



MLC MasterKey Unit Trust

Financial Report

For the year ended 31 May 2022

Preparation date
23 August 2022

Issued by
MLC Investments Limited (MLCI)

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MLC MasterKey Unit Trust

Annual Report for the financial year ended 31 May 2022

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

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**Directors' Report
for the financial year ended 31 May 2022**

The Directors of MLC Investments Limited, the Responsible Entity of the following Managed Investment Schemes (the 'Schemes'), present their report together with the financial report of the Schemes for the year ended 31 May 2022, and the report of the auditor of the Schemes.

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

Responsible Entity

The Responsible Entity of the Schemes is MLC Investments Limited. As at reporting date, the registered office and principal place of business of the Responsible Entity and the Schemes is '30 The Bond' Level 3, 30 Hickson Road, Millers Point NSW 2000.

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

Name	Position Held	Date Appointed
M A Joiner	Independent Non-Executive Director	Appointed 1 January 2021
G J Mulcahy	Executive Director	Appointed 7 July 2014
J Selak	Independent Non-Executive Director	Appointed 31 May 2021
K A Watt	Independent Non-Executive Director, Chair	Appointed 5 December 2016

Principal activities

The Schemes are registered managed investment schemes domiciled in Australia.

The Schemes invest in accordance with the investment policy of the Schemes as set out in their respective Product Disclosure Statements (PDSs) or investment mandates and in accordance with the Schemes' Constitutions. The key asset categories are equities, unlisted managed investment schemes and derivatives.

The Schemes did not have any employees during the year (2021: Nil).

Review of operations and results

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

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

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

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

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

Significant changes in the state of affairs

Name change of IOOF Holdings Ltd:

The Responsible Entity's ultimate parent entity IOOF Holdings Ltd has changed its name to Insignia Financial Ltd effective 9 December 2021.

Appointment of auditor:

In accordance with the Board resolution on 11 November 2021, KPMG was appointed auditor for the Schemes replacing Ernst & Young.

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.

Events subsequent to the balance date

No significant events have occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 31 May 2022 or on the results and cash flows of the Schemes for the financial year ended on that date.

Likely developments and expected results of operations

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

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

Indemnification and insurance of officers and auditors

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

The ultimate parent company of the responsible Entity, Insignia Financial Ltd, has paid or agreed to pay insurance premiums in respect of the Responsible Entity's officers for liability, legal expenses, insurance contracts, and premiums in respect of such insurance contracts, for the financial year ended 31 May 2022. Such insurance contracts insure against certain liability (subject to specified exclusions) for persons who are or have been the officers of the Responsible Entity. Details of the nature of the liabilities covered or the amount of the premium paid has not been included as such disclosure is prohibited under the terms of the contracts.

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

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

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

Interests in the Schemes

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

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

Environmental regulation

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

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.

Single set of financial statements

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

Lead auditor's independence declaration

The lead auditor's independence declaration, as required under section 307C of the *Corporations Act 2001*, is set out on page 33 and forms part of the Directors' Report for the financial year ended 31 May 2022.

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



Kathryn Watt
Director
Melbourne
11 August 2022

Financial Report
Statements of Financial Position
as at 31 May 2022

		1. Horizon 2 Income Portfolio		2. Horizon 3 Conservative Growth Portfolio		3. Horizon 4 Balanced Portfolio		4. Horizon 5 Growth Portfolio	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Assets									
Cash and cash equivalents	5.2	285	906	3,303	4,770	10,007	9,437	2,907	3,766
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Receivables		1,414	2,915	42,232	67,120	88,336	128,062	44,667	47,893
Financial assets held at fair value through profit or loss	4.1	58,963	64,232	1,249,260	1,224,919	1,960,572	2,125,623	778,552	727,735
Total assets		60,662	68,053	1,294,795	1,296,809	2,058,915	2,263,122	826,126	779,394
Liabilities									
Outstanding settlements		-	-	-	-	-	-	-	-
Distributions payable		115	1,694	43,978	62,776	119,774	128,135	48,874	45,209
Payables		37	53	788	1,084	1,341	1,884	518	719
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	-
Total liabilities		152	1,747	44,766	63,860	121,115	130,019	49,392	45,928
Net assets attributable to unitholders - Equity		60,510	66,306	1,250,029	1,232,949	1,937,800	2,133,103	776,734	733,466

		5. Horizon 6 Share Portfolio		6. Horizon 7 Accelerated Growth Portfolio		7. Property Securities Fund		8. Australian Share Fund	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Assets									
Cash and cash equivalents	5.2	2,293	2,350	176	260	543	505	2,485	2,271
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Receivables		26,010	26,762	2,919	2,548	859	927	8,219	12,554
Financial assets held at fair value through profit or loss	4.1	349,177	380,554	24,757	27,883	69,030	72,903	87,319	89,122
Total assets		377,480	409,666	27,852	30,691	70,432	74,335	98,023	103,947
Liabilities									
Outstanding settlements		-	-	-	-	-	-	-	-
Distributions payable		32,333	29,251	265	771	646	357	8,495	7,825
Payables		229	352	17	29	39	59	64	96
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	-
Total liabilities		32,562	29,603	282	800	685	416	8,559	7,921
Net assets attributable to unitholders - Equity		344,918	380,063	27,570	29,891	69,747	73,919	89,464	96,026

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

Financial Report
Statements of Financial Position
as at 31 May 2022

		9. IncomeBuilder		10. Share Index Fund		11. Global Share Fund		12. Platinum Global Fund	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Assets									
Cash and cash equivalents	5.2	27,250	34,033	2,885	1,112	124	124	77,787	29,963
Margin accounts		-	-	-	-	-	-	-	1,245
Outstanding settlements		1,641	1,523	-	-	-	-	19,560	80
Receivables		9,680	9,893	7,777	2,235	4,752	4,578	2,486	2,539
Financial assets held at fair value through profit or loss	4.1	1,421,524	1,466,292	107,618	123,354	36,780	41,310	513,774	718,244
Total assets		1,460,095	1,511,741	118,280	126,701	41,656	46,012	613,607	752,071
Liabilities									
Outstanding settlements		1,200	832	-	-	-	-	288	-
Distributions payable		86,314	68,270	10,752	3,756	3	-	57,691	64,426
Payables		2,303	1,769	120	145	23	41	719	1,327
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	1,807	1,277
Total liabilities		89,817	70,871	10,872	3,901	26	41	60,505	67,030
Net assets attributable to unitholders - Equity		1,370,278	1,440,870	107,408	122,800	41,630	45,971	553,102	685,041

13. Cash Fund

	Note	31 May 2022 \$'000	31 May 2021 \$'000
Assets			
Cash and cash equivalents	5.2	91,656	82,995
Margin accounts		-	-
Outstanding settlements		-	-
Receivables		4	4
Financial assets held at fair value through profit or loss	4.1	-	-
Total assets		91,660	82,999
Liabilities			
Outstanding settlements		-	-
Distributions payable		-	-
Payables		38	48
Financial liabilities held at fair value through profit or loss	4.2	-	-
Total liabilities		38	48
Net assets attributable to unitholders - Equity		91,622	82,951

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

Financial Report
Statements of Comprehensive Income
for the financial year ended 31 May 2022

		1. Horizon 2 Income Portfolio		2. Horizon 3 Conservative Growth Portfolio		3. Horizon 4 Balanced Portfolio		4. Horizon 5 Growth Portfolio	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Investment income									
Interest income		-	-	-	-	-	-	-	-
Dividend and distribution income		2,364	3,498	63,208	79,149	125,012	148,943	56,541	55,142
Net change in fair value of investments		(2,630)	2,914	(65,321)	89,823	(115,284)	238,551	(52,680)	97,093
Other income		-	-	-	-	-	-	-	-
Total investment income/(loss)		(266)	6,412	(2,113)	168,972	9,728	387,494	3,861	152,235
Expenses									
Responsible Entity fees	7.4	698	819	15,171	15,884	25,085	26,842	9,665	9,118
Other expenses		-	7	-	-	-	-	-	-
Total operating expenses		698	826	15,171	15,884	25,085	26,842	9,665	9,118
Operating profit/(loss)		(964)	5,586	(17,284)	153,088	(15,357)	360,652	(5,804)	143,117
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income/(loss) for the year		(964)	5,586	(17,284)	153,088	(15,357)	360,652	(5,804)	143,117

