

Fund Summary

OnePath Blue Chip Imputation Trust Wholesale

31 October 2022

Fund details

Investment manager	OnePath Funds Management sub- advised by Yarra Capital Management
Fund code	MMF0340AU
Asset type	Equity / All Cap
Region	Australia
Fund size	\$4.08 million as at 31 Oct 2022
Commencement date	01 Nov 2001
Distributions	Quarterly

Investment objective

The fund aims to outperform the gross return of the S&P/ASX 100 Total Return Index, including franking credits (but before investment fees and taxes) over periods of at least five years. The fund also targets a gross dividend yield, including franking credits that exceeds the gross dividend yield of the benchmark.

Investment strategy

The fund invests predominantly in a diversified portfolio of Australian companies which provide a relatively high level of franked income, and have been selected in accordance with a disciplined Australian shares investment process.

Minimum time horizon

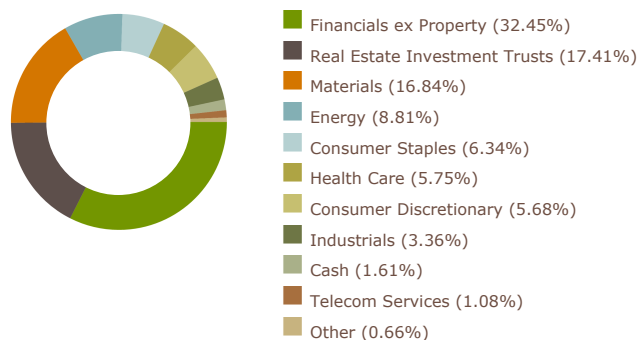
5 years

Standard Risk Measure*

The Standard Risk Measure (SRM) is based on industry guidance to allow investors to compare funds that are expected to deliver a similar number of negative annual returns over any 20 year period. The SRM for this fund is shown below:



Equity sector allocation



* For further information on Standard Risk Measures and the calculation methodology used, go to onepath.com.au/personal/performance/product-updates.aspx

† Returns quoted use the unit price which is calculated using the net asset values for the relevant month end. The prices shown may differ from the actual unit price if an investor is applying for or redeeming an investment. Actual unit prices will be confirmed following any transaction on an investor's investment. Please note that all returns are after the deduction of management fees and expenses and assumes all distributions are re-invested. Where applicable, management fees have been deducted at the highest entry fee option rate. No allowance has been made for entry or exit fees.

‡ Benchmark returns should be used for indicative purposes only. These returns may not be a true indication of this Fund's performance against its investment objective.

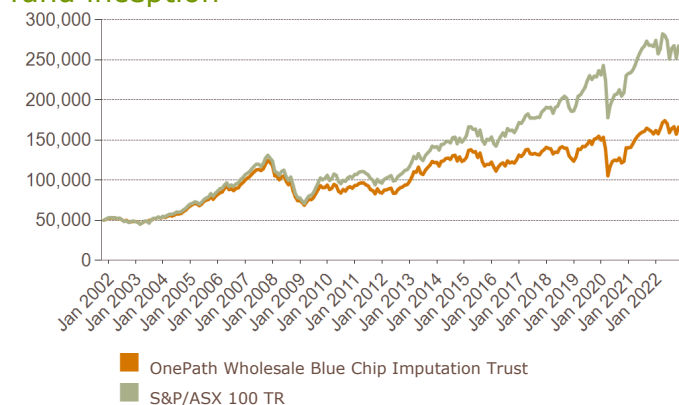
Fund performance

As at 31 Oct 2022

	1 mth %	3 mth %	1 yr %	3 yr % pa	5 yr % pa	7 yr % pa	10 yr % pa
Total Return †	5.59	1.14	3.29	2.96	4.13	4.79	5.87
Benchmark ‡	5.90	1.14	-0.30	5.33	7.64	8.50	9.06
Excess Return	-0.31	0.00	3.60	-2.37	-3.51	-3.71	-3.19
Distribution	0.00	1.73	5.07	4.57	4.70	4.58	4.64
Growth	5.60	-0.59	-1.77	-1.60	-0.57	0.21	1.24
Risk (1 Std Dev)	-	-	13.91	20.86	17.49	15.72	15.00
Tracking Error	-	-	6.11	5.76	5.38	4.76	4.24
Info. Ratio	-	-	0.6	-0.4	-0.7	-0.8	-0.8

