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# MLC MasterKey Unit Trust

## Annual Report for the financial year ended 31 May 2025

Name	ARSN
1. MLC MasterKey Unit Trust Income Portfolio	087 940 592
2. MLC MasterKey Unit Trust Conservative Growth Portfolio	097 221 077
3. MLC MasterKey Unit Trust Balanced Portfolio	087 944 625
4. MLC MasterKey Unit Trust Growth Portfolio	087 944 438
5. MLC MasterKey Unit Trust Share Portfolio	097 220 945
6. MLC MasterKey Unit Trust Accelerated Growth Portfolio	102 215 725
7. MLC MasterKey Unit Trust Property Securities Fund	087 944 652
8. MLC MasterKey Unit Trust Australian Share Fund	087 945 293
9. MLC MasterKey Unit Trust IncomeBuilder	087 944 287
10. MLC MasterKey Unit Trust Share Index Fund	087 939 919
11. MLC MasterKey Unit Trust Global Share Fund	087 943 682
12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	087 940 065
13. MLC MasterKey Unit Trust Cash Fund	087 940 467

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## Directors' Report for the financial year ended 31 May 2025

The Directors of MLC Investments Limited (MLCI) (ABN 30 002 641 661), the Responsible Entity of the following Managed Investment Schemes (the 'Schemes'), present their report together with the financial report of the Schemes for the financial year ended 31 May 2025, and the report of the auditor of the Schemes.

1. MLC MasterKey Unit Trust Income Portfolio
2. MLC MasterKey Unit Trust Conservative Growth Portfolio
3. MLC MasterKey Unit Trust Balanced Portfolio
4. MLC MasterKey Unit Trust Growth Portfolio
5. MLC MasterKey Unit Trust Share Portfolio
6. MLC MasterKey Unit Trust Accelerated Growth Portfolio
7. MLC MasterKey Unit Trust Property Securities Fund
8. MLC MasterKey Unit Trust Australian Share Fund
9. MLC MasterKey Unit Trust IncomeBuilder
10. MLC MasterKey Unit Trust Share Index Fund
11. MLC MasterKey Unit Trust Global Share Fund
12. MLC MasterKey Unit Trust MLC - Platinum Global Fund
13. MLC MasterKey Unit Trust Cash Fund

### Responsible Entity

The Responsible Entity of the Schemes is MLC Investments Limited. Effective 28 October 2024, the registered office and principal place of business of the Responsible Entity and the Schemes changed from '30 The Bond' Level 3, 30 Hickson Road, Millers Point, NSW 2000 to Level 1, 800 Bourke Street, Docklands, VIC 3008.

The Directors of MLC Investments Limited during or since the end of the financial year are:

Name	Position Held	Date Appointed
Kathryn Watt	Non-Executive Director, Chair	5 December 2016
John Selak	Non-Executive Director	31 May 2021
Mark Joiner	Non-Executive Director	1 January 2021
Garry Mulcahy	Executive Director	7 July 2014

### Principal activities

The Schemes are registered managed investment schemes domiciled in Australia.

The Schemes invest in accordance with the investment policy of the Schemes as set out in their respective Product Disclosure Statement (PDS) or investment mandates and in accordance with the Schemes' Constitutions. The key asset categories are equities, derivatives, listed and unlisted unit trusts.

The Schemes did not have any employees during the year (2024: Nil).

### Review of operations and results

The Schemes continue to invest in accordance with target asset allocations as set out in the governing documents of the Schemes and in accordance with the provisions of each Scheme's Constitution.

The results of operations of the Schemes are disclosed in the Statements of Comprehensive Income.

The income distributions payable by each of the Schemes are disclosed in the Statements of Financial Position.

The distributions to unitholders by each of the Schemes are disclosed in the Statements of Changes in Equity.

For details in relation to the performance of the Schemes, information can be obtained from the website at <https://www.mlc.com.au/personal/investments/prices-and-performance>.

### Significant changes in the state of affairs

In the opinion of the Responsible Entity, there were no significant changes in the state of affairs of the Schemes that occurred during the year unless otherwise disclosed.

### Events subsequent to balance date

#### Proposed acquisition of Insignia Financial Ltd (Insignia Financial):

On 22 July 2025, Insignia Financial announced that it had entered into a Scheme of Implementation Deed (SID) under which CC Capital has agreed to acquire all of the issued shares in Insignia Financial pursuant to a scheme of arrangement for cash consideration of \$4.80 per share. Insignia Financial is the ultimate parent of the Responsible Entity, MLC Investments Limited. The Insignia Financial Board has unanimously recommended that shareholders vote in favour of the scheme of arrangement in the absence of a superior proposal, and subject to an independent expert concluding (and continuing to conclude) that the scheme of arrangement is in the best interests of Insignia Financial shareholders. The scheme of arrangement is subject to various conditions, including approval by Insignia Financial shareholders and regulatory approvals from the Australian Prudential Regulatory Authority, the Foreign Investment Review Board and the Australian Competition and Consumer Commission. Subject to Insignia Financial shareholders approving the scheme of arrangement and the other conditions being satisfied (or, if applicable, waived), Insignia Financial expects that the scheme of arrangement will be implemented in the 1st half of calendar year 2026. Information can be obtained from the website at <https://www.insigniafinancial.com.au/shareholders>.

No other significant events have occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 31 May 2025 or on the results and cash flows of the Schemes for the financial year ended on that date.

## Directors' Report for the financial year ended 31 May 2025

### Likely developments and expected results of operations

The Schemes will continue to pursue their investment policies as outlined in the PDS or investment mandates. The results of the Schemes will be affected by a number of factors, including the performance of investment markets in which the Schemes invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information has not been included in this report to avoid the disclosure of information that may result in unreasonable prejudice to the Schemes.

### Indemnification and insurance of officers and auditor

The Schemes have not indemnified or made a relevant agreement for indemnifying against a liability for any person who is or has been an officer of the Responsible Entity or an auditor of the Schemes during the year. Subject to the relevant Scheme's constitution and relevant law, the Responsible Entity is entitled to be indemnified out of the assets of the Schemes for any liability incurred by it in properly performing or exercising any of its powers or duties in relation to the Schemes. The auditor of the Schemes is in no way indemnified out of the assets of the Schemes.

The ultimate parent company of the Responsible Entity, Insignia Financial, has paid or agreed to pay insurance premiums in respect of the Responsible Entity's officers for liability, legal expenses, insurance contracts, and premiums in respect of such insurance contracts, for the financial year ended 31 May 2025. Such insurance contracts insure against certain liability (subject to specified exclusions) for persons who are or have been the officers of the Responsible Entity. Details of the nature of the liabilities covered or the amount of the premium paid has not been included as such disclosure is prohibited under the terms of the contracts.

### Fees paid to and investments held by the Responsible Entity or its associates

Fees paid and payable to the Responsible Entity and its associates out of the Schemes' property during the year are disclosed in Note 7.4 Responsible Entity fees.

No fees were paid out of the Schemes' property to the Directors of the Responsible Entity during the year. Related party investments held in the Schemes as at the end of the financial year are disclosed in Note 7 Related parties.

### Interests in the Schemes

The movements in units on issue in the Schemes during the year are disclosed in the Statements of Changes in Equity.

The value of the Schemes' assets and liabilities are disclosed in the Statements of Financial Position and derived using the basis set out in Note 2 Basis of preparation.

### Environmental regulation

The operations of the Schemes are not subject to any significant environmental regulation under Commonwealth, State or Territory law, except for registered managed investment schemes impacted by climate-related financial disclosures and sustainability reporting.

Under *Australian Sustainability Reporting Standard (ASRS) S2 Climate-related Disclosures*, qualifying registered managed investment schemes have an obligation to meet climate-related reporting requirements across their operations and investments. Qualifying entities will be required to include this information in a sustainability report alongside their financial statements, commencing for the first annual periods beginning on or after 1 July 2026. The Schemes have not adopted and not included any climate-related financial disclosure and sustainability reporting in preparing these financial statements as it is not mandatory this financial year.

### Rounding

The Schemes meet the criteria set out in *Corporations Instrument 2016/191* issued by the Australian Securities and Investments Commission (ASIC), and in accordance with that Corporations Instrument, amounts in the financial report and the Directors' report have been rounded off to the nearest thousand dollars unless otherwise stated.

### Single set of financial statements

The Schemes are entities of the kind referred to in ASIC *Corporations (Related Scheme Reports) Instrument 2015/839*. In accordance with the legislative instrument, registered schemes with common Responsible Entity (or related Responsible Entities) are permitted to include their financial statements in adjacent columns in a single set of financial statements.

### Lead auditor's independence declaration

The lead auditor's independence declaration, as required under section 307C of the *Corporations Act 2001*, is set out on page 46 and forms part of the Directors' Report for the financial year ended 31 May 2025.

Signed in accordance with a resolution of the Directors of MLC Investments Limited.



**Kathryn Watt**

**Director**

Melbourne

11 August 2025

# Financial Report

## Statements of Financial Position

### as at 31 May 2025

		1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Assets</b>									
Cash and cash equivalents	5.2	319	679	3,266	4,395	5,892	9,804	1,628	4,052
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Receivables		591	686	13,416	17,936	33,480	34,120	10,964	12,217
Financial assets held at fair value through profit or loss	4.1	44,946	48,551	947,728	1,114,626	2,099,463	2,031,736	806,790	849,191
<b>Total assets</b>		<b>45,856</b>	<b>49,916</b>	<b>964,410</b>	<b>1,136,957</b>	<b>2,138,835</b>	<b>2,075,660</b>	<b>819,382</b>	<b>865,460</b>
<b>Liabilities</b>									
Bank overdraft	5.2	-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Distributions payable		507	440	26,578	67,343	51,225	149,075	23,030	65,732
Payables		74	56	678	1,297	1,664	2,602	567	756
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	-
<b>Total liabilities</b>		<b>581</b>	<b>496</b>	<b>27,256</b>	<b>68,640</b>	<b>52,889</b>	<b>151,677</b>	<b>23,597</b>	<b>66,488</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>45,275</b>	<b>49,420</b>	<b>937,154</b>	<b>1,068,317</b>	<b>2,085,946</b>	<b>1,923,983</b>	<b>795,785</b>	<b>798,972</b>
		5. MLC MasterKey Unit Trust Share Portfolio		6. MLC MasterKey Unit Trust Accelerated Growth Portfolio		7. MLC MasterKey Unit Trust Property Securities Fund		8. MLC MasterKey Unit Trust Australian Share Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Assets</b>									
Cash and cash equivalents	5.2	985	2,161	69	118	-	497	506	862
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	250	-	-	-
Receivables		5,060	4,654	433	2,267	7	609	1,787	63
Financial assets held at fair value through profit or loss	4.1	417,282	386,906	33,260	29,730	66,196	64,788	86,060	89,827
<b>Total assets</b>		<b>423,327</b>	<b>393,721</b>	<b>33,762</b>	<b>32,115</b>	<b>66,453</b>	<b>65,894</b>	<b>88,353</b>	<b>90,752</b>
<b>Liabilities</b>									
Bank overdraft	5.2	-	-	-	-	42	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Distributions payable		5,303	33,914	-	8	5	710	1,629	1,663
Payables		405	366	26	42	46	63	66	165
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	-
<b>Total liabilities</b>		<b>5,708</b>	<b>34,280</b>	<b>26</b>	<b>50</b>	<b>93</b>	<b>773</b>	<b>1,695</b>	<b>1,828</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>417,619</b>	<b>359,441</b>	<b>33,736</b>	<b>32,065</b>	<b>66,360</b>	<b>65,121</b>	<b>86,658</b>	<b>88,924</b>

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

# Financial Report

## Statements of Financial Position

### as at 31 May 2025

		9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Assets</b>									
Cash and cash equivalents	5.2	39,504	22,796	841	1,220	572	110	23,822	28,238
Margin accounts		125	-	-	-	-	-	-	8,654
Outstanding settlements		2,546	8,242	240	-	-	-	-	918
Receivables		8,342	11,442	3,459	3,588	24	331	2,708	2,251
Financial assets held at fair value through profit or loss	4.1	1,363,755	1,333,291	102,037	99,057	52,002	45,880	514,212	588,606
<b>Total assets</b>		<b>1,414,272</b>	<b>1,375,771</b>	<b>106,577</b>	<b>103,865</b>	<b>52,598</b>	<b>46,321</b>	<b>540,742</b>	<b>628,667</b>
<b>Liabilities</b>									
Bank overdraft	5.2	-	-	-	-	-	-	-	-
Outstanding settlements		945	-	-	-	400	-	-	-
Distributions payable		128,247	81,050	5,251	3,425	98	1,051	86,266	33,268
Payables		1,318	1,925	60	61	44	41	768	800
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	5,583
<b>Total liabilities</b>		<b>130,510</b>	<b>82,975</b>	<b>5,311</b>	<b>3,486</b>	<b>542</b>	<b>1,092</b>	<b>87,034</b>	<b>39,651</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>1,283,762</b>	<b>1,292,796</b>	<b>101,266</b>	<b>100,379</b>	<b>52,056</b>	<b>45,229</b>	<b>453,708</b>	<b>589,016</b>
		13. MLC MasterKey Unit Trust Cash Fund							
	Note	31 May 2025 \$'000	31 May 2024 \$'000						
<b>Assets</b>									
Cash and cash equivalents	5.2	84,494	80,018						
Margin accounts		-	-						
Outstanding settlements		-	-						
Receivables		15	337						
Financial assets held at fair value through profit or loss	4.1	-	-						
<b>Total assets</b>		<b>84,509</b>	<b>80,355</b>						
<b>Liabilities</b>									
Bank overdraft	5.2	-	-						
Outstanding settlements		-	-						
Distributions payable		853	859						
Payables		41	39						
Financial liabilities held at fair value through profit or loss	4.2	-	-						
<b>Total liabilities</b>		<b>894</b>	<b>898</b>						
<b>Total net assets attributable to unitholders - Equity</b>		<b>83,615</b>	<b>79,457</b>						