		5. Horizon 6 Share Portfolio		6. Horizon 7 Accelerated Growth Portfolio		7. Property Securities Fund		8. Australian Share Fund	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Investment income									
Interest income		-	1	-	-	-	-	-	-
Dividend and distribution income		32,245	30,363	2,916	2,547	1,734	1,235	10,240	13,590
Net change in fair value of investments		(25,235)	58,014	(2,955)	6,468	2,029	14,902	(5,358)	12,566
Other income		-	-	-	-	-	-	-	-
Total investment income/(loss)		7,010	88,378	(39)	9,015	3,763	16,137	4,882	26,156
Expenses									
Responsible Entity fees	7.4	4,755	4,701	386	373	871	840	1,293	1,336
Other expenses		-	-	-	-	-	-	-	-
Total operating expenses		4,755	4,701	386	373	871	840	1,293	1,336
Operating profit/(loss)		2,255	83,677	(425)	8,642	2,892	15,297	3,589	24,820
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income/(loss) for the year		2,255	83,677	(425)	8,642	2,892	15,297	3,589	24,820

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

Financial Report
Statements of Comprehensive Income
for the financial year ended 31 May 2022

		9. IncomeBuilder		10. Share Index Fund		11. Global Share Fund		12. Platinum Global Fund	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Investment income									
Interest income		-	1	-	-	-	-	104	280
Dividend and distribution income		68,069	51,286	10,549	3,786	4,749	4,577	10,944	9,151
Net change in fair value of investments		85,115	372,380	(4,686)	25,644	(5,365)	5,732	(54,745)	180,685
Other income		-	-	-	-	-	-	-	-
Total investment income/(loss)		153,184	423,667	5,863	29,430	(616)	10,309	(43,697)	190,116
Expenses									
Responsible Entity fees	7.4	22,131	24,136	1,088	1,255	583	589	12,345	13,728
Other expenses		764	1,168	-	-	-	-	721	860
Total operating expenses		22,895	25,304	1,088	1,255	583	589	13,066	14,588
Operating profit/(loss)		130,289	398,363	4,775	28,175	(1,199)	9,720	(56,763)	175,528
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive income/(loss) for the year		130,289	398,363	4,775	28,175	(1,199)	9,720	(56,763)	175,528

13. Cash Fund

	Note	31 May 2022 \$'000	31 May 2021 \$'000
Investment income			
Interest income		596	493
Dividend and distribution income		-	-
Net change in fair value of investments		-	-
Other income		101	433
Total investment income/(loss)		697	926
Expenses			
Responsible Entity fees	7.4	730	893
Other expenses		-	-
Total operating expenses		730	893
Operating profit/(loss)		(33)	33
Other comprehensive income		-	-
Total comprehensive income/(loss) for the year		(33)	33

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

Financial Report
Statements of Changes in Equity
for the financial year ended 31 May 2022

		1. Horizon 2 Income Portfolio	2. Horizon 3 Conservative Growth Portfolio	3. Horizon 4 Balanced Portfolio	4. Horizon 5 Growth Portfolio				
Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	
Total equity at the beginning of the financial year		66,306	71,831	1,232,949	1,101,290	2,133,103	1,736,165	733,466	580,973
Total comprehensive income/(loss) for the year		(964)	5,586	(17,284)	153,088	(15,357)	360,652	(5,804)	143,117
Transactions with unitholders									
Applications		4,545	4,792	192,877	120,178	165,976	222,403	141,281	84,223
Redemptions		(8,904)	(14,209)	(106,262)	(78,831)	(210,935)	(57,982)	(39,391)	(29,638)
Distributions paid and payable		(473)	(1,694)	(52,251)	(62,776)	(134,987)	(128,135)	(52,818)	(45,209)
Total transactions with unitholders		(4,832)	(11,111)	34,364	(21,429)	(179,946)	36,286	49,072	9,376
Total Equity at the end of the financial year		60,510	66,306	1,250,029	1,232,949	1,937,800	2,133,103	776,734	733,466

Note	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000
Opening balance	56,101	64,142	1,151,844	1,111,696	1,315,547	1,204,649	484,037	444,361
Applications	3,843	4,125	178,031	116,415	101,560	147,402	91,240	60,188
Redemptions	(7,518)	(12,166)	(98,000)	(76,267)	(127,835)	(36,504)	(25,510)	(20,512)
Closing balance	52,426	56,101	1,231,875	1,151,844	1,289,272	1,315,547	549,767	484,037
Cents per Unit (CPU)	0.86	3.02	4.26	5.45	10.44	9.74	9.74	9.34

		5. Horizon 6 Share Portfolio	6. Horizon 7 Accelerated Growth Portfolio	7. Property Securities Fund	8. Australian Share Fund				
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Total equity at the beginning of the financial year		380,063	276,218	29,891	23,124	73,919	67,524	96,026	84,352
Total comprehensive income/(loss) for the year		2,255	83,677	(425)	8,642	2,892	15,297	3,589	24,820
Transactions with unitholders									
Applications		33,919	56,649	1,979	1,486	1,268	914	9,369	4,470
Redemptions		(38,986)	(7,230)	(3,610)	(2,590)	(7,466)	(9,459)	(9,963)	(9,651)
Distributions paid and payable		(32,333)	(29,251)	(265)	(771)	(866)	(357)	(9,557)	(7,965)
Total transactions with unitholders		(37,400)	20,168	(1,896)	(1,875)	(7,064)	(8,902)	(10,151)	(13,146)
Total Equity at the end of the financial year		344,918	380,063	27,570	29,891	69,747	73,919	89,464	96,026

Note	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000
Opening balance	327,922	280,535	17,364	18,138	68,584	77,365	45,572	48,155
Applications	29,050	53,899	1,112	981	1,071	938	4,368	2,245
Redemptions	(32,669)	(6,512)	(2,033)	(1,755)	(6,357)	(9,719)	(4,562)	(4,828)
Closing balance	324,303	327,922	16,443	17,364	63,298	68,584	45,378	45,572
Cents per Unit (CPU)	9.97	8.92	1.61	4.44	1.36	0.52	21.02	17.47

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

Financial Report
Statements of Changes in Equity
for the financial year ended 31 May 2022

		9. IncomeBuilder		10. Share Index Fund		11. Global Share Fund		12. Platinum Global Fund	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Total equity at the beginning of the financial year		1,440,870	1,355,580	122,800	108,856	45,971	40,044	685,041	643,602
Total comprehensive income/(loss) for the year		130,289	398,363	4,775	28,175	(1,199)	9,720	(56,763)	175,528
Transactions with unitholders									
Applications		114,136	121,511	7,318	8,443	1,918	1,137	60,939	29,202
Redemptions		(204,178)	(356,055)	(14,774)	(18,346)	(5,057)	(4,930)	(78,419)	(98,865)
Distributions paid and payable		(110,839)	(78,529)	(12,711)	(4,328)	(3)	-	(57,696)	(64,426)
Total transactions with unitholders		(200,881)	(313,073)	(20,167)	(14,231)	(3,142)	(3,793)	(75,176)	(134,089)
Total Equity at the end of the financial year		1,370,278	1,440,870	107,408	122,800	41,630	45,971	553,102	685,041

	Note	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000	31 May 2022 Units '000	31 May 2021 Units '000
Opening balance		657,075	772,162	57,343	62,086	16,920	18,544	334,334	368,947
Applications		51,220	67,171	3,353	4,569	668	481	29,526	16,263
Redemptions		(89,556)	(182,258)	(6,718)	(9,312)	(1,780)	(2,105)	(39,392)	(50,876)
Closing balance		618,739	657,075	53,978	57,343	15,808	16,920	324,468	334,334
Cents per Unit (CPU)		17.77	11.85	23.45	7.49	0.02	-	17.78	19.27

