



MLC MasterKey Unit Trust

Financial Report

For the year ended 31 May 2021

Preparation date
23 August 2021

Issued by
MLC Investments Limited (MLCI)

ABN 30 002 641 661
AFSL 230705



MLC MasterKey Unit Trust

Financial Report

For the year ended 31 May 2021

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The MLC MasterKey Unit Trust consists of 13 separate schemes:

MLC MasterKey Unit Trust Income Portfolio

ARSN 087 940 592

MLC MasterKey Unit Trust Conservative Growth Portfolio

ARSN 097 221 077

MLC MasterKey Unit Trust Balanced Portfolio

ARSN 087 944 625

MLC MasterKey Unit Trust Growth Portfolio

ARSN 087 944 438

MLC MasterKey Unit Trust Share Portfolio

ARSN 097 220 945

MLC MasterKey Unit Trust Accelerated Growth Portfolio

ARSN 102 215 725

MLC MasterKey Unit Trust Property Securities Fund

ARSN 087 944 652

MLC MasterKey Unit Trust Australian Share Fund

ARSN 087 945 293

MLC MasterKey Unit Trust IncomeBuilder

ARSN 087 944 287

MLC MasterKey Unit Trust Share Index Fund

ARSN 087 939 919

MLC MasterKey Unit Trust Global Share Fund

ARSN 087 943 682

MLC MasterKey Unit Trust MLC - Platinum Global Fund

ARSN 087 940 065

MLC MasterKey Unit Trust Cash Fund

ARSN 087 940 467

Directors' Report

The Directors of MLC Investments Limited, the Responsible Entity of the following schemes (the 'Schemes'):

MLC MasterKey Unit Trust Income Portfolio (('Horizon 2 Income Portfolio'))	MLC MasterKey Unit Trust Australian Share Fund (('Australian Share Fund'))
MLC MasterKey Unit Trust Conservative Growth Portfolio (('Horizon 3 Conservative Growth Portfolio'))	MLC MasterKey Unit Trust IncomeBuilder (('IncomeBuilder'))
MLC MasterKey Unit Trust Balanced Portfolio (('Horizon 4 Balanced Portfolio'))	MLC MasterKey Unit Trust Share Index Fund (('Share Index Fund'))
MLC MasterKey Unit Trust Growth Portfolio (('Horizon 5 Growth Portfolio'))	MLC MasterKey Unit Trust Global Share Fund (('Global Share Fund'))
MLC MasterKey Unit Trust Share Portfolio (('Horizon 6 Share Portfolio'))	MLC MasterKey Unit Trust MLC - Platinum Global Fund (('Platinum Global Fund'))
MLC MasterKey Unit Trust Accelerated Growth Portfolio (('Horizon 7 Accelerated Growth Portfolio'))	MLC MasterKey Unit Trust Cash Fund (('Cash Fund'))
MLC MasterKey Unit Trust Property Securities Fund (('Property Securities Fund'))	

present their report together with the financial report of the Schemes for the year ended 31 May 2021 and the independent audit report thereon.

The Schemes are disclosed in the Masterkey Product Disclosure Statement and therefore they are presented together in this financial report and related notes in accordance to *Corporations Instrument 2015/839*.

Directors of the Responsible Entity

The names of the persons who were Directors of MLC Investments Limited during or since the year ended 31 May 2021 are as follows:

Name	Appointment/Resignation Date
J G Duffield	Resigned 31 December 2020
P Gupta	Resigned 31 May 2021
M A Joiner	Appointed 1 January 2021
G J Mulcahy	Appointed 7 July 2014
J Selak	Appointed 31 May 2021
K A Watt	Appointed 5 December 2016

The registered office of MLC Investments Limited is located at Ground Floor, MLC Building, 105-153 Miller St, North Sydney NSW 2060.

Principal activities

The Schemes are unlisted registered managed investment schemes domiciled in Australia.

The Schemes invest and transact in money market securities, equities, unlisted managed investment schemes and derivatives in accordance with the provisions of the Constitutions of the Schemes. Investment activities include the use of derivatives in the Platinum Global Fund to reduce the volatility of investment returns due to currency exchange rate fluctuations.

The Schemes did not have any employees during the current and previous year.

There have been no significant changes to the activities of the Schemes during the year.

The Schemes are for-profit entities for the purposes of preparing financial statements.

Results and review of operations

The results of the operations of the Schemes are disclosed in the Statements of Profit or Loss and Other Comprehensive Income. These results are affected by the performance of the markets to which the individual Schemes have exposure.

For details in relation to the Schemes' investment exposure and strategy, information can be obtained from the investment fund profiles located on the MasterKey website at mlc.com.au or alternatively in the Product Disclosure Statements.

Distributions

The distributions for the year ended 31 May 2021 were as follows:

	\$'000	cents per unit
Horizon 2 Income Portfolio	1,694	3.02
Horizon 3 Conservative Growth Portfolio	62,776	5.45
Horizon 4 Balanced Portfolio	128,135	9.74
Horizon 5 Growth Portfolio	45,209	9.34
Horizon 6 Share Portfolio	29,251	8.92
Horizon 7 Accelerated Growth Portfolio	771	4.44
Property Securities Fund	357	0.52
Australian Share Fund	7,965	17.47
IncomeBuilder	78,529	11.85
Share Index Fund	4,328	7.49
Platinum Global Fund	64,426	19.27

Units on issue

Units on issue as at year end and movements during the year are shown in Statements of Changes in Unitholders Funds.

The total assets of the Schemes are set out in the Statements of Financial Position. The basis for valuation of the Schemes' assets is disclosed in Note 1 to the financial statements.

State of affairs

The sale of MLC Wealth from National Australia Bank Limited to IOOF Holdings Limited was completed on 31 May 2021, representing a change in the Responsible Entity's ultimate parent entity. In the opinion of the Directors, this transaction does not impact the Responsible Entity's ability to provide its fiduciary duties.

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

Likely developments

The Schemes will continue to pursue their policy of competitive returns through a selection process that identifies investment managers in each asset class.

Further information about likely developments in the operations of the Schemes and the expected results of those operations in future financial years has not been included in this report because disclosure of the information would be likely to result in unreasonable prejudice to the Schemes.

Auditor's independence

The Directors received a declaration of independence which was issued in accordance with section 307C of the *Corporations Act 2001* from the auditor of the Schemes, a copy of which is attached to the Directors' Report on page 6.

Events subsequent to the balance date

Between the year end and the date of this report, there has not been any other item, transaction or event of a material and unusual nature that, in the opinion of the Responsible Entity, is likely to significantly affect the operations of the Schemes, the results of those operations, or the state of affairs of the Schemes in future financial years.

Interests of the Responsible Entity

Units held by MLC Investments Limited and its related parties in the Schemes during the financial year ended 31 May 2021 are detailed in Note 8(h) and Note 8(i) to the financial statements.

Fees paid to the Responsible Entity during the financial year ended 31 May 2021 are detailed in Note 8(e) to the financial statements.

Environmental regulation

The operations of the Schemes are not subject to any particular or significant environmental regulations under a Commonwealth, State or Territory law.

Indemnities and insurance premiums for Officers or Auditors

Indemnification

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.

Insurance premiums

The previous ultimate parent company of the Responsible Entity, National Australia Bank Limited, has paid, or agreed to pay, premiums in respect of its officers for liability, legal expenses, insurance contracts, and premiums in respect of such insurance contracts, for the financial year ended 31 May 2021. 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.

Rounding

The Schemes meet the criteria set out in *Corporations Instrument 2016/191* issued by the Australian Securities and Investments Commission, 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.

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

Director: Garry Mulcahy

Signature: _____

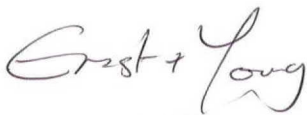
Dated at Sydney this 11th day of August 2021

Auditor's Independence Declaration to the Directors of MLC Investments Limited, as Responsible Entity for MLC MasterKey Unit Trust

As lead auditor for the audit of the financial report of MLC MasterKey Unit Trust consisting of the Schemes listed below for the financial year ended 31 May 2021, I declare to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

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



Ernst & Young



Darren Handley-Greaves
Partner
11 August 2021

MLC MasterKey Unit Trust
Statements of Profit or Loss and Other Comprehensive Income
For the year ended 31 May 2021

		Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Investment income									
Dividend and distribution income	2, 8(h)	3,498	2,664	79,149	52,715	148,943	104,855	55,142	38,085
Interest income		-	1	-	17	-	12	-	8
Changes in the fair value of financial assets and liabilities at fair value through profit or loss		2,914	(4,633)	89,823	(51,841)	238,551	(110,846)	97,093	(41,514)
Other income		-	-	-	-	-	-	-	-
Total investment income/(loss)		6,412	(1,968)	168,972	891	387,494	(5,979)	152,235	(3,421)
Expenses									
Responsible Entity's fees	8(e)	819	1,027	15,884	18,243	26,842	29,696	9,118	10,057
Other expenses		7	-	-	-	-	-	-	-
Total operating expenses		826	1,027	15,884	18,243	26,842	29,696	9,118	10,057
Net profit/(loss)		5,586	(2,995)	153,088	(17,352)	360,652	(35,675)	143,117	(13,478)
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income/(loss) for the year		5,586	(2,995)	153,088	(17,352)	360,652	(35,675)	143,117	(13,478)
		Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Investment income									
Dividend and distribution income	2, 8(h)	30,363	21,389	2,547	1,674	1,235	2,145	13,590	6,991
Interest income		1	4	-	-	-	1	-	2
Changes in the fair value of financial assets and liabilities at fair value through profit or loss		58,014	(22,908)	6,468	(2,166)	14,902	(13,517)	12,566	(12,497)
Other income		-	-	-	-	-	-	-	-
Total investment income/(loss)		88,378	(1,515)	9,015	(492)	16,137	(11,371)	26,156	(5,504)
Expenses									
Responsible Entity's fees	8(e)	4,701	5,039	373	415	840	1,224	1,336	1,628
Other expenses		-	-	-	-	-	-	-	-
Total operating expenses		4,701	5,039	373	415	840	1,224	1,336	1,628
Net profit/(loss)		83,677	(6,554)	8,642	(907)	15,297	(12,595)	24,820	(7,132)
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income/(loss) for the year		83,677	(6,554)	8,642	(907)	15,297	(12,595)	24,820	(7,132)

The above Statements of Profit or Loss and Other Comprehensive Income are to be read in conjunction with the accompanying notes.

MLC MasterKey Unit Trust
Statements of Profit or Loss and Other Comprehensive Income
For the year ended 31 May 2021

		IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Investment income									
Dividend and distribution income	2, 8(h)	51,286	77,775	3,786	8,049	4,577	4,524	9,515	11,388
Interest income		1	165	-	2	-	-	280	748
Changes in the fair value of financial assets and liabilities at fair value through profit or loss		372,380	(362,728)	25,644	(15,989)	5,732	(1,772)	180,685	33,488
Other income		-	-	-	-	-	-	-	-
Total investment income/(loss)		423,667	(284,788)	29,430	(7,938)	10,309	2,752	190,480	45,624
Expenses									
Responsible Entity's fees	8(e)	24,136	34,767	1,255	1,724	589	705	13,728	17,162
Other expenses		1,168	1,452	-	1	-	-	1,224	875
Total operating expenses		25,304	36,219	1,255	1,725	589	705	14,952	18,037
Net profit/(loss)		398,363	(321,007)	28,175	(9,663)	9,720	2,047	175,528	27,587
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income/(loss) for the year		398,363	(321,007)	28,175	(9,663)	9,720	2,047	175,528	27,587

		Cash Fund	
	Notes	2021 \$'000	2020 \$'000
Investment income			
Dividend and distribution income	2, 8(h)	-	-
Interest income		493	862
Changes in the fair value of financial assets and liabilities at fair value through profit or loss		-	-
Other income		433	219
Total investment income/(loss)		926	1,081
Expenses			
Responsible Entity's fees	8(e)	893	990
Other expenses		-	-
Total operating expenses		893	990
Net profit/(loss)		33	91
Other comprehensive income		-	-
Total comprehensive income/(loss) for the year		33	91

The above Statements of Profit or Loss and Other Comprehensive Income are to be read in conjunction with the accompanying notes.

		Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets									
Cash and cash equivalents	10(b)	906	528	4,770	5,406	9,437	7,939	3,766	3,943
Receivables	6	2,915	1,820	67,120	39,391	128,062	80,215	47,893	30,140
Financial assets at fair value through profit or loss	5, 9(c)	64,232	70,121	1,224,919	1,092,603	2,125,623	1,728,282	727,735	576,837
Total assets		68,053	72,469	1,296,809	1,137,400	2,263,122	1,816,436	779,394	610,920
Liabilities									
Payables	7	53	67	1,084	1,314	1,884	2,089	719	708
Financial liabilities at fair value through profit or loss	9(c)	-	-	-	-	-	-	-	-
Distribution payable	4	1,694	571	62,776	34,796	128,135	78,182	45,209	29,239
Total liabilities		1,747	638	63,860	36,110	130,019	80,271	45,928	29,947
Unitholders funds		66,306	71,831	1,232,949	1,101,290	2,133,103	1,736,165	733,466	580,973

		Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets									
Cash and cash equivalents	10(b)	2,350	1,928	260	131	505	353	2,271	531
Receivables	6	26,762	17,178	2,548	1,675	927	21	12,554	4,709
Financial assets at fair value through profit or loss	5, 9(c)	380,554	276,730	27,883	21,401	72,903	67,232	89,122	80,112
Total assets		409,666	295,836	30,691	23,207	74,335	67,606	103,947	85,352
Liabilities									
Payables	7	352	345	29	29	59	74	96	99
Financial liabilities at fair value through profit or loss	9(c)	-	-	-	-	-	-	-	-
Distribution payable	4	29,251	19,273	771	54	357	8	7,825	901
Total liabilities		29,603	19,618	800	83	416	82	7,921	1,000
Unitholders funds		380,063	276,218	29,891	23,124	73,919	67,524	96,026	84,352

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

		IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Assets									
Cash and cash equivalents	10(b)	34,033	39,939	1,112	2,138	124	149	31,208	38,109
Receivables	6	11,416	4,671	2,235	4,701	4,578	4,526	2,619	6,255
Financial assets at fair value through profit or loss	5, 9(c)	1,466,292	1,402,568	123,354	107,458	41,310	35,440	718,244	629,401
Total assets		1,511,741	1,447,178	126,701	114,297	46,012	40,115	752,071	673,765
Liabilities									
Payables	7	2,601	1,873	145	102	41	49	1,327	1,181
Financial liabilities at fair value through profit or loss	9(c)	-	-	-	-	-	-	1,277	4,299
Distribution payable	4	68,270	89,725	3,756	5,339	-	22	64,426	24,683
Total liabilities		70,871	91,598	3,901	5,441	41	71	67,030	30,163
Unitholders funds		1,440,870	1,355,580	122,800	108,856	45,971	40,044	685,041	643,602
		Cash Fund							
		2021	2020						
	Notes	\$'000	\$'000						
Assets									
Cash and cash equivalents	10(b)	82,995	48,856						
Receivables	6	4	4						
Financial assets at fair value through profit or loss	5, 9(c)	-	49,996						
Total assets		82,999	98,856						
Liabilities									
Payables	7	48	97						
Financial liabilities at fair value through profit or loss	9(c)	-	-						
Distribution payable	4	-	-						
Total liabilities		48	97						
Unitholders funds		82,951	98,759						

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

MLC MasterKey Unit Trust
Statements of Changes in Unitholders Funds
For the year ended 31 May 2021

	Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	\$'000	No. of units '000	\$'000	No. of units '000	\$'000	No. of units '000	\$'000	No. of units '000
Unitholders funds at 31 May 2019	89,587	76,320	1,087,439	1,050,577	1,826,262	1,188,432	601,813	429,200
Net profit/(loss)	(2,995)	-	(17,352)	-	(35,675)	-	(13,478)	-
Applications	4,631	4,051	168,061	159,246	76,969	49,406	76,662	53,180
Redemptions	(18,799)	(16,229)	(102,061)	(98,127)	(52,480)	(33,189)	(54,740)	(38,019)
Distributions paid/payable	(593)	-	(34,797)	-	(78,911)	-	(29,284)	-
Unitholders funds at 31 May 2020	<u>71,831</u>	<u>64,142</u>	<u>1,101,290</u>	<u>1,111,696</u>	<u>1,736,165</u>	<u>1,204,649</u>	<u>580,973</u>	<u>444,361</u>
Unitholders funds at 31 May 2020	71,831	64,142	1,101,290	1,111,696	1,736,165	1,204,649	580,973	444,361
Net profit/(loss)	5,586	-	153,088	-	360,652	-	143,117	-
Applications	4,792	4,125	120,178	116,415	222,403	147,402	84,223	60,188
Redemptions	(14,209)	(12,166)	(78,831)	(76,267)	(57,982)	(36,504)	(29,638)	(20,512)
Distributions paid/payable	(1,694)	-	(62,776)	-	(128,135)	-	(45,209)	-
Unitholders funds at 31 May 2021	<u>66,306</u>	<u>56,101</u>	<u>1,232,949</u>	<u>1,151,844</u>	<u>2,133,103</u>	<u>1,315,547</u>	<u>733,466</u>	<u>484,037</u>
	Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	\$'000	No. of units '000	\$'000	No. of units '000	\$'000	No. of units '000	\$'000	No. of units '000
Unitholders funds at 31 May 2019	295,225	274,327	24,537	18,416	88,962	84,816	101,250	52,098
Net profit/(loss)	(6,554)	-	(907)	-	(12,595)	-	(7,132)	-
Applications	20,578	18,920	2,085	1,558	2,429	2,241	3,426	1,731
Redemptions	(13,758)	(12,712)	(2,537)	(1,836)	(10,201)	(9,692)	(11,294)	(5,674)
Distributions paid/payable	(19,273)	-	(54)	-	(1,071)	-	(1,898)	-
Unitholders funds at 31 May 2020	<u>276,218</u>	<u>280,535</u>	<u>23,124</u>	<u>18,138</u>	<u>67,524</u>	<u>77,365</u>	<u>84,352</u>	<u>48,155</u>
Unitholders funds at 31 May 2020	276,218	280,535	23,124	18,138	67,524	77,365	84,352	48,155
Net profit/(loss)	83,677	-	8,642	-	15,297	-	24,820	-
Applications	56,649	53,899	1,486	981	914	938	4,470	2,245
Redemptions	(7,230)	(6,512)	(2,590)	(1,755)	(9,459)	(9,719)	(9,651)	(4,828)
Distributions paid/payable	(29,251)	-	(771)	-	(357)	-	(7,965)	-
Unitholders funds at 31 May 2021	<u>380,063</u>	<u>327,922</u>	<u>29,891</u>	<u>17,364</u>	<u>73,919</u>	<u>68,584</u>	<u>96,026</u>	<u>45,572</u>

The above Statements of Changes in Unitholders Funds are to be read in conjunction with the accompanying notes.

MLC MasterKey Unit Trust
Statements of Changes in Unitholders Funds
For the year ended 31 May 2021

	IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	\$'000	No. of units '000	\$'000	No. of units '000	\$'000	No. of units '000	\$'000	No. of units '000
Unitholders funds at 31 May 2019	1,913,125	822,559	144,316	71,201	41,670	20,249	757,992	428,134
Net profit/(loss)	(321,007)	-	(9,663)	-	2,047	-	27,587	-
Applications	218,583	95,159	6,947	3,419	1,669	748	79,368	43,568
Redemptions	(329,147)	(145,556)	(25,428)	(12,534)	(5,320)	(2,453)	(196,662)	(102,755)
Distributions paid/payable	(125,974)	-	(7,316)	-	(22)	-	(24,683)	-
Unitholders funds at 31 May 2020	1,355,580	772,162	108,856	62,086	40,044	18,544	643,602	368,947
Unitholders funds at 31 May 2020	1,355,580	772,162	108,856	62,086	40,044	18,544	643,602	368,947
Net profit/(loss)	398,363	-	28,175	-	9,720	-	175,528	-
Applications	121,511	67,171	8,443	4,569	1,137	481	29,202	16,263
Redemptions	(356,055)	(182,258)	(18,346)	(9,312)	(4,930)	(2,105)	(98,865)	(50,876)
Distributions paid/payable	(78,529)	-	(4,328)	-	-	-	(64,426)	-
Unitholders funds at 31 May 2021	1,440,870	657,075	122,800	57,343	45,971	16,920	685,041	334,334
	Cash Fund							
	\$'000	No. of units '000						
Unitholders funds at 31 May 2019	92,258	92,254						
Net profit/(loss)	91	-						
Applications	166,272	166,267						
Redemptions	(159,783)	(159,778)						
Distributions paid/payable	(79)	-						
Unitholders funds at 31 May 2020	98,759	98,743						
Unitholders funds at 31 May 2020	98,759	98,743						
Net profit/(loss)	33	-						
Applications	93,564	93,563						
Redemptions	(109,405)	(109,407)						
Distributions paid/payable	-	-						
Unitholders funds at 31 May 2021	82,951	82,899						

The above Statements of Changes in Unitholders Funds are to be read in conjunction with the accompanying notes.

		Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Cash flows from operating activities									
Dividend and distribution income received		28	-	-	2	-	-	2	-
Interest received		-	2	-	20	-	16	-	11
Other income received		-	-	-	-	-	-	64	-
Responsible Entity's fees paid		(833)	(1,041)	(16,114)	(18,192)	(27,047)	(29,722)	(9,171)	(10,039)
Other expenses paid		(7)	(1)	-	-	-	-	-	-
Net cash provided by/(used in) operating activities	10(a)	<u>(812)</u>	<u>(1,040)</u>	<u>(16,114)</u>	<u>(18,170)</u>	<u>(27,047)</u>	<u>(29,706)</u>	<u>(9,105)</u>	<u>(10,028)</u>
Cash flows from investing activities									
Proceeds from sale of investments		29,919	27,251	129,616	174,532	251,808	310,647	49,843	107,302
Purchases of investments		(18,741)	(11,709)	(120,689)	(188,790)	(309,501)	(244,796)	(66,261)	(106,220)
Net cash provided by/(used in) investing activities		<u>11,178</u>	<u>15,542</u>	<u>8,927</u>	<u>(14,258)</u>	<u>(57,693)</u>	<u>65,851</u>	<u>(16,418)</u>	<u>1,082</u>
Cash flows from financing activities									
Applications received		4,435	4,230	86,074	134,795	148,742	21,317	56,127	64,828
Redemptions paid		(14,209)	(18,800)	(78,831)	(102,064)	(57,983)	(52,482)	(29,639)	(54,740)
Distributions paid		(214)	(231)	(692)	(772)	(4,521)	(3,785)	(1,143)	(529)
Net cash provided by/(used in) financing activities		<u>(9,988)</u>	<u>(14,801)</u>	<u>6,551</u>	<u>31,959</u>	<u>86,238</u>	<u>(34,950)</u>	<u>25,345</u>	<u>9,559</u>
Net increase/(decrease) in cash and cash equivalents		<u>378</u>	<u>(299)</u>	<u>(636)</u>	<u>(469)</u>	<u>1,498</u>	<u>1,195</u>	<u>(178)</u>	<u>613</u>
Cash and cash equivalents at the beginning of the financial year		<u>528</u>	<u>827</u>	<u>5,406</u>	<u>5,875</u>	<u>7,939</u>	<u>6,744</u>	<u>3,944</u>	<u>3,331</u>
Effects of exchange rate changes on cash		-	-	-	-	-	-	-	-
Cash and cash equivalents at end of financial year	10(b)	<u>906</u>	<u>528</u>	<u>4,770</u>	<u>5,406</u>	<u>9,437</u>	<u>7,939</u>	<u>3,766</u>	<u>3,944</u>

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

		Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Cash flows from operating activities									
Dividend and distribution income received		-	-	-	-	-	-	-	-
Interest received		-	5	-	1	-	2	-	4
Other income received		-	-	-	-	-	-	-	-
Responsible Entity's fees paid		(4,694)	(5,053)	(373)	(417)	(855)	(1,238)	(1,339)	(1,651)
Other expenses paid		-	-	-	-	-	-	-	-
Net cash provided by/(used in) operating activities	10(a)	(4,694)	(5,048)	(373)	(416)	(855)	(1,236)	(1,339)	(1,647)
Cash flows from investing activities									
Proceeds from sale of investments		8,170	31,590	2,380	2,265	9,560	10,453	9,798	11,418
Purchases of investments		(33,201)	(13,578)	(720)	(1,069)	-	-	(500)	-
Net cash provided by/(used in) financing activities		(25,031)	18,012	1,660	1,196	9,560	10,453	9,298	11,418
Cash flows from financing activities									
Applications received		38,411	2,067	1,440	1,757	909	1,325	3,689	1,798
Redemptions paid		(7,231)	(13,757)	(2,591)	(2,536)	(9,457)	(10,202)	(9,649)	(11,294)
Distributions paid		(1,034)	(1,212)	(9)	(64)	(3)	(647)	(259)	(531)
Net cash provided by/(used in) financing activities		30,146	(12,902)	(1,160)	(843)	(8,551)	(9,524)	(6,219)	(10,027)
Net increase/(decrease) in cash and cash equivalents		421	62	127	(63)	154	(307)	1,740	(256)
Cash and cash equivalents at the beginning of the financial year		1,929	1,867	133	196	351	658	531	787
Effects of exchange rate changes on cash		-	-	-	-	-	-	-	-
Cash and cash equivalents at end of financial year	10(b)	2,350	1,929	260	133	505	351	2,271	531