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

# Financial Report

## Statements of Comprehensive Income

### for the financial year ended 31 May 2025

		1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Investment income</b>									
Interest income		15	21	123	142	165	137	73	92
Dividend and distribution income		1,989	2,794	39,947	76,665	73,612	161,451	24,082	79,337
Net change in fair value of investments		1,420	1,066	44,572	37,376	119,976	71,589	57,604	35,628
Other income		-	-	-	-	-	-	-	-
<b>Total investment income</b>		<b>3,424</b>	<b>3,881</b>	<b>84,642</b>	<b>114,183</b>	<b>193,753</b>	<b>233,177</b>	<b>81,759</b>	<b>115,057</b>
<b>Expenses</b>									
Responsible Entity fees	7.4	522	571	12,091	14,210	24,852	23,804	9,708	10,328
Interest expense		1	1	-	-	-	-	-	-
Other expenses		-	-	-	-	-	-	-	-
<b>Total operating expenses</b>		<b>523</b>	<b>572</b>	<b>12,091</b>	<b>14,210</b>	<b>24,852</b>	<b>23,804</b>	<b>9,708</b>	<b>10,328</b>
<b>Operating profit</b>		<b>2,901</b>	<b>3,309</b>	<b>72,551</b>	<b>99,973</b>	<b>168,901</b>	<b>209,373</b>	<b>72,051</b>	<b>104,729</b>
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income for the financial year</b>		<b>2,901</b>	<b>3,309</b>	<b>72,551</b>	<b>99,973</b>	<b>168,901</b>	<b>209,373</b>	<b>72,051</b>	<b>104,729</b>
		5. MLC MasterKey Unit Trust Share Portfolio		6. MLC MasterKey Unit Trust Accelerated Growth Portfolio		7. MLC MasterKey Unit Trust Property Securities Fund		8. MLC MasterKey Unit Trust Australian Share Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Investment income</b>									
Interest income		33	37	4	6	7	9	9	14
Dividend and distribution income		9,549	39,823	871	2,338	432	1,677	2,069	9,950
Net change in fair value of investments		32,131	14,734	3,048	3,296	8,479	11,524	6,103	766
Other income		-	-	-	-	-	-	-	-
<b>Total investment income</b>		<b>41,713</b>	<b>54,594</b>	<b>3,923</b>	<b>5,640</b>	<b>8,918</b>	<b>13,210</b>	<b>8,181</b>	<b>10,730</b>
<b>Expenses</b>									
Responsible Entity fees	7.4	4,887	4,608	432	410	739	695	987	1,141
Interest expense		-	-	-	-	-	-	-	-
Other expenses		-	-	-	-	-	-	-	-
<b>Total operating expenses</b>		<b>4,887</b>	<b>4,608</b>	<b>432</b>	<b>410</b>	<b>739</b>	<b>695</b>	<b>987</b>	<b>1,141</b>
<b>Operating profit</b>		<b>36,826</b>	<b>49,986</b>	<b>3,491</b>	<b>5,230</b>	<b>8,179</b>	<b>12,515</b>	<b>7,194</b>	<b>9,589</b>
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income for the financial year</b>		<b>36,826</b>	<b>49,986</b>	<b>3,491</b>	<b>5,230</b>	<b>8,179</b>	<b>12,515</b>	<b>7,194</b>	<b>9,589</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Comprehensive Income**  
**for the financial year ended 31 May 2025**

		9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Investment income</b>									
Interest income		1,475	1,108	11	17	5	5	1,081	765
Dividend and distribution income		59,340	64,331	5,649	5,929	758	8,381	9,969	11,737
Net change in fair value of investments		125,095	90,710	6,919	6,425	6,144	(213)	2,729	58,983
Other income		308	-	-	-	-	-	96	-
<b>Total investment income</b>		<b>186,218</b>	<b>156,149</b>	<b>12,579</b>	<b>12,371</b>	<b>6,907</b>	<b>8,173</b>	<b>13,875</b>	<b>71,485</b>
<b>Expenses</b>									
Responsible Entity fees	7.4	20,903	20,464	942	924	685	608	10,248	11,138
Interest expense		-	-	1	-	-	-	27	-
Other expenses		1,112	873	-	-	-	-	595	581
<b>Total operating expenses</b>		<b>22,015</b>	<b>21,337</b>	<b>943</b>	<b>924</b>	<b>685</b>	<b>608</b>	<b>10,870</b>	<b>11,719</b>
<b>Operating profit</b>		<b>164,203</b>	<b>134,812</b>	<b>11,636</b>	<b>11,447</b>	<b>6,222</b>	<b>7,565</b>	<b>3,005</b>	<b>59,766</b>
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income for the financial year</b>		<b>164,203</b>	<b>134,812</b>	<b>11,636</b>	<b>11,447</b>	<b>6,222</b>	<b>7,565</b>	<b>3,005</b>	<b>59,766</b>
		13. MLC MasterKey Unit Trust Cash Fund							
	Note	31 May 2025 \$'000	31 May 2024 \$'000						
<b>Investment income</b>									
Interest income		4,426	4,031						
Dividend and distribution income		-	-						
Net change in fair value of investments		-	-						
Other income		-	-						
<b>Total investment income</b>		<b>4,426</b>	<b>4,031</b>						
<b>Expenses</b>									
Responsible Entity fees	7.4	708	664						
Interest expense		-	-						
Other expenses		-	-						
<b>Total operating expenses</b>		<b>708</b>	<b>664</b>						
<b>Operating profit</b>		<b>3,718</b>	<b>3,367</b>						
Other comprehensive income		-	-						
<b>Total comprehensive income for the financial year</b>		<b>3,718</b>	<b>3,367</b>						

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

# Financial Report

## Statements of Changes in Equity

### for the financial year ended 31 May 2025

		1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Total equity at the beginning of the financial year</b>		49,420	53,742	1,068,317	1,230,454	1,923,983	1,869,352	798,972	803,399
<b>Total comprehensive income for the financial year</b>		2,901	3,309	72,551	99,973	168,901	209,373	72,051	104,729
<b>Transactions with unitholders</b>									
Applications		2,129	2,322	96,457	20,392	153,678	44,669	94,767	33,981
Redemptions		(8,024)	(9,051)	(265,336)	(207,403)	(104,425)	(43,480)	(146,918)	(74,716)
Distributions paid and payable		(1,151)	(902)	(34,835)	(75,099)	(56,191)	(155,931)	(23,087)	(68,421)
<b>Total transactions with unitholders</b>		<b>(7,046)</b>	<b>(7,631)</b>	<b>(203,714)</b>	<b>(262,110)</b>	<b>(6,938)</b>	<b>(154,742)</b>	<b>(75,238)</b>	<b>(109,156)</b>
<b>Total equity at the end of the financial year</b>		<b>45,275</b>	<b>49,420</b>	<b>937,154</b>	<b>1,068,317</b>	<b>2,085,946</b>	<b>1,923,983</b>	<b>795,785</b>	<b>798,972</b>
	Note	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000
<b>Opening balance</b>		40,404	46,056	1,026,568	1,202,748	1,261,205	1,259,530	546,402	572,102
Applications		1,702	1,955	92,214	19,551	100,723	29,660	64,557	23,795
Redemptions		(6,395)	(7,607)	(247,367)	(195,731)	(65,094)	(27,985)	(96,886)	(49,495)
<b>Closing balance</b>		<b>35,711</b>	<b>40,404</b>	<b>871,415</b>	<b>1,026,568</b>	<b>1,296,834</b>	<b>1,261,205</b>	<b>514,073</b>	<b>546,402</b>
<b>Distribution Cents per Unit (CPU)</b>		3.09	2.18	3.90	7.25	4.32	12.36	4.49	12.50
		5. MLC MasterKey Unit Trust Share Portfolio		6. MLC MasterKey Unit Trust Accelerated Growth Portfolio		7. MLC MasterKey Unit Trust Property Securities Fund		8. MLC MasterKey Unit Trust Australian Share Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Total equity at the beginning of the financial year</b>		359,441	330,784	32,065	28,020	65,121	60,909	88,924	85,385
<b>Total comprehensive income for the financial year</b>		36,826	49,986	3,491	5,230	8,179	12,515	7,194	9,589
<b>Transactions with unitholders</b>									
Applications		34,237	21,027	1,057	1,273	1,183	926	3,273	5,488
Redemptions		(7,582)	(8,442)	(2,877)	(2,450)	(7,858)	(8,232)	(11,104)	(8,983)
Distributions paid and payable		(5,303)	(33,914)	-	(8)	(265)	(997)	(1,629)	(2,555)
<b>Total transactions with unitholders</b>		<b>21,352</b>	<b>(21,329)</b>	<b>(1,820)</b>	<b>(1,185)</b>	<b>(6,940)</b>	<b>(8,303)</b>	<b>(9,460)</b>	<b>(6,050)</b>
<b>Total equity at the end of the financial year</b>		<b>417,619</b>	<b>359,441</b>	<b>33,736</b>	<b>32,065</b>	<b>66,360</b>	<b>65,121</b>	<b>86,658</b>	<b>88,924</b>
	Note	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000
<b>Opening balance</b>		333,139	320,665	15,578	16,148	51,452	57,956	43,868	45,576
Applications		31,824	20,235	476	685	888	829	1,566	2,885
Redemptions		(6,634)	(7,761)	(1,340)	(1,255)	(5,783)	(7,333)	(5,210)	(4,593)
<b>Closing balance</b>		<b>358,329</b>	<b>333,139</b>	<b>14,714</b>	<b>15,578</b>	<b>46,557</b>	<b>51,452</b>	<b>40,224</b>	<b>43,868</b>
<b>Distribution Cents per Unit (CPU)</b>		1.48	10.18	-	0.05	0.53	1.92	4.05	5.76

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

# Financial Report

## Statements of Changes in Equity

### for the financial year ended 31 May 2025

		9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Total equity at the beginning of the financial year</b>		1,292,796	1,326,891	100,379	99,094	45,229	42,115	589,016	589,754
<b>Total comprehensive income for the financial year</b>		164,203	134,812	11,636	11,447	6,222	7,565	3,005	59,766
<b>Transactions with unitholders</b>									
Applications		138,581	111,267	6,496	8,049	5,402	1,955	34,951	35,090
Redemptions		(157,597)	(169,574)	(10,498)	(13,120)	(4,699)	(5,355)	(86,998)	(62,326)
Distributions paid and payable		(154,221)	(110,600)	(6,747)	(5,091)	(98)	(1,051)	(86,266)	(33,268)
<b>Total transactions with unitholders</b>		<b>(173,237)</b>	<b>(168,907)</b>	<b>(10,749)</b>	<b>(10,162)</b>	<b>605</b>	<b>(4,451)</b>	<b>(138,313)</b>	<b>(60,504)</b>
<b>Total equity at the end of the financial year</b>		<b>1,283,762</b>	<b>1,292,796</b>	<b>101,266</b>	<b>100,379</b>	<b>52,056</b>	<b>45,229</b>	<b>453,708</b>	<b>589,016</b>

	Note	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000	31 May 2025 Units '000	31 May 2024 Units '000
<b>Opening balance</b>		597,712	623,230	51,353	53,891	13,408	14,491	312,960	326,724
Applications		62,130	51,381	3,199	4,314	1,497	617	18,528	19,131
Redemptions		(68,840)	(76,899)	(5,112)	(6,852)	(1,290)	(1,700)	(46,687)	(32,895)
<b>Closing balance</b>		<b>591,002</b>	<b>597,712</b>	<b>49,440</b>	<b>51,353</b>	<b>13,615</b>	<b>13,408</b>	<b>284,801</b>	<b>312,960</b>
<b>Distribution Cents per Unit (CPU)</b>		25.98	18.36	13.55	9.78	0.72	7.84	30.29	10.63

		13. MLC MasterKey Unit Trust Cash Fund†	
	Note	31 May 2025 \$'000	31 May 2024 \$'000
<b>Total equity at the beginning of the financial year</b>		79,457	91,626
<b>Total comprehensive income for the financial year</b>		3,718	3,367
<b>Transactions with unitholders</b>			
Applications		75,805	63,089
Redemptions		(71,642)	(75,243)
Distributions paid and payable		(3,723)	(3,382)
<b>Total transactions with unitholders</b>		<b>440</b>	<b>(15,536)</b>
<b>Total equity at the end of the financial year</b>		<b>83,615</b>	<b>79,447</b>

	Note	31 May 2025 Units '000	31 May 2024 Units '000
<b>Opening balance</b>		79,447	91,601
Applications		75,804	63,089
Redemptions		(71,642)	(75,243)
<b>Closing balance</b>		<b>83,609</b>	<b>79,447</b>
<b>Annualised rate (%)</b>		4.45	4.26

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

† Distributions are calculated daily based on the number of days the unitholder has invested in the Scheme.

# Financial Report

## Statements of Cash Flows

### for the financial year ended 31 May 2025

		1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		15	21	118	142	158	137	73	92
Dividend and distribution received		-	-	-	-	-	-	-	-
Other income received		-	-	-	-	-	-	-	-
Realised foreign exchange (losses)/gains		-	-	-	-	-	-	-	-
Net movement in margin accounts		-	-	-	-	-	-	-	-
Interest expense		(1)	(1)	-	(9)	-	-	-	(2)
Operating expenses paid		(527)	(573)	(12,298)	(14,243)	(25,026)	(23,522)	(9,849)	(10,216)
Proceeds from sale of investments		10,500	18,839	358,330	455,116	259,678	470,958	203,494	269,475
Purchase of investments		(3,392)	(10,694)	(102,382)	(240,141)	(133,174)	(404,199)	(78,220)	(196,382)
<b>Net cash inflow from operating activities</b>	<b>5.1</b>	<b>6,595</b>	<b>7,592</b>	<b>243,768</b>	<b>200,865</b>	<b>101,636</b>	<b>43,374</b>	<b>115,498</b>	<b>62,967</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		1,472	1,909	21,951	6,939	5,844	5,819	30,477	13,899
Payments for redemption of units		(8,001)	(9,213)	(265,748)	(206,982)	(105,189)	(42,693)	(146,967)	(74,703)
Distributions paid		(426)	(265)	(1,100)	(198)	(6,203)	(1,849)	(1,432)	(463)
<b>Net cash outflow from financing activities</b>		<b>(6,955)</b>	<b>(7,569)</b>	<b>(244,897)</b>	<b>(200,241)</b>	<b>(105,548)</b>	<b>(38,723)</b>	<b>(117,922)</b>	<b>(61,267)</b>
Net increase/(decrease) in cash and cash equivalents		(360)	23	(1,129)	624	(3,912)	4,651	(2,424)	1,700
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		679	656	4,395	3,771	9,804	5,153	4,052	2,352
<b>Cash and cash equivalents at the end of the financial year</b>	<b>5.2</b>	<b>319</b>	<b>679</b>	<b>3,266</b>	<b>4,395</b>	<b>5,892</b>	<b>9,804</b>	<b>1,628</b>	<b>4,052</b>
		5. MLC MasterKey Unit Trust Share Portfolio		6. MLC MasterKey Unit Trust Accelerated Growth Portfolio		7. MLC MasterKey Unit Trust Property Securities Fund		8. MLC MasterKey Unit Trust Australian Share Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		33	37	4	6	7	9	9	14
Dividend and distribution received		-	-	-	-	-	-	-	-
Other income received		-	-	-	-	-	-	-	-
Realised foreign exchange (losses)/gains		-	-	-	-	-	-	-	-
Net movement in margin accounts		-	-	-	-	-	-	-	-
Interest expense		-	-	-	-	-	-	-	-
Operating expenses paid		(4,922)	(4,529)	(436)	(403)	(740)	(694)	(1,058)	(1,076)
Proceeds from sale of investments		17,072	74,212	3,611	2,060	7,965	8,754	10,412	10,542
Purchase of investments		(6,174)	(61,387)	(1,390)	(221)	(110)	-	(200)	(1,210)
<b>Net cash inflow from operating activities</b>	<b>5.1</b>	<b>6,009</b>	<b>8,333</b>	<b>1,789</b>	<b>1,442</b>	<b>7,122</b>	<b>8,069</b>	<b>9,163</b>	<b>8,270</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		1,303	1,097	1,052	1,011	581	401	2,010	1,337
Payments for redemption of units		(7,508)	(8,411)	(2,889)	(2,439)	(7,874)	(8,215)	(11,131)	(8,952)
Distributions paid		(980)	(689)	(1)	(43)	(368)	(301)	(398)	(1,416)
<b>Net cash outflow from financing activities</b>		<b>(7,185)</b>	<b>(8,003)</b>	<b>(1,838)</b>	<b>(1,471)</b>	<b>(7,661)</b>	<b>(8,115)</b>	<b>(9,519)</b>	<b>(9,031)</b>
Net increase/(decrease) in cash and cash equivalents		(1,176)	330	(49)	(29)	(539)	(46)	(356)	(761)
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		2,161	1,831	118	147	497	543	862	1,623
<b>Cash and cash equivalents at the end of the financial year</b>	<b>5.2</b>	<b>985</b>	<b>2,161</b>	<b>69</b>	<b>118</b>	<b>(42)</b>	<b>497</b>	<b>506</b>	<b>862</b>