13. Cash Fund

	Note	31 May 2022 \$'000	31 May 2021 \$'000
Total equity at the beginning of the financial year		82,951	98,759
Total comprehensive income/(loss) for the year		(33)	33
Transactions with unitholders			
Applications		99,907	93,564
Redemptions		(91,203)	(109,405)
Distributions paid and payable		-	-
Total transactions with unitholders		8,704	(15,841)
Total Equity at the end of the financial year		91,622	82,951

	Note	31 May 2022 Units '000	31 May 2021 Units '000
Opening balance		82,899	98,743
Applications		99,907	93,563
Redemptions		(91,203)	(109,407)
Closing balance		91,603	82,899
Annualised Rate (%)		-	-

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

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Statements of Cash Flows
for the financial year ended 31 May 2022

		1. Horizon 2 Income Portfolio		2. Horizon 3 Conservative Growth Portfolio		3. Horizon 4 Balanced Portfolio		4. Horizon 5 Growth Portfolio	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Cash flows from operating activities:									
Interest received		-	-	-	-	-	-	-	-
Dividend and distribution received		298	28	6,446	-	11,190	-	2,622	2
Other income received		-	-	-	-	-	-	-	64
Realised foreign exchange gains/(losses)		-	-	-	-	-	-	-	-
Interest paid		-	-	-	-	-	-	-	-
Operating expenses paid		(720)	(840)	(15,471)	(16,114)	(25,756)	(27,047)	(9,885)	(9,171)
Net movement in margin accounts		-	-	-	-	-	-	-	-
Proceeds from sale of investments		14,896	29,919	215,898	129,616	399,380	251,808	74,757	49,843
Purchase of investments		(8,675)	(18,741)	(223,908)	(120,689)	(196,060)	(309,501)	(121,107)	(66,261)
Net cash inflow/(outflow) from operating activities	5.1	5,799	10,366	(17,035)	(7,187)	188,754	(84,740)	(53,613)	(25,523)
Cash flows from financing activities:									
Proceeds from application of units		3,214	4,435	123,042	86,074	29,194	148,742	93,618	56,127
Payments for redemption of units		(8,898)	(14,209)	(106,259)	(78,831)	(210,808)	(57,983)	(39,372)	(29,639)
Distributions paid		(736)	(214)	(1,215)	(692)	(6,570)	(4,521)	(1,492)	(1,143)
Net cash inflow/(outflow) from financing activities		(6,420)	(9,988)	15,568	6,551	(188,184)	86,238	52,754	25,345
Net increase/(decrease) in cash and cash equivalents		(621)	378	(1,467)	(636)	570	1,498	(859)	(178)
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		906	528	4,770	5,406	9,437	7,939	3,766	3,944
Cash and cash equivalents at the end of the financial year	5.2	285	906	3,303	4,770	10,007	9,437	2,907	3,766

		5. Horizon 6 Share Portfolio		6. Horizon 7 Accelerated Growth Portfolio		7. Property Securities Fund		8. Australian Share Fund	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Cash flows from operating activities:									
Interest received		-	-	-	-	-	-	-	-
Dividend and distribution received		1,419	-	-	-	-	-	-	-
Other income received		-	-	-	-	-	-	-	-
Realised foreign exchange gains/(losses)		-	-	-	-	-	-	-	-
Interest paid		-	-	-	-	-	-	-	-
Operating expenses paid		(4,878)	(4,694)	(397)	(373)	(891)	(855)	(1,326)	(1,339)
Net movement in margin accounts		-	-	-	-	-	-	-	-
Proceeds from sale of investments		56,810	8,170	3,579	2,380	7,705	9,560	11,020	9,798
Purchase of investments		(19,089)	(33,201)	(860)	(720)	-	-	1	(500)
Net cash inflow/(outflow) from operating activities	5.1	34,262	(29,725)	2,322	1,287	6,814	8,705	9,695	7,959
Cash flows from financing activities:									
Proceeds from application of units		5,831	38,411	1,335	1,440	903	909	2,842	3,689
Payments for redemption of units		(38,986)	(7,231)	(3,611)	(2,591)	(7,469)	(9,457)	(9,963)	(9,649)
Distributions paid		(1,163)	(1,034)	(130)	(9)	(212)	(3)	(2,360)	(259)
Net cash inflow/(outflow) from financing activities		(34,318)	30,146	(2,406)	(1,160)	(6,778)	(8,551)	(9,481)	(6,219)
Net increase/(decrease) in cash and cash equivalents		(56)	421	(84)	127	36	154	214	1,740
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		2,350	1,929	260	133	505	351	2,271	531
Cash and cash equivalents at the end of the financial year	5.2	2,294	2,350	176	260	541	505	2,485	2,271

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

Financial Report
Statements of Cash Flows
for the financial year ended 31 May 2022

		9. IncomeBuilder		10. Share Index Fund		11. Global Share Fund		12. Platinum Global Fund	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Cash flows from operating activities:									
Interest received		-	1	-	-	-	-	104	282
Dividend and distribution received		68,289	45,576	(2)	-	-	-	11,003	9,808
Other income received		-	-	-	-	-	-	-	-
Realised foreign exchange gains/(losses)		-	-	-	-	-	-	1,050	(4,427)
Interest paid		-	-	-	-	-	-	-	-
Operating expenses paid		(23,498)	(25,406)	(1,181)	(1,212)	(601)	(597)	(13,723)	(14,800)
Net movement in margin accounts		-	-	-	-	-	-	1,245	2,516
Proceeds from sale of investments		300,445	507,349	16,060	16,000	4,162	4,505	393,527	437,674
Purchase of investments		(170,312)	(198,894)	-	-	(420)	(120)	(262,496)	(341,587)
Net cash inflow/(outflow) from operating activities	5.1	174,924	328,626	14,877	14,788	3,141	3,788	130,710	89,466
Cash flows from financing activities:									
Proceeds from application of units		25,984	26,857	3,075	4,233	1,917	1,121	4,566	7,853
Payments for redemption of units		(203,041)	(356,057)	(14,707)	(18,346)	(5,058)	(4,928)	(78,371)	(98,868)
Distributions paid		(4,650)	(5,331)	(1,472)	(1,700)	-	(6)	(8,064)	(3,334)
Net cash inflow/(outflow) from financing activities		(181,707)	(334,531)	(13,104)	(15,813)	(3,141)	(3,813)	(81,869)	(94,349)
Net increase/(decrease) in cash and cash equivalents		(6,783)	(5,905)	1,773	(1,025)	-	(25)	48,841	(4,883)
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	(1,016)	500
Cash and cash equivalents at the beginning of the financial year		34,033	39,938	1,112	2,137	124	149	29,963	34,346
Cash and cash equivalents at the end of the financial year	5.2	27,250	34,033	2,885	1,112	124	124	77,788	29,963

13. Cash Fund

	Note	31 May 2022 \$'000	31 May 2021 \$'000
Cash flows from operating activities:			
Interest received		596	493
Dividend and distribution received		-	-
Other income received		101	433
Realised foreign exchange gains/(losses)		-	-
Interest paid		-	-
Operating expenses paid		(740)	(923)
Net movement in margin accounts		-	-
Proceeds from sale of investments		-	125,993
Purchase of investments		-	(76,014)
Net cash inflow/(outflow) from operating activities	5.1	(43)	49,982
Cash flows from financing activities:			
Proceeds from application of units		99,907	93,563
Payments for redemption of units		(91,203)	(109,405)
Distributions paid		-	-
Net cash inflow/(outflow) from financing activities		8,704	(15,842)
Net increase/(decrease) in cash and cash equivalents		8,661	34,140
Effect of exchange rate fluctuations on cash and cash equivalents		-	-
Cash and cash equivalents at the beginning of the financial year		82,995	48,855
Cash and cash equivalents at the end of the financial year	5.2	91,656	82,995

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

1. Reporting entity

The Schemes included in these financial statements are registered Managed Investment Schemes under the *Corporations Act 2001*. The financial statements of the Schemes are for the financial year ended 31 May 2022.

The financial statements were authorised for issue in accordance with a resolution of the Directors of the Responsible Entity on 11 August 2022.