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

		IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	Notes	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Cash flows from operating activities									
Dividend and distribution income received		45,576	90,031	-	-	-	-	9,808	11,912
Interest received		1	171	-	3	-	2	282	758
Other income received		-	-	-	-	-	-	-	-
Responsible Entity's fees paid		(24,383)	(35,719)	(1,276)	(1,759)	(597)	(707)	(13,817)	(17,426)
Other expenses paid		(1,023)	(1,449)	64	(2)	-	-	(983)	(875)
Net cash provided by/(used in) operating activities	10(a)	<u>20,171</u>	<u>53,034</u>	<u>(1,212)</u>	<u>(1,758)</u>	<u>(597)</u>	<u>(705)</u>	<u>(4,710)</u>	<u>(5,631)</u>
Cash flows from investing activities									
Proceeds from sale of investments		507,349	679,067	16,000	27,455	4,505	4,702	433,247	359,971
Purchases of investments		(198,894)	(444,946)	-	(1,200)	(120)	(230)	(341,587)	(284,094)
Net cash provided by/(used in) investing activities		<u>308,455</u>	<u>234,121</u>	<u>16,000</u>	<u>26,255</u>	<u>4,385</u>	<u>4,472</u>	<u>91,660</u>	<u>75,877</u>
Cash flows from financing activities									
Applications received		26,857	50,874	4,233	3,551	1,121	1,597	7,853	25,633
Redemptions paid		(356,057)	(329,150)	(18,346)	(25,431)	(4,928)	(5,322)	(98,868)	(196,663)
Distributions paid		(5,331)	(10,842)	(1,700)	(1,420)	(6)	(23)	(3,334)	(7,786)
Net cash provided by/(used in) financing activities		<u>(334,531)</u>	<u>(289,118)</u>	<u>(15,813)</u>	<u>(23,300)</u>	<u>(3,813)</u>	<u>(3,748)</u>	<u>(94,349)</u>	<u>(178,816)</u>
Net increase/(decrease) in cash and cash equivalents		(5,905)	(1,963)	(1,025)	1,197	(25)	19	(7,399)	(108,570)
Cash and cash equivalents at the beginning of the financial year		<u>39,938</u>	<u>41,901</u>	<u>2,137</u>	<u>940</u>	<u>149</u>	<u>130</u>	<u>38,107</u>	<u>149,278</u>
Effects of exchange rate changes on cash		-	-	-	-	-	-	500	(2,601)
Cash and cash equivalents at end of financial year	10(b)	<u>34,033</u>	<u>39,938</u>	<u>1,112</u>	<u>2,137</u>	<u>124</u>	<u>149</u>	<u>31,208</u>	<u>38,107</u>

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

		Cash Fund	
		2021	2020
		\$'000	\$'000
	Notes		
Cash flows from operating activities			
Dividend and distribution income received		-	-
Interest received		493	866
Other income received		433	219
Responsible Entity's fees paid		(923)	(980)
Other expenses paid		-	1
Net cash provided by/(used in) operating activities	10(a)	<u>3</u>	<u>106</u>
Cash flows from investing activities			
Proceeds from sale of investments		125,993	301,988
Purchases of investments		<u>(76,014)</u>	<u>(281,092)</u>
Net cash provided by/(used in) investing activities		<u>49,979</u>	<u>20,896</u>
Cash flows from financing activities			
Applications received		79,582	146,828
Redemptions paid		(109,405)	(159,784)
Distributions paid		<u>13,981</u>	<u>19,197</u>
Net cash provided by/(used in) financing activities		<u>(15,842)</u>	<u>6,241</u>
Net increase/(decrease) in cash and cash equivalents		34,140	27,243
Cash and cash equivalents at the beginning of the financial year		<u>48,855</u>	<u>21,612</u>
Effects of exchange rate changes on cash		-	-
Cash and cash equivalents at end of financial year	10(b)	<u>82,995</u>	<u>48,855</u>

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

The financial report of the Schemes for the financial year ended 31 May 2021 was authorised for issue in accordance with a resolution of the Directors of the Responsible Entity on 11 August 2021.

(a) Statement of compliance

The financial report complies with Australian Accounting Standards as issued by the Australian Accounting Standards Board ('AASB') and International Financial Reporting Standards ('IFRS'), as issued by the International Accounting Standards Board ('IASB').

(b) Basis of preparation

The Schemes' year end financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*. The assets and liabilities are measured on a fair value basis, except where otherwise stated.

The Statements of Financial Position are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are designated as current assets and liabilities as they are expected to be recovered or settled within twelve months. Financial assets and liabilities at fair value through profit or loss and unitholders funds are expected to be settled upon contractual requirements.

Where necessary, comparative information has been reclassified to achieve consistency in disclosure with current financial year amounts and other disclosures.

The financial statements are presented in Australian Dollars, and all values are rounded to the nearest thousand dollars except where otherwise indicated.

(c) Basis of consolidation

The Schemes are investment entities under the definition in AASB 10 *Consolidated Financial Statements* and, as such, do not consolidate any entities subject to their control. The Schemes do not hold a controlling interest in any of their underlying investments and therefore are not required to provide additional disclosures.

(d) Unit prices

The unit prices for the units of the Schemes are calculated as at the close of each business day.

(e) Terms and conditions on units

Each unit issued confers upon the unitholders of each Scheme an equal interest in the Scheme, and is of equal value. 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:

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

The rights, obligations and restrictions attached to any unit of a Scheme are identical in all respects.

(f) Financial assets and liabilities at fair value through profit or loss

The Schemes have classified all of their investments as at fair value through profit or loss including derivatives which are held for risk management purposes.

Investments are valued at their fair value as at reporting date. Gains and losses arising from changes in the fair value of the financial assets and liabilities at fair value through profit or loss are included in the Statements of Profit or Loss and Other Comprehensive Income in the year in which they arise.

Derivatives are recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at their fair value with movements taken to the Statements of Profit or Loss and Other Comprehensive Income. Fair values are obtained from quoted market prices in active markets and valuation techniques, including discounted cash flow models and options pricing models. All derivatives are carried as assets when fair value is positive and as liabilities when fair value is negative.

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.

(i) Futures contracts

Futures contracts are contractual obligations to buy or sell financial instruments on a future date at a specified price established on 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.

(ii) 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.

(iii) Options

The current fair value of an option is valued at the last sale price.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) Fair value measurement

Assets and liabilities measured at fair value in the financial statements are categorised within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement in its entirety as detailed below:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

(h) Significant accounting judgements, estimates or assumptions

The Schemes may make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements.

Estimates and assumptions

Estimates are continually evaluated and based on historical experience, available information and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fair value of financial assets and liabilities at fair value through profit or loss

Fair value is the price that would be received from disposing an asset or paid to transfer a liability in an orderly transaction between market participants at the transaction date.

The Schemes measure investments in financial assets and liabilities at fair value through profit or loss. Management applies judgement in selecting valuation techniques where there is no market price available for an instrument. Further details on the determination of fair values of financial instruments is set out in Note 9(g).

The Schemes have assessed the impact of credit/debit value adjustments to their derivative positions to comply with the requirements of AASB 13 *Fair Value Measurement*, and concluded that there are no significant adjustments to the valuation of derivatives.

Judgements

(i) The Schemes meet the definition criteria of an investment entity under AASB 10 *Consolidated Financial Statements*, and therefore are required to measure their interests in controlled entities at fair value through profit or loss. The criteria which define an investment entity are as follows:

(a) An entity that obtains funds from one or more investors for the purpose of providing those investors with investment services;

(b) An entity that commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income or both; and

(c) An entity that measures and evaluates the performance of substantially all of its investments on a fair value basis.

(ii) 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 considered the voting rights and other similar rights and concluded on whether these rights are the dominant factor in determining 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(g).

(i) Cash and cash equivalents

Cash and cash equivalents in the Statements of Financial Position comprise cash at bank, demand deposits, short term deposits at call and highly liquid investments, including investments in an unlisted cash trust, that are readily convertible at the Responsible Entity's option to known amounts of cash and which are subject to an insignificant risk of change in value.

(j) Receivables

Receivables may include amounts for dividends, interest, distributions, outstanding settlements and other income and are measured initially at fair value plus transaction costs. The impact of expected credit losses on financial assets measured at amortised cost is insignificant. Amounts are generally received within 30 days of being recorded as a receivable, hence carrying amounts disclosed approximate fair value.

(k) Payables

Payables include outstanding settlements and accrued expenses owing by the Schemes which are unpaid as at balance date. They are measured initially at fair value plus transaction costs.

(l) Foreign currency transactions

Transactions during the year denominated in foreign currency have been translated at the exchange rate prevailing at the transaction date. Overseas investments and monetary items held, together with any accrued income, are translated at the exchange rate prevailing at the year end.

Foreign currency transaction gains and losses on financial instruments classified as at fair value through profit or loss are included in the Statements of Profit or Loss and Other Comprehensive Income as part of the 'Changes in the fair value of financial assets and liabilities at fair value through profit or loss'.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(m) Income and expenses

Revenue is brought to account on an accrual basis except where otherwise stated.

Dividend and distribution income from listed securities and unlisted registered managed schemes are recognised on the date the shares or trust units are quoted ex dividend/distribution. Income on fixed interest securities and money market securities is recognised on an ex interest accrual basis. Interest income on discount securities is brought to account on an effective interest rate basis and is derived from interest earned and amortised premium or discount to face value on investments.

Changes in the fair value of investments are recognised as income and 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).

Expenses are brought to account on an accrual basis.

The Responsible Entity is entitled to receive a fee, calculated in accordance with the Schemes' Constitutions, for the provision of management services to the Schemes. The Responsible Entity is entitled to be reimbursed, under the Schemes' Constitutions, for certain expenses incurred in administering the Schemes. The amount reimbursed has been calculated in accordance with the Schemes' Constitutions.

Performance fees are incurred or paid by the Schemes for their investment allocations in the Low Correlation Strategy Trust, as outlined in the Product Disclosure Statement.

Other expenses also include government duties and bank interest expense. Auditors' remuneration has not been charged against the Schemes' income as this cost is borne by the Responsible Entity.

(n) Taxation

The Schemes elected to have the taxation regime (AMIT) for the taxation of managed investment schemes apply for the 2018 tax year and later years of income. The Schemes are not subject to income tax as the taxable income (including assessable realised net capital gains) is fully attributed to the unitholders each year. Unitholders are taxed on the income attributed to them.

The unit price is based upon fair values of underlying assets and thus may include a share of unrealised capital gains. Should such a gain be realised, that portion of the gain that is subject to capital gains tax will be distributed.

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.

(o) Distributions to unitholders

The income of the Schemes is accumulated and reinvested or paid to unitholders generally on the last calendar day of August, November, February and May, except for the Horizon 7 Accelerated Growth Portfolio, Horizon 6 Share Portfolio, Global Share Fund, and Platinum Global Fund which reinvested or paid income to unitholders on the last calendar day of May only.

Distributable income does not include unrealised gains and losses arising on movements in the fair value of investments; as such, unrealised gains and losses are transferred to unitholders funds and are not attributed to unitholders as assessable income or distributed until realised.

The Cash Fund's income distributions are based on an interest rate determined daily, and expressed as an annual rate for the distribution period.

The distributions of the remaining Schemes are expressed as cents per unit for the distribution period.

(p) Goods and services tax

Responsible Entity fees and other expenses are recognised net of the amount of goods and services tax ('GST') recoverable from the Australian Taxation Office ('ATO') as a reduced input tax credit ('RITC').

Creditors and accruals are stated with the amount of GST included.

The net amount of GST recoverable from the ATO is included in payables in the Statements of Financial Position.

(q) Derecognition of financial instruments

The derecognition of financial instruments takes place when the Schemes no longer control the contractual rights that comprise the financial instrument, which is normally the case when the instrument is sold, or all the cash flows attributable to the instrument are passed through to an independent third party.

(r) Capital management

The amount of unitholders funds can change significantly on a daily basis 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.

