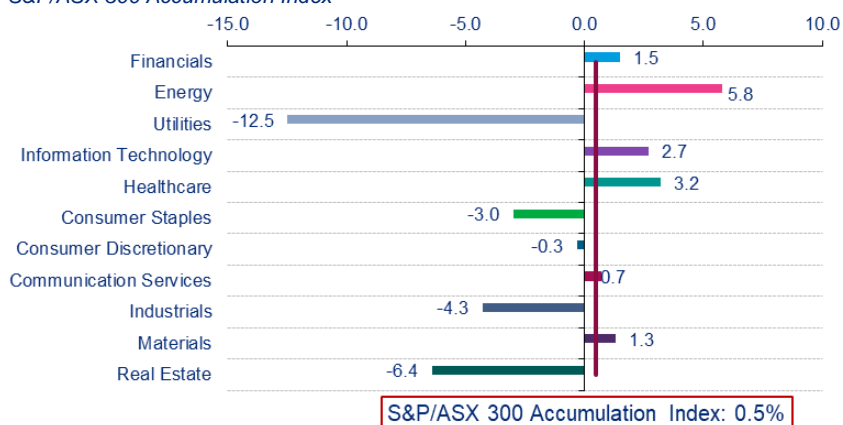
Australian shares were positive over the quarter as the S&P/ASX 300 Index returned 0.5% for the period. The S&P/ASX Mid 50 Accumulation Index was the strongest performer for the quarter returning 5.2%, while the S&P/ASX Small Ordinaries was the weakest performer, returning -0.5%. The best performing sectors were Energy and Healthcare, while the weakest performing sectors were Utilities and Real Estate. The largest positive contributors to the return of the index were Pilbara Minerals, CSL and Whitehaven Coal. On the other hand, the most significant detractors from performance were BHP, Transurban and Macquarie Group.

Mercer Australian Shares Funds**

Benchmark weight by sector (%)
 S&P/ASX 300 Accumulation Index



Benchmark sector returns for the three months to 30 September 2022(%)
 S&P/ASX 300 Accumulation Index



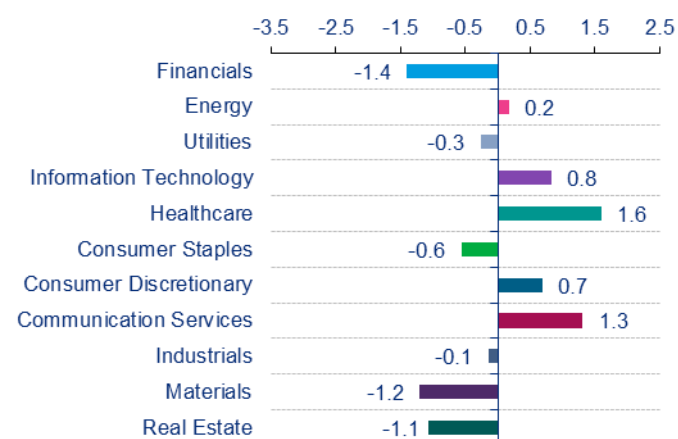
** In this Quarterly Report, 'Australian Shares Funds' refers to:

- Mercer Australian Shares Fund (the 'Core Fund')
- Mercer Australian Shares Plus Fund (the 'Plus Fund')

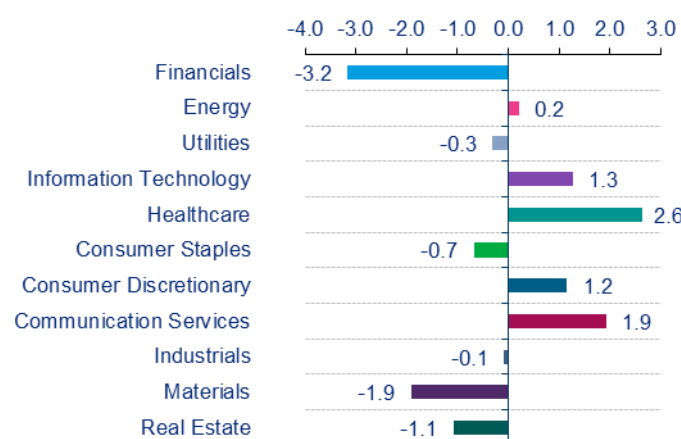
Only the sector exposure differs between the Funds. Benchmark weights etc. apply to both Funds.

Sector Exposure — Overweight/Underweight positions as at 30 September 2022 (%)

Mercer Australian Shares Fund



Mercer Australian Shares Plus Fund



NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Shares

Australian shares

Mercer Australian Shares Funds

Mercer Australian Shares Plus Fund

Top 10 holdings

Mercer Australian Shares Fund	% of Fund	% of B'mark	Mercer Australian Shares Plus Fund	% of Fund	% of B'mark
BHP Group Ltd	9.0	9.8	CSL	8.8	6.9
CSL	8.2	6.9	BHP Group Ltd	8.5	9.8
Commonwealth Bank	5.9	7.8	Commonwealth Bank	5.3	7.8
National Australia Bank	4.5	4.6	National Australia Bank	4.3	4.6
ANZ Banking Group	3.8	3.4	ANZ Banking Group	4.1	3.4
Macquarie Group Ltd	2.6	2.8	Santos Ltd	3.1	1.2
Telstra Corporation	2.4	2.2	Macquarie Group Ltd	2.5	2.8
Santos Ltd	2.4	1.2	Telstra Corporation	2.5	2.2
Woolworths Group Ltd	2.0	2.1	Resmed Inc	2.4	0.7
Aristocrat Leisure Ltd	1.9	1.1	Woolworths Group Ltd	2.2	2.1

Investment performance

Mercer Australian Shares Fund	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	1.2	-7.5	3.6	7.2	8.5	9.0
Benchmark return	0.5	-8.0	2.7	6.8	8.1	8.4
Excess return — before fees	0.7	0.5	0.9	0.4	0.4	0.6
Mercer Australian Shares Plus Fund	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	1.1	-8.7	4.0	7.6	9.0	9.4
Benchmark return	0.5	-8.0	2.7	6.8	8.1	8.4
Excess return — before fees	+0.6	-0.7	+1.3	+0.8	+0.9	+1.0
Total returns (%) – after Fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Australian Shares Fund	1.0	-8.4	2.7	6.4	7.6	8.1
Mercer Australian Shares Plus Fund	0.8	-9.8	2.9	6.5	7.9	8.2

Manager performance

The fund outperformed the benchmark over the quarter by 0.7% as both stock selection and asset allocation had a positive contribution. Overweight positions in IGO and OZ Minerals alongside an underweight to Transurban were key drivers of outperformance. An overweight to Lynas Rare Earths and underweight exposure to Westpac and Pilbara Minerals marginally detracted from performance over the quarter. From an asset allocation perspective, an underweight to real estate and an overweight to information technology contributed to performance, while respective underweights to both financials and materials sectors detracted.

Managers	Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
	Core Fund	Plus Fund	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Plato Investment Management	35.2	0.0	+1.2	+1.9	+1.3	+1.1	+0.6	n/a
WaveStone Capital	14.0	20.7	+2.1	+2.8	+2.2	+3.0	+2.7	n/a
Greencape	13.9	20.5	-0.3	-2.2	+2.2	+1.5	+1.7	n/a
Vinva Investment Management	11.4	16.9	-0.7	+2.2	-0.7	-1.5	n/a	n/a
Ausbil Investment Management	11.2	16.6	+2.0	+4.1	+5.1	+4.3	+3.9	+4.7
Firetrail	7.9	11.7	-2.0	-2.1	+1.8	n/a	n/a	n/a
Fidelity	6.4	9.4	+0.5	-6.7	-2.7	+2.8	+2.1	n/a
First Sentier Investors	0.0	1.9	-0.5	+3.6	+8.8	+8.8	n/a	n/a
Longwave Capital Partners	0.0	1.3	+3.6	+9.5	n/a	n/a	n/a	n/a
Perennial Value Management	0.0	1.1	-2.0	-3.4	+1.7	+4.2	+3.6	+3.6

Mercer Passive Australian Shares Fund

Total returns (%) – after Fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Passive Australian Shares Fund	0.5	-8.3	2.6	6.6	7.8	n/a

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
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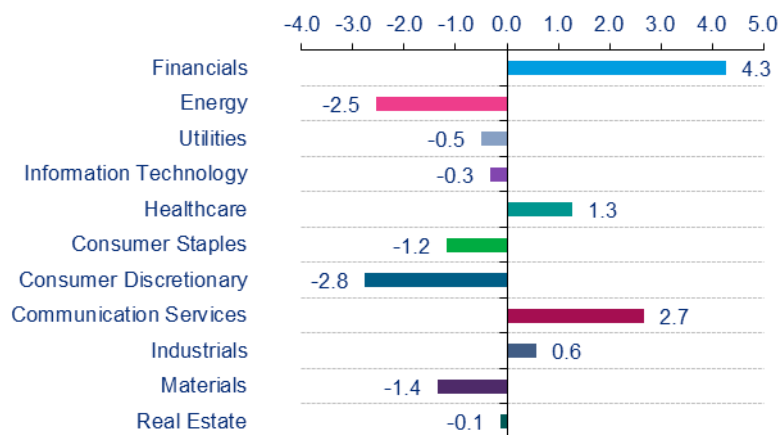
Shares

Australian shares – sustainable plus

Australian shares were positive over Q3 2022 as the S&P/ASX 300 Index returned 0.5% for the period. The S&P/ASX Mid 50 Accumulation Index was the strongest performer for the quarter returning 5.2%, while the S&P/ASX Small Ordinaries was the weakest performer, returning -0.5%.

Mercer Sustainable Plus Australian Shares Fund

Sector Exposure — Overweight/Underweight positions as at 30 September 2022(%)



Top 10 holdings

Stock	% of Fund	% of Benchmark
BHP Group Ltd	10.3	9.8
CSL	7.7	6.9
Commonwealth Bank	6.8	7.8
National Australia Bank	5.5	4.6
Telstra Corporation	3.8	2.2
Westpac Banking Corporation	3.4	3.6
Macquarie Group Ltd	2.8	2.8
ANZ Banking Group	2.5	3.4
Qbe Insurance Group Ltd	2.0	0.9
Woolworths Group Ltd	1.8	2.1

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	0.1	-8.9	4.3	7.1	8.3	9.7
Benchmark return	0.5	-8.0	2.7	6.8	8.1	8.4
Excess return — before fees	-0.4	-0.9	+1.6	+0.3	+0.2	+1.3

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Sustainable Plus Australian Shares Fund	-0.1	-10.2	3.2	6.0	7.3	8.5

Manager performance

During the third quarter of 2022, the fund underperformed the index by 0.4%. An overweight to Industrials and underweight to Utilities provided the largest positive sector contribution while underweights to energy and materials both detracted. The largest stock contributors were underweight positions in Transurban group and New crest Mining and overweight in Igo Ltd. Underweights in Pilbara and Allkem as well as an overweight in Orora detracted..

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Managers		3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Acadian Asset Management	35.9	+0.5	+2.1	+1.6	+1.6	+1.6	n/a
Alphinity Investment Management	27.5	-0.5	-1.3	+2.7	n/a	n/a	n/a
Pendal Group Limited	26.7	-0.5	-0.6	+2.3	+1.0	+0.9	+2.7
Perennial Better Future Fund	9.8	-2.1	n/a	n/a	n/a	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Shares

Australian shares – tax exempt investors

Australian equities were positive over the quarter as the S&P/ASX 300 Accumulation Index Gross of Franking Credits returned 1.15% for the period.

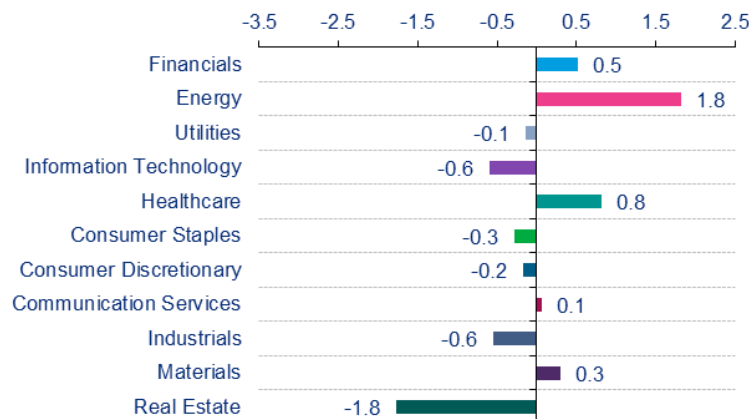
The best performing sectors were Energy and Healthcare, while the weakest performing sectors were Utilities and Real Estate. The largest positive contributors to the return of the index were Pilbara Minerals, CSL and Whitehaven Coal. On the other hand, the most significant detractors from performance were BHP, Transurban and Macquarie Group.