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

# Financial Report

## Statements of Cash Flows

### for the financial year ended 31 May 2025

		9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		1,468	1,108	10	18	5	5	1,067	750
Dividend and distribution received		62,363	64,312	-	-	-	-	9,521	12,457
Other income received		308	-	-	-	-	-	96	-
Realised foreign exchange (losses)/gains		-	-	-	-	-	-	5,952	(2,713)
Net movement in margin accounts		(125)	-	-	-	-	-	8,654	(6,953)
Interest expense		-	-	(1)	-	-	-	(27)	-
Operating expenses paid		(21,991)	(21,358)	(941)	(928)	(681)	(604)	(10,989)	(11,683)
Proceeds from sale of investments		365,507	283,937	10,068	14,700	4,216	13,048	451,124	293,599
Purchase of investments		(264,236)	(197,367)	(590)	(800)	(2,730)	(8,792)	(384,755)	(237,608)
<b>Net cash inflow from operating activities</b>	<b>5.1</b>	<b>143,294</b>	<b>130,632</b>	<b>8,546</b>	<b>12,990</b>	<b>810</b>	<b>3,657</b>	<b>80,643</b>	<b>47,849</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		35,578	31,735	2,646	1,551	4,709	1,673	5,241	5,204
Payments for redemption of units		(158,227)	(169,170)	(10,500)	(13,284)	(4,700)	(5,354)	(86,884)	(62,615)
Distributions paid		(3,937)	(3,684)	(1,071)	(1,938)	(357)	(160)	(3,552)	(3,664)
<b>Net cash outflow from financing activities</b>		<b>(126,586)</b>	<b>(141,119)</b>	<b>(8,925)</b>	<b>(13,671)</b>	<b>(348)</b>	<b>(3,841)</b>	<b>(85,195)</b>	<b>(61,075)</b>
Net increase/(decrease) in cash and cash equivalents		16,708	(10,487)	(379)	(681)	462	(184)	(4,552)	(13,226)
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	136	(1,893)
Cash and cash equivalents at the beginning of the financial year		22,796	33,283	1,220	1,901	110	294	28,238	43,357
<b>Cash and cash equivalents at the end of the financial year</b>	<b>5.2</b>	<b>39,504</b>	<b>22,796</b>	<b>841</b>	<b>1,220</b>	<b>572</b>	<b>110</b>	<b>23,822</b>	<b>28,238</b>
		13. MLC MasterKey Unit Trust Cash Fund							
	Note	31 May 2025 \$'000	31 May 2024 \$'000						
<b>Cash flows from operating activities:</b>									
Interest received		4,748	3,698						
Dividend and distribution received		-	-						
Other income received		-	-						
Realised foreign exchange (losses)/gains		-	-						
Net movement in margin accounts		-	-						
Interest expense		-	-						
Operating expenses paid		(706)	(668)						
Proceeds from sale of investments		-	-						
Purchase of investments		-	-						
<b>Net cash inflow from operating activities</b>	<b>5.1</b>	<b>4,042</b>	<b>3,030</b>						
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		75,805	63,089						
Payments for redemption of units		(71,642)	(75,243)						
Distributions paid		(3,729)	(3,284)						
<b>Net cash outflow from financing activities</b>		<b>434</b>	<b>(15,438)</b>						
Net increase/(decrease) in cash and cash equivalents		4,476	(12,408)						
Effect of exchange rate fluctuations on cash and cash equivalents		-	-						
Cash and cash equivalents at the beginning of the financial year		80,018	92,426						
<b>Cash and cash equivalents at the end of the financial year</b>	<b>5.2</b>	<b>84,494</b>	<b>80,018</b>						

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

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## **Financial Report**

### **Notes to the Financial Statements**

#### **for the financial year ended 31 May 2025**

#### **1. Reporting entity**

The Schemes included in these financial statements are registered Managed Investment Schemes under the *Corporations Act 2001*. The financial statements of the Schemes are for the financial year ended 31 May 2025.

The financial statements were authorised for issue in accordance with a resolution of the Directors of the Responsible Entity on 11 August 2025.

#### **2. Basis of preparation**

The Statements of Financial Position are prepared on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. Balances are generally expected to be recovered or settled within twelve months, except for financial assets at fair value through profit or loss and net assets attributable to unitholders.

##### **2.1 Statement of compliance**

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards issued by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The financial statements of the Schemes also comply with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

##### **2.2 Basis of consolidation**

The Schemes have assessed whether their investments in unlisted related registered managed investment schemes should be classified as structured entities. A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. The Schemes have concluded that their investments in unlisted registered managed investment schemes meet the definition of structured entities as the voting rights of these unlisted registered managed investment schemes are not substantive in nature as set out in Note 8 Interests in unconsolidated structured entities. As such, the Schemes do not consolidate any entities.

##### **2.3 Basis of measurement**

The financial statements have been prepared on the historical cost basis except for:

- financial assets and liabilities held at fair value through profit or loss, which are measured at fair value; and
- other financial liabilities, which are measured at amortised cost using the effective interest rate method.

##### **2.4 Functional and presentation currency**

Items included in the Schemes' financial statements are measured using the currency of the primary economic environment in which they operate (the "functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Schemes compete for funds and are regulated. The Australian dollar is also the Schemes' presentation currency.

##### **2.5 Use of estimates and judgements**

The preparation of the financial statements which are in conformity with IFRS, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and the disclosure of contingent assets and liabilities. The estimates and associated assumptions can refer to historical experience and various other factors that are believed to be reasonable using market participant assumptions in the current market environment based on what is known and knowable at the measurement date. The results of this assessment forms the basis of making the judgement about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Note 6.6 Valuation of financial instruments contains information about the estimation of fair values of financial instruments.

##### **2.6 Going concern**

The financial statements have been prepared on a going concern basis.

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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 31 May 2025****2.7 Changes in material accounting policies**

There were no material changes in the accounting policies of the Schemes during the financial year.

**2.8 New standards and interpretations not yet adopted**

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 June 2025 and have not been early adopted in preparing these financial statements. The Schemes are assessing the impact of accounting standard AASB 18 *Presentation and Disclosure in Financial Statements* which replaces AASB 101 *Presentation of Financial Statements* for annual reporting periods beginning after 1 January 2027. AASB 18 aims to provide greater consistency in the presentation of income and expenses in the Statements of Comprehensive Income and Statements of Cash Flows, and additional disaggregated information. None of these are expected to have a material effect on the financial statements of the Schemes, except for the Schemes impacted by climate-related financial disclosures and sustainability reporting.

**3. Material accounting policies**

The material accounting policies set out below have been applied consistently to all periods presented in these financial statements, unless otherwise stated.

**3.1 Foreign currency translation**

Foreign currency transactions are translated to Australian dollars at the rates of exchange prevailing at the dates of the transactions. Assets and liabilities denominated in foreign currencies are translated at the rates of exchange prevailing at the reporting date. Unrealised foreign exchange gains or losses, arising in translation of assets and liabilities denominated in foreign currencies at reporting date, are recognised as part of the 'Net change in fair value of investments' in the Statements of Comprehensive Income. Realised gains and losses on amounts denominated in foreign currencies are also brought to account as part of 'Net change in fair value of investments' in the Statements of Comprehensive Income and as 'Realised foreign exchange gains/(losses)' in the Statements of Cash Flows.

**3.2 Financial instruments****3.2.1 Recognition and initial measurement**

Financial assets and liabilities held at fair value through profit or loss are recognised initially on the trade date at which the Schemes become a party to the contractual provisions of the instrument. Other financial assets and liabilities are recognised on the due date they originated.

Financial assets and financial liabilities held at fair value through profit or loss are measured initially at fair value, with transaction costs recognised in the Statements of Comprehensive Income. Financial assets or liabilities not held at fair value through profit or loss are measured initially at fair value plus transaction costs, that are directly attributable to its acquisition or issue.

**3.2.2 Derecognition**

The Schemes derecognise financial assets when the contractual rights to the cash flows from the financial assets expire or they transfer the financial assets and the transfer qualifies for derecognition in accordance with AASB 9 *Financial Instruments*.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

When there is objective evidence that the Schemes will not be able to collect all amounts due according to the original terms of the receivable, the Schemes will write off the amount by reducing the carrying amount directly in the Statements of Financial Position and also recognise a loss or other expense in the Statements of Comprehensive Income.

**3.2.3 Classification**

Financial assets and financial liabilities held at fair value through profit or loss are those that meet the definition of held for trading in AASB 9 *Financial Instruments*. These include investments in equity instruments, derivatives, listed and unlisted unit trusts.

Financial assets measured at amortised cost include cash and cash equivalents. Financial liabilities measured at amortised cost include balances due to brokers and accounts payable.

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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 31 May 2025**

**3.2.4 Measurement**

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statements of Comprehensive Income.

Financial liabilities and term deposits, other than those at fair value through profit or loss, are measured at amortised cost using the effective interest rate method.

Refer to Note 6.6 Valuation of financial instruments for additional disclosures.

**3.2.5 Fair value measurement principles**

The Schemes have adopted AASB 13 *Fair Value Measurement* and as a result the Schemes have adopted the definition of fair value as set out below.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal, or in its absence, the most advantageous market to which the Schemes have access at that date.

The prices used to value investments include, but are not limited to:

- independent prices obtained for each security;
- quoted 'bid' prices on long securities and quoted 'ask' prices on securities sold short; and
- net asset value prices published by the relevant Responsible Entity, for investments into unlisted unit trusts.

In accordance with the Constitutions, the Schemes are contractually obliged to redeem units at redemption price, which includes an allowance for transaction costs that would be incurred by the Schemes on disposal of assets required to fund the redemptions.

When applicable, the Schemes measure the fair value of an instrument using the quoted prices in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

When there is no quoted price in an active market, the Schemes use valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all the factors that market participants would take into account in pricing a transaction.

**3.2.6 Offsetting**

Financial assets and liabilities are offset and the net amount presented in the Statements of Financial Position when, and only when, the Schemes have a legal right to offset the amounts and they intend either to settle on a net basis or realise the asset and settle the liability simultaneously.

Refer to Note 6.3.7 Offsetting financial assets and financial liabilities for additional disclosures.

Income and expenses are presented on a net basis only when permitted under AASBs, e.g. for gains and losses arising from a group of similar transactions, such as gains and losses from financial instruments held at fair value through profit or loss.

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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 31 May 2025****3.2.7 Derivative financial instruments**

The Schemes use derivative financial instruments to hedge their exposure to credit, interest rate, foreign exchange and price risks arising from investment activities. In accordance with their investment strategy, the Schemes hold or issue derivative financial instruments for hedging purposes.

Derivative financial instruments are recognised initially at cost. Subsequent to initial recognition, derivative financial instruments are stated at fair value. The gain or loss on remeasurement to fair value is recognised immediately in the Statements of Comprehensive Income. The Schemes do not apply hedge accounting.

Futures contracts

Futures contracts are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. Futures contracts are collateralised by cash and cash equivalents or by other assets ("initial margin"). Subsequent payments, known as "variation margin", are made or received by the Schemes each day, depending on the daily fluctuations in the fair value of the underlying security. The futures contracts are marked to market daily.

Foreign exchange forward contracts

The value of a foreign exchange forward contract fluctuates with changes in currency exchange rates. The forward is marked to market daily.

**3.3 Cash and cash equivalents**

For the purpose of presentation in the Statements of Cash Flows, cash and cash equivalents may include cash at bank, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash which are subject to an insignificant risk of changes in value. Bank overdrafts are shown in liabilities on the Statement of Financial Position but are included within cash and cash equivalents for cash flow purposes.

**3.4 Margin accounts**

Margin accounts comprise cash held as collateral for derivative transactions. The cash is held by the broker in a custodial capacity.

**3.5 Outstanding settlements**

Unsettled sales are amounts due from brokers for securities sold that have not been received at reporting date. Trades are recorded on trade date, and normally settle within three business days.

Unsettled purchases are amounts due to brokers for securities purchased that have not been paid at reporting date. Trades are recorded on trade date and normally settle within three business days.

**3.6 Receivables**

Receivables are measured at transaction price and may include amounts for accrued income and other receivables such as Reduced Input Tax Credits (RITC). RITC is the amount of Goods and Services Tax (GST) recoverable from the Australian Taxation Office (ATO).

Accrued income may include amounts for dividends, trust distributions, interest income and compensation income. Amounts are generally received within 30 days of being recorded as receivables.