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.

(s) Unitholders funds

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 financial year, if unitholders exercised their right to put the units back to the Schemes.

The schemes are single-class only and these units have been classified as equity.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(t) Application of accounting standards

New and amended standards and interpretations

Several standards and amendments, including AASB 17 *Insurance Contracts* apply to the Schemes for the first time in 2021, however do not have an impact on the financial statements of the Schemes. The Schemes have not early adopted any standards, interpretations or amendments that have been issued but are not yet effective.

NOTE 2 - DIVIDEND AND DISTRIBUTION INCOME

The Schemes receive income from their related party underlying investments in unlisted managed investment schemes, which is detailed in Note 8(h), except for Income Builder and Platinum Global Fund which is detailed in the table below:

	IncomeBuilder		Platinum Global Fund	
	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000
Dividend/Scheme distribution income:				
Listed equities and unit trusts	<u>51,286</u>	<u>77,775</u>	<u>9,515</u>	<u>11,388</u>
Dividend and distribution income	<u>51,286</u>	<u>77,775</u>	<u>9,515</u>	<u>11,388</u>

NOTE 3 - AUDITOR'S REMUNERATION

The Schemes have regular audits on the financial reports. The Responsible Entity pays the cost of the audit fees being \$10,500 (2020: \$11,000) per Scheme for audit and review of the financial reports, and \$3,205 (2020: \$2,374) per Scheme for Compliance plan audits. The Schemes listed in the table below have an additional cost for the Specified Assertions audit of their direct investments.

	IncomeBuilder		Platinum Global Fund		Cash Fund	
	2021	2020	2021	2020	2021	2020
	\$	\$	\$	\$	\$	\$
Auditor of the Scheme:						
Other assurance engagements	<u>6,500</u>	<u>5,250</u>	<u>2,500</u>	<u>2,250</u>	<u>1,500</u>	<u>1,250</u>
	<u>6,500</u>	<u>5,250</u>	<u>2,500</u>	<u>2,250</u>	<u>1,500</u>	<u>1,250</u>

NOTE 4 - DISTRIBUTIONS

	Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	\$'000	cents per unit	\$'000	cents per unit	\$'000	cents per unit	\$'000	cents per unit
2021								
August	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	-	-
February	-	-	-	-	-	-	-	-
May (payable)	<u>1,694</u>	<u>3.02</u>	<u>62,776</u>	<u>5.45</u>	<u>128,135</u>	<u>9.74</u>	<u>45,209</u>	<u>9.34</u>
	<u>1,694</u>	<u>3.02</u>	<u>62,776</u>	<u>5.45</u>	<u>128,135</u>	<u>9.74</u>	<u>45,209</u>	<u>9.34</u>
2020								
August	-	-	-	-	-	-	-	-
November	21	0.03	-	-	728	0.06	45	0.01
February	-	-	-	-	-	-	-	-
May (payable)	<u>571</u>	<u>0.89</u>	<u>34,796</u>	<u>3.13</u>	<u>78,182</u>	<u>6.49</u>	<u>29,239</u>	<u>6.58</u>
	<u>592</u>	<u>0.92</u>	<u>34,796</u>	<u>3.13</u>	<u>78,910</u>	<u>6.55</u>	<u>29,284</u>	<u>6.59</u>
	Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	\$'000	cents per unit	\$'000	cents per unit	\$'000	cents per unit	\$'000	cents per unit
2021								
August	-	-	-	-	-	-	-	-
November	-	-	-	-	-	-	140	0.30
February	-	-	-	-	-	-	-	-
May (payable)	<u>29,251</u>	<u>8.92</u>	<u>771</u>	<u>4.44</u>	<u>357</u>	<u>0.52</u>	<u>7,825</u>	<u>17.17</u>
	<u>29,251</u>	<u>8.92</u>	<u>771</u>	<u>4.44</u>	<u>357</u>	<u>0.52</u>	<u>7,965</u>	<u>17.47</u>
2020								
August	-	-	-	-	960	1.16	269	0.53
November	-	-	-	-	-	-	596	1.21
February	-	-	-	-	103	0.13	131	0.27
May (payable)	<u>19,273</u>	<u>6.87</u>	<u>54</u>	<u>0.30</u>	<u>8</u>	<u>0.01</u>	<u>901</u>	<u>1.87</u>
	<u>19,273</u>	<u>6.87</u>	<u>54</u>	<u>0.30</u>	<u>1,071</u>	<u>1.30</u>	<u>1,897</u>	<u>3.88</u>

NOTE 4 - DISTRIBUTIONS (CONTINUED)

	IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	\$'000	cents per unit	\$'000	cents per unit	\$'000	cents per unit	\$'000	cents per unit
2021								
August	-	-	-	-	-	-	-	-
November	6,547	0.92	507	0.83	-	-	-	-
February	3,712	0.54	65	0.11	-	-	-	-
May (payable)	<u>68,270</u>	<u>10.39</u>	<u>3,756</u>	<u>6.55</u>	<u>-</u>	<u>-</u>	<u>64,426</u>	<u>19.27</u>
	<u>78,529</u>	<u>11.85</u>	<u>4,328</u>	<u>7.49</u>	<u>-</u>	<u>-</u>	<u>64,426</u>	<u>19.27</u>
2020								
August	9,936	1.19	472	0.71	-	-	-	-
November	17,321	2.15	1,204	1.87	-	-	-	-
February	8,992	1.14	301	0.47	-	-	-	-
May (payable)	<u>89,725</u>	<u>11.62</u>	<u>5,339</u>	<u>8.60</u>	<u>22</u>	<u>0.12</u>	<u>24,683</u>	<u>6.69</u>
	<u>125,974</u>	<u>16.10</u>	<u>7,316</u>	<u>11.65</u>	<u>22</u>	<u>0.12</u>	<u>24,683</u>	<u>6.69</u>
	Cash Fund							
	Annualised							
	\$'000	Rate %						
2021								
August	-	-						
November	-	-						
February	-	-						
May (payable)	<u>-</u>	<u>-</u>						
	<u>-</u>	<u>-</u>						
2020								
August	79	0.32						
November	-	-						
February	-	-						
May (payable)	<u>-</u>	<u>-</u>						
	<u>79</u>	<u>0.08</u>						

NOTE 5 - FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Unlisted related party managed investment schemes								
Unlisted related party managed investment schemes	<u>64,232</u>	70,121	<u>1,224,919</u>	1,092,603	<u>2,125,623</u>	1,728,282	<u>727,735</u>	576,837
Total financial assets at fair value through profit or loss	<u>64,232</u>	70,121	<u>1,224,919</u>	1,092,603	<u>2,125,623</u>	1,728,282	<u>727,735</u>	576,837
	Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Unlisted related party managed investment schemes								
Unlisted related party managed investment schemes	<u>380,554</u>	276,730	<u>27,883</u>	21,401	<u>72,903</u>	67,232	<u>89,122</u>	80,112
Total financial assets at fair value through profit or loss	<u>380,554</u>	276,730	<u>27,883</u>	21,401	<u>72,903</u>	67,232	<u>89,122</u>	80,112
	IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Money market securities								
Money market securities	-	8,000	-	-	-	-	-	-
Listed equities								
Shares and units listed on a stock exchange	1,466,292	1,394,568	-	-	-	-	701,589	604,741
Fixed interest securities								
Fixed interest securities	-	-	-	-	-	-	9,914	10,947
Financial instruments								
Financial Instruments - Derivatives	-	-	-	-	-	-	6,743	13,713
Unlisted related party managed investment schemes								
Unlisted related party managed investment schemes	<u>-</u>	-	<u>123,354</u>	107,458	<u>41,310</u>	35,440	<u>-</u>	-
Total financial assets at fair value through profit or loss	<u>1,466,292</u>	1,402,568	<u>123,354</u>	107,458	<u>41,310</u>	35,440	<u>718,246</u>	629,401
	Cash Fund							
	2021	2020						
	\$'000	\$'000						
Unlisted related party managed investment schemes								
Unlisted related party managed investment schemes	<u>-</u>	49,996						
Total financial assets at fair value through profit or loss	<u>-</u>	49,996						

NOTE 6 - RECEIVABLES

	Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Distribution receivables	2,914	1,819	67,118	39,390	128,059	80,213	47,891	30,138
Other receivables	1	1	2	1	3	2	2	2
Receivables	2,915	1,820	67,120	39,391	128,062	80,215	47,893	30,140

	Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Distribution receivables	26,761	17,178	2,547	1,674	925	19	12,553	4,708
Other receivables	1	-	1	1	2	2	1	1
Receivables	26,762	17,178	2,548	1,675	927	21	12,554	4,709

	IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Outstanding settlements	1,523	487	-	-	-	-	80	3,421
Distribution receivables	9,889	4,179	2,234	4,700	4,577	4,524	2,539	2,832
Other receivables	4	5	1	1	1	2	-	2
Receivables	11,416	4,671	2,235	4,701	4,578	4,526	2,619	6,255

	Cash Fund	
	2021	2020
	\$'000	\$'000
Distribution receivables	1	1
Other receivables	3	3
Receivables	4	4

NOTE 7 - PAYABLES

	Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Amounts owing to Responsible Entity	53	67	1,084	1,314	1,884	2,089	655	708
Other payables	-	-	-	-	-	-	64	-
Payables	53	67	1,084	1,314	1,884	2,089	719	708

NOTE 7 - PAYABLES (CONTINUED)

	Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Amounts owing to Responsible Entity	352	345	29	29	59	74	96	99
Payables	352	345	29	29	59	74	96	99
	IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Outstanding settlements	833	-	-	-	-	-	-	-
Amounts owing to Responsible Entity	1,626	1,873	81	102	41	49	1,092	1,181
Other payables	142	-	64	-	-	-	235	-
Payables	2,601	1,873	145	102	41	49	1,327	1,181
	Cash Fund							
	2021	2020						
	\$'000	\$'000						
Outstanding settlements	-	19						
Amounts owing to Responsible Entity	48	78						
Payables	48	97						

NOTE 8 - RELATED PARTIES

(a) Responsible Entity

The Responsible Entity of each of the Schemes is MLC Investments Limited ABN 30 002 641 661, whose immediate holding company is MLC Wealth Limited ABN 97 071 514 264. On 31 May 2021, the sale of MLC Wealth from National Australia Bank Limited to IOOF Holdings Ltd was completed, representing a change in the Responsible Entity's ultimate parent entity.

The Responsible Entity is incorporated and domiciled in Australia.

(b) Key management personnel

Directors

The names of the persons who were Directors of MLC Investments Limited at any time during the financial year were as follows:

Name	Appointment / Resignation Date
J G Duffield	Resigned 31 December 2020
P Gupta	Resigned 31 May 2021
M A Joiner	Appointed 1 January 2021
G J Mulcahy	Appointed 7 July 2014
J Selak	Appointed 31 May 2021
K A Watt	Appointed 5 December 2016

In addition to the Directors noted above, the Responsible Entity provides key management personnel services to the Schemes.

Key management personnel are paid by a related party of the Responsible Entity. Payments made from the Schemes to the Responsible Entity do not include any amounts directly attributable to key management personnel remuneration.

(c) Other related party transactions with the Schemes

From time to time the Directors of MLC Investments Limited, or their related entities, may invest into or withdraw from the Schemes. These investments or withdrawals are on the same terms and conditions as those entered into by other Scheme investors.

NOTE 8 - RELATED PARTIES (CONTINUED)

(d) Amounts payable to/(receivable from) the Responsible Entity

The net amount of payables/(receivables) to MLC Investments Limited by the Schemes at balance date are shown in the table below:

	2021	2020
	\$	\$
Horizon 2 Income Portfolio	54,001	67,534
Horizon 3 Conservative Growth Portfolio	1,084,401	1,314,305
Horizon 4 Balanced Portfolio	1,884,397	2,089,022
Horizon 5 Growth Portfolio	654,980	708,260
Horizon 6 Share Portfolio	351,748	344,818
Horizon 7 Accelerated Growth Portfolio	27,960	27,981
Property Securities Fund	59,205	73,736
Australian Share Fund	96,300	99,288
IncomeBuilder	1,626,267	1,872,588
Share Index Fund	80,821	102,481
Global Share Fund	40,814	49,161
Platinum Global Fund	1,091,933	1,181,038
Cash Fund	48,403	77,669

(e) Responsible Entity's fees

The Responsible Entity's fees have been calculated in accordance with the Schemes' Constitutions. Total fees paid/payable (net of rebates where applicable) are as follows:

	2021	2020
	\$	\$
Horizon 2 Income Portfolio	819,374	1,026,779
Horizon 3 Conservative Growth Portfolio	15,883,784	18,242,757
Horizon 4 Balanced Portfolio	26,841,517	29,696,419
Horizon 5 Growth Portfolio	9,117,664	10,057,297
Horizon 6 Share Portfolio	4,700,620	5,038,593
Horizon 7 Accelerated Growth Portfolio	373,381	415,459
Property Securities Fund	839,596	1,223,992
Australian Share Fund	1,336,392	1,627,876
IncomeBuilder	24,136,361	34,766,698
Share Index Fund	1,255,222	1,724,221
Global Share Fund	589,227	705,068
Platinum Global Fund	13,727,879	17,161,603
Cash Fund	892,606	990,018

(f) Expense reimbursement

The Responsible Entity is entitled, under the Schemes' Constitutions, to be reimbursed for certain expenses incurred in administering the Schemes. The basis on which the expenses are reimbursable is defined in the Constitutions. There were no expense reimbursements during the year (2020: Nil).