2. Basis of preparation

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

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

2.1 Statement of compliance

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

2.2 Basis of consolidation

The Schemes continued to meet the definition of investment entities under the definition of AASB 10 *Consolidated Financial Statements* as the following criteria are met:

- The Schemes obtain and manage funds for the purpose of providing investors of the Schemes with investment management services;
- The Schemes have committed to their investors that their business purposes are to invest funds solely for return from capital appreciation and investment income; and
- The Schemes measure and evaluate the performance of their investments on a fair value basis.

As such, the Schemes do not consolidate any entities.

2.3 Basis of measurement

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

- financial assets and liabilities held at fair value through profit or loss, which are measured at fair value; and
- other financial liabilities and term deposits, which are measured at amortised cost.

2.4 Functional and presentation currency

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

2.5 Use of estimates and judgements

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

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

Note 6.5 Valuation of financial instruments contains information about the estimation of fair values of financial instruments.

2.6 Going concern

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

2.7 Changes in accounting policies

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

2.8 New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2022, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Schemes.

3. Significant accounting policies

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

3.1 Foreign currency translations

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

3.2 Financial instruments

3.2.1 Recognition and initial measurement

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

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

3.2.2 Derecognition

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

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

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

3.2.3 Classification

Financial assets and financial liabilities held at fair value through profit or loss are those that meet the definition of held for trading in AASB 9 *Financial Instruments*. These include investments in equity instruments, interest bearing securities, derivatives and units in exchange traded funds (ETFs), listed and unlisted unit trusts.

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

3.2.4 Measurement

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

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

Refer to Note 6.5 Valuation of financial instruments for additional disclosures.

3.2.5 Fair value measurement principles

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

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

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

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

In accordance with the Constitutions, the Schemes are contractually obliged to redeem units at redemption price, which includes an allowance for transaction costs that would be incurred by the Schemes on disposal of assets required to fund the redemptions. Where a transaction cost factor has been incurred, there will be a difference between the carrying amount of the net assets of the Schemes (excluding the unitholders' funds classified as equity) and the contractual amount payable to unitholders which is based on the redemption price.

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

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

3.2.6 Offsetting

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

Refer to Note 6.2.6 Offsetting financial assets and financial liabilities for additional disclosures.

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

3.2.7 Derivative financial instruments

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

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

Futures contracts

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

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.

Options

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

3.3 Cash and cash equivalents

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

3.4 Margin accounts

Margin accounts comprise cash held as collateral for derivative transactions. The cash is held by the broker and is only available to meet margin calls.

3.5 Outstanding settlements

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

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

3.6 Receivables

Receivables are measured at transaction price and may include amounts for accrued income and other receivables such as Reduced Input Tax Credits (RITC).

Accrued income may include amounts for dividends, trust distributions, interest income and compensation income. Amounts are generally received within 30 days of being recorded as receivables. RITC is the amount of Goods and Service Tax (GST) recoverable from the Australian Taxation Office (ATO).

3.7 Distribution payables

The distribution payable to unitholders as at the reporting date is recognised separately in the Statements of Financial Position as unitholders are presently entitled to the distributable income as at 31 May 2022 under the Schemes' Constitutions.

3.8 Payables

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

Accrued expenses include Responsible Entity fees payable.

3.9 Net assets attributable to unitholders

The amount of net assets attributable to unitholders 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. Under the terms of each Scheme's Constitution, the Responsible Entity has the discretion to reject an application for units and to defer or adjust a redemption of units if the exercise of such discretion is in the best interests of unitholders.

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

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

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

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

3.10 Terms and conditions of units

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

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

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

3.11 Interest income

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

Interest income from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

3.12 Dividend income

Dividend income relating to exchange-traded equity investments is recognised in the Statements of Comprehensive Income on the ex-dividend date.

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

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

3.13 Distribution income

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

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

3.14 Net change in fair value of investments

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

3.15 Expenses

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

Interest expense is interest accrued on overdraft balances held during the financial year.

3.16 Foreign exchange gains and losses

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

3.17 Distributions to unitholders

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

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

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

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

3.18 Taxation

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

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

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

3.19 Goods and services tax

Expenses incurred by the Schemes are recognised net of the amount of GST recoverable from the ATO as Reduced Input Tax Credit.

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

4. Financial assets and liabilities

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

	1. Horizon 2 Income Portfolio		2. Horizon 3 Conservative Growth Portfolio		3. Horizon 4 Balanced Portfolio		4. Horizon 5 Growth Portfolio	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
4.1 Financial assets held at fair value through profit or loss								
Equities	-	-	-	-	-	-	-	-
Interest bearing securities	-	-	-	-	-	-	-	-
Unlisted unit trusts	58,963	64,232	1,249,260	1,224,919	1,960,572	2,125,623	778,552	727,735
Derivative assets	-	-	-	-	-	-	-	-
Total financial assets held at fair value through profit or loss	58,963	64,232	1,249,260	1,224,919	1,960,572	2,125,623	778,552	727,735

4.2 Financial liabilities held at fair value through profit or loss								
Derivative liabilities	-	-	-	-	-	-	-	-
Total financial liabilities held at fair value through profit or loss	-	-	-	-	-	-	-	-

	5. Horizon 6 Share Portfolio		6. Horizon 7 Accelerated Growth Portfolio		7. Property Securities Fund		8. Australian Share Fund	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
4.1 Financial assets held at fair value through profit or loss								
Equities	-	-	-	-	-	-	-	-
Interest bearing securities	-	-	-	-	-	-	-	-
Unlisted unit trusts	349,177	380,554	24,757	27,883	69,030	72,903	87,319	89,122
Derivative assets	-	-	-	-	-	-	-	-
Total financial assets held at fair value through profit or loss	349,177	380,554	24,757	27,883	69,030	72,903	87,319	89,122

4.2 Financial liabilities held at fair value through profit or loss								
Derivative liabilities	-	-	-	-	-	-	-	-
Total financial liabilities held at fair value through profit or loss	-	-	-	-	-	-	-	-

	9. IncomeBuilder		10. Share Index Fund		11. Global Share Fund		12. Platinum Global Fund	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
4.1 Financial assets held at fair value through profit or loss								
Equities	1,421,524	1,466,292	-	-	-	-	507,449	701,588
Interest bearing securities	-	-	-	-	-	-	-	9,913
Unlisted unit trusts	-	-	107,618	123,354	36,780	41,310	-	-
Derivative assets	-	-	-	-	-	-	6,325	6,743
Total financial assets held at fair value through profit or loss	1,421,524	1,466,292	107,618	123,354	36,780	41,310	513,774	718,244

4.2 Financial liabilities held at fair value through profit or loss								
Derivative liabilities	-	-	-	-	-	-	1,807	1,277
Total financial liabilities held at fair value through profit or loss	-	-	-	-	-	-	1,807	1,277

5. Reconciliation of cash flows from operating activities

The tables below detail the reconciliation of cash flows from operating activities for the year. For the purpose 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.

