

ADVANCE MODERATE MULTI-BLEND FUND

As at 30 June 2021

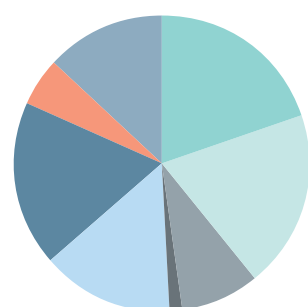
FUND OVERVIEW

	Wholesale	Retail
Inception date	June 2004	June 2004
APIR code	ADV0091AU	ADV0090AU
Fund size (AUD millions)	\$1,097.00	
Investment objective	To provide relatively stable total returns (before fees and taxes) over the short to medium term, with some capital growth over the long term through a diversified mix of growth and defensive assets.	
Recommended investment timeframe	4 years	
Minimum initial investment	\$5,000	Closed to new investors
Distribution frequency	Quarterly	
Management costs (%) pa ¹	0.63	1.33
Buy/sell spread (%)	0.14/0.17	0.00/0.00

PERFORMANCE REVIEW²

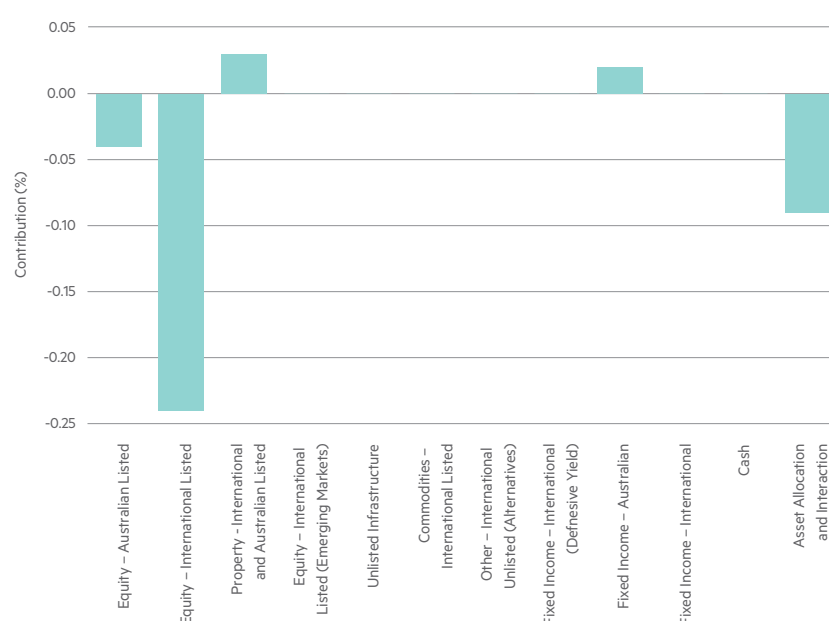
	1 month %	3 months %	1 year %	3 years % pa	5 years % pa	Since Inception % pa
Total Net return	1.53	4.62	16.14	7.01	7.23	6.54
Growth return	(4.56)	(1.66)	6.74	0.98	(0.03)	(0.04)
Distribution return	6.10	6.28	9.39	6.02	7.26	6.58

ACTUAL ASSET ALLOCATION³



Equity – Australian Listed	19.88%
Equity – International Listed (incl. Emerging Markets)	19.33%
Property – International and Australian Listed	8.67%
Unlisted Infrastructure	1.35%
Fixed Income – Australian	14.58%
Fixed Income – International	18.00%
Other – Defensive and Growth Alternatives	5.27%
Cash	1.93%

CONTRIBUTION TO EXCESS RETURN⁴



FUND UPDATE

The Advance Moderate Multi-Blend Fund produced a positive return over the month of June.

Risk-on sentiment continued to dominate over the month, supported by improved economic data in both manufacturing and services globally. The Federal Reserve reiterated its dovish policy stance given the ongoing employment shortfall, despite the near-term spikes in headline CPI numbers, mostly driven by factors of supply chain disruption and high commodity prices. The market moderated its long-term inflation expectations, resulting in a turnaround in performance for the long-duration/growth-oriented stocks such as Information Technology over the month. The MSCI World ex Australia Net Return AUD Hedged Index gained 2.4%. Unhedged international equity exposure outperformed currency hedged exposure due to a stronger US Dollar over the month, returning 4.7%.