Top 10 holdings

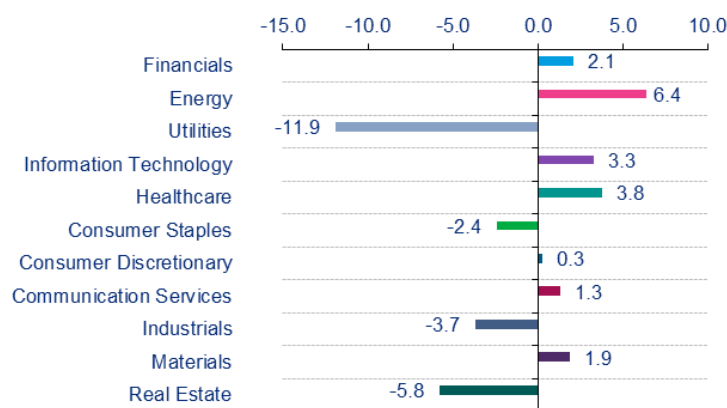
Stock	% of Fund	% of B'mark
BHP Group Ltd	10.4	9.8
CSL	7.9	6.9
ANZ Banking Group	5.5	3.4
Commonwealth Bank	5.3	7.8
National Australia Bank	5.2	4.6
Woodside Energy Group	3.4	3.0
Macquarie Group Ltd	3.0	2.8
Santos Ltd	2.4	1.2
Telstra Corporation	2.2	2.2
Westpac Bank	2.2	3.6

Mercer Australian Shares Fund for Tax Exempt Investors

Sector Exposure — Overweight/Underweight positions as at 30 September 2022 (%)



Benchmark sector returns for the three months to 30 September 2022 (%)
 S&P/ASX 300 Accumulation Index Gross of Franking Credits



Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 years (p.a.)	10 yrs (p.a.)
Total returns — before fees	2.8	-3.1	6.3	10.0	11.0	n/a
Benchmark return	1.1	-6.6	4.0	8.3	9.6	n/a
Excess return — before fees	+1.7	+3.5	+2.3	+1.7	+1.4	n/a

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 years (p.a.)	10 yrs (p.a.)
Mercer Australian Shares Fund for Tax Exempt Investors	2.6	-4.2	5.1	8.9	9.9	n/a

Manager performance

The fund outperformed the benchmark over the quarter by 1.7% as both stock selection and asset allocation had a positive contribution. Overweight positions in IGO, ResMed and New Hope alongside an underweight to AVZ Minerals were key drivers of outperformance. An underweight exposure to Pilbara Minerals and Westpac detracted over the quarter. From an asset allocation perspective, an overweight to energy and underweight to real estate and utilities sectors contributed to performance, while underweight exposure to IT detracted the most from a sector perspective.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Managers		3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Macquarie Investment Management	40.5	+2.5	+3.5	+3.0	+3.2	+3.9	n/a
Plato Investment Management	29.7	+1.8	+5.7	+2.3	+2.3	+1.6	n/a
Wavestone	17.3	+2.4	+3.6	+2.5	n/a	n/a	n/a
Firetrail	12.5	-1.9	-2.4	+1.5	n/a	n/a	n/a

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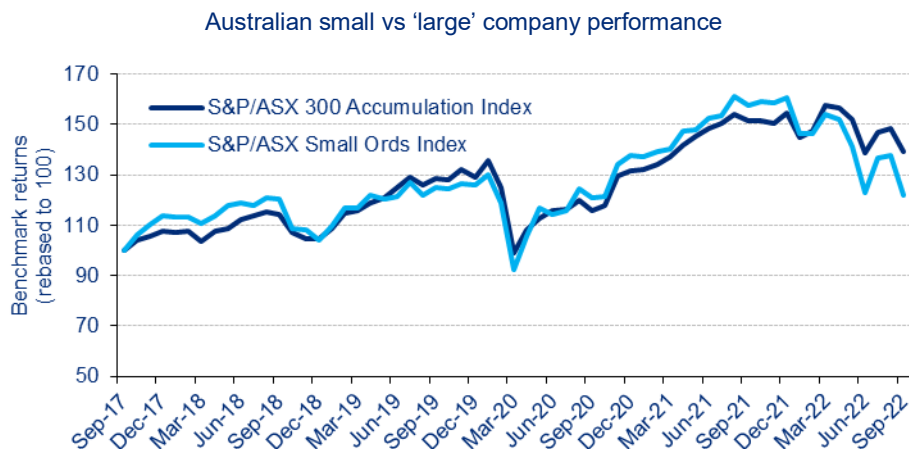
Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Shares

Australian shares – small companies

The fund performance was negative over the September quarter with the asset class returning -0.5% for the period. The fund did outperform the broad capitalisation index over the quarter.



Mercer Australian Small Companies Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	0.7	-19.0	5.5	8.9	9.5	7.6
Benchmark return	-0.5	-22.6	-0.8	4.1	7.2	4.6
Excess return — before fees	+1.2	+3.6	+6.3	+4.8	+2.3	+3.0

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Australian Small Companies Fund	0.3	-20.2	3.9	7.5	8.1	6.4

Manager performance

The fund outperformed the benchmark by 1.2%. Sector allocation added value over the quarter, while stock selection detracted. At the sector level, underweights to real estate and consumer staples provided positive returns. This was offset by an underweight to Informational Technology and an overweight to Industrials. At the security level, an overweight to Whitehaven Coal and underweight to Qualitas were significant contributors to performance while an underweight to New Hope Corporation and an overweight to Iress Ltd detracted from overall performance.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
First Sentier Investors	39.1	-0.5	+3.6	+8.8	+8.8	n/a	n/a
Longwave Capital Partners	26.9	+3.6	+9.5	n/a	n/a	n/a	n/a
Perennial Value Management	24.0	-2.0	-3.4	+1.7	+4.2	+3.6	+3.6
Firetrail	10.0	-2.8	n/a	n/a	n/a	n/a	n/a

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 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Shares

International shares

The broad MSCI World ex Australia Accumulation Index increased 0.3% in unhedged terms and decreased -5.2% in hedged terms over the quarter, as the AUD weakened against most major currencies over the period. The strongest performing sectors were Consumer Discretionary (7.3%) and Energy (5.5%), while Communication Services (-7.0%) and Real Estate (-5.5%) were the worst performers. Other global shares indices produced mixed results as the MSCI Small Caps Total Return Index returned 1.3% and the MSCI Emerging Markets Accumulation Index returned -5.4% over the quarter.

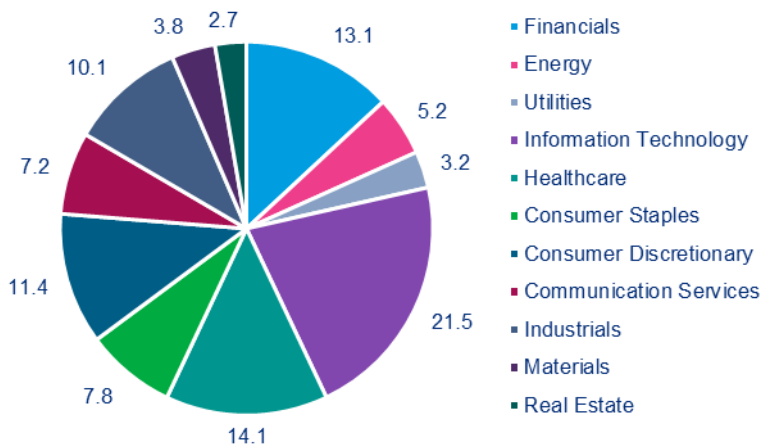
Over the September quarter, the NASDAQ (-4.1%), the S&P 500 Composite Index (-4.9%) and the Dow Jones Industrial Average decreased (-6.2%), all in USD terms. European markets experienced negative returns, as the FTSE 100 (United Kingdom) (-2.7%), the CAC 40 (France) (-2.5%) and the DAX 30 (Germany) (-5.2%) decreased, all in local currency terms. Equity returns were mixed across Asia as the S&P BSE 500 (India) (10.9%) increased, while the SSE Composite (China) (-11.0%), Hang Seng (Hong Kong) (-20.1%) and the TOPIX (Japan) (-0.8%) decreased, all in local currency terms.

** In this Quarterly Report, ‘International shares funds’ refers to:

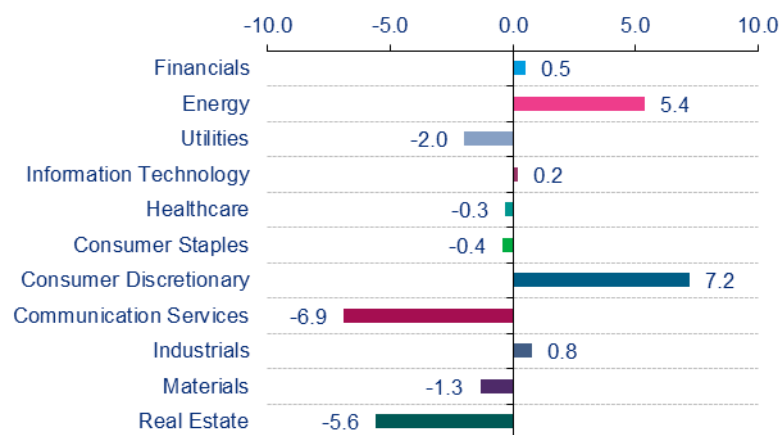
- Mercer International Shares Fund
 - Mercer Hedged International Shares Fund
- Benchmark weights etc. apply to all international shares funds.

Mercer International Shares Funds**

Benchmark weights by sector (%)
 MSCI World Index (ex Australia) - in A\$ with net dividends reinvested

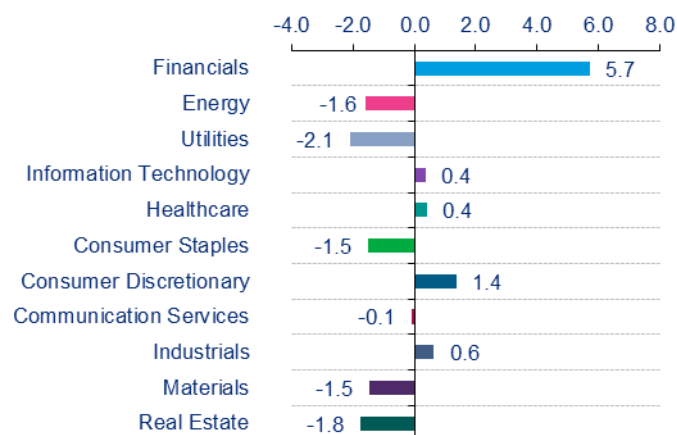


Benchmark sector returns for the three months to 30 September 2022 (%)
 MSCI World Index (ex Australia) - in A\$ with net dividends reinvested



Sector Exposure — Overweight/Underweight positions as at 30 September 2022 (%)

Mercer International Shares Fund Mercer Hedged International Shares Fund



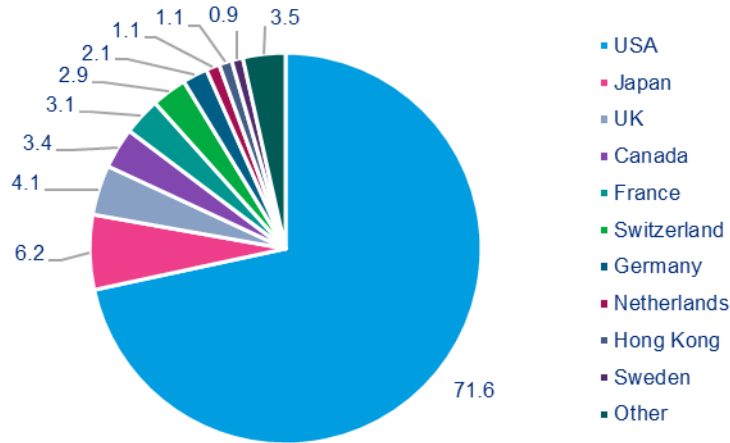
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Shares

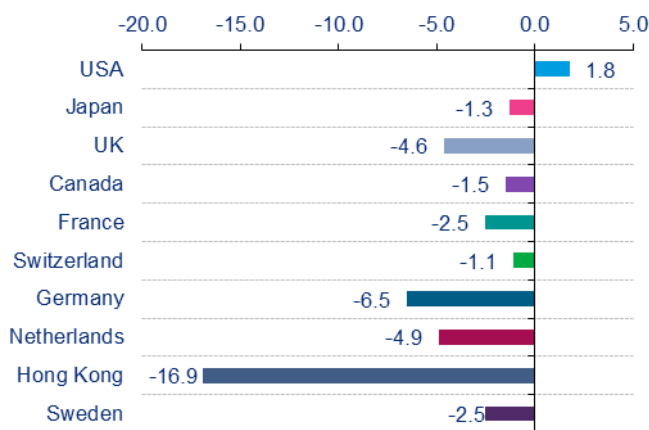
International shares

Mercer International Shares Funds**

Benchmark weights – Top 10 countries (%)
 MSCI World Index (ex Australia) - in A\$ with net dividends reinvested



Top 10 countries’ benchmark returns for the three months to 30 September 2022 (%)
 MSCI World Index (ex Australia) - in A\$ with net dividends reinvested



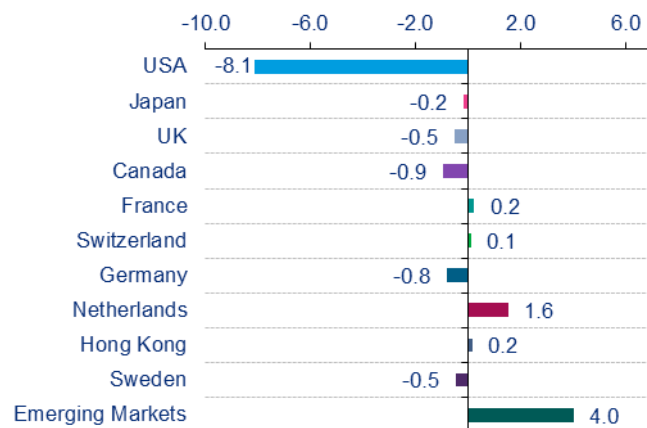
** In this Quarterly Report, ‘International Shares Funds’ refers to:

- Mercer International Shares Fund
- Mercer Hedged International Shares Fund

Benchmark weights etc. apply to all funds.

Exposure to top 10 countries - Overweight/Underweight positions as at 30 September 2022 (%)

Mercer International Shares Fund Mercer Hedged International Shares Fund



NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Shares

International shares

Mercer International Shares Fund

Mercer Hedged International Shares Fund

Top 10 holdings

Stock	% of Fund	% of Benchmark
Microsoft Corp	3.1	3.7
Alphabet Inc	2.2	2.5
Apple	2.2	5.0
Amazon	1.5	2.3
Intact Financial Corp	1.3	0.1
Charles Schwab Corp	1.3	0.2
Meta Platforms Inc	1.2	0.7
Tesla Inc	1.1	1.6
Automatic Data Processing Inc	1.1	0.2
Lowe's Companies Inc	1.0	0.3

Investment performance

Mercer International Shares Fund	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-0.3	-10.4	6.3	9.8	9.8	13.8
Benchmark return — before fees:	0.3	-9.8	6.3	9.6	9.3	13.6
Excess return — before fee:	-0.6	-0.6	0.0	+0.2	+0.5	+0.2
Mercer Hedged International Shares Fund	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-5.8	-17.7	4.0	5.4	8.6	10.3
Benchmark return — before fees:	-5.2	-17.5	4.0	5.3	8.2	10.0
Excess return — before fees	-0.6	-0.2	0.0	+0.1	+0.4	+0.3
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer International Shares Fund	-0.5	-11.2	5.3	8.6	8.6	12.8
Mercer Hedged International Shares Fund	-6.1	-18.6	3.0	4.4	7.5	9.1

Manager performance

The fund underperformed the benchmark over the quarter by 0.6%. Asset Allocation marginally drove returns, while stock selection was the main detractor from performance. Looking at stock selection, positions in US Technology companies like Apple, Amazon and Tesla detracted from performance. From an asset allocation perspective, overweights to financials and industrials helped drive performance, along with underweight allocations to real estate. Overweight allocations to Consumer Staples and Real Estate detracted from performance.