	1. Horizon 2 Income Portfolio		2. Horizon 3 Conservative Growth Portfolio		3. Horizon 4 Balanced Portfolio		4. Horizon 5 Growth Portfolio	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
5.1 Operating profit/(loss) for the year								
Adjustments for net realised and unrealised (gains)/losses on:								
Change in fair value of investments	2,630	(2,914)	65,321	(89,823)	115,284	(238,551)	52,680	(97,093)
Realised foreign exchange gain/(losses)	-	-	-	-	-	-	-	-
Changes in operating assets and liabilities:								
Proceeds from sale of investments	14,896	29,919	215,898	129,616	399,380	251,808	74,757	49,843
Purchase of investments	(8,675)	(18,741)	(223,908)	(120,689)	(196,060)	(309,501)	(121,107)	(66,261)
Net change in margin accounts	-	-	-	-	-	-	-	-
(Increase)/decrease in receivables	1,517	(1,095)	24,888	(27,728)	39,731	(47,846)	3,229	(17,753)
Increase/(decrease) in payables	(22)	(15)	(299)	(231)	(671)	(205)	(220)	11
Income reinvested	(3,583)	(2,374)	(81,651)	(51,420)	(153,553)	(101,097)	(57,148)	(37,387)
Net cash inflow/(outflow) operating activities	5,799	10,366	(17,035)	(7,187)	188,754	(84,740)	(53,613)	(25,523)

5.2 Cash and cash equivalent								
Cash at bank	285	906	3,301	4,768	10,001	9,431	2,905	3,764
Deposits at call	-	-	2	2	6	6	2	2
Cash and cash equivalent	285	906	3,303	4,770	10,007	9,437	2,907	3,766

5.3 Non-cash operating and financing activities								
Distributions reinvested by unitholders in additional scheme units	1,331	357	69,835	34,104	136,782	73,661	47,663	28,096
Trust income reinvested	3,583	2,374	81,651	51,420	153,553	101,097	57,148	37,387

	5. Horizon 6 Share Portfolio		6. Horizon 7 Accelerated Growth Portfolio		7. Property Securities Fund		8. Australian Share Fund	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
5.1 Operating profit/(loss) for the year	2,255	83,677	(425)	8,642	2,892	15,297	3,589	24,820
Adjustments for net realised and unrealised (gains)/losses on:								
Change in fair value of investments	25,235	(58,014)	2,955	(6,468)	(2,029)	(14,902)	5,358	(12,566)
Realised foreign exchange gain/(losses)	-	-	-	-	-	-	-	-
Changes in operating assets and liabilities:								
Proceeds from sale of investments	56,810	8,170	3,579	2,380	7,705	9,560	11,020	9,798
Purchase of investments	(19,089)	(33,201)	(860)	(720)	-	-	1	(500)
Net change in margin accounts	-	-	-	-	-	-	-	-
(Increase)/decrease in receivables	753	(9,583)	(368)	(874)	69	(906)	4,336	(7,846)
Increase/(decrease) in payables	(123)	5	(11)	-	(21)	(15)	(33)	(3)
Income reinvested	(31,579)	(20,779)	(2,548)	(1,673)	(1,802)	(329)	(14,576)	(5,744)
Net cash inflow/(outflow) from operating activities	34,262	(29,725)	2,322	1,287	6,814	8,705	9,695	7,959

5.2 Cash and cash equivalent

Cash at bank	2,292	2,349	176	260	543	505	2,485	2,271
Deposits at call	1	1	-	-	-	-	-	-
Cash and cash equivalent	2,293	2,350	176	260	543	505	2,485	2,271

5.3 Non-cash operating and financing activities

Distributions reinvested by unitholders in additional scheme units	28,088	18,238	644	46	365	5	6,527	781
Trust income reinvested	31,579	20,779	2,548	1,673	1,802	329	14,576	5,744

	9. IncomeBuilder		10. Share Index Fund		11. Global Share Fund		12. Platinum Global Fund	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
5.1 Operating profit/(loss) for the year	130,289	398,363	4,775	28,175	(1,199)	9,720	(56,763)	175,528
Adjustments for net realised and unrealised (gains)/losses on:								
Change in fair value of investments	(85,115)	(372,380)	4,686	(25,644)	5,365	(5,732)	54,745	(180,685)
Realised foreign exchange gain/(losses)	-	-	-	-	-	-	1,050	(4,427)
Changes in operating assets and liabilities:								
Proceeds from sale of investments	300,445	507,349	16,060	16,000	4,162	4,505	393,527	437,674
Purchase of investments	(170,312)	(198,894)	-	-	(420)	(120)	(262,496)	(341,587)
Net change in margin accounts	-	-	-	-	-	-	1,245	2,516
(Increase)/decrease in receivables	220	(5,708)	(5,541)	2,466	(173)	(52)	59	295
Increase/(decrease) in payables	(603)	(104)	(93)	43	(17)	(9)	(657)	152
Income reinvested	-	-	(5,010)	(6,252)	(4,577)	(4,524)	-	-
Net cash inflow/(outflow) from operating activities	174,924	328,626	14,877	14,788	3,141	3,788	130,710	89,466

5.2 Cash and cash equivalent

Cash at bank	9,066	9,450	2,885	1,112	124	124	10,919	12,117
Deposits at call	18,184	24,583	-	-	-	-	66,868	17,846
Cash and cash equivalent	27,250	34,033	2,885	1,112	124	124	77,787	29,963

5.3 Non-cash operating and financing activities

Distributions reinvested by unitholders in additional scheme units	88,152	94,654	4,243	4,210	1	16	56,373	21,349
Trust income reinvested	-	-	5,010	6,252	4,577	4,524	-	-

13. Cash Fund

	31 May 2022	31 May 2021
	\$'000	\$'000
5.1 Operating profit/(loss) for the year	(33)	33
Adjustments for net realised and unrealised (gains)/losses on:		
Change in fair value of investments	-	-
Realised foreign exchange gain/(losses)	-	-
Changes in operating assets and liabilities:		
Proceeds from sale of investments	-	125,993
Purchase of investments	-	(76,014)
Net change in margin accounts	-	-
(Increase)/decrease in receivables	-	-
Increase/(decrease) in payables	(10)	(30)
Income reinvested	-	-
Net cash inflow/(outflow) from operating activities	(43)	49,982

5.2 Cash and cash equivalent

Cash at bank	541	806
Deposits at call	91,115	82,189
Cash and cash equivalent	91,656	82,995

5.3 Non-cash operating and financing activities

Distributions reinvested by unitholders in additional scheme units	-	-
Trust income reinvested	-	-

6. Financial risk management

6.1 Introduction and overview

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

- credit risk
- liquidity risk
- market risk

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

6.1.1 Risk management framework

The Schemes' activities expose them to a variety of financial risks: market risk (including currency 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.

6.1.2 Environmental, Social and Governance risks

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

6.2 Credit risk

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

6.2.1 Management of credit risk

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

Credit risk is monitored by the investment managers in accordance with the policies and procedures in place, including assessing the credit rating and quality of interest bearing instruments relative to their price and yield.

6.2.2 Derivative financial instruments

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

Derivative financial instruments are transacted with counterparties on arm's length basis and within predetermined limits.

6.2.3 Cash and cash equivalents

The Schemes' cash and cash equivalents are held mainly by National Australia Bank Limited (NAB). The short term credit rating of the banking institution as determined by Standard & Poor's is A-1+ (2021: A-1+), as at reporting date. Maximum credit risk exposure from cash and cash equivalents is represented by the carrying amount in the Statements of Financial Position.

6.2.4 Settlement risk

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

For the majority of transactions, the Schemes mitigate this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations. Settlement limits form part of the credit approval and monitoring processes described in Note 6.2.1 Management of credit risk.

6.2.5 Past due and impaired assets

No financial assets carried at amortised cost were past due or impaired either at 31 May 2022 or 31 May 2021.

6.2.6 Offsetting financial assets and financial liabilities

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

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

12. Platinum Global Fund						
Related amounts not offset in the Statement of Financial Position						
	Gross amounts of recognised financial instruments	Gross amounts of recognised financial instruments offset in the Statement of Financial Position	Net amount of financial instruments presented in the Statement of Financial Position	Financial instruments (including non-cash collateral)	Cash Collateral received/pledged	Net amount
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
31 May 2022						
Financial assets						
Derivative financial instruments	6,325	-	6,325	(1,807)	-	4,518
Financial liabilities						
Derivative financial instruments	(1,807)	-	(1,807)	1,807	-	-
Total	4,518	-	4,518	-	-	4,518
31 May 2021						
Financial assets						
Derivative financial instruments	6,743	-	6,743	(1,277)	-	5,466
Financial liabilities						
Derivative financial instruments	(1,277)	-	(1,277)	1,277	-	-
Total	5,466	-	5,466	-	-	5,466

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

6.3 Liquidity risk

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

6.3.1 Management of liquidity risk

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

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

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

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

The Schemes hold investments in unlisted unit trusts, which may be subject to redemption restrictions. As a result, the Schemes may not be able to liquidate some of their investments in these instruments in due time in order to meet their liquidity requirements. If the Schemes are unable to meet liquidity requirements this may impact on unitholder redemptions.