The Australian equity market, as represented by the S&P/ASX 300 Accumulation Index, gained 2.3% over the month. Emerging market equities outperformed developed markets in AUD terms, with the MSCI Emerging Markets Net Total Return Index returning 3.3%. Domestic listed property posted a strong gain of 5.6% and global listed property gained 1.8%, as measured by the S&P/ASX 300 A-REIT Index and the FTSE EPRA/NAREIT Developed AUD Hedged Net Total Return Index, respectively.

Lower inflation expectations caused longer dated bond yields to decline over the month. The Australian 10-year government bond yield moved 18bps lower to 1.53%, resulting in the domestic fixed interest market, as represented by the Bloomberg Ausbond Composite 0+ Yr Index, returning 0.7%. The US 10-year Treasury yield moved 13bps lower to 1.47%, and the international fixed interest market as measured by the Bloomberg Barclays Global-Aggregate Total Return AUD Hedged Index, returned 0.5%. Investment Grade credit spreads were largely flat over the month.

Funds with higher allocations to growth assets yielded higher returns to those with a higher allocation to defensive assets, due to stronger returns for growth assets.

ASSET ALLOCATION RANGES

Asset class	Investment managers	SAA Ranges %
Equity – Australian Listed	BlackRock; FIL Limited; First Sentier Investors Realindex; Nikko AM; Pental; Platypus; Solaris; Vinva	0 – 39
Equity – International Listed	AQR; Ardevora; BlackRock; First Sentier Investors Realindex; Pental; River & Mercantile; T.Rowe Price; Wellington	1 – 41
Property – Australian and International Listed	BlackRock; Heitman; Principal	0 – 21
Unlisted Infrastructure	First Sentier Investors; Roc Capital; JPM	0 – 18
Fixed Income – Australian	AMP Capital; Janus Henderson; Pental	0 – 35
Fixed Income – International	Kapstream; Mellon; PIMCO; Wellington; Western Asset; TCW; TwentyFour	0 – 39
Other – Defensive and Growth Alternatives	Angelo, Gordon & Co.; CVC Credit Partners; ICG; PIMCO	0 – 22
Cash	BlackRock; Pental	0 – 29

- 1 The Management Costs included in this fact sheet are inclusive of the Management Fee and any Performance Fees and includes the effect of GST (net of RITC). They do not include other indirect costs. Refer to the Product Disclosure Statement and online disclosures for further information.
- 2 Past performance is not a reliable indicator of future performance. The Fund performance is net of management costs and relates to the wholesale class of investment only. If you are an investor in the retail class of investment, you can obtain up to date returns at advance.com.au. Growth and Distribution returns may not equal the Total Net return due to rounding.
- 3 Allocations may not equal 100% due to rounding.
- 4 The Contribution to Excess Return is calculated using Gross performance.

Advance Asset Management, GPO Box B87, Perth WA 6838

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

advance.com.au

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

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

Advance is the responsible entity of the Advance Moderate Multi-Blend Fund, ARSN 108 947 011 ('Fund'). A Product Disclosure Statement ('PDS') for Wholesale investors is available for the Fund and can be obtained by calling the Contact Centre on 1800 819 935, or visiting www.advance.com.au. The Retail Fund is closed to new investors. The Financial Services Guide ('FSG') for Advance can be obtained via www.advance.com.au.

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

To the maximum extent permitted by law, Advance, and its affiliates and related bodies corporate, and their respective officers, directors, employees, professional advisers and agents do not accept any responsibility or liability in relation to the accuracy or completeness of this information or for any loss arising from its use. Past performance is not an indicator of future performance.

No representation or warranty is given as to the accuracy, likelihood of achievement or reasonableness of any forecasts or returns contained in the information set out in this document. Any projections are predictive in character. Whilst we have used every effort to ensure that the assumptions on which the projections are based are reasonable, the projections may be affected by inaccurate assumptions or may not take into account known or unknown risks and uncertainties. The actual results actually achieved may differ materially from these projections.