**3.7 Distributions payable**

The distributions payable to unitholders as at the reporting date is recognised separately in the Statements of Financial Position as unitholders are presently entitled to the distributable income as at 31 May 2025 under the Schemes' Constitutions.

**3.8 Payables**

Payables may include amounts for accrued expenses and other payables such as GST.

Accrued expenses include Responsible Entity fees payable.

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## Financial Report

### Notes to the Financial Statements

#### for the financial year ended 31 May 2025

#### 3.9 Net assets attributable to unitholders

The amount of net assets attributable to unitholders can change significantly on a daily basis due to fair value movements, and as the Schemes are subject to daily applications and redemptions at the discretion of unitholders. The Responsible Entity monitors the level of daily applications and redemptions relative to the liquid assets in the Schemes. Under the terms of each Scheme's Constitution, the Responsible Entity has the discretion to reject an application for units and to defer or adjust a redemption of units if the exercise of such discretion is in the best interests of unitholders.

In order to maintain or adjust the capital structure, the Responsible Entity may return capital to unitholders. The Schemes do not have any externally imposed capital requirements. The units can be put back to the Schemes at any time for cash based on the redemption price. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the end of the reporting period if unitholders exercised their right to redeem units from the Schemes.

Under AASB 132 *Financial Instruments: Presentation*, puttable financial instruments are classified as equity where the following criteria are met:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Schemes' liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Schemes, and it is not a contract settled in the Schemes' own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The above criteria are satisfied for Schemes with a single unit class and net assets attributable to unitholders are classified as equity. Movements of net assets attributable to unitholders are disclosed in the Statements of Changes in Equity.

#### 3.10 Terms and conditions of units

The Schemes included in these financial statements have a single unit class.

All units of a class issued by each Scheme will be of an equal value and confer identical interests and rights to, and be subject to the same conditions as, all other units in that class. A unit does not confer any interest in any particular asset or investment of each Scheme. Unitholders have various rights under the Constitutions and the *Corporations Act 2001*, including the right to:

- have their units redeemed;
- accumulate income, which is reflected in the unit price;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Scheme.

#### 3.11 Interest income

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents.

#### 3.12 Dividend income

Dividend income is recognised in the Statements of Comprehensive Income on the ex-dividend date.

In some cases, the Schemes may receive or choose to receive dividends in the form of additional shares rather than cash. In such cases the Schemes recognise the dividend income for the amount of the cash dividend alternative with the corresponding debit treated as an additional investment.

Dividends which are reinvested are disclosed as non-cash transactions within Note 5 Reconciliation of cash flows from operating activities.

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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 31 May 2025****3.13 Distribution income**

Income distributions from listed unit trusts and unlisted unit trusts are recognised in the Statements of Comprehensive Income on an entitlement basis.

Distributions which are reinvested are disclosed as non-cash transactions within Note 5 Reconciliation of cash flows from operating activities.

**3.14 Net change in fair value of investments**

Changes in the fair value of investments are net gains or losses recognised in relation to financial assets and liabilities at fair value through profit or loss. Changes are determined as the difference between the fair value at year end or consideration received (if sold during the year) and the fair value as at the prior year end or initial fair value (if the investment was acquired during the year).

**3.15 Expenses**

All expenses, including Responsible Entity fees, are recognised in the Statements of Comprehensive Income on an accrual basis.

Interest expense is interest accrued on overdraft balances held during the financial year, and other expenses relate to brokerage fees from purchasing and selling assets.

**3.16 Foreign exchange gains and losses**

Foreign exchange gains and losses on financial assets and financial liabilities held at fair value through profit or loss are recognised together with other changes in the fair value. Included in the profit or loss line item are net foreign exchange gains or losses on monetary financial assets and financial liabilities other than those classified at fair value through profit or loss.

**3.17 Distributions to unitholders**

Distributions are payable as set out in the Schemes' PDSs. Distributions are determined by the Responsible Entity in accordance with each Scheme's Constitution and applicable tax legislation.

Financial instruments held at fair value may include unrealised capital gains or losses. Unrealised gains or losses that are recognised as 'profit or loss from operating activities' are transferred to net assets attributable to unitholders and are not assessable and do not impact distributions until realised.

Under AASB 132 *Financial Instruments: Presentation*, the Schemes that have a single unit class disclose distributions paid and payable in the Statements of Changes in Equity.

Distributions paid are included in cash flows from financing activities in the Statements of Cash Flows.

**3.18 Taxation**

Under the Attribution Managed Investment Trust (AMIT) tax regime, the AMIT Schemes are not subject to income tax as taxable income (including assessable realised capital gains) is attributed in full to the unitholders. The AMIT Schemes fully attribute their taxable income which is calculated in accordance with the Schemes' Constitutions and applicable taxation legislation, to the unitholders on a fair and reasonable basis consistent with their rights.

Net realised capital losses are not distributed to unitholders, but are retained to be offset against any future realised capital gains. Where realised assessable capital gains exceed realised capital losses, the excess will be distributed and attributed to unitholders as assessable income for taxation purposes.

The benefits of imputation credits and foreign taxes paid are passed on to unitholders.

**3.19 Goods and services tax**

Expenses incurred by the Schemes are recognised net of the amount of GST recoverable from the ATO as RITC.

Payables are stated with the amount of GST included. The net amount of GST recoverable from the ATO is included in receivables in the Statements of Financial Position. GST is included in the Statements of Cash Flows on a gross basis.

# Financial Report

## Notes to the Financial Statements

### for the financial year ended 31 May 2025

#### 4. Financial assets and liabilities

The tables below detail the categories of the financial assets and liabilities held by the Schemes at the reporting date:

	1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	44,946	48,551	947,728	1,114,626	2,099,463	2,031,736	806,790	849,191
Derivative assets	-	-	-	-	-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>44,946</b>	<b>48,551</b>	<b>947,728</b>	<b>1,114,626</b>	<b>2,099,463</b>	<b>2,031,736</b>	<b>806,790</b>	<b>849,191</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	-	-	-	-	-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	5. MLC MasterKey Unit Trust Share Portfolio		6. MLC MasterKey Unit Trust Accelerated Growth Portfolio		7. MLC MasterKey Unit Trust Property Securities Fund		8. MLC MasterKey Unit Trust Australian Share Fund	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	417,282	386,906	33,260	29,730	66,196	64,788	86,060	89,827
Derivative assets	-	-	-	-	-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>417,282</b>	<b>386,906</b>	<b>33,260</b>	<b>29,730</b>	<b>66,196</b>	<b>64,788</b>	<b>86,060</b>	<b>89,827</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	-	-	-	-	-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	1,363,719	1,333,291	-	-	-	-	514,212	587,209
Unlisted unit trusts	-	-	102,037	99,057	52,002	45,880	-	-
Derivative assets	36	-	-	-	-	-	-	1,397
<b>Total financial assets held at fair value through profit or loss</b>	<b>1,363,755</b>	<b>1,333,291</b>	<b>102,037</b>	<b>99,057</b>	<b>52,002</b>	<b>45,880</b>	<b>514,212</b>	<b>588,606</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	-	-	-	-	-	-	-	5,583
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,583</b>

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## Notes to the Financial Statements

### for the financial year ended 31 May 2025

#### 5. Reconciliation of cash flows from operating activities

The tables below detail the reconciliation of cash flows from operating activities for the year. For the purposes of the Statements of Cash Flows, cash includes cash at bank and short term deposits at call. Cash at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the related items in the Statements of Financial Position. Non-cash financing activities include in-specie transfers. In-specie transfers are transfers of investments without the movement of cash which can occur in the Schemes' ordinary operating activities or as a result of significant events.

	1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>5.1 Operating profit for the financial year</b>	2,901	3,309	72,551	99,973	168,901	209,373	72,051	104,729
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(1,420)	(1,066)	(44,572)	(37,376)	(119,976)	(71,589)	(57,604)	(35,628)
Realised foreign exchange (losses)/gains	-	-	-	-	-	-	-	-
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	10,500	18,839	358,330	455,116	259,678	470,958	203,494	269,475
Purchase of investments	(3,392)	(10,694)	(102,382)	(240,141)	(133,174)	(404,199)	(78,220)	(196,382)
Net movement in margin accounts	-	-	-	-	-	-	-	-
Decrease/(Increase) in receivables	95	(86)	4,527	(1,490)	638	(2,013)	1,188	4,890
Increase/(Decrease) in payables	(5)	(2)	(207)	(41)	(174)	282	(141)	110
Income reinvested	(2,084)	(2,708)	(44,479)	(75,176)	(74,257)	(159,438)	(25,270)	(84,227)
<b>Net cash inflow from operating activities</b>	<b>6,595</b>	<b>7,592</b>	<b>243,768</b>	<b>200,865</b>	<b>101,636</b>	<b>43,374</b>	<b>115,498</b>	<b>62,967</b>
<b>5.2 Cash and cash equivalents</b>								
Cash at bank	308	366	3,255	4,386	5,892	9,796	1,628	4,050
Deposits at call	11	313	11	9	-	8	-	2
<b>Cash and cash equivalents at the end of the financial year</b>	<b>319</b>	<b>679</b>	<b>3,266</b>	<b>4,395</b>	<b>5,892</b>	<b>9,804</b>	<b>1,628</b>	<b>4,052</b>
<b>5.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	658	413	74,500	13,451	147,838	39,014	64,357	20,018
Trust income reinvested	2,084	2,708	44,479	75,176	74,257	159,438	25,270	84,227
Other non-cash activities (in-specie assets purchase)	-	5,978	-	163,105	-	357,769	-	195,485
Other non-cash activities (in-specie assets sale)	-	(5,978)	-	(163,105)	-	(357,769)	-	(195,485)

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**Notes to the Financial Statements**  
**for the financial year ended 31 May 2025**

**5. Reconciliation of cash flows from operating activities**

	<b>5. MLC MasterKey Unit Trust Share Portfolio</b>		<b>6. MLC MasterKey Unit Trust Accelerated Growth Portfolio</b>		<b>7. MLC MasterKey Unit Trust Property Securities Fund</b>		<b>8. MLC MasterKey Unit Trust Australian Share Fund</b>	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>5.1 Operating profit for the financial year</b>	36,826	49,986	3,491	5,230	8,179	12,515	7,194	9,589
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(32,131)	(14,734)	(3,048)	(3,296)	(8,479)	(11,524)	(6,103)	(766)
Realised foreign exchange (losses)/gains	-	-	-	-	-	-	-	-
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	17,072	74,212	3,611	2,060	7,965	8,754	10,412	10,542
Purchase of investments	(6,174)	(61,387)	(1,390)	(221)	(110)	-	(200)	(1,210)
Net movement in margin accounts	-	-	-	-	-	-	-	-
Decrease/(Increase) in receivables	(406)	4,260	1,832	(683)	602	111	(1,726)	5,858
Increase/(Decrease) in payables	(36)	79	(4)	7	(1)	-	(71)	65
Income reinvested	(9,142)	(44,083)	(2,703)	(1,655)	(1,034)	(1,787)	(343)	(15,808)
<b>Net cash inflow from operating activities</b>	<b>6,009</b>	<b>8,333</b>	<b>1,789</b>	<b>1,442</b>	<b>7,122</b>	<b>8,069</b>	<b>9,163</b>	<b>8,270</b>
<b>5.2 Cash and cash equivalents</b>								
Cash at bank	985	2,150	69	118	(42)	497	506	862
Deposits at call	-	11	-	-	-	-	-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>985</b>	<b>2,161</b>	<b>69</b>	<b>118</b>	<b>(42)</b>	<b>497</b>	<b>506</b>	<b>862</b>
<b>5.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	32,934	19,930	7	262	602	525	1,265	4,149
Trust income reinvested	9,142	44,083	2,703	1,655	1,034	1,787	343	15,808
Other non-cash activities (in-specie assets purchase)	-	99,509	-	627	-	-	-	88,343
Other non-cash activities (in-specie assets sale)	-	(99,509)	-	(627)	-	-	-	(88,343)

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**for the financial year ended 31 May 2025**

**5. Reconciliation of cash flows from operating activities**

	9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>5.1 Operating profit for the financial year</b>	164,203	134,812	11,636	11,447	6,222	7,565	3,005	59,766
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(125,095)	(90,710)	(6,919)	(6,425)	(6,144)	213	(2,729)	(58,983)
Realised foreign exchange (losses)/gains	-	-	-	-	-	-	5,952	(2,713)
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	365,507	283,937	10,068	14,700	4,216	13,048	451,124	293,599
Purchase of investments	(264,236)	(197,367)	(590)	(800)	(2,730)	(8,792)	(384,755)	(237,608)
Net movement in margin accounts	(125)	-	-	-	-	-	8,654	(6,953)
Decrease/(Increase) in receivables	3,016	(19)	127	(2,810)	306	1,932	(462)	705
Increase/(Decrease) in payables	24	(21)	1	(4)	4	4	(146)	36
Income reinvested	-	-	(5,777)	(3,118)	(1,064)	(10,313)	-	-
<b>Net cash inflow from operating activities</b>	<b>143,294</b>	<b>130,632</b>	<b>8,546</b>	<b>12,990</b>	<b>810</b>	<b>3,657</b>	<b>80,643</b>	<b>47,849</b>
<b>5.2 Cash and cash equivalents</b>								
Cash at bank	9,512	11,214	841	1,220	572	110	10,309	7,189
Deposits at call	29,992	11,582	-	-	-	-	13,513	21,049
<b>Cash and cash equivalents at the end of the financial year</b>	<b>39,504</b>	<b>22,796</b>	<b>841</b>	<b>1,220</b>	<b>572</b>	<b>110</b>	<b>23,822</b>	<b>28,238</b>
<b>5.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	103,087	79,587	3,850	6,498	694	282	29,716	29,885
Trust income reinvested	-	-	5,777	3,118	1,064	10,313	-	-
Other non-cash activities (in-specie assets purchase)	-	-	-	-	-	32,995	-	-
Other non-cash activities (in-specie assets sale)	-	-	-	-	-	(32,995)	-	-

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## Notes to the Financial Statements

### for the financial year ended 31 May 2025

#### 5. Reconciliation of cash flows from operating activities

	13. MLC MasterKey Unit Trust Cash Fund	
	31 May 2025 \$'000	31 May 2024 \$'000
<b>5.1 Operating profit for the financial year</b>	3,718	3,367
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>		
Change in fair value of investments	-	-
Realised foreign exchange (losses)/gains	-	-
<b>Changes in operating assets and liabilities:</b>		
Proceeds from sale of investments	-	-
Purchase of investments	-	-
Net movement in margin accounts	-	-
Decrease/(Increase) in receivables	322	(333)
Increase/(Decrease) in payables	2	(4)
Income reinvested	-	-
<b>Net cash inflow from operating activities</b>	<b>4,042</b>	<b>3,030</b>
<b>5.2 Cash and cash equivalents</b>		
Cash at bank	1,241	1,070
Deposits at call	83,253	78,948
<b>Cash and cash equivalents at the end of the financial year</b>	<b>84,494</b>	<b>80,018</b>
<b>5.3 Non-cash operating and financing activities</b>		
Distributions reinvested by unitholders in additional scheme units	-	-
Trust income reinvested	-	-
Other non-cash activities (in-specie assets purchase)	-	-
Other non-cash activities (in-specie assets sale)	-	-

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## **Financial Report**

### **Notes to the Financial Statements**

#### **for the financial year ended 31 May 2025**

## **6. Financial risk management**

### **6.1 Introduction and overview**

The Schemes are exposed to a variety of financial risks from investments in financial instruments. These risks include:

- credit risk
- liquidity risk
- market risk

This note presents information about the Schemes' exposure to each of the above risks, the Schemes' objectives, policies and processes for measuring and managing risks, and the Schemes' management of unitholder funds.