(g) 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 Note 8(h). The Schemes have not sponsored or provided support, financial or otherwise to the unlisted managed investment schemes they hold.

(h) Related party investments

The Schemes may purchase and sell units in other unlisted managed investment schemes managed by MLC Investments Limited or its related parties in the ordinary course of business at application and redemption prices calculated in accordance with the Constitutions.

Details of units in other managed investment schemes operated by the Responsible Entity held by the Schemes are set out in the following tables.

The principal activities of all the below named Schemes are to invest and transact in money market securities, listed equities, fixed interest securities, unlisted managed investment schemes, unlisted property trusts, debt instruments and derivatives in accordance with the provisions of the Schemes' Constitutions. Investment activities may include the use of derivatives to reduce the volatility of investment returns.

The Schemes are unlisted registered managed investment schemes and along with their related parties are domiciled in Australia.

NOTE 8 - RELATED PARTIES (CONTINUED)

(h) Related party investments (continued)

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions/ Dividends received / receivable \$
Horizon 2 Income Portfolio				
2021				
Antares Enhanced Cash Trust	6,130,871	0.10	6,264,935	48,200
Low Correlation Strategy Trust	1,811,489	0.23	2,242,301	-
MasterKey Unit Trust IncomeBuilder	-	-	-	-
WM Pool - Australian Equities No. 2	26,427	0.02	2,063,661	30,532
WM Pool - Equities Trust No. 47	11,349	0.06	1,203,331	232,608
WM Pool - Equities Trust No. 58	48,610	1.79	5,018,321	188,820
WM Pool - Equities Trust No. 59	12,029	0.18	1,262,188	41,584
WM Pool - Equities Trust No. 73	2,422	0.23	237,698	1,993
WM Pool - Fixed Interest Trust No. 5	12,717	0.06	1,346,429	121,600
WM Pool - Fixed Interest Trust No. 24	58,685	0.44	6,049,985	169,086
WM Pool - Inflation Linked Securities Trust	1,983,724	0.27	2,327,219	88,260
WM Pool - Global Properties Trust	9,188	0.08	1,049,170	96,983
WM Sector - Australian Equities Trust	38,391	0.11	4,598,725	254,185
WM Sector - Diversified Debt (All) Trust	45,854	0.12	4,499,122	213,635
WM Sector - Diversified Debt (Short) Trust	188,899	0.58	18,313,524	1,219,390
WM Sector - Global Equities (Hedged) Trust	9,309	0.09	1,456,514	90,978
WM Sector - Global Equities (Unhedged) Trust	53,099	0.11	6,298,387	697,769
WM Sector - Property Securities Trust	-	-	-	1,111
	10,443,063		64,231,510	3,496,734
2020				
Antares Enhanced Cash Trust	5,002,869	0.09	5,129,557	121,454
Low Correlation Strategy Trust	1,452,985	0.16	1,650,634	29,850
MasterKey Unit Trust IncomeBuilder	5,540,813	0.72	9,713,512	865,350
WM Pool - Australian Equities No. 2	-	-	-	-
WM Pool - Equities Trust No. 58	56,682	1.97	5,723,802	284,545
WM Pool - Equities Trust No. 59	18,751	0.27	1,881,700	120,572
WM Pool - Equities Trust No. 73	2,401	0.26	236,376	7,944
WM Pool - Fixed Interest Trust No. 5	23,822	0.08	2,444,669	45,077
WM Pool - Fixed Interest Trust No. 24	67,472	0.50	6,861,224	123,740
WM Pool - Inflation Linked Securities Trust	2,101,719	0.24	2,442,712	59,899
WM Pool - Global Properties Trust	39,597	0.37	3,867,363	-
WM Sector - Australian Equities Trust	-	-	-	-
WM Sector - Diversified Debt (All) Trust	19,300	0.07	1,973,060	99,097
WM Sector - Diversified Debt (Short) Trust	222,215	0.48	22,526,101	456,981
WM Sector - Global Equities (Hedged) Trust	10,254	0.13	1,197,968	-
WM Sector - Global Equities (Unhedged) Trust	31,050	0.07	3,205,235	409,200
WM Sector - Property Securities Trust	16,908	0.24	1,267,163	40,765
	14,606,838		70,121,076	2,664,474

NOTE 8 - RELATED PARTIES (CONTINUED)

(h) Related party investments (continued)

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions/ Dividends received / receivable \$
Horizon 3 Conservative Growth Portfolio				
2021				
Antares Enhanced Cash Trust	29,245,181	0.46	29,884,685	238,901
Low Correlation Strategy Trust	35,919,343	4.48	44,461,753	-
WM Pool - Australian Equities Trust No. 2	855,575	0.78	66,810,494	4,032,237
WM Pool - Equities Trust No. 47	665,857	3.71	70,601,609	13,647,546
WM Pool - Equities Trust No. 58	461,815	16.98	47,676,271	1,793,873
WM Pool - Equities Trust No. 59	692,627	10.28	72,674,136	2,372,144
WM Pool - Equities Trust No. 73	62,415	5.87	6,124,919	48,050
WM Pool - Fixed Interest Trust No. 5	221,422	0.97	23,442,542	2,110,154
WM Pool - Fixed Interest Trust No. 24	826,054	6.24	85,160,233	2,249,797
WM Pool - Global Properties Trust	322,331	2.85	36,807,271	3,402,676
WM Pool - Inflation Linked Securities Trust	39,666,109	5.42	46,534,573	1,735,199
WM Sector - Australian Equities Trust	1,260,799	3.47	151,025,464	8,383,855
WM Sector - Diversified Debt (All) Trust	969,278	2.61	95,104,430	4,640,838
WM Sector - Diversified Debt (Short) Trust	2,456,424	7.48	238,147,674	15,524,008
WM Sector - Global Equities (Hedged) Trust	574,936	5.26	89,953,311	5,618,736
WM Sector - Global Equities (Unhedged) Trust	1,015,976	2.10	120,509,833	13,350,731
	<u>115,216,142</u>		<u>1,224,919,198</u>	<u>79,148,745</u>
2020				
Antares Enhanced Cash Trust	23,462,157	0.42	24,056,290	753,817
Low Correlation Strategy Trust	27,215,824	2.97	30,917,992	559,119
WM Pool - Australian Equities Trust No.2	1,163,773	1.00	75,980,641	2,907,334
WM Pool - Equities Trust No. 47	664,586	3.77	64,352,341	6,051,790
WM Pool - Equities Trust No. 58	444,510	15.46	44,887,356	2,209,124
WM Pool - Equities Trust No. 59	727,800	10.65	73,036,160	4,675,821
WM Pool - Equities Trust No. 73	45,748	4.95	4,504,000	229,251
WM Pool - Fixed Interest Trust No. 5	179,490	0.63	18,419,288	312,943
WM Pool - Fixed Interest Trust No. 24	830,599	6.19	84,463,674	1,434,217
WM Pool - Global Properties Trust	306,125	2.85	29,898,970	-
WM Pool - Inflation Linked Securities Trust	38,455,165	4.40	44,694,324	1,095,972
WM Sector - Australian Equities Trust	1,321,208	3.39	128,255,538	10,994,682
WM Sector - Diversified Debt (All) Trust	845,571	2.92	86,445,118	4,176,612
WM Sector - Diversified Debt (Short) Trust	2,122,978	4.57	215,207,704	4,258,100
WM Sector - Global Equities (Hedged) Trust	558,193	6.92	65,213,021	-
WM Sector - Global Equities (Unhedged) Trust	990,708	2.30	102,270,257	13,056,438
	<u>99,334,435</u>		<u>1,092,602,674</u>	<u>52,715,220</u>

NOTE 8 - RELATED PARTIES (CONTINUED)

(h) Related party investments (continued)

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions/ Dividends received / receivable \$
Horizon 4 Balanced Portfolio				
2021				
Antares Enhanced Cash Trust	16,810,318	0.26	17,177,909	217,795
Low Correlation Strategy Trust	62,341,765	7.78	77,168,008	-
WM Pool - Australian Equities Trust No.2	2,072,684	1.88	161,852,550	9,839,020
WM Pool - Equities Trust No. 47	1,794,112	10.00	190,231,690	36,772,473
WM Pool - Equities Trust No. 59	580,311	8.62	60,889,329	1,987,478
WM Pool - Equities Trust No. 73	183,181	17.21	17,975,830	135,423
WM Pool - Fixed Interest Trust No. 5	382,823	1.68	40,530,599	3,635,376
WM Pool - Fixed Interest Trust No. 24	824,231	6.22	84,972,306	2,236,436
WM Pool - Global Properties Trust	721,533	6.39	82,392,501	7,616,207
WM Pool - Inflation Linked Securities Trust	69,417,118	9.48	81,437,178	3,029,925
WM Pool - LTAR Part 1 NS Trust	1,642,996	20.91	148,259,097	7,062,088
WM Sector - Australian Equities Trust	3,114,709	8.58	373,096,914	20,656,742
WM Sector - Diversified Debt (All) Trust	2,395,190	6.45	235,013,181	11,235,335
WM Sector - Global Equities (Hedged) Trust	1,775,976	16.24	277,865,561	17,356,262
WM Sector - Global Equities (Unhedged) Trust	1,702,836	3.52	201,981,749	22,376,630
WM Sector - Diversified Debt (Short) Trust	771,316	2.35	74,778,277	4,785,682
	166,531,099		2,125,622,679	148,942,872
2020				
Antares Enhanced Cash Trust	16,199,699	0.29	16,609,924	809,035
Low Correlation Strategy Trust	50,791,848	5.55	57,701,063	1,043,462
WM Pool - Australian Equities Trust No.2	2,516,617	2.17	164,305,302	7,702,991
WM Pool - Equities Trust No. 47	1,840,870	10.44	178,252,654	16,763,146
WM Pool - Equities Trust No. 59	708,420	10.37	71,091,411	4,621,040
WM Pool - Equities Trust No. 73	77,759	8.42	7,655,444	484,149
WM Pool - Fixed Interest Trust No. 5	381,542	1.33	39,153,970	691,201
WM Pool - Fixed Interest Trust No. 24	697,448	5.20	70,923,468	1,268,383
WM Pool - Global Properties Trust	639,879	5.97	62,496,401	-
WM Pool - Inflation Linked Securities Trust	59,917,056	6.86	69,638,299	1,707,636
WM Pool - LTAR Part 1 NS Trust	1,511,514	21.54	127,392,428	11,082,573
WM Sector - Australian Equities Trust	3,335,207	8.56	323,763,282	28,063,860
WM Sector - Diversified Debt (All) Trust	1,610,328	5.56	164,628,331	8,077,043
WM Sector - Global Equities (Hedged) Trust	1,341,881	16.64	156,770,290	-
WM Sector - Global Equities (Unhedged) Trust	1,636,695	3.80	168,955,220	21,569,842
WM Sector - Diversified Debt (Short) Trust	482,824	1.04	48,944,153	971,028
	143,689,587		1,728,281,640	104,855,389

NOTE 8 - RELATED PARTIES (CONTINUED)

(h) Related party investments (continued)