Manager	Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
	Unhedged %	Hedged %	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Schroder Investment Management	35.0	35.1	-0.5	+2.6	+0.4	-0.1	-0.2	-0.4
Arrowstreet	19.3	19.3	-2.1	+7.5	+3.8	+5.3	+5.0	n/a
Wellington	16.9	16.9	+3.2	+9.0	-1.2	n/a	n/a	n/a
Maj Invest	12.0	12.0	-3.6	-6.4	n/a	n/a	n/a	n/a
AllianceBernstein	9.2	9.2	-0.1	-9.1	n/a	n/a	n/a	n/a
Baillie Gifford	7.5	7.5	+1.2	-32.9	n/a	n/a	n/a	n/a

Mercer Passive International Shares Fund

Mercer Passive Hedged International Shares Fund

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Passive International Shares Fund	0.4	-9.8	6.4	9.7	9.4	n/a
Mercer Passive Hedged International Shares Fund	-5.2	-17.4	4.1	5.4	8.2	n/a

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Shares

International Shares – sustainable plus

Mercer Sustainable Plus International Shares Fund – Unhedged Units

Mercer Sustainable Plus International Shares Fund – Hedged Units

Top 10 holdings

Stock	% of Fund	% of Benchmark
Microsoft Corp	4.3	3.6
Danaher Corp	2.0	0.4
Unitedhealth Group Inc	1.7	1.0
Alphabet Inc	1.6	2.4
Roche	1.4	0.5
T-Mobile Us Inc	1.4	0.2
Pepsico Inc	1.3	0.5
Orsted A/S	1.3	0.0
Aia Group Ltd	1.3	0.2
Taiwan Semiconductor Manufact Co Ltd	1.2	0.0

Investment performance

Mercer Sustainable Plus International Shares Fund – Unhedged	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-0.8	-16.1	5.3	8.4	n/a	n/a
Benchmark return — before fees:	0.3	-9.7	6.2	9.6	n/a	n/a
Excess return — before fee:	-1.1	-6.4	-0.9	-1.2	n/a	n/a
Mercer Sustainable Plus International Shares Fund – Hedged	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-6.4	-23.0	3.4	4.8	n/a	n/a
Benchmark return — before fees:	-5.1	-17.3	4.0	5.4	n/a	n/a
Excess return — before fees	-1.3	-5.7	-0.6	-0.6	n/a	n/a
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Sustainable Plus International Shares Fund – Unhedged	-1.1	-16.9	4.3	7.5	n/a	n/a
Mercer Sustainable Plus International Shares Fund – Hedged	-6.7	-23.6	2.5	3.9	n/a	n/a

Manager performance

The portfolio lagged the benchmark by 1.1% over the quarter, as markets remained under pressure. The portfolio's natural underweight to fossil fuel energy detracted from relative returns in a continued period of elevated energy prices. From a manager perspective, some of the underperformance from Mirova, SSGA and RBC - due mainly to stock selection - was offset by Impax and Wellington. Wellington's outperformance over the quarter was driven by some notably strong stock selections, particularly within the IT and industrials sectors.

Managers	Proportion of assets managed at quarter end Unhedged %	Manager returns relative to fund benchmark (+ or - %) - before fees					
		3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Dublin	100.0	-1.2	-6.3	-1.1	-1.8	n/a	n/a

Manager allocation

Manager	%
Impax	17.0
Mirova	20.0
RBC	23.0
SSGA	23.0
Wellington	17.0

Mercer Passive Sustainable International Shares Fund

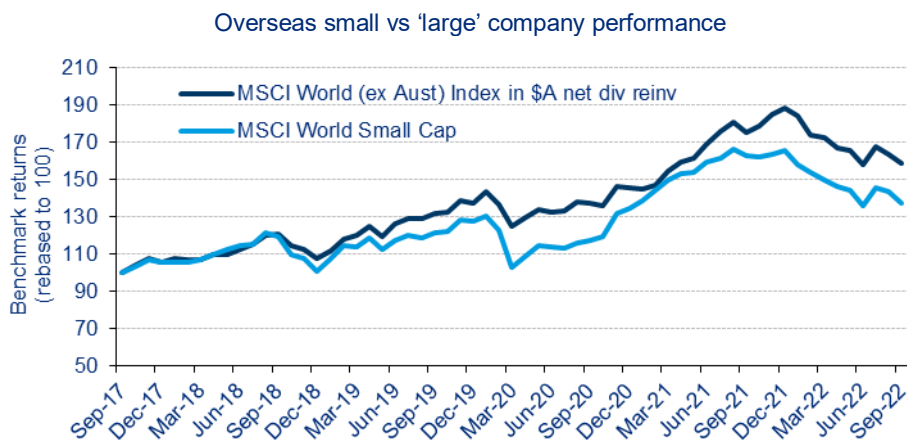
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Passive Sustainable International Shares Fund	-0.3	n/a	n/a	n/a	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Shares

Global shares – small companies

In unhedged AUD terms, the Global Small Cap sector returned +0.3%, outperforming Global Large Cap stocks.



Mercer Global Small Companies Shares Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	0.2	-16.4	4.7	7.4	7.7	13.4
Benchmark return	1.3	-15.8	4.3	6.6	7.7	12.8
Excess return — before fees	-1.1	-0.6	+0.4	+0.8	0.0	+0.6

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Small Companies Shares Fund	-0.1	-17.3	3.8	6.2	6.6	12.2

Manager performance

The fund underperformed versus its benchmark over the quarter by 1.1%. Stock selection within US financials and French consumer discretionary were the top contributors to relative performance. Meanwhile, US consumer staples and discretionary were key detractors from performance.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Arrowstreet	36.6	-1.3	+12.2	+9.4	+8.5	+7.5	+11.4
Kempen Capital Management	25.4	+0.8	n/a	n/a	n/a	n/a	n/a
Lazard Asset Management	24.6	-3.2	-4.9	-3.6	n/a	n/a	n/a
Baillie Gifford	13.4	-0.4	-27.1	-5.2	n/a	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Shares

Global shares – low volatility

Mercer Global Enhanced Low Volatility Shares Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-1.0	-0.2	1.5	6.9	6.9	n/a
Benchmark return	-0.1	-1.0	1.4	7.9	7.5	n/a
Excess return — before fees	-0.9	+0.8	+0.1	-1.0	-0.6	n/a

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Enhanced Low Volatility Shares Fund	-1.1	-0.6	1.2	6.6	6.5	n/a

Manager performance

The fund underperformed the benchmark over the quarter by 0.9%. At the sector level, the overweight position in Health Care contributed positively over the quarter. An underweight position in Consumer Discretionary and overweight positions in Utilities and Communication Services detracted from relative performance. Stock selection in IT, Materials and Health Care contributed positively to performance, whilst stock selection in Consumer Discretionary, Utilities and Communication Services detracted from relative performance.

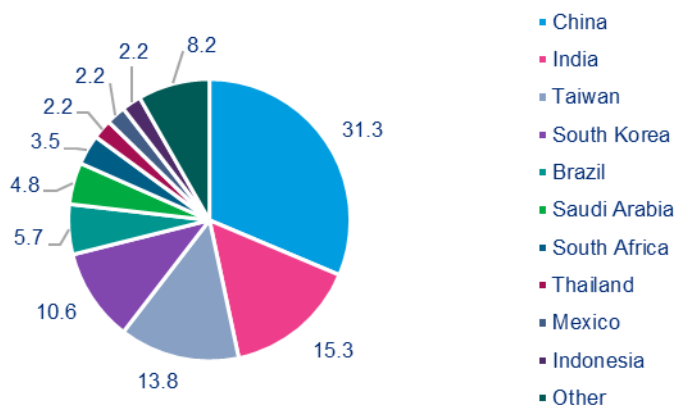
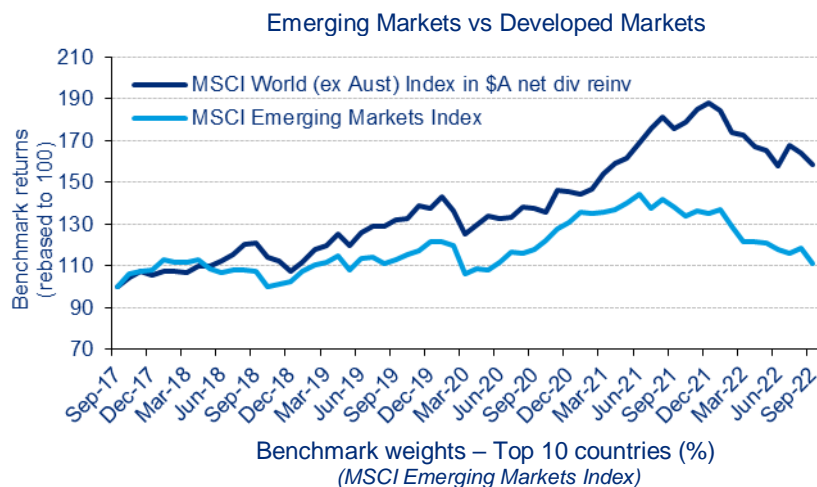
Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Acadian	100.0	-1.0	+0.8	+0.2	-1.4	-1.0	n/a

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Shares

Emerging markets shares

In unhedged AUD terms, Emerging Markets (NR) returned -5.4%, underperforming developed markets.



Mercer Emerging Markets Shares Fund

Investment performance

Mercer Emerging Markets Shares Fund	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-4.6	-22.0	-0.7	2.5	5.6	6.5
Benchmark return	-5.4	-19.2	-0.5	2.2	5.2	6.0
Excess return — before fees	+0.8	-2.8	-0.2	+0.3	+0.4	+0.5
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Emerging Markets Shares Fund	-4.8	-22.8	-1.7	1.5	4.5	5.4

Manager performance

The fund outperformed the index over the quarter by 0.8%. Asset allocation added value over the quarter, meanwhile stock selection detracted. An overweight to Polyus detracted from relative performance as gold and prices fell on recession fears. Meanwhile, an overweight to Mercadolibre added to relative performance. From a sector perspective the main contributors were an underweight to IT and overweight to Consumer Staples, while an overweight to materials detracted.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
BlackRock Investment Management	35.1	+0.8	+0.7	-0.6	0.0	+0.7	+1.8
William Blair	28.5	+2.3	-3.7	+0.3	n/a	n/a	n/a
GMO	26.3	-1.0	n/a	n/a	n/a	n/a	n/a
AQR	10.2	-0.8	+3.1	+3.1	+2.9	+2.8	n/a

Mercer Passive Emerging Markets Shares Fund

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Passive Emerging Markets Shares Fund	-5.5	-19.5	-0.8	1.9	4.9	n/a

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

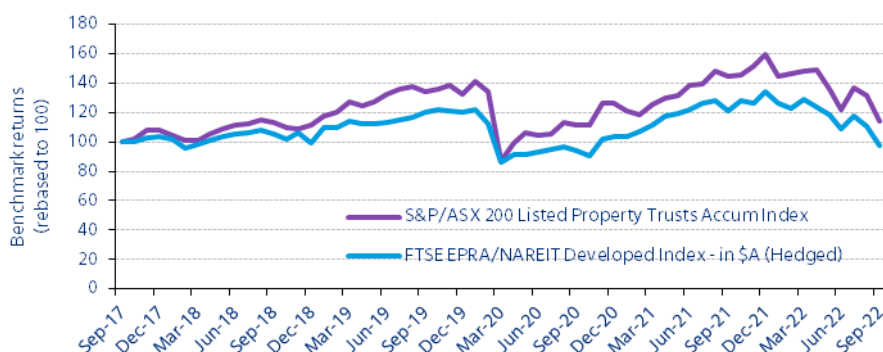
Refer to page 39 for Asset class benchmarks.

Real assets

Global listed property

Domestic listed property experienced poor performance over the quarter and returned -6.9%. Global REIT's returned -10.3% (in AUD hedged terms) over the September quarter.

Australian listed vs global listed property cumulative performance



Mercer Global Listed Property Fund

Investment performance

Mercer Global Listed Property Fund	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-9.6	-18.7	-5.4	1.0	3.1	6.3
Benchmark return	-10.5	-19.7	-6.7	-0.5	1.8	4.9
Excess return — before fees	+0.9	+1.0	+1.3	+1.5	+1.3	+1.4
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Listed Property Fund	-9.9	-19.5	-6.3	0.0	2.0	5.3

Manager performance

The fund outperformed its benchmark over the quarter by 0.9%. Allocations to Cash, Consumer Discretionary, and Communication Services contributed to the positive performance. In terms of stock selection, an overweight to Invitation Homes Inc, Rexford Indus Realty, and Essex Property Trust Inc had a positive impact on returns. An underweight holding in Simon Property Group Inc, Digital Realty Trust Inc and an overweight to Mitsubishi Estate Co Ltd detracted from performance.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Principal Global Investors	58.1	+1.0	-0.2	+1.0	+2.1	+1.8	n/a
Resolution Capital Global Property	41.9	+0.2	n/a	n/a	n/a	n/a	n/a

Mercer Passive Global Listed Property Fund

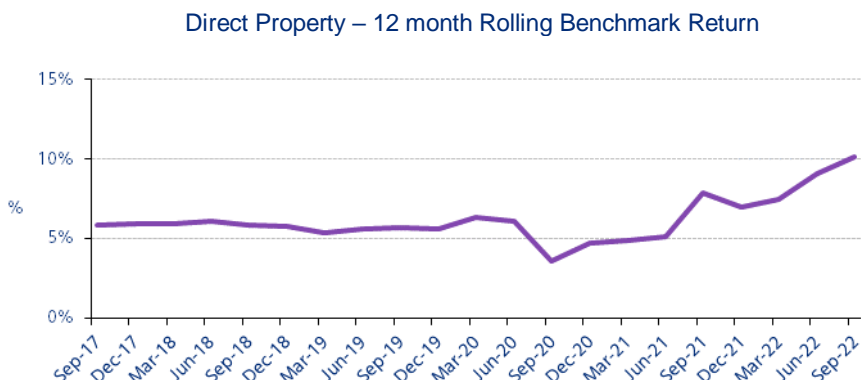
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Passive Global Listed Property Fund	-10.3	-19.8	-6.6	-0.6	1.6	n/a

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Real assets

Australian direct property

The Australian unlisted property sector (NAV) increased 1.9% over the quarter (on a one-month lagged basis).