#### **6.1.1 Risk management framework**

The Schemes' activities expose them to a variety of financial risks: credit risk, liquidity risk, and market risk (including currency risk, interest rate risk, equity price risk). The Schemes' overall risk management programme is aligned to the investment strategy of each Scheme as detailed in their Constitutions and PDSs. It focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Schemes' financial performance.

The Responsible Entity monitors the risk management framework, which is performed internally and reported on a quarterly basis. Certain Schemes may use derivative financial instruments to moderate certain risk exposures.

### **6.2 Environmental, Social and Governance risks**

The Schemes' risk to Environmental, Social and Governance (ESG) issues are managed in accordance with the 'Responsible Investment Position Statement' and 'Proxy Voting Standard' covering MLC Investments Limited. This involves undertaking formal assessment of the investment manager's ESG practices when assessing, selecting and monitoring investment managers to protect investments and manage the risk profile for long-term returns.

### **6.3 Credit risk**

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Schemes, resulting in a financial loss to the Schemes. It arises principally from derivative instruments and cash and cash equivalents.

#### **6.3.1 Management of credit risk**

The Schemes' policy over credit risk is to minimise its exposure to counterparties with higher risk of default by dealing only with counterparties meeting the credit standards set out in the Schemes' PDSs and by taking collateral. Credit risk is further minimised by managing the assets of the Schemes within credit rating limits.

Credit risk is monitored by the investment managers in accordance with the policies and procedures in place.

#### **6.3.2 Derivative financial instruments**

The Schemes may enter into two types of derivative transactions: exchange-traded derivatives (ETD) and over-the-counter (OTC) derivatives. Credit risk arising from ETD is mitigated by margin requirements. OTC derivatives expose the Schemes to risk that the counterparties to the derivative financial instruments might default on their obligations to the Schemes.

Derivative financial instruments are transacted with counterparties on arm's length basis.

The fair value of the derivatives assets held by the Schemes is disclosed in Note 6.3.6 Credit risk exposure.

#### **6.3.3 Cash and cash equivalents**

The Schemes' cash and cash equivalents are held mainly by National Australia Bank Limited (NAB). The short term credit rating of NAB determined by Standard & Poor's is A-1+ (2024: A-1+), as at reporting date. Maximum credit risk exposure from cash and cash equivalents is represented by the carrying amount in the Statements of Financial Position.

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6.3.4 Settlement risk

The Schemes' activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed.

For the majority of transactions, the Schemes mitigate this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

6.3.5 Past due and impaired assets

No financial assets carried at amortised cost were past due or impaired either at 31 May 2025 or 31 May 2024.

6.3.6 Credit risk exposure

The Schemes' maximum credit risk exposure (without taking into account collateral and other credit enhancements) is represented by the respective carrying amounts of the relevant financial securities in the Statements of Financial Position at reporting date.

The table below details the maximum exposure to credit risk for the assets held by the Schemes.

	12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	31 May 2025 \$'000	31 May 2024 \$'000
Derivatives *	-	4
<b>Total</b>	-	<b>4</b>

\* Derivatives include swaps and forwards which are exposed to counterparty credit risk.

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#### for the financial year ended 31 May 2025

#### 6.3.7 Offsetting financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount reported in the Statements of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

The gross and net positions of foreign currency forward contracts that have been offset in the Statements of Financial Position are disclosed in the following table:

	12. MLC MasterKey Unit Trust MLC - Platinum Global Fund					
	Amounts offset in the Statement of Financial Position			Related amounts not offset in the Statement of Financial Position		
	Gross amounts of recognised financial instruments \$'000	Gross amounts of recognised financial instruments offset in the Statement of Financial Position \$'000	Net amount of financial instruments presented in the Statement of Financial Position \$'000	Financial instruments (including non-cash collateral) \$'000	Cash Collateral received/pledged \$'000	Net amount \$'000
<b>31 May 2025</b>						
<b>Financial assets</b>						
Derivative financial instruments	-	-	-	-	-	-
<b>Financial liabilities</b>						
Derivative financial instruments	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-
<b>31 May 2024</b>						
<b>Financial assets</b>						
Derivative financial instruments	4	-	4	(4)	-	-
<b>Financial liabilities</b>						
Derivative financial instruments	(5,583)	-	(5,583)	4	5,579	-
<b>Total</b>	<b>(5,579)</b>	-	<b>(5,579)</b>	-	<b>5,579</b>	-

The Schemes did not have any arrangement that significantly reduces the credit risk associated with financial assets not offset against financial liabilities with the same counterparty.

#### 6.4 Liquidity risk

Liquidity risk is the risk that the Schemes will encounter difficulty in meeting obligations arising from their financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Schemes.

##### 6.4.1 Management of liquidity risk

The Schemes' policy and the investment managers' approaches to managing liquidity is to have sufficient liquidity to meet their liabilities, including estimated redemptions of units, as and when they fall due, without incurring undue losses.

The Schemes' PDSs allow for the daily creation and cancellation of units and they are therefore exposed to the liquidity risk of meeting unitholder redemptions at each redemption date. The amounts attributable to unitholders are considered to be on call.

The Schemes' payables are expected to be settled within less than one month.

The Schemes' listed securities are considered to be readily realisable as they are exchange traded.

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#### for the financial year ended 31 May 2025

The Schemes hold investments in unlisted unit trusts, which may be subject to redemption restrictions. As a result, the Schemes may not be able to liquidate some of their investments in these instruments in due time in order to meet their liquidity requirements. If the Schemes are unable to meet liquidity requirements this may impact on unitholder redemptions. If the Schemes are unable to meet liquidity requirements, the Responsible Entity has the power to suspend redemptions in certain circumstance, or may delay the timing of unitholder redemption payments.

The Schemes' liquidity risk is managed on a daily basis and the investment managers' approaches are in accordance with their investment mandates. Daily monitoring of cash flow and liquidity levels is conducted to ensure appropriate and timely action which is in the best interests of the unitholders. In addition to monitoring daily cash flows, the Schemes' portfolio of assets are maintained within defined mandate limits and monitoring these positions is part of liquidity risk management.

#### 6.4.2 Liquidity risk exposure

The tables below detail the financial instruments that give rise to liquidity exposure. Information is provided on a contractual basis.

	1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	45,275	49,420	937,154	1,068,317	2,085,946	1,923,983	795,785	798,972
<b>Total net assets attributable to unitholders</b>	<b>45,275</b>	<b>49,420</b>	<b>937,154</b>	<b>1,068,317</b>	<b>2,085,946</b>	<b>1,923,983</b>	<b>795,785</b>	<b>798,972</b>
<b>Derivative financial liabilities</b>								
Fair value < 1 month	-	-	-	-	-	-	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	5. MLC MasterKey Unit Trust Share Portfolio		6. MLC MasterKey Unit Trust Accelerated Growth Portfolio		7. MLC MasterKey Unit Trust Property Securities Fund		8. MLC MasterKey Unit Trust Australian Share Fund	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	417,619	359,441	33,736	32,065	66,360	65,121	86,658	88,924
<b>Total net assets attributable to unitholders</b>	<b>417,619</b>	<b>359,441</b>	<b>33,736</b>	<b>32,065</b>	<b>66,360</b>	<b>65,121</b>	<b>86,658</b>	<b>88,924</b>
<b>Derivative financial liabilities</b>								
Fair value < 1 month	-	-	-	-	-	-	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	1,283,762	1,292,796	101,266	100,379	52,056	45,229	453,708	589,016
<b>Total net assets attributable to unitholders</b>	<b>1,283,762</b>	<b>1,292,796</b>	<b>101,266</b>	<b>100,379</b>	<b>52,056</b>	<b>45,229</b>	<b>453,708</b>	<b>589,016</b>
<b>Derivative financial liabilities</b>								
Fair value < 1 month	-	-	-	-	-	-	-	5,583
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,583</b>

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#### for the financial year ended 31 May 2025

#### 6.4.2 Liquidity risk exposure

	13. MLC MasterKey Unit Trust Cash Fund	
	31 May 2025 \$'000	31 May 2024 \$'000
<b>Net assets attributable to unitholders</b>		
On call amounts	83,615	79,457
<b>Total net assets attributable to unitholders</b>	<b>83,615</b>	<b>79,457</b>
<b>Derivative financial liabilities</b>		
Fair value < 1 month	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>

#### 6.5 Market risk

Market risk is the risk that changes in market prices, such as equity prices and foreign exchange rates, will affect the Schemes' income or the fair value of their holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

##### 6.5.1 Management of market risk

The Schemes' strategy for the management of market risk is driven by each Scheme's investment objectives. The Schemes' market risk is managed on a daily basis by the investment managers in accordance with the investment guidelines of each Scheme's investment mandates.

The Schemes use derivatives to manage their exposure to foreign currency, interest rate and other price risks. The instruments used include forward contracts, futures and options. The Schemes do not apply hedge accounting.

##### 6.5.2 Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair value of financial instruments.

The Schemes do not have any investments in interest bearing securities as at 31 May 2025 and 31 May 2024. The Schemes hold cash for liquidity and transactional purposes and this cash is held at floating rates of interest.

There was no significant direct interest rate risk in the Schemes as at 31 May 2025 (2024: Nil).

##### 6.5.3 Currency risk

The Schemes invest in financial instruments and may enter into transactions that are denominated in currencies other than their functional currency. Consequently, the Schemes are exposed to risk that the exchange rate of their currency relative to other foreign currencies may change in a manner that has an adverse effect on the fair value or future cash flows of that portion of the Schemes' financial assets or liabilities denominated in currencies other than the Australian dollar.

The Schemes' currency risk is actively managed on a regular basis by the investment managers in accordance with their defined currency management process, and within the guidelines and constraints of the Schemes' investment mandates in order to enhance total returns. The investment managers may use derivative contracts such as options, futures, swaps and forward contracts as permitted by the mandates in managing currency risk.

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#### for the financial year ended 31 May 2025

#### 6.5.4 Exposure and sensitivity analysis - currency risk

The Schemes' total net direct exposure to fluctuations in foreign currency exchange rates as at the reporting date is shown in Note 6.5.5 Currency risk exposure and sensitivity analysis.

A sensitivity analysis reflects how 'Net assets attributable to unitholders' and 'Profit/(loss) for the financial year/Total comprehensive income' would have been affected by changes in the relevant risk at the end of the reporting period. Management has determined that a movement in the Australian dollar of 10% is reasonably possible, considering the current economic environment in which the Schemes operate.

The tables at Note 6.5.5 Currency risk exposure and sensitivity analysis set out the effect on the Schemes' 'Net assets attributable to unitholders' and the 'Change in net assets attributable to unitholders/Total comprehensive income' of a possible strengthening or weakening of the Australian dollar of 10% as at 31 May 2025 (2024: 10%).

#### 6.5.5 Currency risk exposure and sensitivity analysis

At reporting date the value of the Schemes' net foreign currency exposure expressed in Australian dollars and the currency risk sensitivity analysis is detailed in the tables below.

	11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	31 May 2025 Fair value \$'000	31 May 2024 Fair value \$'000	31 May 2025 Fair value \$'000	31 May 2024 Fair value \$'000
United States Dollar	1	1	163,247	315,900
Euro	-	-	63,472	91,626
Pound Sterling	-	-	62,691	40,601
Japanese Yen	-	-	20,386	(33,500)
Hong Kong Dollar	-	-	63,752	82,792
Canadian Dollar	-	-	11,850	13,871
Swiss Franc	-	-	31,494	20,884
Chinese Yuan	-	-	22,455	-
Brazilian Real	-	-	-	5,248
Indian Rupee	-	-	-	15,775
South Korean Won	-	-	24,814	26,613
New Taiwan dollar	-	-	26,191	22,652
Other Currencies <sup>#</sup>	-	-	37,115	2,364
<b>Foreign currency exposure</b>	<b>1</b>	<b>1</b>	<b>527,467</b>	<b>604,826</b>
Australian Dollar	-	-	-	-
<b>Net foreign currency exposure</b>	<b>1</b>	<b>1</b>	<b>527,467</b>	<b>604,826</b>
<b>Sensitivity analysis</b>	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000

#### Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income

Currency risk - 10% upward movement in AUD (2024: 10%)*	-	-	(52,747)	(60,483)
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\* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

<sup>#</sup> Other Currencies include those denominated in countries not listed in the table, and which differ in each Scheme.

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#### for the financial year ended 31 May 2025

##### 6.5.6 Other price risk

At the reporting date, other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or factors affecting all instruments traded in the market. Other price risk is managed by the investment managers by diversifying the portfolio and economically hedging using derivative financial instruments such as options and future contracts, in accordance with the PDSs or information memorandum.

The Schemes' financial instruments which are carried at fair value have any change in the fair value of investments recognised in the Statements of Comprehensive Income in the line item 'Net change in fair value of investments'.

##### 6.5.7 Exposure and Sensitivity analysis - other price risk

The other price risk exposure of financial instruments is equal to the fair value of financial instruments as reported in the Statements of Financial Position and in Note 4 Financial assets and liabilities.

A sensitivity analysis reflects how 'Net assets attributable to unitholders' and 'Profit/(loss) for the financial year/Total comprehensive income' would have been affected by changes in the relevant risk at the end of the reporting period.

Changes in price as disclosed in this note set out below are illustrative only and are based on simplified scenarios. These represent what is considered to be a reasonably possible change rather than extreme fluctuations that may occur from time to time. As such, actual future market movement may differ.