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

6.3.2 Liquidity risk exposure

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

12. Platinum Global Fund		
	31 May 2022	31 May 2021
	\$'000	\$'000
Derivative financial liabilities		
Fair value		
< 1 month	1,807	1,277
≥ 1 month but < 6 months	-	-
≥ 6 months but < 12 months	-	-
≥ 1 year	-	-
Total derivative financial liabilities	1,807	1,277

6.4 Market risk

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

6.4.1 Management of market risk

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

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

6.4.2 Interest rate risk

The Schemes are exposed to the risk that the fair value or future cash flows of their financial instruments will fluctuate as a result of a change in market interest rates. Financial instruments that would be impacted by a change in market interest rates include cash and cash equivalents, interest bearing securities, derivatives (such as swaps and futures) and deposits with brokers.

The Schemes' interest rate risk is actively managed in accordance with the defined investment process and within the guidelines and restrictions outlined in the Schemes' PDS. The investment process actively assesses the level of interest rate risk and seeks to manage the interest rate exposure accordingly.

6.4.3 Exposure and sensitivity analysis - interest rate risk

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

Interest rate risk is not considered to be significant to the Schemes except in relation to investments in interest bearing securities. The interest rate risk disclosures have been prepared on the basis of the Scheme's direct investment and not on a look through basis for investments held indirectly through unit trusts. The Schemes do not have any investments in interest bearing securities at 31 May 2022. At 31 May 2021, Platinum Global Fund held a fixed interest bond and at the time only assumed fluctuations in interest rates on floating rate financial assets were disclosed in this note.

The Schemes hold cash for liquidity and transactional purposes and this cash is held at floating rates of interest. As a result, the Schemes are not subject to a material exposure to interest rate.

6.4.4 Currency risk

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

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

6.4.5 Exposure and sensitivity analysis - currency risk

The Schemes' total net direct exposure to fluctuations in foreign currency exchange rates as at the reporting date is shown in Note 6.4.6 Currency risk exposure and sensitivity analysis.

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

The tables at Note 6.4.6 Currency risk exposure and sensitivity analysis set out the effect on the Schemes' 'Net assets attributable to unitholders' and the 'Change in net assets attributable to unitholders/Total comprehensive income' of a possible strengthening or weakening of the Australian dollar of 10% as at 31 May 2022 (2021: 10%).

6.4.6 Currency risk exposure and sensitivity analysis

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

12. Platinum Global Fund

	31 May 2022 \$'000	31 May 2021 \$'000
United States Dollar	179,647	296,999
Euro	93,619	129,182
Pound Sterling	86,755	41,353
Japanese Yen	85,879	88,545
Hong Kong Dollar	81,438	77,397
Korean Won	30,140	54,845
Canadian Dollar	20,292	759
Indian Rupee	12,551	35,192
Other Currencies [#]	9,342	9,276
Foreign currency exposure	599,663	733,548
Australian Dollar	-	-
Net foreign currency exposure	599,663	733,548
Sensitivity analysis	2022 \$'000	2021 \$'000

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

Currency risk - 10% upward movement in AUD (2021: 10%)*	(59,966)	(73,355)
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* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

[#] Other Currencies include currencies denominated in countries which differ in each Scheme.

6.4.7 Other price risk

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

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

6.4.8 Exposure and Sensitivity analysis - other price risk

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

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

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

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

The tables at Note 6.4.9 Other price risk and sensitivity analysis set out the effect on the Schemes' 'Net assets attributable to unitholders' and 'Profit/(loss) for the financial year/Total comprehensive income' of a possible increase or decrease in market prices of 10% (2021: 10%).

6.4.9 Other price risk and sensitivity analysis

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

	1. Horizon 2 Income Portfolio		2. Horizon 3 Conservative Growth Portfolio		3. Horizon 4 Balanced Portfolio	
	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Equities	-	-	-	-	-	-
Interest bearing securities	-	-	-	-	-	-
Unlisted unit trusts	58,963	64,232	1,249,260	1,224,919	1,960,572	2,125,623
Derivatives	-	-	-	-	-	-
Total	58,963	64,232	1,249,260	1,224,919	1,960,572	2,125,623

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

Price risk - increase of 10% (2021: 10%)*	5,896	6,423	124,926	122,492	196,057	212,562
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	4. Horizon 5 Growth Portfolio		5. Horizon 6 Share Portfolio		6. Horizon 7 Accelerated Growth Portfolio	
	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Equities	-	-	-	-	-	-
Interest bearing securities	-	-	-	-	-	-
Unlisted unit trusts	778,552	727,735	349,177	380,554	24,757	27,883
Derivatives	-	-	-	-	-	-
Total	778,552	727,735	349,177	380,554	24,757	27,883

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

Price risk - increase of 10% (2021: 10%)*	77,855	72,774	34,918	38,055	2,476	2,788
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	7. Property Securities Fund		8. Australian Share Fund		9. IncomeBuilder	
	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Equities	-	-	-	-	1,421,524	1,466,292
Interest bearing securities	-	-	-	-	-	-
Unlisted unit trusts	69,030	72,903	87,319	89,122	-	-
Derivatives	-	-	-	-	-	-
Total	69,030	72,903	87,319	89,122	1,421,524	1,466,292

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

Price risk - increase of 10% (2021: 10%)*	6,903	7,290	8,732	8,912	142,152	146,629
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	10. Share Index Fund		11. Global Share Fund		12. Platinum Global Fund	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Equities	-	-	-	-	507,449	701,588
Interest bearing securities	-	-	-	-	-	9,913
Unlisted unit trusts	107,618	123,354	36,780	41,310	-	-
Derivatives	-	-	-	-	6,325	6,743
Total	107,618	123,354	36,780	41,310	513,774	718,244

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

Price risk - increase of 10% (2021: 10%)*	10,762	12,335	3,678	4,131	51,377	71,824
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* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

6.4.10 Derivatives financial instruments

The Schemes' derivative financial instruments are susceptible to market price risk arising from uncertainties about future prices of the instruments. As at 31 May 2022, the overall direct market exposures were as follows:

	12. Platinum Global Fund			
	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	Contract/	Contract/		
	Notional value	Notional value	Fair value	Fair value
	\$'000	\$'000	\$'000	\$'000
Derivative financial instruments:				
Foreign currency forward contracts	1,112	597	1,112	597
Futures	46,764	7,039	68	(391)
Options	3,338	5,260	3,338	5,260
Total	51,214	12,896	4,518	5,466

6.5 Valuation of financial instruments

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

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

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

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

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

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

Level 3 - Valuation techniques using significant unobservable inputs.

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

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

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

The valuation of Level 2 equities which are subject to transfer restrictions may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

The valuation of managed investment schemes included in Level 2 and Level 3 is based on the daily net asset value of the managed investment scheme provided by the relevant Responsible Entities.

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

The Schemes recognise transfers between levels of the fair value hierarchy as of the end of the reporting period during which the transfer has occurred. Changes in Level 2 and 3 fair values are analysed at each reporting date and the reasons for the fair value movements are explained. There were no transfers between Level 1, Level 2 and Level 3 of the fair value hierarchy during the financial year ended 31 May 2022.

6.5.1 Financial instruments hierarchy

6.5.1.1 Recurring fair value measurements

All Schemes, except those listed below, invest only in unlisted unit trusts and foreign forward exchange contracts which are both classified as Level 2. There have been no transfers between levels during the year.