Note: The indices used in the graph (above) are: Before 1/9/2009: Mercer Unlisted Property Funds Index
 After 1/9/2009: Mercer/IPD Australian Pooled Property Fund Index. Effective January 2016 CPI+4%

Mercer Australian Direct Property Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	2.9	16.6	11.0	11.2	11.8	11.4
Benchmark return	2.7	10.1	7.2	6.6	6.7	7.8
Excess return — before fees	+0.2	+6.5	+3.8	+4.6	+5.1	+3.6

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Australian Direct Property Fund	2.6	14.7	9.3	9.6	10.2	9.9

Manager performance

The fund continues to outperform its inflation linked target return and the MSCI Mercer Wholesale PFI (“YFYS Benchmark”) over all annual time periods. Overweight allocations to Industrial/Logistics has been a significant driver of performance. Strong occupier demand is leading to record breaking rent growth, mitigating any softening of cap rates. The Fund’s underweight exposure to Retail has also been accretive. Targeted investment in non-discretionary, convenience based Retail has enjoyed particularly strong absolute performance and is well positioned to provide inflation protection through the sectors unique lease structures. Office returns remain solid, reflecting robust occupier fundamentals. Leasing activity continues to reflect flight to quality and market bifurcation, although overall leasing volumes beginning to wane.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Charter Hall Industrial	23.5	-1.8	+11.8	+13.4	+11.1	+10.5	n/a
Investa Property Group	20.4	-0.4	+1.0	+1.5	+5.7	+7.5	+6.7
Dexus Wholesale Property Fund	13.5	-0.6	+2.7	-0.4	+2.8	n/a	n/a
Goodman Funds Management	12.5	-1.0	+14.7	+15.6	+15.8	+16.4	+14.9
Charter Hall Retail	11.2	+6.5	+17.1	+7.5	+5.2	+6.8	n/a
Investa SPV	9.3	+4.6	-0.5	+3.2	+4.4	n/a	n/a
GPT Wholesale Office Fund	4.8	-1.4	+0.4	n/a	n/a	n/a	n/a
AMP Capital Shopping Centre Fund	1.3	-1.3	-1.4	-10.7	n/a	n/a	n/a
Lend lease Investment Mgmt (APPF Retail)	1.3	-0.8	+0.7	-12.6	-8.6	-6.2	-7.2

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Real assets

Passive Australian property

Mercer Passive Australian Listed Property Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-6.8	-21.4	-5.0	2.7	4.3	7.6
Benchmark return	-6.7	-21.5	-5.3	2.6	4.2	7.7
Excess return — before fees	-0.1	+0.1	+0.3	+0.1	+0.1	-0.1

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Passive Australian Listed Property Fund	-6.9	-21.7	-5.4	2.3	4.0	7.3

Manager performance

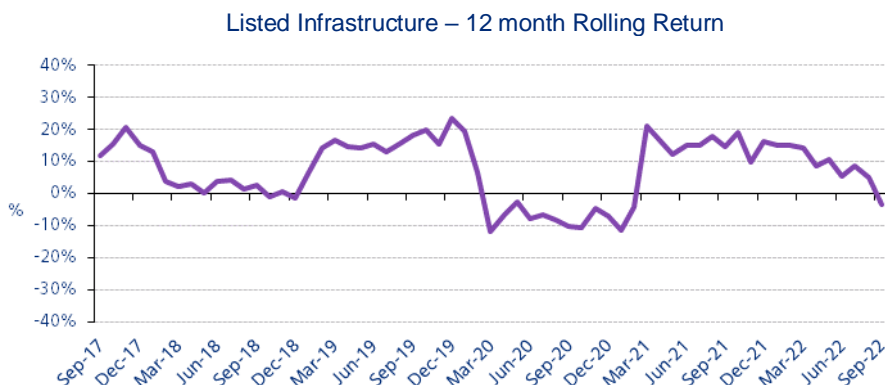
Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Macquarie Investment Management	100.0	-0.1	0.0	0.0	0.0	0.0	-0.3

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Real assets

Global listed infrastructure

Global Core Listed Infrastructure 50/50 index decreased -7.4% for the quarter in hedged terms.



Note The index used in the graph (above) is the FTSE Global Core 50/50 Index in A\$ Hedged.

Mercer Global Listed Infrastructure Fund

Investment performance

Mercer Global Listed Infrastructure Fund	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-9.9	-7.5	-2.2	2.5	5.9	8.9
Benchmark return	-7.6	-3.4	-0.1	3.9	6.4	9.3
Excess return — before fees	-2.3	-4.1	-2.1	-1.4	-0.5	-0.4
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Listed Infrastructure Fund	-10.1	-8.5	-3.2	1.5	4.9	7.8

Manager performance

The fund underperformed its respective benchmark over the quarter by -2.3%. Key sectors that contributed to performance included the overweight exposure to Cash, and an underweight exposure to Energy. The key detractors included an underweight position in Utilities and an overweight position in Industrials. Stock Selection detracted from relative performance and the key detractors were SES SA, Eutelsat Communications and Terna Rete Elettrica Nazionale Spa. Overweight's to Cheniere Energy Inc, Dt Midstream Inc and Norfolk Southern Corp helped offset the underperformance.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
First Sentier Investors	64.1	+1.5	+1.3	+0.5	+0.3	+1.5	+2.2
Atlas Infrastructure	35.9	-8.4	n/a	n/a	n/a	n/a	n/a

Mercer Passive Global Listed Infrastructure Fund

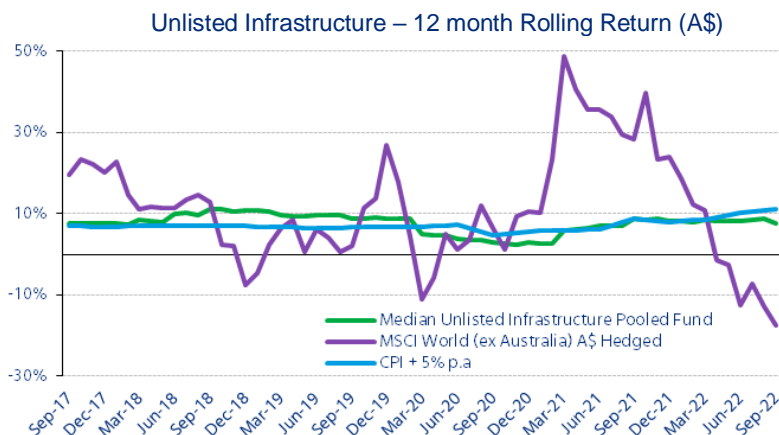
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Passive Global Listed Infrastructure Fund	-8.5	-3.5	-0.9	3.4	5.9	n/a

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Real assets

Global unlisted infrastructure

The Unlisted Infrastructure sector rose in Q3 as infrastructure fund raising continues to accelerate and core infrastructure continues to generate investor interest as markets are increasingly looking for strong cash flow generating assets.



Mercer Global Unlisted Infrastructure Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	2.5	14.3	14.4	14.2	15.7	14.2
Benchmark return	2.9	11.1	8.2	7.2	6.5	6.8
Excess return — before fees	-0.4	+3.2	+6.2	+7.0	+9.2	+7.4

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Unlisted Infrastructure Fund	2.1	11.4	11.5	11.3	12.3	11.2

Manager performance

The fund's gross return for the quarter was below the CPI-linked benchmark return, but still strong at 2.5%, while the 12 month return was 14.3%. Important contributors included Macquarie Asia Infrastructure Fund and Stonepeak Infrastructure, which both achieved higher than expected proceeds from asset exits, as well as KKR Diversified Core Infrastructure Fund, Macquarie IMA and KSL Capital, each of which recorded positive asset revaluations. Distributions were received from investments including KKR-managed co-investments Telxius, Viridor and John Laing as well as Macquarie Asia Infrastructure Fund. Initial calls were paid to Ardian Americas Infrastructure Fund V, and to fund four new co-investments, in energy-from-waste business Enfinium (United Kingdom) and waste management business WMNZ (New Zealand) managed by Igneo Infrastructure Partners, energy services business Fudura (Netherlands) managed by DIF Capital Partners, and renewable energy business TAG Energy (targeting assets in Europe and Australia) managed by Omnes Capital.

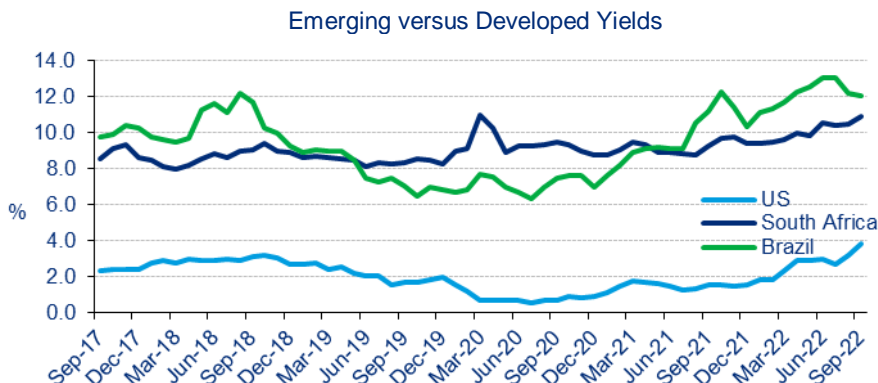
Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
KKR Global	23.8	-3.2	+12.3	+21.0	+18.2	+14.7	n/a
First Sentier Investors	10.6	-1.3	+1.9	+1.9	+5.0	+5.7	+6.7
IFM Investors	9.7	+0.1	-0.2	-1.4	+2.3	+6.4	n/a
KKR Diversified	7.7	+3.1	n/a	n/a	n/a	n/a	n/a
JP Morgan Infrastructure Investments Fund	6.1	-3.0	-0.3	n/a	n/a	n/a	n/a
Stonepeak Infrastructure Partners	4.2	+4.1	+25.1	+22.3	+15.0	n/a	n/a
Igneo Infra Partners Co-Invest	3.7	n/a	n/a	n/a	n/a	n/a	n/a
Macquarie Asia Infrastructure Fund	3.6	+8.0	+11.0	+4.1	+5.0	+3.5	n/a
Macquarie Specialised Asset Management	3.5	+3.3	n/a	n/a	n/a	n/a	n/a
Axiom Infrastructure	3.1	+1.7	+3.1	+3.6	n/a	n/a	n/a
DigitalBridge	3.0	-2.8	n/a	n/a	n/a	n/a	n/a
DIF Capital Partners Co-Invest	2.7	n/a	n/a	n/a	n/a	n/a	n/a
Igneo Infra Partners Co-Inv 2	2.6	n/a	n/a	n/a	n/a	n/a	n/a
First Sentier Investors	2.6	-0.8	+22.0	+11.0	+10.9	n/a	n/a
Ardian Infrastructure	2.2	-1.5	n/a	n/a	n/a	n/a	n/a
Energy Capital Partners	2.1	+0.4	-2.0	n/a	n/a	n/a	n/a
KSL Capital Partners	1.6	+15.0	n/a	n/a	n/a	n/a	n/a
I-Squared Capital	1.5	+4.9	-2.8	-9.7	n/a	n/a	n/a
Vauban Infrastructure Partners	1.2	-1.0	n/a	n/a	n/a	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Growth fixed interest

Emerging markets debt

Emerging Market Debt returns were positive over the September quarter, returning 1.9% on an unhedged basis.



Mercer Emerging Market Debt Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	3.5	-7.1	-3.4	0.6	2.4	2.6
Benchmark return	1.9	-10.8	-5.6	0.0	1.7	2.4
Excess return — before fees	+1.6	+3.7	+2.2	+0.6	+0.7	+0.2

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Emerging Markets Debt Fund	3.1	-8.7	-4.7	-0.7	1.2	1.6

Manager performance

The Local Currency EMD Fund returned 3.5% over the September quarter, outperforming the benchmark index by 1.6%. Towards the beginning of July, Wellington was transitioned out of the Fund and replaced with Neuberger Berman (NB). All managers outperformed the benchmark, with Colchester being the primary contributor to the Fund's outperformance. Over the past year, the Fund returned -7.1%, outperforming the benchmark index by 3.7%.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Neuberger Berman	34.3	n/a	n/a	n/a	n/a	n/a	n/a
Colchester Global Investors	34.1	+2.3	+4.5	+2.3	+1.9	n/a	n/a
BlackRock	31.7	+0.9	+1.6	+1.2	-0.7	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Growth fixed interest

Global high yield bond

Mercer Global High Yield Bond Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-2.6	-16.2	-2.0	0.6	3.5	n/a
Benchmark return	-1.1	-14.8	-2.2	0.6	3.6	n/a
Excess return — before fees	-1.5	-1.4	+0.2	0.0	-0.1	n/a

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global High Yield Bond Fund	-2.8	-16.6	-2.7	0.1	2.9	n/a

Manager performance

The fund returned -2.6% in the September quarter, underperforming its benchmark by 1.5%. The Fund invests into the Dublin Global High Yield Fund, which has two underlying managers, Nomura and PGIM. The Dublin Fund is managed against an up-in-quality benchmark (excluding CCC rated securities and Emerging Market securities), however, we have allowed our managers an approximate 15% flexibility into CCC rated securities where they deem appropriate.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer (Dublin)	100.0	-1.5	-1.5	+0.2	+0.1	-0.2	n/a

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Growth fixed interest

Global private debt

Mercer Global Private Debt Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	1.5	5.0	5.7	6.4	6.6	n/a
Benchmark return	1.2	3.5	3.4	4.0	4.3	n/a
Excess return — before fees	+0.3	+1.5	+2.3	+2.4	+2.3	n/a

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Private Debt Fund	-0.5	1.4	3.3	4.6	5.1	n/a

Manager performance

The fund has returned 1.5%, outperforming its Cash + 3% benchmark by 0.4% over the quarter to September 2022, with positive contributions from most managers in the portfolio. The outperformance was primarily driven by Audax, which returned 2.6%. The portfolio has been markedly resilient with a strong focus on defensive sectors and senior debt in the capital structure. Over the longer-term, the fund has achieved positive excess returns over the 3 year time period to September 2022, exceeding the benchmark by 2.3%.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
MCP Secured Private Debt Fund	24.6	+1.3	+7.1	+7.6	+7.5	n/a	n/a
Audax Credit BDC Inc.	18.2	+2.2	+3.8	+4.4	+4.6	+4.3	n/a
Park Square Capital	15.1	-2.9	n/a	n/a	n/a	n/a	n/a
HPS Australian Loan Platform	9.8	+1.1	+3.8	n/a	n/a	n/a	n/a
ICG Australia Senior Loan Fund	9.0	+1.0	+4.7	n/a	n/a	n/a	n/a
MCP Secured Private Debt Fund II	8.8	+1.8	+5.8	n/a	n/a	n/a	n/a
Churchill	4.0	n/a	n/a	n/a	n/a	n/a	n/a
ICG Senior Debt Partners Fund 2	3.9	+1.4	+8.5	+8.4	+9.4	+9.3	n/a
Westbourne	2.8	+0.8	+1.7	+4.4	+4.9	+5.6	+5.8
RDF Lazul	1.4	+9.5	n/a	n/a	n/a	n/a	n/a
Ares European Credit Investments (IV) A	1.2	+1.7	+2.8	n/a	n/a	n/a	n/a
RDF Lazul Fund Co-Investment	1.1	-0.1	n/a	n/a	n/a	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Defensive fixed interest

Global absolute return bond

Mercer Global Absolute Return Bond Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	0.1	-4.6	0.2	1.2	1.8	n/a
Benchmark return	0.7	1.5	1.4	2.0	2.3	n/a
Excess return — before fees	-0.6	-6.1	-1.2	-0.8	-0.5	n/a

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Absolute Return Bond Fund	0.0	-5.0	-0.3	0.7	1.1	n/a

Manager performance

The fund returned 0.1% over the September Quarter, underperforming its Cash +1% benchmark by 0.6%. Over the past 1 and 3 years, the Fund has underperformed the benchmark by 6.1% and 1.3% p.a. respectively. Payden & Rygel, PIMCO and Newton delivered negative absolute returns in the quarter, as the trend of widening credit spreads and rising yields accelerated. Ardea continued to play its defensive role in the portfolio, outperforming the benchmark during another volatile quarter.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Adrea Investment Management	33.4	+2.7	+5.8	n/a	n/a	n/a	n/a
Newton Investment Management	28.0	-1.9	-11.5	-3.1	n/a	n/a	n/a
PIMCO	19.3	-2.6	-10.3	n/a	n/a	n/a	n/a
Payden & Rygel	19.3	-0.7	-6.5	-1.5	n/a	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Defensive fixed interest