Management has determined that a movement in market prices of 10% is possible, considering the economic environment in which the Schemes operate.

The tables at Note 6.5.8 Other price risk and sensitivity analysis set out the effect on the Schemes' 'Net assets attributable to unitholders' and 'Profit/(loss) for the financial year/Total comprehensive income' of a possible increase or decrease in market prices of 10% (2024: 10%).

##### 6.5.8 Other price risk and sensitivity analysis

At the reporting date, the Schemes' other price risk sensitivity analysis is detailed in the tables below:

	1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	44,946	48,551	947,728	1,114,626	2,099,463	2,031,736	806,790	849,191
Derivatives	-	-	-	-	-	-	-	-
<b>Total</b>	<b>44,946</b>	<b>48,551</b>	<b>947,728</b>	<b>1,114,626</b>	<b>2,099,463</b>	<b>2,031,736</b>	<b>806,790</b>	<b>849,191</b>
<b>Sensitivity analysis</b>								
	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000
<b>Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income</b>								
Price risk - increase of 10% (2024: 10%)*	4,495	4,855	94,773	111,463	209,946	203,174	80,679	84,919

\* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

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#### 6.5.8 Other price risk and sensitivity analysis

	5. MLC MasterKey Unit Trust Share Portfolio		6. MLC MasterKey Unit Trust Accelerated Growth Portfolio		7. MLC MasterKey Unit Trust Property Securities Fund		8. MLC MasterKey Unit Trust Australian Share Fund	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	417,282	386,906	33,260	29,730	66,196	64,788	86,060	89,827
Derivatives	-	-	-	-	-	-	-	-
<b>Total</b>	<b>417,282</b>	<b>386,906</b>	<b>33,260</b>	<b>29,730</b>	<b>66,196</b>	<b>64,788</b>	<b>86,060</b>	<b>89,827</b>
<b>Sensitivity analysis</b>	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000

#### Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income

Price risk - increase of 10% (2024: 10%)*	41,728	38,691	3,326	2,973	6,620	6,479	8,606	8,983
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	9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
Equities	1,363,719	1,333,291	-	-	-	-	514,212	587,209
Unlisted unit trusts	-	-	102,037	99,057	52,002	45,880	-	-
Derivatives	36	-	-	-	-	-	-	(4,186)
<b>Total</b>	<b>1,363,755</b>	<b>1,333,291</b>	<b>102,037</b>	<b>99,057</b>	<b>52,002</b>	<b>45,880</b>	<b>514,212</b>	<b>583,023</b>
<b>Sensitivity analysis</b>	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000	2025 \$'000	2024 \$'000

#### Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income

Price risk - increase of 10% (2024: 10%)*	136,376	133,329	10,204	9,906	5,200	4,588	51,421	58,302
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	13. MLC MasterKey Unit Trust Cash Fund	
	31 May 2025 \$'000	31 May 2024 \$'000
Equities	-	-
Unlisted unit trusts	-	-
Derivatives	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<b>Sensitivity analysis</b>	2025 \$'000	2024 \$'000

#### Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income

Price risk - increase of 10% (2024: 10%)*	-	-
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\* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

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#### 6.5.9 Derivative financial instruments

The Schemes' derivative financial instruments are susceptible to market price risk arising from uncertainties about future prices of the instruments. As at 31 May 2025, the overall direct market exposures were as follows:

	9. MLC MasterKey Unit Trust IncomeBuilder				12. MLC MasterKey Unit Trust MLC - Platinum Global Fund			
	31 May 2025 Contract/Notional value \$'000	31 May 2024 Contract/Notional value \$'000	31 May 2025 Fair value \$'000	31 May 2024 Fair value \$'000	31 May 2025 Contract/Notional value \$'000	31 May 2024 Contract/Notional value \$'000	31 May 2025 Fair value \$'000	31 May 2024 Fair value \$'000
<b>Derivative financial instruments:</b>								
Foreign currency forward contracts	-	-	-	-	-	(5,579)	-	(5,579)
Futures	1,903	-	36	-	-	(30,602)	-	1,393
<b>Total</b>	<b>1,903</b>	<b>-</b>	<b>36</b>	<b>-</b>	<b>-</b>	<b>(36,181)</b>	<b>-</b>	<b>(4,186)</b>

#### 6.6 Valuation of financial instruments

The Schemes' accounting policy on fair value measurement is discussed in Note 3.2.5 Fair value measurement principles.

The Schemes measure financial assets and financial liabilities held at fair value through profit or loss using the following fair value hierarchy:

**Level 1** - Quoted price (unadjusted) in an active market for an identical instrument.

The quoted market price used for financial assets is the current bid price. The quoted market price used for financial liabilities is the current ask price.

**Level 2** - Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

This category includes instruments valued using: quoted prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques for which all significant inputs are directly or indirectly observable from market data.

**Level 3** - Valuation techniques using significant unobservable inputs.

This category includes all instruments that use a valuation technique which includes inputs not based on observable data and the unobservable inputs have a significant effect on the instruments valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Responsible Entity. The Responsible Entity considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The valuation of managed investment schemes included in Level 2 is based on the daily net asset value of the managed investment schemes provided by the relevant Responsible Entities.

Level 2 fair values for simple, over the counter derivative financial instruments are based on the amount to terminate the contract at the end of reporting period taking into account current market conditions. Fair values reflect the credit risk of the instrument and include an adjustment to take account of the credit risk of the Schemes and counterparty where appropriate.

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The Schemes recognise transfers between levels of the fair value hierarchy as of the end of the reporting period during which the transfer has occurred. Changes in Level 2 and 3 fair values are analysed at each reporting date and the reasons for the fair value movements are explained. There were no transfers between Level 1, Level 2 and Level 3 of the fair value hierarchy during the financial year ended 31 May 2025 and financial year ended 31 May 2024.

The carrying value of assets and liabilities not held at fair value such as cash and cash equivalents approximate fair value.

#### 6.6.1 Financial instruments hierarchy

##### 6.6.1.1 Recurring fair value measurements

The Schemes which solely invests into cash and cash equivalents or solely in unlisted unit trusts which are classified as Level 2 are not included in the tables below.

The tables below detail financial instruments measured at fair value at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised. All fair value measurements below are recurring / periodically revalued.

		9. MLC MasterKey Unit Trust IncomeBuilder		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	Note	31 May 2025 \$'000	31 May 2024 \$'000	31 May 2025 \$'000	31 May 2024 \$'000
<b>Financial assets held at fair value through profit or loss</b>					
<b>Equities:</b>					
Level 1		1,363,719	1,333,291	514,212	587,209
Level 2		-	-	-	-
Level 3		-	-	-	-
<b>Derivative assets:</b>					
Level 1		36	-	-	1,393
Level 2		-	-	-	4
Level 3		-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>4.1</b>	<b>1,363,755</b>	<b>1,333,291</b>	<b>514,212</b>	<b>588,606</b>
<b>Financial liabilities held at fair value through profit or loss</b>					
<b>Derivative liabilities:</b>					
Level 1		-	-	-	-
Level 2		-	-	-	5,583
Level 3		-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>4.2</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,583</b>

##### 6.6.1.2 Non - recurring fair value measurements

The Schemes did not measure any assets or liabilities at fair value on a non-recurring / infrequent basis as at 31 May 2025 (2024: Nil).

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### Notes to the Financial Statements

#### for the financial year ended 31 May 2025

##### 6.6.2 Valuation processes

The Responsible Entity has established a Unit Pricing Forum (UPF) and Valuations Forum (VF) which incorporates the valuation of investments. The purpose of the UPF and VF is to support the Responsible Entity through: identifying, assessing, and managing key risks for activities impacting unit pricing and valuation of investments, endorsing valuation related discretions and matters related to unit pricing and valuation, and facilitating senior management oversight of policies, processes, and systems, by establishing a single point of review while considering implications on stakeholders.

The VF has overall responsibility for the valuation of investments. Specific valuation controls may include: analysis and investigation of significant daily valuation movements, benchmarking Scheme performance, reviewing significant unobservable inputs and valuation adjustments, verification of observable pricing inputs, reviewing methodologies to value assets for which market quotes are not readily available, and determining where escalation is warranted for assets which have been stale for an extended period.

When third party information, such as custodian valuations or pricing services, is used to measure fair value, the UPF and VF assess the evidence from these third parties to support the conclusion that these valuations meet the fair value requirements. This may include: information and inputs from the Responsible Entity, verifying that the custodian valuation, broker or pricing service, is appropriate to use in pricing the relevant type of financial instruments, understanding how the fair value has been arrived and the extent at which it represents actual market transactions, and whether it represents a quoted price in an active market for an identical asset.

##### 7. Related parties

###### 7.1 Responsible Entity

The Responsible Entity of the Schemes is MLC Investments Limited (ABN 30 002 641 661) which is a subsidiary of Insignia Financial.

###### 7.2 Key management personnel

The Schemes do not employ personnel in their own right. However, the Schemes are required to have an incorporated Responsible Entity to manage the activities and the directors are considered to be key management personnel. The directors of the Responsible Entity, which are key management personnel, during or since the end of the financial year are:

Name	Position Held	Date Appointed
Kathryn Watt	Non-Executive Director, Chair	5 December 2016
John Selak	Non-Executive Director	31 May 2021
Mark Joiner	Non-Executive Director	1 January 2021
Garry Mulcahy	Executive Director	7 July 2014

The Schemes have not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel at any time during the reporting period.

No director has entered into a material contract with the Schemes since the end of the previous financial year and there were no material contracts involving directors' interests existing at financial year end.

## Financial Report

### Notes to the Financial Statements

#### for the financial year ended 31 May 2025

#### 7.3 Related party transactions

All related party transactions are conducted on commercial terms and conditions.

The Directors of the Responsible Entity may also be employees and/or directors of other companies owned by Insignia Financial. The Responsible Entity may also be involved in activities other than the business of managed investment schemes.

The Schemes have not made, guaranteed or secured, directly or indirectly, any loans to the Responsible Entity at any time during the reporting period.

During the financial period, there was no compensation paid directly by the Schemes to the Directors of the Responsible Entity. Directors' compensation was paid by MLC Wealth Ltd (a wholly owned subsidiary of Insignia Financial, the ultimate parent company of MLCI).

From time to time the Directors of MLC Investments Limited may invest or withdraw from the Schemes. These investments or withdrawals are on the same terms and conditions as those entered into by other unitholders in the Schemes.

#### 7.4 Responsible Entity fees

The Responsible Entity is entitled to management fees which are calculated as a proportion of net assets attributable to unitholders. All transactions with related parties are conducted on normal commercial terms and conditions. Management fees are reflected as 'Responsible Entity fees' in the Statements of Comprehensive Income. Fees received and receivable by the Responsible Entity for the year ended 31 May 2025 are as follows:

	Total management fees paid and payable to the RE during the financial year	
	2025	2024
	\$	\$
1. MLC MasterKey Unit Trust Income Portfolio	522,278	570,794
2. MLC MasterKey Unit Trust Conservative Growth Portfolio	12,091,111	14,210,290
3. MLC MasterKey Unit Trust Balanced Portfolio	24,851,896	23,803,922
4. MLC MasterKey Unit Trust Growth Portfolio	9,707,854	10,327,547
5. MLC MasterKey Unit Trust Share Portfolio	4,887,486	4,608,008
6. MLC MasterKey Unit Trust Accelerated Growth Portfolio	431,770	409,687
7. MLC MasterKey Unit Trust Property Securities Fund	739,164	694,765
8. MLC MasterKey Unit Trust Australian Share Fund	987,198	1,141,336
9. MLC MasterKey Unit Trust IncomeBuilder	20,903,061	20,463,571
10. MLC MasterKey Unit Trust Share Index Fund	941,962	924,052
11. MLC MasterKey Unit Trust Global Share Fund	684,623	608,280
12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	10,248,474	11,138,101
13. MLC MasterKey Unit Trust Cash Fund	708,245	663,982

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## Notes to the Financial Statements

### for the financial year ended 31 May 2025

#### 7.5 Related party investments held by the Schemes

The Schemes may purchase and sell units in other schemes managed by the below related responsible entities in the ordinary course of business at application and redemption prices calculated in accordance with the Constitutions of the Schemes. The below responsible entities are wholly owned subsidiaries of Insignia Financial, the ultimate parent company:

- IOOF Investment Services Limited (IISL);
- MLC Investments Limited (MLCI); and
- OnePath Funds Management Limited (OPFM).

