

Fund Summary

OptiMix Global Emerging Markets Share OneAnswer Frontier Investment Portfolio

31 March 2021

Fund details

Investment manager	OptiMix
Fund code	MMF1542AU
Asset type	Equity
Region	Global Emerging Markets
Fund size	\$2.52 million as at 31 Mar 2021
Commencement date	28 Sep 2010
Distributions	Half yearly

Investment objective

The fund aims to achieve returns (before fees, charges and taxes) that exceed the MSCI Emerging Markets (Free) Index (\$A unhedged), over periods of five years or more.

Investment strategy

The fund invests predominantly in a diversified portfolio of shares in global emerging markets through a mix of managers. The fund is actively managed in accordance with the OptiMix Multi-manager investment process.

Minimum time horizon

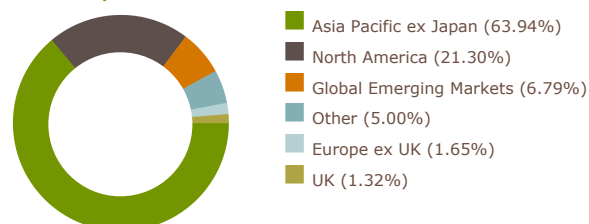
5 years

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:



Country allocation



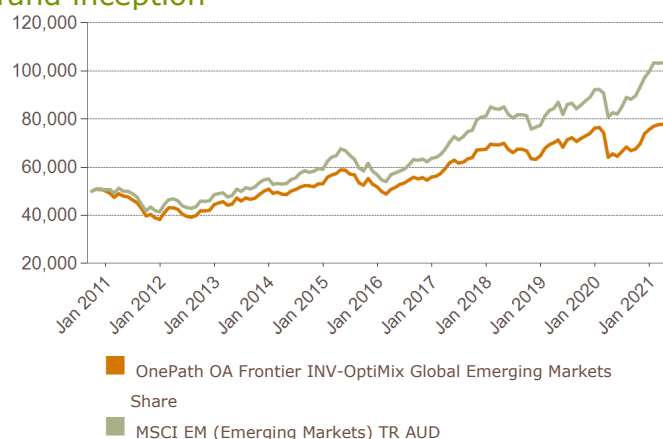
Fund performance

As at 31 Mar 2021

	1 mth %	3 mth %	1 yr %	3 yr % pa	5 yr % pa	7 yr % pa	10 yr % pa
Total Return †	0.31	2.92	21.35	3.95	8.94	6.91	4.78
Benchmark ‡	0.14	3.69	27.71	7.12	12.70	10.01	7.25
Excess Return	0.17	-0.76	-6.36	-3.17	-3.76	-3.10	-2.47
Distribution	0.00	0.00	6.30	5.37	4.03	3.33	2.58
Growth	0.31	2.92	15.04	-1.41	4.91	3.58	2.17
Risk (1 Std Dev)	-	-	7.65	12.03	10.12	10.02	10.46
Tracking Error	-	-	3.82	3.55	3.14	3.11	2.91
Info. Ratio	-	-	-1.7	-0.9	-1.2	-1.0	-0.9

Calendar year returns	YTD	2020	2019	2018	2017
Total Return †	2.92	-0.77	17.82	-4.06	20.59
Benchmark ‡	3.69	8.12	19.07	-4.73	27.53
Excess Return	-0.76	-8.89	-1.25	0.66	-6.94

Growth of \$50,000 invested since fund inception



Top 10 holdings

Security	% of fund
TWN SEMICONT MAN ORD	6.74%
TENCENT HOLDINGS ORD SHS	5.39%
ALIBABA GROUP HOLDING	4.12%
SAMSUNG ELECTR ORD	3.04%
MERCADOLIBRE ORD	1.60%
SEA LTD	1.54%
HDFC BANK LTD	1.43%
PING AN ORD	1.38%
SK HYNIX ORD	1.37%
MEDIATEK INC ORD	1.36%
Total Top 10	27.97%

* 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 Summary

OptiMix Global Emerging Markets Share OneAnswer Frontier Investment Portfolio

31 March 2021

Market and portfolio review

3 months to 31 March 2021

The Fund transitioned to a new strategy and structure which was implemented during Q121.

1 year to 31 March 2021

ClearBridge Investments was also the major detractor over the 1 year period as COVID-19 hit transport assets such as airports and toll roads harder than most other industries. Even Indian utilities, which should be defensive, were hit hard during the March quarter and have not recovered year to date.

Future investment strategy

Vaccination rollout pace varies globally

- COVID-19 vaccine rollout programs varied significantly during the month with the UK seeming to be on track for a June 're-open' while new lockdowns were faced in Germany and France as vaccine rollout plans fell well below plan in the European Union (EU).
- The EU responded by ordering that exports of vaccines be withheld. Limited EU consensus on the use of the AstraZeneca (AZ) vaccine also hampered rollout plans.
- The US's vaccination program is ahead of plan but Australia's schedule is already behind.

Returns surge from pandemic lows

- Share markets continued to be buoyed by robust economic data, supportive fiscal and monetary policy, President Biden's proposed infrastructure spending plan and optimism about reopening through 2021.
 - The US Federal Reserve stated it would continue to provide stimulus into the economy and that it will give a clear warning long before their bond purchasing program eases or rates start to rise.
 - Share markets remained positive with international shares finishing the month at 4.3% (hedged) and 5.1% (unhedged). After rising over the last 12 months, the AUD eased in March.
 - It was also another strong month for local shares with the ASX 300 index finishing up 2.3%, with bank stocks particularly strong.
 - Australian fixed interest returned 0.8% and international fixed interest returned -0.4%.
 - Of most significance is the growth asset class return story for the past 12-month period. Returns have surged since the March 2020 pandemic lows, with a raft of markets up over 30%.
- Australian house prices heat up
- In Australia house prices continued to boom, up 2.8% for the month. The RBA held the official interest rate at 0.10% in their April announcement, remaining focussed on the need to reduce the unemployment rate and lift wages.
 - It is likely that quantitative restrictions could be reimposed on home lending to cool the market.

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 Mar 2021 but may be subject to change. 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 onepath.com.au and consider whether that particular product is right for you before making a decision to acquire or continue to hold the product.