Calendar year returns	YTD	2021	2020	2019	2018
Total Return †	2.65	15.29	-6.49	21.48	-12.32
Benchmark ‡	-2.51	17.65	0.80	24.06	-2.35
Excess Return	5.16	-2.37	-7.29	-2.58	-9.97

Growth of \$50,000 invested since fund inception



Top 10 holdings

Security	% of fund
WESTPAC BANKING CORP	8.06%
ANZ BANKING GROUP	7.86%
BHP GROUP LTD	6.73%
TELSTRA GROUP	5.93%
WOODSIDE ENERGY GROUP LTD	5.37%
NATIONAL AUSTRALIA BANK LTD	3.70%
RIO TINTO LTD	3.46%
COLES GROUP LTD	2.87%
WOOLWORTHS GROUP LTD	2.87%
QBE INSURANCE GROUP LTD	2.86%
Total Top 10	49.71%

Fund Summary

OnePath Blue Chip Imputation Trust Wholesale

31 October 2022

Market and portfolio review

Although the September quarter produced positive returns in Australian dollars for many markets, including Australia and the US, the underlying sentiment remained bearish as Central Banks globally continued to raise interest rates to address inflation printing at persistently high levels. Equity market returns in local currencies were much less flattering as the US dollar continued to strengthen against most other major currencies. Australian shares gained 0.5% including dividends over the quarter, although a 6.3% fall in the month of September dampened the mood as commodity prices fell and global recession fears increased. In local currency, US and European stocks both lost 5% while China and Hong Kong both fell more than 20% as Covid lockdowns weighed on economic growth, and further exacerbated with a weakening Chinese Yuan against the USD.

Future investment strategy

Market sentiment is still being dominated by the influence of short-term inflation data on Central Banks' future policy settings. The US third quarter reporting season will get underway in the next few weeks which should provide some insights into current the state of the US economy. Some of the recent company trading updates there, primarily in the Consumer Discretionary space, have suggested excess inventory and the need to de-stock following weaker than expected sales. This could be the first signs of the US economy slowing but, given the lag in the impact of higher interest rates on the economy, it will almost certainly be a few more months before we can draw any definitive conclusions about this, especially as the US employment situation remains robust.

While the market volatility caused by the focus on short-term macro data is likely to continue, where bad economic news is interpreted as good news for financial markets as it could temper further rate hikes, bad macro-economic news will still be bad news for corporate earnings. An improvement in the outlook for those earnings will ultimately be required for a more sustainable improvement in equity market returns, in our view.

OnePath Funds Management Limited (ABN 21 003 002 800 AFSL 23 8342) and OnePath Custodians Pty Limited (ABN 12 008 508 496 AFSL 238346 RSE L0000673) are the issuers of this material. Except as described in the relevant Product Disclosure Statement (PDS), the issuers do not stand behind or guarantee the capital or performance of your investment. Your investment is subject to investment risk, including possible repayment delays and loss of income and principal invested.

This information is current as at 31 Oct 2022 with the commentary current for the most recent quarter end (eg. March, June, Sept or Dec) however in some cases may be applicable for the preceding month or quarter end. Updated information will be available free of charge by contact Client Services on 133 665. The information is of a general nature and does not take into account your personal needs, financial circumstances or objectives. Before acting on this information, you should consider the appropriateness of the information, having regard to your needs, financial circumstances and objectives. Past performance is not indicative of future performance. The future value of investments may rise and fall with changes in the market. You should read the relevant PDS available at onpath.com.au and consider whether that particular product is right for you before making a decision to acquire or continue to hold the product.