Details of the Schemes' investments in other schemes operated by the above responsible entities are set out in the table below:

Name of Scheme Name of related entity	Fair value of investment		% Interest held		Distributions paid/payable		Number of units held	
	2025 \$	2024 \$	2025 %	2024 %	2025 \$	2024 \$	2025	2024
<b>1. MLC MasterKey Unit Trust Income Portfolio</b>								
IOOF Income Trust	4,789,103	4,464,540	0.25	0.26	156,765	208,674	4,522,715	4,246,685
IOOF Multi Investment Manager Trust	1,490,786	1,584,894	0.19	0.19	18,697	24,859	1,143,855	1,107,853
IOOF MultiMix Wholesale Alternative Debt Trust	1,465,470	1,557,944	0.62	0.65	55,937	37,939	2,276,636	2,309,433
Low Correlation Strategy Trust	-	26,447	-	0.34	1,697	-	-	18,200
OnePath Wholesale Unlisted Infrastructure Trust	1,144,771	1,034,320	0.34	0.39	10,198	893	931,768	907,218
WM Pool - Australian Equities No. 2	-	-	-	-	-	62,717	-	-
WM Pool - Equities Trust No. 29	353,677	312,786	0.12	0.11	9,324	10,669	521,686	508,707
WM Pool - Equities Trust No. 34	2,954,214	3,293,657	0.14	0.11	45,740	23,691	1,572,588	1,990,878
WM Pool - Equities Trust No. 47	208,764	186,036	0.33	0.34	14,819	242,000	3,348	3,008
WM Pool - Equities Trust No. 59	1,125,223	1,364,274	0.26	0.31	92,164	96,132	10,876	13,324
WM Pool - Equities Trust No. 82	1,875,613	2,316,025	0.40	0.52	82,898	45,042	28,902	37,117
WM Pool - Equities Trust No. 84	1,036,269	896,650	0.35	0.32	3,934	21,165	874,300	850,000
WM Pool - Fixed Interest Trust No. 18	1,464,170	1,501,821	0.05	0.06	133,211	84,100	10,315	10,544
WM Pool - Fixed Interest Trust No. 24	1,168,526	1,817,297	0.49	0.60	62,079	218,203	12,198	18,730
WM Pool - Fixed Interest Trust No. 25	3,479,595	4,219,262	0.41	0.09	236,860	148,493	3,492,896	4,163,965
WM Pool - Fixed Interest Trust No. 5	1,870,200	1,952,898	0.22	0.32	121,007	160,756	18,562	19,566
WM Pool - Global Properties Trust	796,518	957,233	0.47	0.11	173,911	499	9,318	9,158
WM Pool - Inflation Linked Securities Trust	-	-	-	-	-	24,114	-	-
WM Sector - Australian Equities Trust	3,959,506	4,241,559	0.24	0.25	95,497	422,241	36,225	41,545
WM Sector - Diversified Debt (All) Trust	13,989,367	15,171,608	1.96	0.24	384,028	139,231	152,578	171,831
WM Sector - Global Equities (Hedged) Trust	1,765,442	1,632,888	0.23	0.14	-	-	8,659	8,802
WM Sector - Global Equities (Unhedged) Trust	8,302	24,464	0.12	0.13	992	668,110	13,058	36,996
<b>2. MLC MasterKey Unit Trust Conservative Growth Portfolio</b>								
IOOF Income Trust	55,658,690	60,612,248	2.93	3.59	1,821,919	2,567,880	52,562,745	57,654,569
IOOF Multi Investment Manager Trust	32,044,891	34,067,773	4.03	4.03	401,891	534,359	24,587,502	23,813,626
IOOF MultiMix Wholesale Alternative Debt Trust	31,938,204	35,809,797	13.58	14.89	1,285,718	872,046	49,616,597	53,083,008
Low Correlation Strategy Trust	-	581,620	-	7.45	37,311	-	-	400,265
OnePath Wholesale Unlisted Infrastructure Trust	18,886,888	17,194,775	5.63	6.45	168,625	14,844	15,372,691	15,081,813
WM Pool - Australian Equities No. 2	-	-	-	-	-	2,485,588	-	-
WM Pool - Equities Trust No. 29	18,460,517	25,111,712	6.34	8.48	520,931	771,362	27,229,869	40,841,084
WM Pool - Equities Trust No. 34	116,175,235	120,970,905	5.61	4.14	1,751,706	870,150	61,842,443	73,121,861
WM Pool - Equities Trust No. 47	12,310,447	8,619,422	19.50	15.64	873,829	15,330,934	197,413	139,352
WM Pool - Equities Trust No. 59	26,880,203	44,397,502	6.19	10.10	2,275,443	3,128,435	259,803	433,605
WM Pool - Equities Trust No. 82	39,740,874	53,669,220	8.40	12.09	1,756,470	1,043,750	612,373	860,115
WM Pool - Equities Trust No. 84	34,463,450	32,701,342	11.56	11.79	130,846	771,900	29,076,823	31,000,000
WM Pool - Fixed Interest Trust No. 18	30,734,833	34,800,986	1.09	1.31	2,821,880	1,948,798	216,525	244,342
WM Pool - Fixed Interest Trust No. 24	13,927,808	31,790,127	5.83	10.42	904,540	4,692,263	145,387	327,638
WM Pool - Fixed Interest Trust No. 25	29,565,383	49,275,160	3.52	1.04	2,361,577	2,315,827	29,678,399	48,629,362
WM Pool - Fixed Interest Trust No. 5	28,643,924	35,830,308	3.36	5.84	1,889,380	2,992,618	284,301	358,974
WM Pool - Global Properties Trust	28,422,885	29,927,740	16.76	3.41	6,240,197	15,605	332,511	286,332

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### for the financial year ended 31 May 2025

#### 7.5 Related party investments held by the Schemes

	Fair value of investment		% Interest held		Distributions paid/payable		Number of units held	
Name of Scheme	2025	2024	2025	2024	2025	2024	2025	2024
Name of related entity	\$	\$	%	%	\$	\$		
<b>2. MLC MasterKey Unit Trust Conservative Growth Portfolio</b>								
WM Pool - Inflation Linked Securities Trust	-	-	-	-	-	773,014	-	-
WM Sector - Australian Equities Trust	152,224,515	179,621,670	9.31	10.51	3,694,566	17,945,374	1,392,687	1,759,359
WM Sector - Diversified Debt (All) Trust	199,472,935	234,299,111	27.99	3.66	5,637,779	2,178,738	2,175,587	2,653,635
WM Sector - Global Equities (Hedged) Trust	77,907,037	84,975,538	10.35	7.28	-	-	382,128	458,040
WM Sector - Global Equities (Unhedged) Trust	269,732	502,522	3.74	2.73	32,242	13,723,705	424,231	759,932
<b>3. MLC MasterKey Unit Trust Balanced Portfolio</b>								
IOOF Income Trust	59,466,162	55,436,074	3.13	3.29	1,946,552	1,876,398	56,158,430	52,730,975
IOOF Multi Investment Manager Trust	54,752,424	58,208,754	6.89	6.89	686,677	913,015	42,010,607	40,688,351
IOOF MultiMix Wholesale Alternative Debt Trust	41,370,847	38,582,500	17.59	16.04	1,385,269	939,567	64,270,385	57,193,152
Low Correlation Strategy Trust	-	651,042	-	8.34	41,764	-	-	448,040
OnePath Wholesale Unlisted Infrastructure Trust	32,707,508	29,792,931	9.74	11.18	292,063	25,720	26,621,771	26,131,857
WM Pool - Australian Equities No. 2	-	-	-	-	-	5,616,956	-	-
WM Pool - Equities Trust No. 29	45,831,641	45,449,271	15.75	15.35	1,272,726	1,609,113	67,603,176	73,917,600
WM Pool - Equities Trust No. 34	378,392,657	318,463,273	18.27	10.90	5,635,688	2,290,723	201,426,116	192,497,750
WM Pool - Equities Trust No. 47	24,047,847	22,477,437	38.09	40.77	1,706,982	43,560,466	385,637	363,397
WM Pool - Equities Trust No. 82	80,619,310	93,384,486	17.05	21.04	3,563,218	1,816,125	1,242,275	1,496,601
WM Pool - Equities Trust No. 84	85,968,312	74,395,068	28.83	26.83	326,392	1,756,061	72,531,491	70,524,541
WM Pool - Fixed Interest Trust No. 18	41,877,368	41,037,724	1.49	1.55	3,807,532	2,298,045	295,023	288,131
WM Pool - Fixed Interest Trust No. 24	21,490,230	42,442,010	8.99	13.91	1,292,843	5,227,487	224,329	437,420
WM Pool - Fixed Interest Trust No. 25	25,096,728	14,961,709	2.99	0.31	1,650,443	1,251,411	25,192,662	14,765,621
WM Pool - Fixed Interest Trust No. 5	42,886,312	42,170,223	5.03	6.87	2,769,117	3,514,919	425,662	422,492
WM Pool - Global Properties Trust	61,012,021	64,571,605	35.97	7.36	13,396,291	33,669	713,763	617,785
WM Pool - Inflation Linked Securities Trust	-	-	-	-	-	876,080	-	-
WM Pool - LTAR Part 1 NS Trust	80,204,441	95,890,947	11.59	13.34	8,805,136	7,142,875	903,907	1,077,259
WM Sector - Australian Equities Trust	539,091,325	511,223,504	32.98	29.91	12,971,982	49,554,865	4,932,092	5,007,335
WM Sector - Diversified Debt (All) Trust	220,019,884	216,082,202	30.87	3.38	6,016,335	1,968,654	2,399,686	2,447,313
WM Sector - Global Equities (Hedged) Trust	263,809,693	265,626,936	35.03	22.76	-	-	1,293,967	1,431,796
WM Sector - Global Equities (Unhedged) Trust	818,212	1,037,927	11.34	5.64	97,802	28,345,453	1,286,871	1,569,592
<b>4. MLC MasterKey Unit Trust Growth Portfolio</b>								
IOOF Multi Investment Manager Trust	23,471,885	24,953,583	2.95	2.95	294,372	391,402	18,009,579	17,442,740
IOOF MultiMix Wholesale Alternative Debt Trust	17,555,430	17,442,160	7.46	7.25	626,245	424,754	27,272,690	25,855,558
Low Correlation Strategy Trust	-	185,646	-	2.38	11,909	-	-	127,759
OnePath Wholesale Unlisted Infrastructure Trust	15,071,957	13,436,886	4.49	5.04	133,750	11,600	12,267,587	11,785,708
WM Pool - Australian Equities No. 2	-	-	-	-	-	3,060,103	-	-
WM Pool - Equities Trust No. 29	15,694,284	19,154,252	5.39	6.47	455,968	663,180	23,149,584	31,152,013
WM Pool - Equities Trust No. 34	183,426,315	167,357,923	8.86	5.73	2,681,086	1,203,814	97,641,563	101,160,876
WM Pool - Equities Trust No. 47	9,558,472	9,621,245	15.14	17.45	678,486	18,982,879	153,282	155,549
WM Pool - Equities Trust No. 82	24,210,907	29,959,036	5.12	6.75	1,070,075	582,638	373,070	480,130
WM Pool - Equities Trust No. 84	45,198,134	44,868,765	15.16	16.18	171,602	1,059,106	38,133,679	42,534,393
WM Pool - Fixed Interest Trust No. 18	8,375,034	8,597,656	0.30	0.32	761,467	481,455	59,002	60,365

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### for the financial year ended 31 May 2025

#### 7.5 Related party investments held by the Schemes

	Fair value of investment		% Interest held		Distributions paid/payable		Number of units held	
Name of Scheme	2025	2024	2025	2024	2025	2024	2025	2024
Name of related entity	\$	\$	%	%	\$	\$		
<b>4. MLC MasterKey Unit Trust Growth Portfolio</b>								
WM Pool - Fixed Interest Trust No. 24	-	544,007	-	0.18	3,435	877,670	-	5,607
WM Pool - Fixed Interest Trust No. 25	3,187,150	5,566,106	0.38	0.12	240,258	450,779	3,199,333	5,493,157
WM Pool - Fixed Interest Trust No. 5	14,772,987	16,514,641	1.73	2.69	989,558	1,348,847	146,627	165,456
WM Pool - Global Properties Trust	23,647,681	24,731,094	13.94	2.82	5,186,909	12,895	276,648	236,613
WM Pool - Inflation Linked Securities Trust	-	-	-	-	-	160,932	-	-
WM Pool - LTAR Part 1 NS Trust	19,275,610	33,079,253	2.78	4.60	2,116,147	2,464,059	217,237	371,619
WM Sector - Australian Equities Trust	251,915,440	270,371,800	15.41	15.82	6,080,149	26,692,761	2,304,749	2,648,239
WM Sector - Diversified Debt (All) Trust	18,469,196	22,293,629	2.59	0.35	596,427	202,918	201,438	252,494
WM Sector - Global Equities (Hedged) Trust	132,554,525	139,813,768	17.60	11.98	-	-	650,170	753,631
WM Sector - Global Equities (Unhedged) Trust	405,053	742,108	5.61	4.03	48,417	20,266,715	637,060	1,122,243
<b>5. MLC MasterKey Unit Trust Share Portfolio</b>								
IOOF Multi Investment Manager Trust	10,346,258	10,999,381	1.30	1.30	129,757	172,527	7,938,508	7,688,649
WM Pool - Australian Equities No. 2	-	-	-	-	-	1,646,616	-	-
WM Pool - Equities Trust No. 29	9,206,051	8,141,668	3.16	2.75	242,693	301,717	13,579,228	13,241,412
WM Pool - Equities Trust No. 34	105,660,140	95,365,281	5.10	3.26	1,558,297	685,968	56,245,044	57,644,330
WM Pool - Equities Trust No. 47	4,715,187	4,234,459	7.47	7.68	334,697	8,162,118	75,614	68,459
WM Pool - Equities Trust No. 84	22,426,191	19,407,470	7.52	7.00	85,144	458,104	18,920,984	18,397,764
WM Pool - Global Properties Trust	8,973,754	8,599,776	5.29	0.98	1,967,070	4,484	104,981	82,278
WM Pool - LTAR Part 1 NS Trust	11,765,474	15,623,988	1.70	2.17	1,291,657	1,163,824	132,597	175,523
WM Sector - Australian Equities Trust	153,730,297	145,811,009	9.41	8.53	3,699,054	14,265,260	1,406,463	1,428,191
WM Sector - Global Equities (Hedged) Trust	90,215,122	78,248,634	11.98	6.70	-	-	442,498	421,780
WM Sector - Global Equities (Unhedged) Trust	243,471	474,616	3.37	2.58	29,103	12,961,607	382,928	717,732
<b>6. MLC MasterKey Unit Trust Accelerated Growth Portfolio</b>								
MLC Horizon 7 Trust	26,072,019	22,754,185	10.55	1.73	831,732	2,216,657	16,301,002	15,588,304
WM Pool - Equities Trust No. 29	966,282	907,647	0.33	0.31	26,454	24,589	1,425,297	1,476,176
WM Pool - Equities Trust No. 34	208,384	590,095	0.01	0.02	4,516	4,245	110,927	356,687
WM Pool - Equities Trust No. 84	2,178,519	1,506,852	0.73	0.54	8,271	35,569	1,838,017	1,428,455
WM Sector - Global Equities (Hedged) Trust	3,833,466	3,968,863	0.51	0.34	-	-	18,803	21,393
WM Sector - Global Equities (Unhedged) Trust	1,543	2,103	0.02	0.01	184	57,420	2,427	3,180
<b>7. MLC MasterKey Unit Trust Property Securities Fund</b>								
WM Sector - Property Securities Trust	66,195,768	64,787,534	47.88	45.01	432,834	1,676,840	536,622	596,636
<b>8. MLC MasterKey Unit Trust Australian Share Fund</b>								
WM Pool - Equities Trust No. 41	558,939	571,012	38.03	38.03	1,274	9,921,507	6,741	6,380
WM Sector - Australian Equities Trust	85,500,759	89,256,108	5.23	5.22	2,067,371	27,014	782,238	874,246
<b>10. MLC MasterKey Unit Trust Share Index Fund</b>								
WM Pool - Equities Trust No. 30	102,036,522	99,056,834	55.09	54.86	5,649,026	5,931,309	77,185,844	80,069,931
<b>11. MLC MasterKey Unit Trust Global Share Fund</b>								
WM Pool - Equities Trust No. 34	51,887,668	45,587,176	2.51	1.56	743,883	327,911	27,620,862	27,555,544
WM Sector - Global Equities (Unhedged) Trust	114,237	292,834	1.58	1.59	13,655	8,052,866	179,670	442,835

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## Notes to the Financial Statements

### for the financial year ended 31 May 2025

#### 7.6 Units in the Schemes held by related parties

As at the reporting date, details of the unit holdings in the Schemes by related parties are set out in the table below. The below related parties are wholly owned subsidiaries of Insignia Financial, the ultimate parent company:

- IOOF Investment Management Limited (the Trustee for IOOF Portfolio Service Superannuation Fund);
- NULIS Nominees (Australia) Limited (Trustee for MLC Super Fund and the Trustee for MLC Superannuation Fund which is invested through the MLC Pooled Superannuation Trust); and
- Other schemes operated by MLC Investments Limited.