The tables below detail financial instruments measured at fair value at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

		9. IncomeBuilder		12. Platinum Global Fund	
	Note	31 May 2022 \$'000	31 May 2021 \$'000	31 May 2022 \$'000	31 May 2021 \$'000
Financial assets held at fair value through profit or loss					
Equities:					
Level 1		1,421,524	1,466,292	501,161	698,180
Level 2		-	-	6,288	3,407
Level 3		-	-	-	-
Interest bearing securities:					
Level 1		-	-	-	-
Level 2		-	-	-	9,914
Level 3		-	-	-	-
Unlisted unit trusts:					
Level 1		-	-	-	-
Level 2		-	-	-	-
Level 3		-	-	-	-
Derivative assets:					
Level 1		-	-	68	-
Level 2		-	-	6,257	6,743
Level 3		-	-	-	-
Total financial assets held at fair value through profit or loss	4.1	1,421,524	1,466,292	513,774	718,244
Financial liabilities held at fair value through profit or loss					
Derivative liabilities:					
Level 1		-	-	-	391
Level 2		-	-	1,807	886
Level 3		-	-	-	-
Total financial liabilities held at fair value through profit or loss	4.2	-	-	1,807	1,277

6.5.1.2 Non-recurring fair value measurements

The Schemes have no assets or liabilities measured at fair value on a non - recurring basis in the current reporting period.

6.5.2 Valuation process

The Valuations of the financial instruments are managed in accordance with the Responsible Entity's board approved Unit Pricing Policy.

7. Related parties

7.1 Responsible Entity

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

7.2 Key management personnel

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

Name	Position Held	Date Appointed
M A Joiner	Independent Non-Executive Director	Appointed 1 January 2021
G J Mulcahy	Executive Director	Appointed 7 July 2014
J Selak	Independent Non-Executive Director	Appointed 31 May 2021
K A Watt	Independent Non-Executive Director, Chair	Appointed 5 December 2016

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

7.3 Related party transactions

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

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

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

During the financial period there was no compensation paid directly by the Schemes to the Directors of the Responsible Entity. Directors compensation was paid by either IOOF Service Co Pty Ltd or MLC Wealth Ltd (wholly owned subsidiaries of Insignia Financial Ltd, the ultimate parent company of MLCI).

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

7.4 Responsible Entity fees

The Responsible Entity is entitled to management fees which are calculated as a proportion of net assets attributable to unitholders. All transactions with related parties are conducted on normal commercial terms and conditions. Management fees are reflected as 'Responsible Entity fees' in the Statements of Comprehensive Income. Fees received by the Responsible Entity at unit class level for the year ended 31 May 2022 are as follows:

	Total management fees paid and payable to the RE during the financial year	
	2022	2021
	\$	\$
1. Horizon 2 Income Portfolio	697,836	819,374
2. Horizon 3 Conservative Growth Portfolio	15,170,684	15,883,784
3. Horizon 4 Balanced Portfolio	25,085,010	26,841,517
4. Horizon 5 Growth Portfolio	9,664,696	9,117,664
5. Horizon 6 Share Portfolio	4,754,847	4,700,620
6. Horizon 7 Accelerated Growth Portfolio	385,599	373,381
7. Property Securities Fund	870,630	839,596
8. Australian Share Fund	1,292,838	1,336,392
9. IncomeBuilder	22,130,611	24,136,361
10. Share Index Fund	1,087,985	1,255,222
11. Global Share Fund	582,656	589,227
12. Platinum Global Fund	12,344,944	13,727,879
13. Cash Fund*	729,938	892,606

* The Scheme received a rebate from the Responsible Entity to reduce the effect of management fee paid.

7.5 Related party investments held by the Schemes

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

- Antares Capital Partners Ltd (Antares);
- IOOF Investment Services Limited (IISL);
- MLC Investments Limited (MLCI);
- Navigator Australia Ltd (Navigator); and
- OnePath Funds Management Limited (OPFM).

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

Name of entity Name of related entity	Fair value of investment		% Interest held in the Scheme		Distributions/ Dividends received/ receivable (including Return of Capital)		Number of units/shares held	
	2022 \$	2021 \$	2022 %	2021 %	2022 \$	2021 \$	2022	2021
1. Horizon 2 Income Portfolio								
Antares Enhanced Cash Trust	5,575,838	6,264,935	0.12	0.10	27,210	48,200	5,494,026	6,130,871
Low Correlation Strategy Trust	2,897,548	2,242,301	0.24	0.23	325,155	-	2,116,908	1,811,489
WM Pool - Australian Equities No. 2	1,812,355	2,063,661	0.02	0.02	111,611	30,532	23,540	26,427
WM Pool - Equities Trust No. 29	569,973	-	0.23	-	10,132	-	838,257	-
WM Pool - Equities Trust No. 47	1,085,663	1,203,331	0.06	0.06	110,653	232,608	11,792	11,349
WM Pool - Equities Trust No. 58	4,434,694	5,018,321	1.62	1.79	220,019	188,820	44,558	48,610
WM Pool - Equities Trust No. 59	1,251,842	1,262,188	0.20	0.18	86,476	41,584	12,572	12,029
WM Pool - Equities Trust No. 73	238,241	237,698	0.21	0.23	1,177	1,993	2,445	2,422
WM Pool - Fixed Interest Trust No. 5	1,193,115	1,346,429	0.05	0.06	73,356	121,600	12,149	12,717
WM Pool - Fixed Interest Trust No. 18	1,265,971	-	0.07	-	1,785	-	10,329	-
WM Pool - Fixed Interest Trust No. 24	5,486,229	6,049,985	0.39	0.44	7,188	169,086	54,427	58,685
WM Pool - Inflation Linked Securities Trust	1,255,236	2,327,219	0.31	0.27	5,563	88,260	1,101,869	1,983,724
WM Pool - Global Properties Trust	732,617	1,049,170	0.06	0.08	-	96,983	6,365	9,188
WM Sector - Australian Equities Trust	3,809,089	4,598,725	0.10	0.11	502,581	254,185	34,359	38,391
WM Sector - Diversified Debt (All) Trust	9,566,513	4,499,122	0.19	0.12	110,722	213,635	108,487	45,854
WM Sector - Diversified Debt (Short) Trust	11,363,067	18,313,524	0.52	0.58	129,244	1,219,390	121,909	188,899
WM Sector - Global Equities (Hedged) Trust	1,457,971	1,456,514	0.11	0.09	-	90,978	9,889	9,309
WM Sector - Global Equities (Unhedged) Trust	4,967,201	6,298,387	0.10	0.11	641,426	697,769	48,144	53,099
2. Horizon 3 Conservative Growth Portfolio								
Antares Enhanced Cash Trust	28,316,451	29,884,685	0.60	0.46	114,244	238,901	27,900,977	29,245,181
Low Correlation Strategy Trust	57,454,393	44,461,753	4.67	4.48	6,447,381	-	41,975,383	35,919,343
WM Pool - Australian Equities Trust No. 2	66,087,163	66,810,494	0.62	0.78	3,660,992	4,032,237	858,368	855,575
WM Pool - Equities Trust No. 29	27,045,516	-	11.10	-	477,304	-	39,775,683	-
WM Pool - Equities Trust No. 47	63,782,376	70,601,609	3.36	3.71	6,500,831	13,647,546	692,764	665,857
WM Pool - Equities Trust No. 58	52,300,161	47,676,271	19.12	16.98	2,545,234	1,793,873	525,492	461,815
WM Pool - Equities Trust No. 59	74,433,745	72,674,136	11.66	10.28	5,120,039	2,372,144	747,526	692,627
WM Pool - Equities Trust No. 73	10,131,158	6,124,919	8.87	5.87	49,711	48,050	103,955	62,415
WM Pool - Fixed Interest Trust No. 5	25,481,209	23,442,542	1.11	0.97	1,281,834	2,110,154	259,456	221,422
WM Pool - Fixed Interest Trust No. 18	26,919,473	-	1.44	-	37,952	-	219,631	-
WM Pool - Fixed Interest Trust No. 24	91,893,924	85,160,233	6.52	6.24	118,678	2,249,797	911,647	826,054
WM Pool - Global Properties Trust	36,155,302	36,807,271	3.02	2.85	-	3,402,676	314,139	322,331
WM Pool - Inflation Linked Securities Trust	25,801,140	46,534,573	6.29	5.42	110,489	1,735,199	22,648,711	39,666,109
WM Sector - Australian Equities Trust	137,620,959	151,025,464	3.61	3.47	18,135,380	8,383,855	1,241,395	1,260,799
WM Sector - Diversified Debt (All) Trust	150,367,249	95,104,430	3.05	2.61	2,427,825	4,640,838	1,705,207	969,278
WM Sector - Diversified Debt (Short) Trust	192,230,782	238,147,674	8.76	7.48	1,826,698	15,524,008	2,062,362	2,456,424
WM Sector - Global Equities (Hedged) Trust	72,084,457	89,953,311	5.49	5.26	-	5,618,736	488,935	574,936
WM Sector - Global Equities (Unhedged) Trust	111,154,144	120,509,833	2.16	2.10	14,353,567	13,350,731	1,077,344	1,015,976
3. Horizon 4 Balanced Portfolio								
Antares Enhanced Cash Trust	17,136,111	17,177,909	0.36	0.26	77,319	217,795	16,884,681	16,810,318
Low Correlation Strategy Trust	99,718,088	77,168,008	8.11	7.78	11,190,102	-	72,852,653	62,341,765
WM Pool - Australian Equities Trust No.2	152,041,353	161,852,550	1.42	1.88	8,824,535	9,839,020	1,974,777	2,072,684
WM Pool - Equities Trust No. 29	70,317,206	-	28.86	-	1,240,970	-	103,415,108	-
WM Pool - Equities Trust No. 47	185,124,970	190,231,690	9.76	10.00	18,868,318	36,772,473	2,010,712	1,794,112
WM Pool - Equities Trust No. 59	33,222,774	60,889,329	5.20	8.62	2,546,313	1,987,478	333,651	580,311
WM Pool - Equities Trust No. 73	18,016,937	17,975,830	15.78	17.21	89,021	135,423	184,871	183,181
WM Pool - Fixed Interest Trust No. 5	40,586,671	40,530,599	1.78	1.68	2,212,790	3,635,376	413,263	382,823
WM Pool - Fixed Interest Trust No. 18	42,668,777	-	2.29	-	60,151	-	348,097	-
WM Pool - Fixed Interest Trust No. 24	85,584,386	84,972,306	6.07	6.22	110,529	2,236,436	849,052	824,231
WM Pool - Global Properties Trust	80,971,143	82,392,501	6.77	6.39	-	7,616,207	703,525	721,533
WM Pool - Inflation Linked Securities Trust	29,241,229	81,437,178	7.13	9.48	158,337	3,029,925	25,668,483	69,417,118
WM Pool - LTAR Part 1 NS Trust	137,545,833	148,259,097	18.69	20.91	10,113,462	7,062,088	1,605,821	1,642,996
WM Sector - Australian Equities Trust	313,203,257	373,096,914	8.21	8.58	41,466,237	20,656,742	2,825,215	3,114,709
WM Sector - Diversified Debt (All) Trust	248,444,989	235,013,181	5.04	6.45	5,512,209	11,235,335	2,817,436	2,395,190
WM Sector - Global Equities (Hedged) Trust	224,486,174	277,865,561	17.11	16.24	-	17,356,262	1,522,645	1,775,976
WM Sector - Global Equities (Unhedged) Trust	171,396,752	201,981,749	3.33	3.52	22,132,822	22,376,630	1,661,237	1,702,836
WM Sector - Diversified Debt (Short) Trust	10,865,768	74,778,277	0.50	2.35	408,743	4,785,682	116,574	771,316