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions/ Dividends received / receivable \$
Horizon 5 Growth Portfolio				
2021				
Antares Enhanced Cash Trust	3,871,490	0.06	3,956,148	28,131
Low Correlation Strategy Trust	14,617,639	1.82	18,094,035	-
WM Pool - Australian Equities Trust No.2	895,810	0.81	69,952,350	4,290,831
WM Pool - Inflation Linked Securities Trust	17,134,549	2.34	20,101,516	740,797
WM Pool - Equities Trust No. 47	629,925	3.51	66,791,604	12,911,059
WM Pool - Equities Trust No. 59	-	-	-	-
WM Pool - Equities Trust No. 73	10,730	1.01	1,052,996	12,963
WM Pool - Fixed Interest Trust No. 24	276,055	2.08	28,459,309	755,018
WM Pool - Fixed Interest Trust No. 5	131,360	0.57	13,907,449	1,238,101
WM Pool - Global Properties Trust	241,752	2.14	27,605,906	2,551,838
WM Pool - LTAR Part 1 NS Trust	813,724	10.35	73,428,066	3,497,630
WM Sector - Australian Equities Trust	1,306,466	3.60	156,495,688	8,606,829
WM Sector - Diversified Debt (All) Trust	299,602	0.81	29,396,624	1,403,224
WM Sector - Global Equities (Hedged) Trust	674,660	6.17	105,555,954	6,593,320
WM Sector - Global Equities (Unhedged) Trust	952,133	1.97	112,937,145	12,511,788
	<u>41,855,895</u>		<u>727,734,790</u>	<u>55,141,529</u>
2020				
Antares Enhanced Cash Trust	4,715,452	0.08	4,834,862	128,708
Low Correlation Strategy Trust	14,762,113	1.61	16,770,204	303,271
WM Pool - Australian Equities Trust No.2	1,077,086	0.93	70,320,964	2,899,518
WM Pool - Inflation Linked Securities Trust	13,578,791	1.55	15,781,882	386,996
WM Pool - Equities Trust No. 47	605,617	3.43	58,642,252	5,514,805
WM Pool - Equities Trust No. 59	-	-	-	29,715
WM Pool - Equities Trust No. 73	30,748	3.33	3,027,153	101,738
WM Pool - Fixed Interest Trust No. 24	194,245	1.45	19,752,767	420,982
WM Pool - Fixed Interest Trust No. 5	128,815	0.45	13,219,093	231,741
WM Pool - Global Properties Trust	222,165	2.07	21,698,653	-
WM Pool - LTAR Part 1 NS Trust	795,096	11.33	67,011,722	5,829,721
WM Sector - Australian Equities Trust	1,218,374	3.13	118,272,980	10,357,620
WM Sector - Diversified Debt (All) Trust	178,987	0.62	18,298,295	966,218
WM Sector - Global Equities (Hedged) Trust	545,391	6.76	63,717,334	-
WM Sector - Global Equities (Unhedged) Trust	828,140	1.92	85,488,456	10,913,972
	<u>38,881,020</u>		<u>576,836,617</u>	<u>38,085,005</u>

NOTE 8 - RELATED PARTIES (CONTINUED)

(h) Related party investments (continued)

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions/ Dividends received / receivable \$
Horizon 6 Share Portfolio				
2021				
Low Correlation Strategy Trust	7,902,747	0.99	9,782,194	-
WM Pool - Australian Equities Trust No.2	602,898	0.55	47,079,308	2,473,980
WM Pool - Equities Trust No. 47	321,747	1.79	34,115,156	6,594,583
WM Pool - Global Properties Trust	69,396	0.61	7,924,410	732,517
WM Pool - LTAR Part 1 NS Trust	423,110	5.38	38,180,219	1,818,654
WM Sector - Australian Equities Trust	887,439	2.44	106,302,331	5,807,843
WM Sector - Global Equities (Hedged) Trust	299,117	2.73	46,799,293	2,923,216
WM Sector - Global Equities (Unhedged) Trust	761,889	1.57	90,371,445	10,011,837
	11,268,343		380,554,356	30,362,630
2020				
Low Correlation Strategy Trust	5,234,319	0.57	5,946,344	107,533
WM Pool - Australian Equities Trust No.2	537,359	0.46	35,083,167	1,852,368
WM Pool - Equities Trust No. 47	283,385	1.61	27,440,384	2,580,535
WM Pool - Global Properties Trust	32,430	0.30	3,167,365	-
WM Pool - LTAR Part 1 NS Trust	304,369	4.34	25,652,652	2,231,666
WM Sector - Australian Equities Trust	781,533	2.01	75,866,895	6,564,417
WM Sector - Global Equities (Hedged) Trust	346,648	4.30	40,498,442	-
WM Sector - Global Equities (Unhedged) Trust	611,015	1.42	63,074,794	8,052,509
	8,131,058		276,730,043	21,389,028
Horizon 7 Accelerated Growth Portfolio				
2021				
MLC Horizon 7 Trust	14,698,055	2.18	22,535,734	2,234,104
WM Pool - LTAR Part 1 NS Trust	15,446	0.20	1,393,773	66,390
WM Sector - Global Equities (Hedged) Trust	25,269	0.23	3,953,577	246,952
	14,738,770		27,883,084	2,547,446
2020				
MLC Horizon 7 Trust	14,378,906	2.42	17,050,837	1,604,686
WM Pool - LTAR Part 1 NS Trust	9,428	0.13	794,598	69,126
WM Sector - Global Equities (Hedged) Trust	30,433	0.38	3,555,465	-
	14,418,767		21,400,900	1,673,812
Property Securities Fund				
2021				
WM Sector - Property Securities Trust	787,676	13.44	72,903,384	1,235,214
2020				
WM Sector - Property Securities Trust	897,079	12.75	67,232,320	2,145,325
Australian Share Fund				
2021				
WM Pool - Equities Trust No. 41	870,011	7.78	89,122,247	13,590,017
2020				
WM Pool - Equities Trust No. 41	896,829	8.27	80,112,019	6,991,044

NOTE 8 - RELATED PARTIES (CONTINUED)

(h) Related party investments (continued)

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions/ Dividends received / receivable \$
IncomeBuilder				
2021				
National Australia Bank Limited	-	-	-	4,536,472
2020				
National Australia Bank Limited	4,970,191	0.16	88,519,102	6,222,232

On 31 May 2021, the sale of MLC Wealth from National Australia Bank Limited to IOOF Holdings Ltd was completed, representing a change in the Responsible Entity's ultimate parent entity. Amounts shown for the 2021 financial year represent dividends received from National Australia Bank Limited before the completion of the sale.

Share Index Fund

2021

WM Pool - Equities Trust No. 30	97,137,969	9.04	123,354,147	3,785,921
2020				
WM Pool - Equities Trust No. 30	104,919,276	10.63	107,457,588	8,049,259

Global Share Fund

2021

WM Sector - Global Equities (Unhedged) Trust	348,272	0.72	41,310,218	4,576,569
2020				
WM Sector - Global Equities (Unhedged) Trust	343,311	0.80	35,439,848	4,524,465

Platinum Global Fund

2021

MasterKey Unit Trust Cash Fund	-	-	-	-
2020				
MasterKey Unit Trust Cash Fund	327,577	0.33	327,577	-

From time to time, the Schemes may invest in money market securities issued or guaranteed by National Australia Bank Limited. These investments are in the normal course of business and on normal terms and conditions. Details of these investments held by the Schemes are set out below:

	Fair value of investment \$
IncomeBuilder	
2021	
Money Market Securities - National Australia Bank	-
2020	
Money Market Securities - National Australia Bank	7,999,845
Cash Fund	
2021	
Money Market Securities - National Australia Bank	-
2020	
Money Market Securities - National Australia Bank	10,999,050

NOTE 8 - RELATED PARTIES (CONTINUED)

(i) Unitholder investing activities

Details of holdings in the Schemes by MLC Investments Limited and its related parties or other Schemes managed by MLC Investments Limited and its related parties are set out below:

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions paid / payable \$
Horizon 2 Income Portfolio				
2021				
Masterkey Investment Services	23,630,344	42.12	27,927,120	713,636
MLC Navigator Investment Platform	421,874	0.75	498,585	12,741
2020				
Masterkey Investment Services	29,766,576	46.40	33,332,255	274,967
MLC Navigator Investment Platform	199,250	0.31	223,118	1,773
Horizon 3 Conservative Growth Portfolio				
2021				
Masterkey Investment Services	51,515,276	4.47	55,149,061	2,807,582
MLC Investment Trusts	1,108,357,634	96.24	1,186,538,964	57,484,783
MLC Navigator Investment Platform	2,386,237	0.21	2,554,557	130,050
2020				
Masterkey Investment Services	60,034,978	5.40	59,475,632	1,879,095
MLC Investment Trusts	1,034,091,685	93.02	1,024,457,053	31,376,905
MLC Navigator Investment Platform	390,478	0.04	386,840	12,222
Horizon 4 Balanced Portfolio				
2021				
Masterkey Investment Services	63,663,919	4.84	103,204,178	6,190,783
MLC Investment Trusts	1,138,559,526	86.53	1,845,693,800	104,626,651
MLC Navigator Investment Platform	10,843,532	0.82	17,578,211	1,056,160
2020				
Masterkey Investment Services	74,255,475	6.16	106,986,620	4,866,583
MLC Investment Trusts	984,149,689	81.67	1,417,954,015	61,687,827
MLC Navigator Investment Platform	7,433,161	0.62	10,709,631	486,432
Horizon 5 Growth Portfolio				
2021				
Masterkey Investment Services	22,019,745	4.55	33,359,891	2,056,644
MLC Investment Trusts	435,754,479	90.01	660,167,600	38,342,930
MLC Navigator Investment Platform	1,162,683	0.24	1,761,463	108,595
2020				
Masterkey Investment Services	23,351,549	5.26	30,535,817	1,539,137
MLC Investment Trusts	383,853,712	86.40	501,948,994	24,085,844
MLC Navigator Investment Platform	1,200,168	0.27	1,569,408	79,071
Horizon 6 Share Portfolio				
2021				
Masterkey Investment Services	32,941,150	10.04	38,167,956	2,938,351
MLC Investment Trusts	285,004,941	86.89	330,226,960	23,610,934
MLC Navigator Investment Platform	767,579	0.23	889,371	68,468
2020				
Masterkey Investment Services	33,499,894	11.94	32,981,483	2,301,443
MLC Investment Trusts	231,582,390	82.54	227,998,653	14,872,861
MLC Navigator Investment Platform	821,061	0.29	808,355	56,407

NOTE 8 - RELATED PARTIES (CONTINUED)

(i) Unitholder investing activities (continued)

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions paid / payable \$
Horizon 7 Accelerated Growth Portfolio				
2021				
Masterkey Investment Services	8,567,722	49.34	14,747,955	380,407
2020				
Masterkey Investment Services	9,023,914	49.74	11,502,359	27,072
Property Securities Fund				
2021				
Masterkey Investment Services	11,091,158	16.17	11,953,640	57,674
MLC Navigator Investment Platform	906,630	1.32	977,132	4,714
2020				
Masterkey Investment Services	12,988,082	16.79	11,336,050	184,530
MLC Navigator Investment Platform	1,191,392	1.54	1,039,852	14,966
Australian Share Fund				
2021				
Masterkey Investment Services	14,250,736	31.25	30,007,847	2,491,415
MLC Investment Trusts	4,426	0.01	9,320	715
MLC Navigator Investment Platform	978,538	2.15	2,060,513	170,809
2020				
Masterkey Investment Services	15,731,855	32.66	27,552,410	617,826
MLC Investment Trusts	4,087	0.01	7,158	156
MLC Navigator Investment Platform	599,540	1.24	1,050,021	22,684
IncomeBuilder				
2021				
Masterkey Investment Services	56,365,405	8.57	123,455,004	6,643,661
MLC Investment Trusts	180,632,983	27.46	395,633,559	12,808,034
MLC MasterKey Unit Trusts	-	-	-	-
MLC Navigator Investment Platform	5,681,509	0.86	12,443,993	445,261
MLC Super Fund	344,167,564	52.32	753,817,137	24,435,596
2020				
Masterkey Investment Services	73,643,201	9.52	129,102,718	11,902,590
MLC Investment Trusts	236,272,436	30.56	414,205,427	25,468,902
MLC MasterKey Unit Trusts	5,906,975	0.76	10,355,423	608,766
MLC Navigator Investment Platform	8,549,566	1.11	14,988,108	924,266
MLC Super Fund	385,499,804	49.85	675,813,538	42,602,790
Share Index Fund				
2021				
Masterkey Investment Services	28,296,028	49.37	60,627,580	2,137,366
MLC Navigator Investment Platform	470,058	0.82	1,007,155	37,624
2020				
Masterkey Investment Services	31,419,174	50.63	55,114,542	3,717,460
MLC Navigator Investment Platform	372,287	0.60	653,054	35,826
Global Share Fund				
2021				
Masterkey Investment Services	4,369,156	25.81	11,863,853	-
MLC Investment Trusts	-	-	-	-
MLC Navigator Investment Platform	-	-	-	-
2020				
Masterkey Investment Services	4,756,484	25.65	10,272,858	5,708
MLC Investment Trusts	1,690	0.01	3,650	2
MLC Navigator Investment Platform	422,014	2.28	911,449	506