Global short term bonds

Mercer Global Short Term Bond Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-0.4	n/a	n/a	n/a	n/a	n/a
Benchmark return	0.4	n/a	n/a	n/a	n/a	n/a
Excess return — before fees	-0.8	n/a	n/a	n/a	n/a	n/a

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Short Term Bond Fund	-0.5	n/a	n/a	n/a	n/a	n/a

Manager performance

The fund delivered a -0.4% return for the September quarter, underperforming its benchmark by 0.8%. Both managers in the Fund, Franklin Templeton and Robeco, produced negative returns over the quarter, as corporate spreads continued to widen.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Robeco	51.9	-0.3	n/a	n/a	n/a	n/a	n/a
Franklin Templeton	48.1	-1.3	n/a	n/a	n/a	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

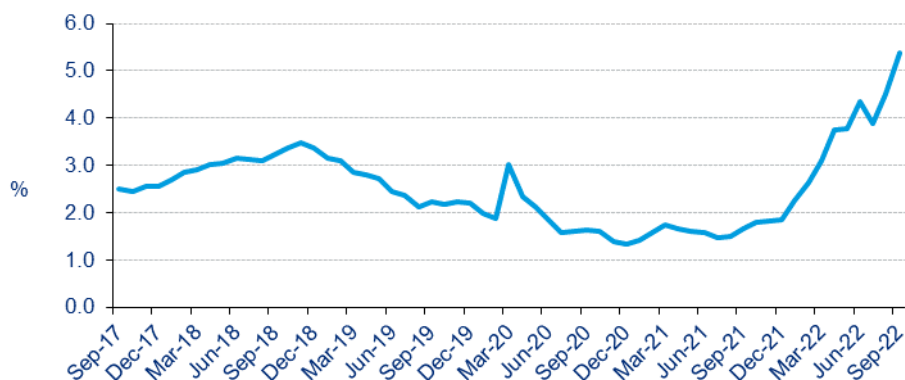
Refer to page 39 for Asset class benchmarks.

Defensive fixed interest

Global credit

Global Credit returns were negative, returning -4.4% on a hedged basis over the September quarter.

Bloomberg Global Aggregate Corporate Yield



Mercer Global Credit Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-5.1	-17.1	-4.0	-0.4	1.4	2.8
Benchmark return	-5.0	-17.1	-4.2	-0.6	1.2	2.4
Excess return — before fees	-0.1	0.0	+0.2	+0.2	+0.2	+0.4

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — after fees:	-5.2	-17.7	-4.4	-0.9	0.9	2.3

Manager performance

The fund delivered a -5.1% return over the September quarter, underperforming its benchmark by 0.1%. Over 1 and 3 years, the Fund delivered relative performance of 0.0% and 0.2% p.a respectively. Over the quarter, Robeco delivered positive alpha while Wellington and AXA underperformed their respective benchmarks. Over the year, Wellington outperformed, while AXA and Robeco underperformed. Credit markets struggled over the quarter as bond yields widened. However, credit spreads were resilient.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Wellington Management	39.7	-0.2	+0.2	+0.4	+0.4	+0.6	+0.7
Robeco	34.7	+0.1	-0.3	+0.7	+0.6	n/a	n/a
AXA Investment Managers	25.6	-0.3	-0.5	-0.6	-0.3	-0.5	n/a

NOTE: Past performance is not a reliable indicator of future performance.

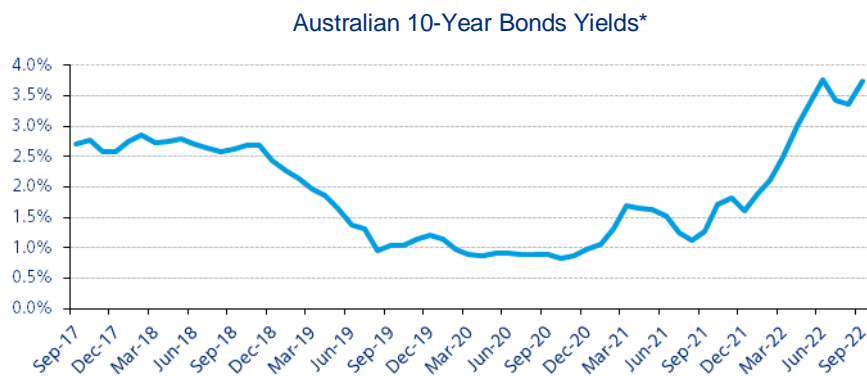
Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Defensive fixed interest

Australian sovereign bonds

Domestically, the Australian 10-year bond yield (24bps to 3.90%), five-year bond yield (33bps to 3.69%) and two-year bond yield (52bps to 3.51%) all increased. The Bloomberg Ausbond indices returned broadly negative results over the quarter, with the Bloomberg Ausbond Bank Bill producing the highest quarterly return, returning 0.4%, and the weakest being the Bloomberg Ausbond Inflation, returning -1.9%.



* Source: Reserve Bank of Australia

Mercer Australian Sovereign Bond Fund – Class 1

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-0.7	-11.6	-3.7	1.1	1.4	2.4
Benchmark return	-0.7	-11.8	-4.0	0.8	1.1	2.0
Excess return — before fees	0.0	+0.2	+0.3	+0.3	+0.3	+0.4

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Australian Sovereign Bond Fund – Class 1	-0.8	-12.0	-4.1	0.7	1.0	2.0

Manager performance

The fund returned -0.7% over the quarter, performing in line with the benchmark. Over 1 and 3 years, the Fund has outperformed the benchmark by 0.2% and 0.3% p.a. respectively. The September quarter saw heightened volatility in Australian Government Bond yields after falling in July and rising again in August and September.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Schroder	31.1	0.0	n/a	n/a	n/a	n/a	n/a
Jamieson Coote Bonds	30.8	+0.1	-0.2	n/a	n/a	n/a	n/a
Challenger	22.8	+0.2	+0.6	+0.6	+0.7	+0.7	+0.9

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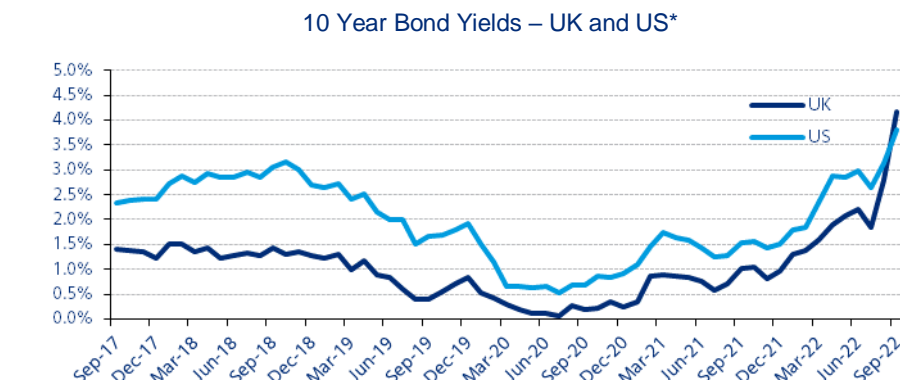
Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Defensive fixed interest

Global sovereign bonds

Global sovereign bonds produced broadly negative returns over the September quarter as ten-year bond yields increased in the US (83bps to 3.80%), Germany (83bps to 2.20%), UK (202bps to 4.23%) and Japan (2bps to 0.25%). Two-year bond yields increased in the US (131bps to 4.26%), Germany (121bps to 1.74%), the UK (241bps to 4.28%) and Japan (1bp to 0.05%). In terms of Global Bond indices, the Barclays Capital Global Aggregate Bond Index returned -3.8% and the FTSE World Government Bond (ex-Australia) Index decreased by 4.3% over the September quarter, both on a fully hedged basis.



* Source: Thomson Reuters Datastream

Mercer Global Sovereign Bond Fund – Class 1

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	-2.3	-9.5	-2.6	1.4	2.3	3.7
Benchmark return	-4.1	-12.6	-3.9	-0.1	1.0	2.4
Excess return — before fees	+1.8	+3.1	+1.3	+1.5	+1.3	+1.3

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Global Sovereign Bond Fund – Class 1	-2.4	-9.8	-3.0	1.0	1.9	3.3

Manager performance

The fund returned -2.3% over the quarter, outperforming the benchmark by 1.8%. Over 1 and 3 years, the Fund has outperformed the benchmark by 3.1% and 1.3% p.a. respectively. Over the quarter, T. Rowe Price returned 1.9%, outperforming the benchmark by 6.0%. Colchester returned -3.7%, outperforming its benchmark by 0.4%. Global Government bond yields continued to rise in the quarter as central banks actioned further rate hikes in an effort to fight broadening inflationary pressures.

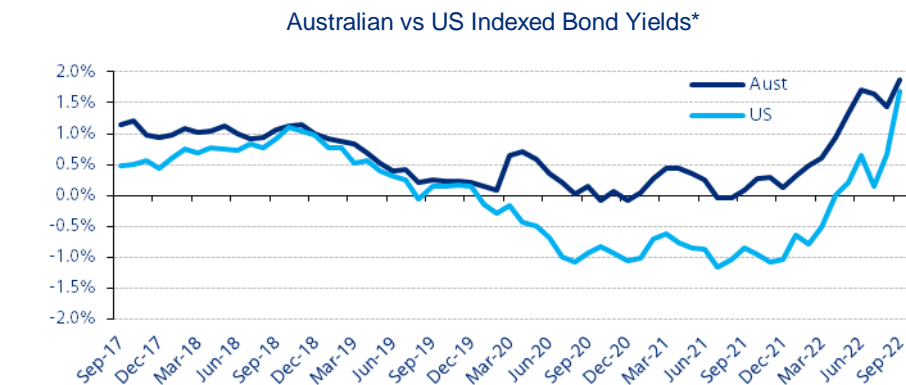
Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
LGIM	42.7	-0.1	+0.1	+0.1	n/a	n/a	n/a
T Rowe Price	31.4	+6.0	n/a	n/a	n/a	n/a	n/a
Colchester Global Investors	25.9	+0.4	+0.6	+1.0	+0.3	n/a	n/a

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Defensive fixed interest

Australian inflation plus

The Inflation Plus Fund achieved positive returns over the September quarter. Index returns representing Australian CPI +1% (lagged) delivered 2.0% over the September quarter.



* Sources: Reserve Bank of Australia (Aust.) and Thomson Reuters Datastream

Mercer Australian Inflation Plus Fund

Investment performance

Total & excess returns (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	1.5	6.6	4.3	4.5	4.0	3.5
Benchmark return	2.0	7.1	4.2	3.7	3.3	3.0
Excess return — before fees	-0.5	-0.5	+0.1	+0.8	+0.7	+0.5

Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Australian Inflation Plus	1.4	6.1	3.8	4.0	3.5	2.9

Manager performance

The fund returned 1.5% over the September quarter, underperforming its CPI + 1% benchmark by 0.5%. Over 1 year, the Fund returned 6.6%, underperforming its benchmark by 0.5%. Over 3 years, the Fund has returned 4.3% p.a. and has outperformed its benchmark by 0.2% p.a. We note that recent underperformance is largely due to the significant rise in inflation over this period, with CPI now at its highest since 2001. The Fund has proven its strong defensive qualities, significantly outperforming Australian Government Bonds and Australian Inflation-Linked Bonds since March 2022, over a period where bond markets have severely underperformed.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Ardea Investment Management	100.0	-0.5	-0.5	+0.6	+1.9	+1.9	n/a

NOTE: Past performance is not a reliable indicator of future performance.

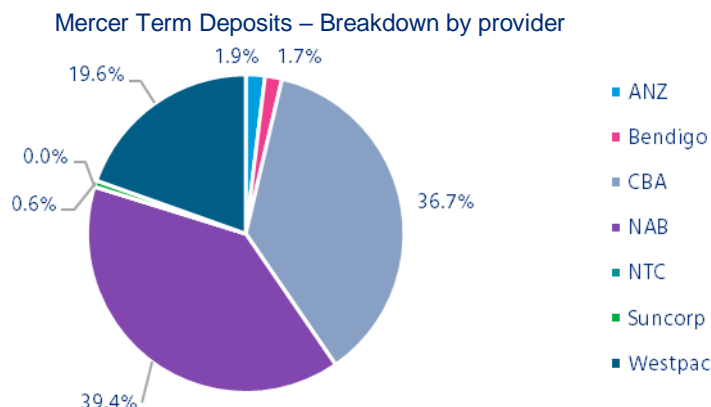
Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Cash

Cash and term deposits

Over the quarter the RBA has raised rates 1.5% from 0.85% to 2.35% in September. The Australian Dollar (AUD) depreciated against most major developed market currencies over the September quarter, finishing at US\$0.64. The AUD depreciated against the USD (-6.5%), the Japanese Yen (-0.4%) and the Euro (-0.2%), while appreciating against the Pound Sterling (1.7%). On a trade-weighted basis, the local currency depreciated by 0.5% over the quarter.



Term Deposit – Maturity buckets at 30 September 2022 (%)

0 to 90 days	27.8%
91 to 180 days	27.6%
181 to 270 days	20.1%
271 to 365 days	24.5%

Mercer Cash – Term Deposit Units

Average maturity (months)	5.8
Average yield	2.5

Mercer Cash Fund

Investment performance

Mercer Cash Fund – Cash Units	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	0.4	0.6	0.6	1.2	1.5	2.0
Benchmark return	0.4	0.5	0.4	0.9	1.2	1.7
Excess return — before fees	0.0	+0.1	+0.2	+0.3	+0.3	+0.3
Mercer Cash Fund – Term Deposit Units	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Total returns — before fees	0.5	0.8	0.7	1.4	1.7	2.2
Benchmark return	0.4	0.5	0.4	0.9	1.2	1.7
Excess return — before fees	+0.1	+0.3	+0.3	+0.5	+0.5	+0.5
Total returns (%) – after fees	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
Mercer Cash Fund – Cash Units	0.4	0.3	0.3	0.9	1.2	1.7
Mercer Cash Fund – Term Deposit Units	0.4	0.4	0.4	1.0	1.3	1.8

Manager performance

The fund returned 0.4% over the September quarter, performing in line with the benchmark. Over 1 and 3 years, the Fund has outperformed the benchmark by 0.1% and 0.2% p.a. respectively.