Name of Scheme Name of related party	Fair value of unit holdings		% Interest held*		Distributions paid/payable		Number of units held	
	2025 \$	2024 \$	2025 %	2024 %	2025 \$	2024 \$	2025	2024
<b>2. MLC MasterKey Unit Trust Conservative Growth Portfolio</b>								
Horizon 3 Conservative Growth Portfolio	901,085,134	1,065,133,436	96.15	99.70	32,589,546	70,417,385	837,875,654	1,023,508,305
<b>3. MLC MasterKey Unit Trust Balanced Portfolio</b>								
Horizon 4 Balanced Portfolio	1,821,492,068	1,743,407,579	87.32	90.61	47,883,452	131,048,126	1,132,422,690	1,142,834,995
IOOF Portfolio Service Superannuation Fund	1,007,216	1,003,012	0.05	0.05	27,123	77,716	626,187	657,493
MLC Pooled Superannuation Trust	-	-	-	-	-	5,781	-	-
<b>4. MLC MasterKey Unit Trust Growth Portfolio</b>								
G J Mulcahy and associates†	87,267	82,005	0.01	0.01	2,531	7,010	56,374	56,082
Horizon 5 Growth Portfolio	720,197,285	761,192,647	90.50	95.27	20,306,311	60,214,888	465,244,152	520,566,400
IOOF Portfolio Service Superannuation Fund	0	1,408	-	-	0	116	0	963
MLC Pooled Superannuation Trust	-	-	-	-	-	5	-	-
<b>5. MLC MasterKey Unit Trust Share Portfolio</b>								
MLC MultiActive High Growth	355,418,151	324,912,968	85.11	90.39	4,456,834	28,000,015	304,959,917	301,137,455
<b>7. MLC MasterKey Unit Trust Property Securities Fund</b>								
IOOF Portfolio Service Superannuation Fund	38,879	65,150	0.06	0.10	223	710	27,277	51,476
MLC Pooled Superannuation Trust	-	-	-	-	-	319	-	-
<b>8. MLC MasterKey Unit Trust Australian Share Fund</b>								
IOOF Portfolio Service Superannuation Fund	10,897	10,253	0.01	0.01	205	192	5,058	5,058
MLC Pooled Superannuation Trust	-	-	-	-	-	100	-	-
<b>9. MLC MasterKey Unit Trust IncomeBuilder</b>								
IOOF Portfolio Service Superannuation Fund	15,793	4,829	-	-	936	175	7,271	2,233
MLC Pooled Superannuation Trust	-	-	-	-	-	529	-	-
MLC Super Fund	774,720,677	738,534,625	60.35	57.13	53,467,329	41,544,248	356,656,057	341,454,558
Wholesale Income Builder	348,459,593	346,102,377	27.14	26.77	24,080,383	19,620,208	160,419,397	160,017,188
<b>11. MLC MasterKey Unit Trust Global Share Fund</b>								
IOOF Portfolio Service Superannuation Fund	5,517	5,094	0.01	0.01	10	118	1,443	1,510
<b>12. MLC MasterKey Unit Trust MLC - Platinum Global Fund</b>								
G J Mulcahy and associates†	32,576	44,180	0.01	0.01	5,218	2,374	20,449	23,474
IOOF Portfolio Service Superannuation Fund	467,987	630,451	0.10	0.11	88,981	35,608	293,764	334,976
MLC Super Fund	216,546,636	238,173,304	47.73	40.44	34,609,595	12,736,375	135,930,215	126,548,059
<b>13. MLC MasterKey Unit Trust Cash Fund</b>								
G J Mulcahy and associates†	300	288	-	-	-	-	300	288

\* Percentage held in the related party has been rounded to two decimal places.

† Executive Director Garry Mulcahy and associates.

# Financial Report

## Notes to the Financial Statements

### for the financial year ended 31 May 2025

#### 8. Interests in unconsolidated structured entities

The Schemes' maximum exposure to loss from their investments in unlisted managed investment schemes, which have been assessed to be structured entities, is restricted to their fair value which are disclosed in 7.5 Related party investments held by the Schemes. The Schemes have not sponsored or provided support and have no intention of providing support, financial or otherwise to the unlisted managed investment schemes they hold.

#### 9. Auditor's remuneration

During the year, the following Auditor's remuneration fees were paid or payable by the Responsible Entity for services provided by KPMG as the auditor of the Schemes:

	1. MLC MasterKey Unit Trust Income Portfolio		2. MLC MasterKey Unit Trust Conservative Growth Portfolio		3. MLC MasterKey Unit Trust Balanced Portfolio		4. MLC MasterKey Unit Trust Growth Portfolio	
	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$
<b>KPMG</b>								
– Audit Services								
Audit & Review of financial reports	8,272	7,662	8,272	7,662	8,272	7,662	8,272	7,662
– Other assurance services								
Other compliance & regulatory audit services	2,863	2,793	2,863	2,793	2,863	2,793	2,863	2,793
<b>Total audit fees paid</b>	<b>11,135</b>	<b>10,455</b>	<b>11,135</b>	<b>10,455</b>	<b>11,135</b>	<b>10,455</b>	<b>11,135</b>	<b>10,455</b>
	5. MLC MasterKey Unit Trust Share Portfolio		6. MLC MasterKey Unit Trust Accelerated Growth Portfolio		7. MLC MasterKey Unit Trust Property Securities Fund		8. MLC MasterKey Unit Trust Australian Share Fund	
	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$
<b>KPMG</b>								
– Audit Services								
Audit & Review of financial reports	8,272	7,662	8,272	7,662	8,272	7,662	8,272	7,662
– Other assurance services								
Other compliance & regulatory audit services	2,863	2,793	2,863	2,793	2,863	2,793	2,863	2,793
<b>Total audit fees paid</b>	<b>11,135</b>	<b>10,455</b>	<b>11,135</b>	<b>10,455</b>	<b>11,135</b>	<b>10,455</b>	<b>11,135</b>	<b>10,455</b>
	9. MLC MasterKey Unit Trust IncomeBuilder		10. MLC MasterKey Unit Trust Share Index Fund		11. MLC MasterKey Unit Trust Global Share Fund		12. MLC MasterKey Unit Trust MLC - Platinum Global Fund	
	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$	31 May 2025 \$	31 May 2024 \$
<b>KPMG</b>								
– Audit Services								
Audit & Review of financial reports	8,272	7,662	8,272	7,662	8,272	7,662	8,272	7,662
– Other assurance services								
Other compliance & regulatory audit services	2,863	2,793	2,863	2,793	2,863	2,793	7,406	2,793
<b>Total audit fees paid</b>	<b>11,135</b>	<b>10,455</b>	<b>11,135</b>	<b>10,455</b>	<b>11,135</b>	<b>10,455</b>	<b>15,678</b>	<b>10,455</b>

# Financial Report

## Notes to the Financial Statements

### for the financial year ended 31 May 2025

#### 9. Auditor's remuneration

	13. MLC MasterKey Unit Trust Cash Fund	
	31 May 2025	31 May 2024
	\$	\$
<b>KPMG</b>		
– Audit Services		
Audit & Review of financial reports	8,272	7,662
– Other assurance services		
Other compliance & regulatory audit services	2,863	2,793
<b>Total audit fees paid</b>	<b>11,135</b>	<b>10,455</b>

#### 10. Commitments and contingencies

There were no commitments or contingencies for the Schemes as at the reporting date (31 May 2024: Nil).

#### 11. Events subsequent to reporting date

##### Proposed acquisition of Insignia Financial:

On 22 July 2025, Insignia Financial announced that it had entered into a Scheme of Implementation Deed (SID) under which CC Capital has agreed to acquire all of the issued shares in Insignia Financial pursuant to a scheme of arrangement for cash consideration of \$4.80 per share. Insignia Financial is the ultimate parent of the Responsible Entity, MLC Investments Limited. The Insignia Financial Board has unanimously recommended that shareholders vote in favour of the scheme of arrangement in the absence of a superior proposal, and subject to an independent expert concluding (and continuing to conclude) that the scheme of arrangement is in the best interests of Insignia Financial shareholders. The scheme of arrangement is subject to various conditions, including approval by Insignia Financial shareholders and regulatory approvals from the Australian Prudential Regulatory Authority, the Foreign Investment Review Board and the Australian Competition and Consumer Commission. Subject to Insignia Financial shareholders approving the scheme of arrangement and the other conditions being satisfied (or, if applicable, waived), Insignia Financial expects that the scheme of arrangement will be implemented in the 1st half of calendar year 2026. Information can be obtained from the website at <https://www.insigniafinancial.com.au/shareholders>.

No other significant events have occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 31 May 2025 or on the results and cash flows of the Schemes for the financial year ended on that date.

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**Financial Report**  
**Directors' Declaration**  
**for the financial year ended 31 May 2025**

MLC Investments Limited presents the Directors' Declaration in respect of the following Schemes:

1. MLC MasterKey Unit Trust Income Portfolio
2. MLC MasterKey Unit Trust Conservative Growth Portfolio
3. MLC MasterKey Unit Trust Balanced Portfolio
4. MLC MasterKey Unit Trust Growth Portfolio
5. MLC MasterKey Unit Trust Share Portfolio
6. MLC MasterKey Unit Trust Accelerated Growth Portfolio
7. MLC MasterKey Unit Trust Property Securities Fund
8. MLC MasterKey Unit Trust Australian Share Fund
9. MLC MasterKey Unit Trust IncomeBuilder
10. MLC MasterKey Unit Trust Share Index Fund
11. MLC MasterKey Unit Trust Global Share Fund
12. MLC MasterKey Unit Trust MLC - Platinum Global Fund
13. MLC MasterKey Unit Trust Cash Fund

In the opinion of the Directors:

1. The financial statements and notes to the financial statements of the Schemes, set out on pages 5 to 41 are in accordance with the *Corporations Act 2001*, including:
  - 1.1 give a true and fair view of the Schemes' financial positions as at 31 May 2025 and their performance for the financial year ended on that date.
  - 1.2 comply with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.
2. The financial statements and notes to the financial statements of the Schemes, set out on pages 5 to 41 comply with International Financial Reporting Standards.
3. There are reasonable grounds to believe that the Schemes will be able to pay their debts as and when they become due and payable.

This Declaration is made in accordance with a resolution of the Directors of MLC Investments Limited.



**Kathryn Watt**  
**Director**

Melbourne

11 August 2025



# Independent Auditor's Report

To the respective unitholders of the following Schemes:

- MLC MasterKey Unit Trust Income Portfolio
- MLC MasterKey Unit Trust Conservative Growth Portfolio
- MLC MasterKey Unit Trust Balanced Portfolio
- MLC MasterKey Unit Trust Growth Portfolio
- MLC MasterKey Unit Trust Share Portfolio
- MLC MasterKey Unit Trust Accelerated Growth Portfolio
- MLC MasterKey Unit Trust Property Securities Fund
- MLC MasterKey Unit Trust Australian Share Fund
- MLC MasterKey Unit Trust IncomeBuilder
- MLC MasterKey Unit Trust Share Index Fund
- MLC MasterKey Unit Trust Global Share Fund
- MLC MasterKey Unit Trust MLC - Platinum Global Fund
- MLC MasterKey Unit Trust Cash Fund

For the purpose of this report, the terms 'Scheme' and 'Schemes' denote the individual and distinct entity for which the financial information is prepared and upon which our audit is performed. Each is to be read as a singular subject

## Opinion

We have audited the **Financial Report** of the Schemes.

In our opinion, the accompanying Financial Report of the Schemes gives a true and fair view, including of the Scheme's financial position as at 31 May 2025 and of its financial performance for the year then ended, in accordance with the *Corporations Act 2001*, in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The **Financial Report** comprises:

- Statement of financial position as at 31 May 2025;
- Statement of comprehensive income, Statement of changes in equity, and Statement of cash flows for the year then ended;
- Notes, including material accounting policies; and
- Directors' Declaration.



## Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report.

We are independent of the Schemes in accordance with the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.

## Other Information

Other Information is financial and non-financial information in the Scheme's annual report which is provided in addition to the Financial Report and the Auditor's Report. The Directors of MLC Investment Limited (the Responsible Entity) are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

## Responsibilities of the Directors for the Financial Report

The Directors of MLC Investment Limited (the Responsible Entity) are responsible for:

- Preparing the Financial Report in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Schemes, and in compliance with *Australian Accounting Standards* and the *Corporations Regulations 2001*;
- Implementing necessary internal control to enable the preparation of a Financial Report in accordance with the *Corporations Act 2001*, including giving a true and fair view of the financial position and performance of the Schemes, and that is free from material misstatement, whether due to fraud or error; and
- Assessing the Schemes' ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Schemes or to cease operations, or have no realistic alternative but to do so.



## Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- To obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- To issue an Auditor's Report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: [https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf) . This description forms part of our Auditor's Report.

KPMG

Chris Wooden

Partner

Melbourne

11 August 2025



# Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of MLC Investment Limited, the Responsible Entity for the following Schemes

- MLC MasterKey Unit Trust Income Portfolio
- MLC MasterKey Unit Trust Conservative Growth Portfolio
- MLC MasterKey Unit Trust Balanced Portfolio
- MLC MasterKey Unit Trust Growth Portfolio
- MLC MasterKey Unit Trust Share Portfolio
- MLC MasterKey Unit Trust Accelerated Growth Portfolio
- MLC MasterKey Unit Trust Property Securities Fund
- MLC MasterKey Unit Trust Australian Share Fund
- MLC MasterKey Unit Trust IncomeBuilder
- MLC MasterKey Unit Trust Share Index Fund
- MLC MasterKey Unit Trust Global Share Fund
- MLC MasterKey Unit Trust MLC - Platinum Global Fund
- MLC MasterKey Unit Trust Cash Fund

I declare that, to the best of my knowledge and belief, in relation to the audit of the Schemes for the financial year ended 31 May 2025 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

Chris Wooden  
Partner  
Melbourne  
11 August 2025