NOTE 8 - RELATED PARTIES (CONTINUED)

(i) Unitholder investing activities (continued)

MLC Investments Limited and its related parties	Number of unit/shares held	Interest held in the Scheme/Entity %	Fair value of investment \$	Distributions paid / payable \$
Platinum Global Fund				
2021				
Masterkey Investment Services	3,422,724	1.02	7,005,539	659,559
MLC Navigator Investment Platform	1,762,743	0.53	3,607,934	339,680
MLC Super Fund	133,743,140	39.96	273,741,847	23,577,279
G J Mulcahy and assocs	55,176	0.02	124,162	7,338
2020				
Masterkey Investment Services	4,608,654	1.25	8,037,391	308,319
MLC Navigator Investment Platform	2,086,634	0.57	3,639,044	139,596
MLC Super Fund	139,660,344	37.84	243,564,568	8,998,270
G J Mulcahy and assocs	50,659	0.01	92,253	5,243
Cash Fund				
2021				
Masterkey Investment Services	62,495,442	75.34	62,495,442	-
MLC MasterKey Unit Trusts	-	-	-	-
G J Mulcahy and assocs	568	-	568	-
2020				
Masterkey Investment Services	72,871,727	73.79	72,870,561	55,223
MLC MasterKey Unit Trusts	327,576	0.33	327,571	1,544
G J Mulcahy and assocs	990	-	990	10

NOTE 9 - FINANCIAL RISK MANAGEMENT

(a) Financial risk management objectives, policies and processes

The Schemes' activities expose them to a variety of financial risks: credit risk, market risk (including currency risk, interest rate risk, equity price risk), liquidity and cash flow risk. The Schemes' overall risk management programme is aligned to the investment strategy of each Scheme as detailed in their Constitution and Product Disclosure Statement. 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.

(b) Credit risk

The Schemes take on exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due.

There were no Schemes with significant concentrations of exposure to counterparties as at 31 May 2021.

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligations.

The Schemes restrict their exposure to credit losses on trading derivative instruments by entering into master netting arrangements with counterparties (approved brokers). The credit risk associated with contracts is reduced by a master netting arrangement to the extent that if an event of default occurs, there is the opportunity to settle outstanding amounts on a net basis.

The Schemes minimise their exposure to credit risk on cash equivalents by only holding instruments with top-tier financial institutions.

The carrying amounts of financial assets best represent the maximum credit risk exposures at the year end date. The tables below show the credit quality by class of asset for debt instruments.

Income Builder

2021

	AAA to AA- \$'000	A+ to A- \$'000	BBB + to BBB - \$'000	Total \$'000
Money market securities	-	-	-	-
Total	-	-	-	-

2020

	AAA to AA- \$'000	A+ to A- \$'000	BBB + to BBB - \$'000	Total \$'000
Money market securities	8,000	-	-	8,000
Total	8,000	-	-	8,000

Cash Fund

2021

	AAA to AA- \$'000	A+ to A- \$'000	BBB + to BBB - \$'000	Total \$'000
Money market securities	-	-	-	-
Total	-	-	-	-

2020

	AAA to AA- \$'000	A+ to A- \$'000	BBB + to BBB - \$'000	Total \$'000
Money market securities	42,996	7,000	-	49,996
Total	42,996	7,000	-	49,996

NOTE 9 - FINANCIAL RISK MANAGEMENT (CONTINUED)

(c) Financial assets and liabilities at fair value through profit or loss

Financial assets and financial liabilities for the Platinum Global Fund are presented on a gross basis in the Statements of Financial Position as there is not an enforceable legal right to offset the recognised amounts. In the normal course of business, the Scheme also enters into various master netting agreements or other similar arrangements that do not meet the criteria for offsetting in the Statement of Financial Position but still allow for the related amounts to be set off in certain circumstances, such as default on contracts.

Offsetting financial assets and financial liabilities

	2021			2020		
	Amounts not offset		Net amount	Amounts not offset		Net amount
	Other financial instruments	Cash collateral		Other financial instruments	Cash collateral	
Platinum Global Fund	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets						
Foreign exchange forward contracts	1,483	-	1,483	8,320	-	8,320
Options	5,260	-	5,260	5,392	-	5,392
Futures contracts	-	-	-	-	-	-
Closing balance	6,743	-	6,743	13,712	-	13,712
Financial liabilities						
Foreign exchange forward contracts	(886)	(274)	(1,160)	(2,410)	(4,549)	(6,959)
Options	-	-	-	-	-	-
Futures contracts	(391)	-	(391)	(1,889)	-	(1,889)
Closing balance	(1,277)	(274)	(1,551)	(4,299)	(4,549)	(8,848)

(d) Market risk

(i) Currency risk

Currency risk is the risk that the fair value of future cash flows of the financial instrument will fluctuate due to changes in foreign exchange rates.

The Schemes are exposed to foreign currency risk as a result of investments in financial instruments denominated in foreign currencies. Certain Schemes may enter into foreign currency contracts designed to either hedge some or all of this exposure, or alternatively increase exposure to preferred foreign currencies.

The foreign currency sensitivities set out below are illustrative only and are based on simplified scenarios. The figures represent the effect of the pro forma movements in foreign exchange rates and the Fund's current foreign exchange risk profile.

The following table summarises the Platinum Global Fund's direct exposure to foreign currency risk on their monetary assets and liabilities net of any applied foreign currency economic hedges at 31 May 2021. The analysis calculates the effect on the Statements of Profit or Loss and Other Comprehensive Income of the reasonably possible change in currency rate against the Australian dollar with all other variables held constant.

Platinum Global Fund

Currency	2021				2020			
	Change in currency rate		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in currency rate		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
EUR	10%	(10%)	12,918	(12,918)	10%	(10%)	10,658	(10,658)
HKD	10%	(10%)	7,740	(7,740)	10%	(10%)	7,257	(7,257)
KRW	10%	(10%)	5,485	(5,485)	10%	(10%)	4,799	(4,799)
USD	10%	(10%)	29,700	(29,700)	10%	(10%)	17,305	(17,305)
INR	10%	(10%)	3,519	(3,519)	10%	(10%)	2,367	(2,367)
JPY	10%	(10%)	8,855	(8,855)	10%	(10%)	11,731	(11,731)
GBP	10%	(10%)	4,135	(4,135)	10%	(10%)	2,839	(2,839)
Other*	10%	(10%)	1,003	(1,003)	10%	(10%)	2,528	(2,528)
Total			73,355	(73,355)			59,484	(59,484)

* Composed of monetary items denominated in various different currencies, the fair value of which do not individually exceed 2% of the unitholders funds at 31 May 2021 and 31 May 2020.

(ii) 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' interest-bearing financial assets and liabilities expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on their financial position and cash flows.

The Schemes are exposed to varying levels of interest rate risk as a result of differences in their investment strategies. The risk focused investment process actively assesses the level of interest rate risk and seeks to manage the interest rate exposure accordingly.

The changes in interest rates as disclosed in this note are based on assumed fluctuations in interest rates on floating rate financial assets. 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.

NOTE 9 - FINANCIAL RISK MANAGEMENT (CONTINUED)

(d) Market risk (continued)

(ii) Interest rate risk (continued)

The following tables demonstrate the sensitivity of the Schemes' financial assets at fair value through profit or loss contained in the Statements of Financial Position to a reasonably possible change in interest rates on discount securities.

IncomeBuilder

	2021				2020			
	Change in interest rate (basis points)		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in interest rate (basis points)		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
AUD	100	(100)	-	-	100	(100)	(1)	1

Cash Fund

	2021				2020			
	Change in interest rate (basis points)		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in interest rate (basis points)		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
AUD	100	(100)	-	-	100	(100)	(33)	33

(iii) Equity and other price risk

Equity and other price risk is the risk that the fair value of equities and unit prices decrease as a result of changes in market prices, whether those changes are caused by factors specific to the individual stock or factors affecting all instruments in the market.

To mitigate the impact of equity and other price risk, the investment process ensures there is diversification of equity exposures within the Schemes.

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.

The effect on the Statements of Profit or Loss and Other Comprehensive Income due to reasonably possible changes in market factors, as represented by the equity indices, with all other variables held constant are indicated in the following tables:

Horizon 2 Income Portfolio

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	631	(631)	10%	(10%)	1,023	(1,023)
International equities	10%	(10%)	1,069	(1,069)	10%	(10%)	536	(536)
Property equities	10%	(10%)	109	(109)	10%	(10%)	511	(511)
Fixed interest	10%	(10%)	4,615	(4,615)	10%	(10%)	4,942	(4,942)
Total			6,424	(6,424)			7,012	(7,012)

Horizon 3 Conservative Growth Portfolio

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	20,236	(20,236)	10%	(10%)	20,082	(20,082)
International equities	10%	(10%)	33,330	(33,330)	10%	(10%)	27,239	(27,239)
Property equities	10%	(10%)	3,736	(3,736)	10%	(10%)	2,874	(2,874)
Fixed interest	10%	(10%)	65,190	(65,190)	10%	(10%)	59,066	(59,066)
Total			122,492	(122,492)			109,261	(109,261)

Horizon 4 Balanced Portfolio

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	48,719	(48,719)	10%	(10%)	46,474	(46,474)
International equities	10%	(10%)	77,841	(77,841)	10%	(10%)	56,791	(56,791)
Property equities	10%	(10%)	8,205	(8,205)	10%	(10%)	5,790	(5,790)
Fixed interest	10%	(10%)	77,798	(77,798)	10%	(10%)	63,774	(63,774)
Total			212,563	(212,563)			172,829	(172,829)

NOTE 9 - FINANCIAL RISK MANAGEMENT (CONTINUED)

(d) Market risk (continued)

(iii) Equity and other price risk (continued)

Horizon 5 Growth Portfolio

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	20,246	(20,246)	10%	(10%)	17,507	(17,507)
International equities	10%	(10%)	32,304	(32,304)	10%	(10%)	22,929	(22,929)
Property equities	10%	(10%)	2,700	(2,700)	10%	(10%)	1,973	(1,973)
Fixed interest	10%	(10%)	17,524	(17,524)	10%	(10%)	15,275	(15,275)
Total			72,774	(72,774)			57,684	(57,684)

Horizon 6 Share Portfolio

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	13,517	(13,517)	10%	(10%)	10,115	(10,115)
International equities	10%	(10%)	19,103	(19,103)	10%	(10%)	14,022	(14,022)
Property equities	10%	(10%)	765	(765)	10%	(10%)	280	(280)
Fixed interest	10%	(10%)	4,670	(4,670)	10%	(10%)	3,257	(3,257)
Total			38,055	(38,055)			27,674	(27,674)

Horizon 7 Accelerated Growth Portfolio

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	1,002	(1,002)	10%	(10%)	808	(808)
International equities	10%	(10%)	1,655	(1,655)	10%	(10%)	1,232	(1,232)
Fixed interest	10%	(10%)	132	(132)	10%	(10%)	101	(101)
Total			2,789	(2,789)			2,141	(2,141)

Property Securities Fund

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Property equities	10%	(10%)	7,290	(7,290)	10%	(10%)	6,723	(6,723)
Total			7,290	(7,290)			6,723	(6,723)

Australian Share Fund

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	8,912	(8,912)	10%	(10%)	8,011	(8,011)
Total			8,912	(8,912)			8,011	(8,011)

IncomeBuilder

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	145,720	(145,720)	10%	(10%)	139,457	(139,457)
Fixed interest	10%	(10%)	909	(909)	10%	(10%)	-	-
Total			146,629	(146,629)			139,457	(139,457)

NOTE 9 - FINANCIAL RISK MANAGEMENT (CONTINUED)

(d) Market risk (continued)

(iii) Equity and other price risk (continued)

Share Index Fund

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
Australian equities	10%	(10%)	12,335	(12,335)	10%	(10%)	10,746	(10,746)
Total			12,335	(12,335)			10,746	(10,746)

Global Share Fund

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
International equities	10%	(10%)	4,131	(4,131)	10%	(10%)	3,544	(3,544)
Total			4,131	(4,131)			3,544	(3,544)

Platinum Global Fund

Category	2021				2020			
	Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000		Change in price		Effect on Statements of Profit or Loss and Other Comprehensive Income \$'000	
International equities	10%	(10%)	71,824	(71,824)	10%	(10%)	62,940	(62,940)
Total			71,824	(71,824)			62,940	(62,940)

(e) Liquidity and cash flow risk

The Schemes are exposed to daily cash redemptions of redeemable units. Therefore, they invest the majority of their assets either in unlisted schemes with daily redemptions, or in investments that are readily disposed of in an active market, which under normal market conditions are readily convertible to cash.