Proportion of assets managed at quarter end		Manager returns relative to fund benchmark (+ or - %) - before fees					
Manager	%	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)	7 yrs (p.a.)	10 yrs (p.a.)
BlackRock	80.0	0.0	0.0	+0.1	+0.1	+0.2	n/a
Challenger	20.0	+0.1	+0.3	+0.4	+0.4	+0.5	+0.6

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Diversified funds

Mercer Diversified Shares Fund

Objectives

- To achieve a return (before management costs) that exceeds CPI increases by at least 4.0% per annum over rolling ten year periods. This objective for the ten years to quarter end was 6.3% per annum.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	10 yrs [^] (p.a.)
Total returns	-0.5	-10.4	4.3	10.4
Benchmark return*	-0.6	-10.5	3.8	10.2
Excess returns	+0.1	+0.1	+0.5	+0.2

* Composite benchmark of relevant indices

Total returns - after fees (%)	3 months	1 year	3 yrs (p.a.)	10 yrs [^] (p.a.)
Total returns	-0.8	-11.4	3.2	9.1

[^] Time horizon for this fund's objective (refer above)

Asset allocation (%)		B'mark	Total
Shares	Australian Shares - Large Cap	40.0	39.0
	Australian Shares - Small Cap	5.0	5.1
	International Shares - Large Cap	31.0	31.0
	International Shares - Low Vol	10.0	11.0
	Global Shares - Small Cap	7.0	7.2
	Emerging Markets Shares	7.0	6.7
Cash	Cash	0.0	0.0
		100.0	100.0
	FX Exposure	42.0	43.6

Performance attribution this quarter (%)	
Asset allocation	0.0
Stock/manager selection	0.0
Excess return for quarter – before fees	0.0

Mercer High Growth Fund

Objectives

- To achieve a return (before management costs) that exceeds CPI increases by at least 4.0% per annum over rolling seven year periods. This objective for the seven years to quarter end was 6.5% per annum.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs [^] (p.a.)
Total returns	0.9	-7.2	4.7	8.1
Benchmark return*	0.1	-6.6	4.0	7.5
Excess returns	+0.8	-0.6	+0.7	+0.6

* Composite benchmark of relevant indices

Total returns - after fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs [^] (p.a.)
Total returns	0.7	-8.2	3.6	6.9

[^] Time horizon for this fund's objective (refer above)

Asset allocation (%)		B'mark	Actual at quarter end		
			Growth	Defensive	Total
Shares	Australian Shares - Large Cap	31.0	28.2	0.0	28.2
	Australian Shares - Small Cap	3.0	2.7	0.0	2.7
	International Shares - Lge Cap	23.0	18.1	0.0	18.1
	International Shares - Low Vol	6.0	3.8	0.0	3.8
	Global Shares - Small Cap	6.0	5.4	0.0	5.4
	Emerging Markets Shares	6.0	4.6	0.0	4.6
Real Assets	Global Listed Property**	0.0	0.0	0.0	0.0
	Australian Direct Property	7.0	5.1	5.0	10.1
	Global Listed Infrastructure**	0.0	0.8	0.0	0.8
	Global Unlisted Infrastructure	8.0	5.3	2.3	7.6
Alternatives	Natural Resources	1.0	2.0	0.0	2.0
	Private Equity	0.0	0.0	0.0	0.0
	Sustainable Opportunities	0.0	0.0	0.0	0.0
Growth Fixed Interest	Diversified Growth Funds	1.0	0.9	0.9	1.8
	Hedge Funds	0.0	0.0	0.0	0.0
	Private Debt	3.0	1.2	1.1	2.3
	High Yield Debt	0.0	0.8	0.7	1.5
	Emerging Markets Debt	3.0	1.3	1.2	2.5
Defensive Fixed Interest & Cash	Global Absolute Return Bonds	0.0	0.0	0.0	0.0
	Global Short Term Bond Fund	0.0	0.0	0.0	0.0
	Global Credit	0.0	0.0	0.0	0.0
	Australian Sovereign Bonds	0.0	0.0	0.0	0.0
	Global Sovereign Bonds	0.0	0.0	0.0	0.0
	Australian Inflation Plus	0.0	0.0	0.0	0.0
	Cash	2.0	0.0	8.6	8.6
		100.0	80.2	19.8	100.0
	FX Exposure	34.0			30.7

** Refer to page 38 for more information on manager line up for this asset class

Performance attribution this quarter (%)	
Asset allocation	0.6
Stock/manager selection	0.2
Excess return for quarter – before fees	0.8

NOTE: Foreign currency exposure under key statistics includes unhedged allocation to International Shares Large Cap, Global Low Volatility Shares, Global Small Companies, Emerging Markets Shares, Emerging Markets Debt, Private Equity and Sustainable Opportunities.

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Diversified funds

Mercer Growth Fund – Active Units

Objectives

- To achieve a return (before management costs) that exceeds CPI increases by at least 3.5% per annum over rolling five year periods. This objective for the five years to quarter end was 6.3% per annum.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	5 yrs^ (p.a.)
Total returns	0.8	-6.0	4.6	6.8
Benchmark return*	0.1	-5.8	3.6	5.9
Excess returns	+0.7	-0.2	+1.0	+0.9

*Composite benchmark of relevant indices

Total returns - after fees (%)	3 months	1 year	3 yrs (p.a.)	5 yrs^ (p.a.)
Total returns	0.5	-7.0	3.6	5.9

^ Time horizon for this fund's objective (refer above)

Asset allocation (%)	B'mark	Actual at quarter end				
		Growth	Defensive	Total		
Shares	Australian Shares - Large Cap	24.5	25.2	0.0	25.2	
	Australian Shares - Small Cap	2.0	2.0	0.0	2.0	
	International Shares - Lge Cap	20.5	17.5	0.0	17.5	
	International Shares - Low Vol	6.0	4.1	0.0	4.1	
	Global Shares - Small Cap	2.0	1.9	0.0	1.9	
	Emerging Markets Shares	4.0	2.7	0.0	2.7	
Real Assets	Global Listed Property**	0.0	0.0	0.0	0.0	
	Australian Direct Property	7.0	3.9	3.8	7.7	
	Global Listed Infrastructure**	0.0	0.9	0.0	0.9	
	Global Unlisted Infrastructure	8.0	4.3	1.8	6.1	
	Natural Resources	1.0	2.2	0.0	2.2	
Alternatives	Private Equity	0.0	0.0	0.0	0.0	
	Sustainable Opportunities	0.0	0.0	0.0	0.0	
	Diversified Growth Funds	1.0	0.7	0.7	1.4	
Growth Fixed Interest	Hedge Funds	0.0	0.0	0.0	0.0	
	Private Debt	5.0	1.4	1.4	2.8	
	High Yield Debt	2.0	1.9	1.9	3.8	
Defensive Fixed Interest & Cash	Emerging Markets Debt	4.0	1.8	1.7	3.5	
	Global Absolute Return Bonds	2.0	0.0	2.0	2.0	
	Global Short Term Bond Fund	0.0	0.0	0.0	0.0	
	Global Credit	0.0	0.0	1.0	1.0	
	Australian Sovereign Bonds	4.0	0.0	3.4	3.4	
	Global Sovereign Bonds	4.0	0.0	3.1	3.1	
	Australian Inflation Plus	0.0	0.0	0.2	0.2	
	Cash	3.0	0.0	8.5	8.5	
			100.0	70.5	29.5	100.0
	FX Exposure		28.0			27.0

** Refer to page 38 for more information on manager line up for this asset class

Performance attribution this quarter (%)	
Asset allocation	0.3
Stock/manager selection	0.4
Excess return for quarter – before fees	0.7

Mercer Moderate Growth Fund – Active Units

Objectives

- To achieve a return (before management costs) that exceeds CPI increases by at least 2.5% per annum over rolling four year periods. This objective for the four years to quarter end was 5.6% per annum.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	4 yrs^ (p.a.)
Total returns	0.8	-4.6	2.8	4.2
Benchmark return*	0.1	-4.4	2.3	3.8
Excess returns	+0.7	-0.2	+0.5	+0.4

*Composite benchmark of relevant indices

Total returns - after fees (%)	3 months	1 year	3 yrs (p.a.)	4 yrs^ (p.a.)
Total returns	0.6	-5.4	1.9	3.4

^ Time horizon for this fund's objective (refer above)

Asset allocation (%)	B'mark	Actual at quarter end				
		Growth	Defensive	Total		
Shares	Australian Shares - Large Cap	18.5	19.2	0.0	19.2	
	Australian Shares - Small Cap	0.0	0.0	0.0	0.0	
	International Shares - Lge Cap	12.0	9.9	0.0	9.9	
	International Shares - Low Vol	6.0	4.0	0.0	4.0	
	Global Shares - Small Cap	0.0	0.0	0.0	0.0	
	Emerging Markets Shares	4.0	2.6	0.0	2.6	
Real Assets	Global Listed Property**	0.0	0.1	0.0	0.1	
	Australian Direct Property	5.5	3.1	3.1	6.2	
	Global Listed Infrastructure**	0.0	0.7	0.0	0.7	
	Global Unlisted Infrastructure	5.5	3.0	1.3	4.3	
	Natural Resources	1.0	2.3	0.0	2.3	
Alternatives	Private Equity	0.0	0.0	0.0	0.0	
	Sustainable Opportunities	0.0	0.0	0.0	0.0	
	Diversified Growth Funds	1.0	0.7	0.7	1.4	
Growth Fixed Interest	Hedge Funds	0.0	0.0	0.0	0.0	
	Private Debt	5.4	1.6	1.5	3.1	
	High Yield Debt	2.0	1.8	1.8	3.6	
Defensive Fixed Interest & Cash	Emerging Markets Debt	4.1	1.8	1.7	3.5	
	Global Absolute Return Bonds	3.0	0.0	3.1	3.1	
	Global Short Term Bond Fund	0.0	0.0	0.0	0.0	
	Global Credit	2.5	0.0	3.4	3.4	
	Australian Sovereign Bonds	7.0	0.0	6.4	6.4	
	Global Sovereign Bonds	6.0	0.0	5.1	5.1	
	Australian Inflation Plus	5.0	0.0	5.7	5.7	
	Cash	11.5	0.0	15.4	15.4	
			100.0	50.8	49.2	100.0
	FX Exposure		23.5			22.5

** Refer to page 38 for more information on manager line up for this asset class

Performance attribution this quarter (%)	
Asset allocation	0.3
Stock/manager selection	0.4
Excess return for quarter – before fees	0.7

NOTE: Foreign currency exposure under key statistics includes unhedged allocation to International Shares Large Cap, Global Low Volatility Shares, Global Small Companies, Emerging Markets Shares, Emerging Markets Debt, Private Equity and Sustainable Opportunities.

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Diversified funds

Mercer Conservative Growth Fund – Active Units

Objectives

- To achieve a return (before management costs) that exceeds CPI increases by at least 1.5% per annum over rolling three year periods. This objective for the three years to quarter end was 5.0% per annum.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs^ (p.a.)	5 yrs (p.a.)
Total returns	0.6	-3.8	2.0	4.1
Benchmark return*	-0.2	-3.7	1.3	3.5
Excess returns	+0.8	-0.1	+0.7	+0.6

*Composite benchmark of relevant indices

Total returns - after fees (%)	3 months	1 year	3 yrs^ (p.a.)	5 yrs (p.a.)
Total returns	0.4	-4.6	1.2	3.3

^ Time horizon for this fund's objective (refer above)

Asset allocation (%)	B'mark	Actual at quarter end			
		Growth	Defensive	Total	
Shares	Australian Shares - Large Cap	10.0	10.1	0.0	10.1
	Australian Shares - Small Cap	0.0	0.0	0.0	0.0
	International Shares - Lge Cap	6.1	3.0	0.0	3.0
	International Shares - Low Vol	5.9	3.9	0.0	3.9
	Global Shares - Small Cap	0.0	0.0	0.0	0.0
	Emerging Markets Shares	0.0	0.0	0.0	0.0
Real Assets	Global Listed Property**	2.0	1.7	0.0	1.7
	Australian Direct Property	4.0	2.4	2.4	4.8
	Global Listed Infrastructure**	0.0	0.6	0.0	0.6
	Global Unlisted Infrastructure	5.0	2.8	1.2	4.0
	Natural Resources	1.0	2.3	0.0	2.3
Alternatives	Private Equity	0.0	0.0	0.0	0.0
	Sustainable Opportunities	0.0	0.0	0.0	0.0
	Diversified Growth Funds	1.0	0.7	0.7	1.4
	Hedge Funds	0.0	0.0	0.0	0.0
Growth Fixed Interest	Private Debt	4.5	1.4	1.3	2.7
	High Yield Debt	2.0	1.6	1.7	3.3
	Emerging Markets Debt	2.0	0.9	0.8	1.7
	Global Absolute Return Bonds	4.0	0.0	3.9	3.9
Defensive Fixed Interest & Cash	Global Short Term Bond Fund	0.0	0.0	0.0	0.0
	Global Credit	3.0	0.0	4.0	4.0
	Australian Sovereign Bonds	11.0	0.0	10.0	10.0
	Global Sovereign Bonds	10.0	0.0	8.9	8.9
	Australian Inflation Plus	7.0	0.0	7.1	7.1
	Cash	21.5	0.0	26.6	26.6
		100.0	31.4	68.6	100.0
	FX Exposure	12.0		11.4	

** Refer to page 38 for more information on manager line up for this asset class

Performance attribution this quarter (%)	
Asset allocation	0.5
Stock/manager selection	0.3
Excess return for quarter – before fees	0.8

Mercer Growth Fund – Enhanced Passive Units

Objectives

- To achieve a return (before management costs) that exceeds CPI increases by at least 2.5% per annum over rolling five year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	5 yrs^ (p.a.)
Total returns	-1.3	-10.1	2.1	n/a
Benchmark return*	-1.3	-10.1	2.4	n/a
Excess returns	0.0	0.0	-0.3	n/a

*Composite benchmark of relevant indices

Total returns - after fees (%)	3 months	1 year	3 yrs (p.a.)	5 yrs^ (p.a.)
Total returns	-1.3	-10.3	1.8	n/a

^ Time horizon for this fund's objective (refer above)

Asset allocation (%)	B'mark	Actual at quarter end			
		Growth	Defensive	Total	
Shares	Australian Shares - Large Cap	30.0	29.9	0.0	29.9
	Australian Shares - Small Cap	0.0	0.0	0.0	0.0
	International Shares - Lge Cap	28.0	27.6	0.0	27.6
	International Shares - Low Vol	2.0	2.0	0.0	2.0
	Global Shares - Small Cap	0.0	0.0	0.0	0.0
	Emerging Markets Shares	7.0	7.2	0.0	7.2
Real Assets	Global Listed Property**	5.0	4.5	0.0	4.5
	Australian Direct Property	0.0	0.0	0.0	0.0
	Global Listed Infrastructure**	0.0	0.0	0.0	0.0
	Global Unlisted Infrastructure	0.0	0.0	0.0	0.0
	Natural Resources	0.0	0.0	0.0	0.0
Alternatives	Private Equity	0.0	0.0	0.0	0.0
	Sustainable Opportunities	0.0	0.0	0.0	0.0
	Diversified Growth Funds	0.0	0.0	0.0	0.0
	Hedge Funds	0.0	0.0	0.0	0.0
Growth Fixed Interest	Private Debt	0.0	0.0	0.0	0.0
	High Yield Debt	6.5	3.2	3.3	6.5
	Emerging Markets Debt	0.0	0.0	0.0	0.0
	Global Absolute Return Bonds	0.0	0.0	0.0	0.0
Defensive Fixed Interest & Cash	Global Short Term Bond Fund	0.0	0.0	0.0	0.0
	Global Credit	0.0	0.0	0.0	0.0
	Australian Sovereign Bonds	7.0	0.0	7.2	7.2
	Global Sovereign Bonds	7.0	0.0	7.4	7.4
	Australian Inflation Plus	3.0	0.0	3.2	3.2
	Cash	4.5	0.0	4.5	4.5
		100.0	74.4	25.6	100.0
	FX Exposure	30.0		30.1	

** Refer to page 38 for more information on manager line up for this asset class

Performance attribution this quarter (%)	
Asset allocation	0.0
Stock/manager selection	0.0
Excess return for quarter – before fees	0.0

NOTE: Foreign currency exposure under key statistics includes unhedged allocation to International Shares Large Cap, Global Low Volatility Shares, Global Small Companies, Emerging Markets Shares, Emerging Markets Debt, Private Equity and Sustainable Opportunities.

