

ADVANCE MODERATE MULTI-BLEND FUND

As at 31 January 2023

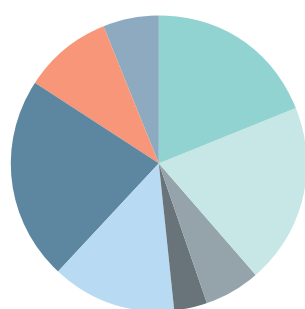
FUND OVERVIEW

	Wholesale	Retail
Inception date	June 2004	June 2004
APIR code	ADV0091AU	ADV0090AU
Fund size (AUD millions)	\$812.22	
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 / 0.14	0.00 / 0.00

PERFORMANCE REVIEW²

	1 month %	3 months %	1 year %	3 years % pa	5 years % pa	Since Inception % pa
Total Net return	2.99	3.85	(2.65)	1.66	3.99	5.81
Growth return	2.99	3.84	(8.76)	(4.99)	(1.93)	(0.57)
Distribution return	0.00	0.01	6.11	6.65	5.92	6.38

ACTUAL ASSET ALLOCATION³



Equity – Australian Listed	19.13%
Equity – International Listed (incl. Emerging Markets)	19.60%
Property – International and Australian Listed	6.09%
Unlisted Infrastructure	3.66%
Fixed Income – Australian	13.62%
Fixed Income – International	22.18%
Other – Defensive and Growth Alternatives	9.67%
Cash	6.05%

CONTRIBUTION TO EXCESS RETURN⁴



FUND UPDATE

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

Risk sentiment improved over the month as the market saw US headline CPI continue to trend down to 6.5% YoY in December. Core US CPI came in line with expectation at 0.3% MoM and 5.7% YoY. Investors speculated that the Fed would decelerate the pace of rate hikes and lift the target cash rate by 25bps in the February 1 FOMC meeting. Domestically, headline inflation in December increased to 7.8% YoY, above consensus of 7.6%.

The domestic equity market, as represented by the S&P/ASX 300 Accumulation Index, returned 6.3% over the month. International Equities, as measured by the MSCI World ex Australia Net Return AUD Hedged Index, returned 6.2%. Unhedged International Equities returned 3.0%, underperforming their hedged equivalent, as the AUD strengthened against its major global peers. Unhedged Emerging Market Equities returned 3.8% over the month, Chinese equities continued to rally, the offshore stocks outperformed as China's reopening boosted up investors' sentiment.

Domestic listed property as measured by the S&P/ASX 300 A-REIT Index returned 8.1% and global listed property as measured by the FTSE EPRA/NAREIT Developed AUD Hedged Net Total Return Index, returned 8.0% over the month.

Government bond yields shifted lower across most of the curve. The Australian 10-year government bond yield moved 50bps lower to 3.55% and the US 10-year Treasury yield moved 37bps lower to 3.51% over the month. The domestic fixed interest market, as represented by the Bloomberg Ausbond Composite 0+ Yr Index, returned 2.8% and the International Fixed Interest as measured by the Bloomberg Barclays Global-Aggregate Total Return AUD Hedged Index, returned 2.1%.

Funds allocated to growth assets outperformed those with a higher allocation to defensive assets over the month.

ASSET ALLOCATION RANGES

Asset class	Investment managers	SAA Ranges %
Equity – Australian Listed	BlackRock; FIL Limited; First Sentier Investors Realindex; Pental; Platypus; Solaris	0 – 39
Equity – International Listed	Ardevora; BlackRock; First Sentier Investors Realindex; Pental; T.Rowe Price; Wellington; Aikya; Guardcap	2 – 42
Property – Australian and International Listed	BlackRock; Heitman; Principal	0 – 21
Unlisted Infrastructure	First Sentier Investors; Roc Capital; JPM	0 – 18
Fixed Income – Australian	Macquarie; Janus Henderson; Pental	0 – 35
Fixed Income – International	Angelo, Gordon & Co.; ICG; Kapstream; PIMCO; Sound Point; TCW; TwentyFour; Wellington; Western Asset; IIMG	2 – 42
Other – Defensive and Growth Alternatives	Acadian; Magnetar; PineBridge; SouthPeak; Bridgewater	0 – 19
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.

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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 advance.com.au. The Retail Fund is closed to new investors. The Financial Services Guide (‘FSG’) for Advance can be obtained via advance.com.au. For the Target Market Determination for this product please refer to bt.com.au/tmd.

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