Unitholders funds are repayable on demand, subject to redemption freeze provisions. In addition the Schemes' policy is to maintain sufficient cash and cash equivalents to meet normal operating requirements and expected redemption requests.

In accordance with the Schemes' policies, the Schemes' liquidity position is monitored on a daily basis, and the Responsible Entity reviews this on a quarterly basis.

The Schemes' liabilities are expected to be settled within less than one month, except for amounts owing to the Responsible Entity which are expected to be settled within one to three months.

(f) Derivatives

The Schemes' derivative financial instruments are susceptible to market price risk arising from uncertainties about future prices of the instruments.

As at 31 May 2021, the overall direct market exposures were as follows:

Platinum Global Fund

	31 May 2021		31 May 2020	
	Contract amount \$'000	Fair value \$'000	Contract amount \$'000	Fair value \$'000
Derivative instruments:				
- Futures contracts	(7,039)	(391)	(11,878)	(1,889)
- Foreign exchange forward contracts	597	597	5,911	5,911
- Options	5,260	5,260	5,394	5,392
	(1,182)	5,466	(573)	9,414

NOTE 9 - FINANCIAL RISK MANAGEMENT (CONTINUED)

(g) Fair value of financial instruments

The Schemes' financial assets and liabilities are measured at fair value at the end of each reporting period. The following table details how the fair values of these financial assets and financial liabilities are determined in particular, other than Level 1, the use of observable and unobservable inputs are applied.

Financial assets / (liabilities)	Fair Value Hierarchy	Valuation Techniques
Foreign exchange forward contracts	2	Valued based on observable market data (i.e broker quoted prices).
Interest bearing securities	2	Valued by sourcing appropriate yield curves based on credit rating, security type and term to maturity.
Money market securities	2	Valued by sourcing appropriate yield curves based on credit rating, security type and term to maturity.
Options	2	Valued from independent valuations based on observable market data provided by pricing vendors, using option pricing models.
Unlisted related party managed investment schemes	2	Valued at redemption price as established by the Responsible Entity of the underlying trust.
Listed equity securities (equity linked notes)	2	Valued by sourcing appropriate yield curves based on credit rating, security type and term to maturity.
Unlisted equities (suspended/stale priced)	3	Valued based on last available price at the date of delisting or based on selling price determined by fund manager

All Schemes, except listed separately below, invest only in unlisted managed investment schemes which are classified as level 2 which ultimately invest on level 1 securities, and there have been no transfers between levels during the year.

IncomeBuilder

Financial instruments	2021			2020		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Listed equity securities	1,466,292	-	-	1,394,568	-	-
Money market securities	-	-	-	-	8,000	-
Total	1,466,292	-	-	1,394,568	8,000	-

There have been no movements between the levels during the year.

Platinum Global Fund

Financial instruments	2021			2020		
	Level 1	Level 2#	Level 3	Level 1	Level 2#	Level 3
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Futures contracts	(391)	-	-	(1,889)	-	-
Listed equity securities	698,180	3,407	-	604,741	-	-
Foreign exchange forward contracts	-	597	-	-	5,911	-
Interest bearing securities	-	9,914	-	-	10,947	-
Options	-	5,260	-	-	5,392	-
Total	697,789	19,178	-	602,852	22,250	-

Level 2 for the year ended 31 May 2021 and 31 May 2020 contain interest bearing securities in Ping An Insurance where the inputs to derive the prices are observable from their underlying securities.

These investments are assessed for sensitivity to their unobservable inputs, and as the market value for these investments are not significant to the Scheme, no sensitivity analysis has been stated in the notes to the financial report.

Cash Fund

Financial instruments	2021			2020		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Money market securities	-	-	-	-	49,996	-
Total	-	-	-	-	49,996	-

There have been no movements between the levels during the year.

NOTE 10 - NOTES TO THE STATEMENTS OF CASH FLOWS

	Horizon 2 Income Portfolio		Horizon 3 Conservative Growth Portfolio		Horizon 4 Balanced Portfolio		Horizon 5 Growth Portfolio	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
(a) Reconciliation of operating profit to net cash flows from operating activities								
Net operating profit/(loss)	5,586	(2,995)	153,088	(17,352)	360,652	(35,675)	143,117	(13,478)
Income reinvested	(2,374)	(2,902)	(51,420)	(46,959)	(101,097)	(91,184)	(37,387)	(32,101)
Changes in the fair value of financial assets and liabilities at fair value through profit or loss	(2,914)	4,633	(89,823)	51,841	(238,551)	110,846	(97,093)	41,514
Changes in assets and liabilities during the financial year:								
(Increase)/decrease in distribution receivables	(1,095)	238	(27,728)	(5,754)	(47,846)	(13,671)	(17,753)	(5,984)
(Increase)/decrease in other receivables	-	-	-	3	-	4	-	3
Increase/(decrease) in other accounts payable	(15)	(14)	(231)	51	(205)	(26)	11	18
Net cash provided by/(used in) operating activities	(812)	(1,040)	(16,114)	(18,170)	(27,047)	(29,706)	(9,105)	(10,028)
(b) Cash and cash equivalents								
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 as follows:								
Cash at bank	906	528	4,768	2,603	9,431	7,933	3,764	2,901
Cash on deposit - domestic	-	-	2	2,803	6	6	2	1,042
Components of cash	906	528	4,770	5,406	9,437	7,939	3,766	3,943
(c) Non-cash financing and investing activities								
Distributions to unitholders reinvested	357	401	34,104	33,266	73,661	55,652	28,096	11,834
	357	401	34,104	33,266	73,661	55,652	28,096	11,834

NOTE 10 - NOTES TO THE STATEMENTS OF CASH FLOWS (CONTINUED)

	Horizon 6 Share Portfolio		Horizon 7 Accelerated Growth Portfolio		Property Securities Fund		Australian Share Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
(a) Reconciliation of operating profit to net cash flows from operating activities								
Net operating profit/(loss)	83,677	(6,554)	8,642	(907)	15,297	(12,595)	24,820	(7,132)
Income reinvested	(20,779)	(19,234)	(1,673)	(1,836)	(329)	(3,024)	(5,744)	(7,014)
Changes in the fair value of financial assets and liabilities at fair value through profit or loss	(58,014)	22,908	(6,468)	2,166	(14,902)	13,517	(12,566)	12,497
Changes in assets and liabilities during the financial year:								
(Increase)/decrease in distribution receivables	(9,583)	(2,155)	(874)	163	(906)	880	(7,846)	24
(Increase)/decrease in other receivables	-	1	-	-	-	-	-	-
Increase/(decrease) in other accounts payable	5	(14)	-	(2)	(15)	(14)	(3)	(22)
Net cash provided by/(used in) operating activities	(4,694)	(5,048)	(373)	(416)	(855)	(1,236)	(1,339)	(1,647)
(b) Cash and cash equivalents								
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 as follows:								
Cash at bank	2,349	1,927	260	131	505	353	2,271	531
Cash on deposit - domestic	1	1	-	-	-	-	-	-
Components of cash	2,350	1,928	260	131	505	353	2,271	531
(c) Non-cash financing and investing activities								
Distributions to unitholders reinvested	18,238	18,511	46	328	5	1,104	781	1,628
	18,238	18,511	46	328	5	1,104	781	1,628

NOTE 10 - NOTES TO THE STATEMENTS OF CASH FLOWS (CONTINUED)

	IncomeBuilder		Share Index Fund		Global Share Fund		Platinum Global Fund	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
(a) Reconciliation of operating profit to net cash flows from operating activities								
Net operating profit/(loss)	398,363	(321,007)	28,175	(9,663)	9,720	2,047	175,528	27,587
Income reinvested	-	-	(6,252)	(5,895)	(4,524)	(4,173)	-	-
Changes in the fair value of financial assets and liabilities at fair value through profit or loss	(372,380)	362,728	(25,644)	15,989	(5,732)	1,772	(180,685)	(33,488)
Changes in assets and liabilities during the financial year:								
(Increase)/decrease in distribution receivables	(5,708)	12,259	2,466	(2,155)	(52)	(350)	293	524
(Increase)/decrease in other receivables	-	6	-	1	-	-	2	10
Increase/(decrease) in other accounts payable	(104)	(952)	43	(35)	(9)	(1)	152	(264)
Net cash provided by/(used in) operating activities	20,171	53,034	(1,212)	(1,758)	(597)	(705)	(4,710)	(5,631)
(b) Cash and cash equivalents								
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 as follows:								
Cash at bank	9,450	13,136	1,112	2,138	124	149	13,362	7,577
Cash on deposit - domestic	24,583	26,803	-	-	-	-	4,512	1,196
Cash on deposit - overseas	-	-	-	-	-	-	13,334	29,008
MLC MasterKey Unit Trust Cash	-	-	-	-	-	-	-	328
Components of cash	34,033	39,939	1,112	2,138	124	149	31,208	38,109
(c) Non-cash financing and investing activities								
Distributions to unitholders reinvested	94,654	167,709	4,210	3,396	16	72	21,349	53,735
	94,654	167,709	4,210	3,396	16	72	21,349	53,735

NOTE 10 - NOTES TO THE STATEMENTS OF CASH FLOWS (CONTINUED)

	Cash Fund	
2021		2020
\$'000		\$'000
(a) Reconciliation of operating profit to net cash flows from operating activities		
Net operating profit/(loss)	33	91
Income reinvested	-	-
Changes in the fair value of financial assets and liabilities at fair value through profit or loss	-	-
Changes in assets and liabilities during the financial year:		
(Increase)/decrease in distribution receivables	-	-
(Increase)/decrease in other receivables	-	5
Increase/(decrease) in other accounts payable	(30)	10
Net cash provided by/(used in) operating activities	3	106

(b) Cash and cash equivalents

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 as follows:

Cash at bank	806	5,043
Cash on deposit - domestic	82,189	43,813
Components of cash	82,995	48,856

(c) Non-cash financing and investing activities

Distributions to unitholders reinvested	13,982	19,444
	13,982	19,444

NOTE 11 - EVENTS OCCURRING AFTER THE BALANCE DATE

There has not arisen in the interval between the year end and the date of this report any other item, transaction or event of a material and unusual nature likely, in the opinion of the Responsible Entity, to significantly affect the operations of the Schemes, the results of those operations, or the state of affairs of the Schemes, in future financial years.

NOTE 12 - COMMITMENTS AND CONTINGENT LIABILITIES

The Schemes had no known commitments or contingent liabilities as at 31 May 2021 and 31 May 2020.

Directors' Declaration

In the opinion of the Directors of MLC Investments Limited, the Responsible Entity of the Schemes:

The financial statements and notes set out on pages 7 to 44, are in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the financial positions of the Schemes as at 31 May 2021 and of their performance for the year ended on that date;
- (b) complying with Australian Accounting Standards and *Corporations Regulations 2001*;
- (c) there are reasonable grounds to believe that the Schemes will be able to pay their debts as and when they become due and payable; and
- (d) the financial statements and notes also comply with International Financial Reporting Standards as disclosed in Note 1(a).

This declaration is made in accordance with a resolution of the Directors.

Director: Garry Mulcahy

Signature: 

Dated at Sydney this 11th day of August 2021

Independent Auditor's Report to the Unitholders of MLC MasterKey Unit Trust:

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

Opinion

We have audited the financial report of MLC MasterKey Unit Trust consisting of the schemes listed above (the 'Schemes'), which comprises the statements of financial position as at 31 May 2021, the statements of profit or loss and other comprehensive income, statements of changes in unitholders funds and statements of cash flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Schemes is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Schemes' financial position as at 31 May 2021 and of its financial performance for the year ended on that date; and
- b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. 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 auditor independence requirements of 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 also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information is the directors' report accompanying the financial report.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, 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.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Schemes are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Schemes' ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors 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

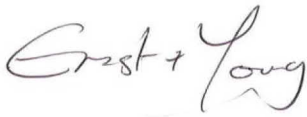
Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and 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 this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Ernst & Young



Darren Handley-Greaves
Partner
Sydney
11 August 2021

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**For more information call us from
anywhere in Australia on
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adviser.**

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Important information

MLC Investments Limited ABN 30 002 641 661, AFSL 230705 (MLCI) is the responsible entity of each of the schemes which are the subject of this report.
MLCI is part of the IOOF group of companies, comprising IOOF Holdings Ltd ABN 49 100 103 722 and its related bodies corporate (IOOF Group).