NOTE: Past performance is not a reliable indicator of future performance.

Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.

Refer to page 39 for Asset class benchmarks.

Diversified funds

Mercer Moderate Growth Fund – Enhanced Passive Units

Objectives

- To achieve a return (before management costs) that exceeds CPI increases by at least 1.5% per annum over rolling four year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	4 yrs^ (p.a.)
Total returns	-1.1	-8.9	1.6	n/a
Benchmark return*	-1.1	-8.6	1.5	n/a
Excess returns	0.0	-0.3	+0.1	n/a

*Composite benchmark of relevant indices

Total returns - after fees (%)	3 months	1 year	3 yrs (p.a.)	4 yrs^ (p.a.)
Total returns	-1.2	-9.3	1.3	n/a

^ Time horizon for this fund's objective (refer above)

Asset allocation (%)	B'mark	Actual at quarter end			
		Growth	Defensive	Total	
Shares	Australian Shares - Large Cap	22.0	21.8	0.0	21.8
	Australian Shares - Small Cap	0.0	0.0	0.0	0.0
	International Shares - Lge Cap	19.5	19.0	0.0	19.0
	International Shares - Low Vol	2.0	2.0	0.0	2.0
	Global Shares - Small Cap	0.0	0.0	0.0	0.0
	Emerging Markets Shares	5.0	5.0	0.0	5.0
Real Assets	Global Listed Property**	3.5	3.2	0.0	3.2
	Australian Direct Property	0.0	0.0	0.0	0.0
	Global Listed Infrastructure**	0.0	0.0	0.0	0.0
	Global Unlisted Infrastructure	0.0	0.0	0.0	0.0
	Natural Resources	0.0	0.0	0.0	0.0
Alternatives	Private Equity	0.0	0.0	0.0	0.0
	Sustainable Opportunities	0.0	0.0	0.0	0.0
	Diversified Growth Funds	0.0	0.0	0.0	0.0
	Hedge Funds	0.0	0.0	0.0	0.0
Growth Fixed Interest	Private Debt	0.0	0.0	0.0	0.0
	High Yield Debt	6.5	3.3	3.3	6.6
	Emerging Markets Debt	0.0	0.0	0.0	0.0
Defensive Fixed Interest & Cash	Global Absolute Return Bonds	0.0	0.0	0.0	0.0
	Global Short Term Bond Fund	0.0	0.0	0.0	0.0
	Global Credit	2.5	0.0	2.5	2.5
	Australian Sovereign Bonds	10.0	0.0	10.2	10.2
	Global Sovereign Bonds	9.5	0.0	9.6	9.6
	Australian Inflation Plus	6.5	0.0	6.6	6.6
	Cash	13.0	0.0	13.5	13.5
	FX Exposure	22.5	54.3	45.7	100.0

** Refer to page 38 for more information on manager line up for this asset class

Performance attribution this quarter (%)	
Asset allocation	0.0
Stock/manager selection	0.0
Excess return for quarter – before fees	0.0

Mercer Conservative Growth Fund – Enhanced Passive Units

Objectives

- To achieve a return (before management costs) that exceeds CPI increases by at least 1.0% per annum over rolling three year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)
Total returns	-0.8	-8.0	0.4	0.4
Benchmark return*	-0.9	-7.2	0.6	0.6
Excess returns	+0.1	-0.8	-0.2	-0.2

*Composite benchmark of relevant indices

Total returns - after fees (%)	3 months	1 year	3 yrs^ (p.a.)	5 yrs (p.a.)
Total returns	-0.9	-8.2	0.2	0.2

^ Time horizon for this fund's objective (refer above)

Asset allocation (%)	B'mark	Actual at quarter end			
		Growth	Defensive	Total	
Shares	Australian Shares - Large Cap	14.0	14.5	0.0	14.5
	Australian Shares - Small Cap	0.0	0.0	0.0	0.0
	International Shares - Lge Cap	11.0	10.6	0.0	10.6
	International Shares - Low Vol	2.0	2.0	0.0	2.0
	Global Shares - Small Cap	0.0	0.0	0.0	0.0
	Emerging Markets Shares	3.0	2.7	0.0	2.7
Real Assets	Global Listed Property**	2.0	1.6	0.0	1.6
	Australian Direct Property	0.0	0.0	0.0	0.0
	Global Listed Infrastructure**	0.0	0.0	0.0	0.0
	Global Unlisted Infrastructure	0.0	0.0	0.0	0.0
	Natural Resources	0.0	0.0	0.0	0.0
Alternatives	Private Equity	0.0	0.0	0.0	0.0
	Sustainable Opportunities	0.0	0.0	0.0	0.0
	Diversified Growth Funds	0.0	0.0	0.0	0.0
	Hedge Funds	0.0	0.0	0.0	0.0
Growth Fixed Interest	Private Debt	0.0	0.0	0.0	0.0
	High Yield Debt	6.5	3.2	3.2	6.4
	Emerging Markets Debt	0.0	0.0	0.0	0.0
Defensive Fixed Interest & Cash	Global Absolute Return Bonds	0.0	0.0	0.0	0.0
	Global Short Term Bond Fund	0.0	0.0	0.0	0.0
	Global Credit	5.0	0.0	4.9	4.9
	Australian Sovereign Bonds	13.0	0.0	13.3	13.3
	Global Sovereign Bonds	12.0	0.0	12.2	12.2
	Australian Inflation Plus	10.0	0.0	10.3	10.3
	Cash	21.5	0.0	21.5	21.5
	FX Exposure	15.0	34.6	65.4	100.0

** Refer to page 38 for more information on manager line up for this asset class

Performance attribution this quarter (%)	
Asset allocation	0.0
Stock/manager selection	0.0
Excess return for quarter – before fees	0.0

NOTE: Foreign currency exposure under key statistics includes unhedged allocation to International Shares Large Cap, Global Low Volatility Shares, Global Small Companies, Emerging Markets Shares, Emerging Markets Debt, Private Equity and Sustainable Opportunities.

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – 'Important notes about this report' - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Mercer SmartPath® Funds

Mercer SmartPath 1989-1993

Objectives

- To achieve a return (before tax and management costs) that exceeds CPI increases by at least 4.5% per annum over rolling seven year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.7	-7.6	4.4	7.9
Benchmark return*	0.1	-6.8	3.9	7.5
Excess returns	+0.6	-0.8	+0.5	+0.4

*Composite benchmark of relevant indices

Total returns - after fees & taxes (%)	3 months	1 year	3 yrs^ (p.a.)	7 yrs (p.a.)
Total returns	0.7	-7.9	3.5	6.9

Asset allocation (%)	B'mark	Actual	
Shares	Australian Shares - Large Cap	32.0	32.5
	Australian Shares - Small Cap	3.0	3.0
	International Shares - Large Cap	23.0	20.0
	International Shares - Low Vol	6.0	4.1
	Global Shares - Small Cap	5.0	4.6
	Emerging Markets Shares	8.0	6.5
Real Assets	Global Listed Property**	0.0	0.2
	Australian Direct Property	7.0	7.3
	Global Listed Infrastructure**	0.0	0.9
	Global Unlisted Infrastructure	8.0	6.6
	Natural Resources	1.0	2.0
Alternatives	Private Equity	0.0	0.0
	Sustainable Opportunities	0.0	0.0
	Diversified Growth Funds	0.5	0.6
	Hedge Funds	0.0	0.0
Growth Fixed Interest	Private Debt	2.1	1.3
	High Yield Debt	0.0	1.2
	Emerging Markets Debt	2.9	2.4
Defensive Fixed Interest & Cash	Global Absolute Return Bonds	0.0	0.0
	Global Short Term Bond Fund	0.0	0.0
	Global Credit	0.0	0.0
	Australian Sovereign Bonds	0.0	0.0
	Global Sovereign Bonds	0.0	0.0
	Australian Inflation Plus	0.0	0.0
	Cash	1.5	6.8
		100.0	100.0
FX Exposure	37.0	35.1	

** Refer to page 38 for more information on manager line up for this asset class

Mercer SmartPath 1984-1988

Objectives

- To achieve a return (before tax and management costs) that exceeds CPI increases by at least 4.5% per annum over rolling seven year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.6	-7.5	4.5	7.9
Benchmark return*	0.1	-6.8	3.9	7.5
Excess returns	+0.5	-0.7	+0.6	+0.4

*Composite benchmark of relevant indices

Total returns - after fees & taxes (%)	3 months	1 year	3 yrs^ (p.a.)	7 yrs (p.a.)
Total returns	0.6	-7.9	3.6	6.9

Asset allocation (%)	B'mark	Actual	
Shares	Australian Shares - Large Cap	32.0	32.3
	Australian Shares - Small Cap	3.0	3.1
	International Shares - Large Cap	23.0	20.5
	International Shares - Low Vol	6.0	4.1
	Global Shares - Small Cap	5.0	4.5
	Emerging Markets Shares	8.0	6.2
Real Assets	Global Listed Property**	0.0	0.2
	Australian Direct Property	7.0	7.4
	Global Listed Infrastructure**	0.0	0.9
	Global Unlisted Infrastructure	8.0	6.5
	Natural Resources	1.0	2.1
Alternatives	Private Equity	0.0	0.0
	Sustainable Opportunities	0.0	0.0
	Diversified Growth Funds	0.5	0.6
	Hedge Funds	0.0	0.0
Growth Fixed Interest	Private Debt	2.1	1.3
	High Yield Debt	0.0	1.2
	Emerging Markets Debt	2.9	2.4
Defensive Fixed Interest & Cash	Global Absolute Return Bonds	0.0	0.0
	Global Short Term Bond Fund	0.0	0.0
	Global Credit	0.0	0.1
	Australian Sovereign Bonds	0.0	0.0
	Global Sovereign Bonds	0.0	0.0
	Australian Inflation Plus	0.0	0.0
	Cash	1.5	6.6
		100.0	100.0
FX Exposure	37.0	34.6	

** Refer to page 38 for more information on manager line up for this asset class

NOTE: Foreign currency exposure under key statistics includes unhedged allocation to International Shares Large Cap, Global Low Volatility Shares, Global Small Companies, Emerging Markets Shares, Emerging Markets Debt, Private Equity and Sustainable Opportunities.

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Mercer SmartPath® Funds

Mercer SmartPath 1979-1983

Objectives

- To achieve a return (before tax and management costs) that exceeds CPI increases by at least 4.5% per annum over rolling seven year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.6	-7.4	4.5	7.9
Benchmark return*	0.1	-6.8	3.9	7.5
Excess returns	+0.5	-0.6	+0.6	+0.4

**Composite benchmark of relevant indices*

Total returns - after fees & taxes (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.6	-7.8	3.6	7.0

Asset allocation (%)	B'mark	Actual	
Shares	Australian Shares - Large Cap	32.0	32.3
	Australian Shares - Small Cap	3.0	3.1
	International Shares - Large Cap	23.0	20.5
	International Shares - Low Vol	6.0	4.2
	Global Shares - Small Cap	5.0	4.6
	Emerging Markets Shares	8.0	6.1
Real Assets	Global Listed Property**	0.0	0.0
	Australian Direct Property	7.0	7.4
	Global Listed Infrastructure**	0.0	0.9
	Global Unlisted Infrastructure	8.0	6.7
Alternatives	Natural Resources	1.0	2.1
	Private Equity	0.0	0.0
	Sustainable Opportunities	0.0	0.0
	Diversified Growth Funds	0.5	0.6
Growth Fixed Interest	Hedge Funds	0.0	0.0
	Private Debt	2.1	1.3
	High Yield Debt	0.0	1.2
Defensive Fixed Interest & Cash	Emerging Markets Debt	2.9	2.4
	Global Absolute Return Bonds	0.0	0.0
	Global Short Term Bond Fund	0.0	0.0
	Global Credit	0.0	0.2
	Australian Sovereign Bonds	0.0	0.0
	Global Sovereign Bonds	0.0	0.0
	Australian Inflation Plus	0.0	0.0
	Cash	1.5	6.4
	100.0	100.0	
FX Exposure	37.0	34.8	

** Refer to page 38 for more information on manager line up for this asset class

Mercer SmartPath 1974-1978

Objectives

- To achieve a return (before tax and management costs) that exceeds CPI increases by at least 4.5% per annum over rolling seven year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.6	-7.4	4.5	7.9
Benchmark return*	0.1	-6.8	3.9	7.5
Excess returns	+0.5	-0.6	+0.6	+0.4

**Composite benchmark of relevant indices*

Total returns - after fees & taxes (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.6	-7.8	3.6	6.9

Asset allocation (%)	B'mark	Actual	
Shares	Australian Shares - Large Cap	32.0	32.3
	Australian Shares - Small Cap	3.0	3.1
	International Shares - Large Cap	23.0	20.2
	International Shares - Low Vol	6.0	4.1
	Global Shares - Small Cap	5.0	4.7
	Emerging Markets Shares	8.0	6.1
Real Assets	Global Listed Property**	0.0	0.2
	Australian Direct Property	7.0	7.5
	Global Listed Infrastructure**	0.0	0.9
	Global Unlisted Infrastructure	8.0	6.7
Alternatives	Natural Resources	1.0	2.1
	Private Equity	0.0	0.0
	Sustainable Opportunities	0.0	0.0
	Diversified Growth Funds	0.5	0.6
Growth Fixed Interest	Hedge Funds	0.0	0.0
	Private Debt	2.1	1.3
	High Yield Debt	0.0	1.2
Defensive Fixed Interest & Cash	Emerging Markets Debt	2.9	2.5
	Global Absolute Return Bonds	0.0	0.0
	Global Short Term Bond Fund	0.0	0.0
	Global Credit	0.0	0.2
	Australian Sovereign Bonds	0.0	0.0
	Global Sovereign Bonds	0.0	0.0
	Australian Inflation Plus	0.0	0.0
	Cash	1.5	6.3
	100.0	100.0	
FX Exposure	37.0	34.6	

** Refer to page 38 for more information on manager line up for this asset class

NOTE: Foreign currency exposure under key statistics includes unhedged allocation to International Shares Large Cap, Global Low Volatility Shares, Global Small Companies, Emerging Markets Shares, Emerging Markets Debt, Private Equity and Sustainable Opportunities.

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Mercer SmartPath® Funds

Mercer SmartPath 1969-1973

Objectives

- To achieve a return (before tax and management costs) that exceeds CPI increases by at least 4.5% per annum over rolling seven year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.6	-7.4	4.4	7.9
Benchmark return*	0.1	-6.8	3.8	7.5
Excess returns	+0.5	-0.6	+0.6	+0.4

*Composite benchmark of relevant indices

Total returns - after fees & taxes (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.6	-7.8	3.5	6.9

Asset allocation (%)	B'mark	Actual	
Shares	Australian Shares - Large Cap	32.0	32.4
	Australian Shares - Small Cap	3.0	3.0
	International Shares - Large Cap	23.0	20.3
	International Shares - Low Vol	6.0	4.1
	Global Shares - Small Cap	5.0	4.6
	Emerging Markets Shares	8.0	6.0
Real Assets	Global Listed Property**	0.0	0.0
	Australian Direct Property	7.0	7.5
	Global Listed Infrastructure**	0.0	0.9
	Global Unlisted Infrastructure	8.0	6.7
	Natural Resources	1.0	2.1
Alternatives	Private Equity	0.0	0.0
	Sustainable Opportunities	0.0	0.0
	Diversified Growth Funds	0.5	0.6
	Hedge Funds	0.0	0.0
Growth Fixed Interest	Private Debt	2.1	1.3
	High Yield Debt	0.0	1.2
	Emerging Markets Debt	2.9	2.5
Defensive Fixed Interest & Cash	Global Absolute Return Bonds	0.0	0.0
	Global Short Term Bond Fund	0.0	0.0
	Global Credit	0.0	0.0
	Australian Sovereign Bonds	0.0	0.0
	Global Sovereign Bonds	0.0	0.0
	Australian Inflation Plus	0.0	0.0
	Cash	1.5	6.8
		100.0	100.0
FX Exposure	37.0	34.6	

** Refer to page 38 for more information on manager line up for this asset class

Mercer SmartPath 1964-1968

Objectives

- To achieve a return (before tax and management costs) that exceeds CPI increases by at least 4.25% per annum over rolling seven year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.7	-6.6	4.2	7.5
Benchmark return*	0.2	-6.2	3.5	7.1
Excess returns	+0.5	-0.4	+0.7	+0.4

*Composite benchmark of relevant indices

Total returns - after fees & taxes (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.7	-7.0	3.3	6.5

Asset allocation (%)	B'mark	Actual	
Shares	Australian Shares - Large Cap	29.2	29.4
	Australian Shares - Small Cap	2.3	2.3
	International Shares - Large Cap	20.7	18.1
	International Shares - Low Vol	6.0	4.1
	Global Shares - Small Cap	4.1	3.7
	Emerging Markets Shares	6.7	4.9
Real Assets	Global Listed Property**	0.6	0.5
	Australian Direct Property	7.0	7.8
	Global Listed Infrastructure**	0.0	0.9
	Global Unlisted Infrastructure	7.9	6.5
	Natural Resources	1.0	2.2
Alternatives	Private Equity	0.0	0.0
	Sustainable Opportunities	0.0	0.0
	Diversified Growth Funds	1.5	2.0
	Hedge Funds	0.0	0.0
Growth Fixed Interest	Private Debt	3.0	1.8
	High Yield Debt	1.4	2.6
	Emerging Markets Debt	3.1	2.6
Defensive Fixed Interest & Cash	Global Absolute Return Bonds	0.3	0.3
	Global Short Term Bond Fund	0.0	0.0
	Global Credit	0.0	0.0
	Australian Sovereign Bonds	1.5	1.3
	Global Sovereign Bonds	1.5	1.3
	Australian Inflation Plus	0.6	0.8
	Cash	1.6	6.9
		100.0	100.0
FX Exposure	35.0	32.5	

** Refer to page 38 for more information on manager line up for this asset class

NOTE: Foreign currency exposure under key statistics includes unhedged allocation to International Shares Large Cap, Global Low Volatility Shares, Global Small Companies, Emerging Markets Shares, Emerging Markets Debt, Private Equity and Sustainable Opportunities.

NOTE: Past performance is not a reliable indicator of future performance.
 Refer to page 38 – ‘Important notes about this report’ - for further information on the calculation of returns.
 Refer to page 39 for Asset class benchmarks.

Mercer SmartPath® Funds

Mercer SmartPath 1959-1963

Objectives

- To achieve a return (before tax and management costs) that exceeds CPI increases by at least 3.75% per annum over rolling seven year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.7	-5.9	3.6	6.7
Benchmark return*	0.2	-5.3	2.9	6.4
Excess returns	+0.5	-0.6	+0.7	+0.3

**Composite benchmark of relevant indices*

Total returns - after fees & taxes (%)	3 months	1 year	3 yrs (p.a.)	7 yrs (p.a.)
Total returns	0.6	-6.3	2.7	5.8

Asset allocation (%)	B'mark	Actual	
Shares	Australian Shares - Large Cap	23.6	24.0
	Australian Shares - Small Cap	1.4	1.5
	International Shares - Large Cap	17.1	14.6
	International Shares - Low Vol	6.0	4.2
	Global Shares - Small Cap	2.2	2.1
	Emerging Markets Shares	5.2	3.8
Real Assets	Global Listed Property**	1.1	0.9
	Australian Direct Property	7.0	8.1
	Global Listed Infrastructure**	0.0	0.8
	Global Unlisted Infrastructure	7.9	6.1
	Natural Resources	1.0	2.2
Alternatives	Private Equity	0.0	0.0
	Sustainable Opportunities	0.0	0.0
	Diversified Growth Funds	1.5	2.0
Growth Fixed Interest	Hedge Funds	0.0	0.0
	Private Debt	4.7	2.8
	High Yield Debt	3.5	5.1
Defensive Fixed Interest & Cash	Emerging Markets Debt	4.3	3.6
	Global Absolute Return Bonds	1.8	1.8
	Global Short Term Bond Fund	0.0	0.0
	Global Credit	0.0	1.3
	Australian Sovereign Bonds	3.4	2.9
	Global Sovereign Bonds	3.4	2.4
	Australian Inflation Plus	1.1	1.2
	Cash	3.8	8.6
	100.0	100.0	
<i>FX Exposure</i>	31.0	29.6	

** Refer to page 38 for more information on manager line up for this asset class

Mercer SmartPath 1954-1958

Objectives

- To achieve a return (before tax and management costs) that exceeds CPI increases by at least 3.25% per annum over rolling six year periods.

Total & excess returns - before fees (%)	3 months	1 year	3 yrs (p.a.)	6 yrs (p.a.)
Total returns	0.7	-5.0	3.1	6.1
Benchmark return*	0.2	-4.6	2.4	5.6
Excess returns	+0.5	-0.4	+0.7	+0.5

**Composite benchmark of relevant indices*

Total returns - after fees & taxes (%)	3 months	1 year	3 yrs (p.a.)	6 yrs (p.a.)
Total returns	0.7	-5.4	2.3	5.2

Asset allocation (%)	B'mark	Actual	
Shares	Australian Shares - Large Cap	18.8	19.1
	Australian Shares - Small Cap	0.7	0.7
	International Shares - Large Cap	13.1	10.3
	International Shares - Low Vol	6.0	4.0
	Global Shares - Small Cap	0.7	0.7
	Emerging Markets Shares	3.7	2.6
Real Assets	Global Listed Property**	1.7	1.4
	Australian Direct Property	6.9	8.2
	Global Listed Infrastructure**	0.0	0.9
	Global Unlisted Infrastructure	7.9	6.2
	Natural Resources	1.0	2.3
Alternatives	Private Equity	0.0	0.0
	Sustainable Opportunities	0.0	0.0
	Diversified Growth Funds	1.5	2.2
Growth Fixed Interest	Hedge Funds	0.0	0.0
	Private Debt	6.2	3.6
	High Yield Debt	5.4	7.4
Defensive Fixed Interest & Cash	Emerging Markets Debt	5.4	4.7
	Global Absolute Return Bonds	3.3	3.2
	Global Short Term Bond Fund	0.0	0.0
	Global Credit	0.0	1.0
	Australian Sovereign Bonds	5.3	4.4
	Global Sovereign Bonds	5.3	4.4
	Australian Inflation Plus	1.7	1.7
	Cash	5.4	11.0
	100.0	100.0	
<i>FX Exposure</i>	27.5	26.1	

** Refer to page 38 for more information on manager line up for this asset class

NOTE: Foreign currency exposure under key statistics includes unhedged allocation to International Shares Large Cap, Global Low Volatility Shares, Global Small Companies, Emerging Markets Shares, Emerging Markets Debt, Private Equity and Sustainable Opportunities.

Important notes about this report

Throughout this report, please note that:

- **Past performance is not a reliable indicator of future performance.**
- Only Mercer Funds (MFs) that were invested in at the end of the quarter are reported on.
- **Total returns** are based on exit prices. Total returns are shown both before and allowing for deduction of investment management fees.
- **Excess returns** relative to the benchmark are calculated by the difference between performance (before investment management fees) and the asset-weighted benchmark return.

Asset weights used are those shown in the MFs' Product Disclosure Statement (PDS) and Information Memorandum (IM) as relevant.

The benchmark used for each Fund is noted in the summary of its before-fees performance. As noted, for certain Funds (i.e. those invested in multiple sectors) a composite of the relevant benchmarks applies.

- **Performance attribution** refers to another way of deriving the excess return. With performance attribution, the performance above or below the benchmark return can be "attributed" to two factors:
 1. Asset allocation: the degree to which actual asset allocation varies from the benchmark asset allocation.
 2. Stock/manager selection: the degree to which returns achieved by underlying managers in the various asset classes vary from the relevant benchmark returns for those asset classes.
- Performance (before investment management fees) may be provisional depending on information available at the time of publication and may be subject to adjustment.
- The underlying investment manager line ups of the diversified Funds also include managers who have 'passive' mandates in respect of listed property and listed infrastructure, as shown below. These managers are only relevant to certain diversified Funds.

Manager Returns Relative to Fund Benchmark* (+ or - %) - before fees				
Managers	3 months	1 year	3 yrs (p.a.)	5 yrs (p.a.)
Listed Property				
Macquarie Investment Management	0.0	-0.1	0.0	0.0
Listed Infrastructure				
Macquarie Investment Management	0.0	0.0	+0.1	+0.1

- Returns throughout this report may be subject to rounding error.

Asset class benchmarks

Shares	
Australian Shares	S&P/ASX 300 Accumulation Index
Australian Shares Tax Exempt	S&P/ASX 300 Accumulation Index Grossed up for Franking Credits
Australian Small Companies	S&P/ASX Small Ordinaries Accumulation Index
International Shares	Unhedged: MSCI World Index (ex Australia) in A\$ with net dividends reinvested Hedged: MSCI World Index (ex Australia) - in A\$ (Hedged) with net dividends reinvested Passive Unhedged: MSCI World Index (ex Australia, ex tobacco, ex controversial weapons) in A\$ Passive Hedged: MSCI World Index (ex Australia, ex tobacco, ex controversial weapons) in A\$ (Hedged)
Global Low Volatility Shares	Enhanced: MSCI Min Vol \$A Optimised in \$A unhedged
Global Small Companies	MSCI World Small Cap Index in A\$ <i>Prior to September 2014, the benchmark was S&P Developed Small Cap Index. Therefore, calculations for longer period benchmark returns are inclusive of this report</i>
Sustainable Plus Australian Shares	S&P/ASX 300 Accumulation Index
Sustainable Plus International Shares	Unhedged: MSCI World (NRD) Index in A\$ Hedged: MSCI World (NRD) Index in A\$ (Hedged)
Emerging Markets	MSCI Emerging Markets Index (ex Tobacco and Controversial Weapons) in A\$
Real assets	
Direct Property	CPI + 4%
Global Listed Property	FTSE EPRA/NAREIT Developed Index in A\$ (Hedged) <i>Prior to October 2012, the benchmark was UBS Investors Index - in A\$ (Hedged). Therefore, calculations for longer period benchmark returns are inclusive of this data.</i>
Passive Australian Listed Property	S&P/ASX 200 Property Trusts Accumulation Index
Global Unlisted Infrastructure	CPI + 5% <i>Prior to 1 January 2019 the benchmark was CPI + 3%</i>
Listed Infrastructure	FTSE Global Core Infrastructure 50/50 Index in A\$ (Hedged)
Passive Listed Infrastructure	FTSE Developed Core Infrastructure 50/50 Index – in A\$ (Hedged)
Alternatives	
Diversified Alternatives	HFRI FOF: Market Defensive Index in A\$ (Hedged) <i>Prior to November 2016, the benchmark was Bloomberg AusBond Bank Bill Index. Therefore, calculations for longer period benchmark returns are inclusive of this data</i>
Growth fixed interest	
Emerging Markets Debt	JP Morgan GBI-EM Global Diversified Index (Unhedged)
Global High Yield Bond	Bank of America Merrill Lynch BB-B Developed Markets High Yield Constrained Index in A\$ (Hedged) <i>Prior to August 2016: Bank of America BB-B Developed Markets High Yield Constrained Index in A\$ (Hedged).</i>
Global Private Debt	Bloomberg AusBond Bank Bill Index +3%
Defensive fixed interest	
Global Absolute Return Bonds	Bloomberg AusBond Bank Bill Index +1%
Global Credit	60% Barclays Global Aggregate - Corporate Index - A\$ (Hedged) 40% Barclays Capital Global Aggregate ex Government ex Treasuries Index (A\$ Hedged)
Global Short Term Bonds	Bloomberg AusBond Bank Bill Index
Australian Sovereign Bonds	Bloomberg AusBond Treasury Index 0+ (All Maturities)
Overseas Sovereign Bonds	JP Morgan Global Sovereign Bond Index in A\$ (Hedged) <i>From December 2013 to January 2017, the benchmark was JP Morgan Global Sovereign Bond Index (Customised) in A\$ Hedged. Prior to November 2013, the benchmark was 50% JP Morgan Global Government Bond Index in A\$ Hedged and 50% JP Morgan Customised Index. Therefore, calculations for longer period benchmark returns are inclusive of this data. Alternate benchmarks may apply to managers individually.</i>
Australian Inflation Plus	CPI +1%
Cash	
Cash and Term Deposits	Bloomberg AusBond Bank Bill Index

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