Name of entity Name of related entity	Fair value of investment		% Interest held in the Scheme		Distributions/ Dividends received/ receivable (including Return of Capital)		Number of units/shares held	
	2022 \$	2021 \$	2022 %	2021 %	2022 \$	2021 \$	2022	2021
4. Horizon 5 Growth Portfolio								
Antares Enhanced Cash Trust	3,746,499	3,956,148	0.08	0.06	16,904	28,131	3,691,529	3,871,490
Low Correlation Strategy Trust	23,381,485	18,094,035	0.02	1.82	2,623,809	-	17,082,189	14,617,639
WM Pool - Australian Equities Trust No.2	74,474,619	69,952,350	0.70	0.81	4,036,461	4,290,831	967,307	895,810
WM Pool - Inflation Linked Securities Trust	8,219,047	20,101,516	2.00	2.34	47,043	740,797	7,214,829	17,134,549
WM Pool - Equities Trust No. 29	25,965,851	-	10.66	-	458,250	-	38,187,827	-
WM Pool - Equities Trust No. 47	70,436,390	66,791,604	3.71	3.51	7,179,022	12,911,059	765,036	629,925
WM Pool - Equities Trust No. 59	-	-	-	-	-	-	-	-
WM Pool - Equities Trust No. 73	3,651,116	1,052,996	3.20	1.01	18,040	12,963	37,464	10,730
WM Pool - Fixed Interest Trust No. 5	16,249,449	13,907,449	0.71	0.57	777,914	1,238,101	165,456	131,360
WM Pool - Fixed Interest Trust No. 18	17,116,343	-	0.92	-	24,131	-	139,647	-
WM Pool - Fixed Interest Trust No. 24	34,106,196	28,459,309	2.42	2.08	44,047	755,018	338,355	276,055
WM Pool - Global Properties Trust	33,048,138	27,605,906	2.76	2.14	-	2,551,838	287,142	241,752
WM Pool - LTAR Part 1 NS Trust	68,201,088	73,428,066	9.27	10.35	5,014,686	3,497,630	796,235	813,724
WM Sector - Australian Equities Trust	160,371,552	156,495,688	4.20	3.60	20,942,142	8,606,829	1,446,614	1,306,466
WM Sector - Diversified Debt (All) Trust	24,494,132	29,396,624	0.50	0.81	764,558	1,403,224	277,770	299,602
WM Sector - Global Equities (Hedged) Trust	102,076,029	105,555,954	7.78	6.17	-	6,593,320	692,361	674,660
WM Sector - Global Equities (Unhedged) Trust	113,014,305	112,937,145	2.20	1.97	14,593,774	12,511,788	1,095,374	952,133
5. Horizon 6 Share Portfolio								
Low Correlation Strategy Trust	12,640,752	9,782,194	1.03	0.99	1,418,512	-	9,235,158	7,902,747
WM Pool - Australian Equities Trust No.2	43,685,900	47,079,308	0.41	0.55	2,604,257	2,473,980	567,411	602,898
WM Pool - Equities Trust No. 29	8,656,230	-	3.55	-	152,767	-	12,730,666	-
WM Pool - Equities Trust No. 47	32,556,518	34,115,156	1.72	1.79	3,318,227	6,594,583	353,609	321,747
WM Pool - Global Properties Trust	6,987,431	7,924,410	0.58	0.61	-	732,517	60,711	69,396
WM Pool - LTAR Part 1 NS Trust	28,500,641	38,180,219	3.87	5.38	2,095,593	1,818,654	332,739	423,110
WM Sector - Australian Equities Trust	91,128,248	106,302,331	2.39	2.44	12,066,394	5,807,843	822,012	887,439
WM Sector - Global Equities (Hedged) Trust	43,017,585	46,799,293	3.28	2.73	-	2,923,216	291,780	299,117
WM Sector - Global Equities (Unhedged) Trust	82,003,649	90,371,445	1.59	1.57	10,589,303	10,011,837	794,808	761,889
6. Horizon 7 Accelerated Growth Portfolio								
MLC Horizon 7 Trust	19,677,730	22,535,734	1.99	2.18	2,844,308	2,234,104	14,691,671	14,698,055
WM Pool - Equities Trust No. 29	572,152	-	0.23	-	10,131	-	841,461	-
WM Pool - LTAR Part 1 NS Trust	839,953	1,393,773	0.11	0.20	61,760	66,390	9,806	15,446
WM Sector - Global Equities (Hedged) Trust	3,667,332	3,953,577	0.28	0.23	-	246,952	24,875	25,269
7. Property Securities Fund								
WM Sector - Property Securities Trust	69,029,522	72,903,384	13.47	13.44	1,734,106	1,235,214	729,803	787,676
8. Australian Share Fund								
WM Pool - Equities Trust No. 41	87,319,378	89,122,247	7.71	7.78	10,240,176	13,590,017	907,652	870,011
10. Share Index Fund								
WM Pool - Equities Trust No. 30	107,618,386	123,354,147	8.46	9.04	10,549,342	3,785,921	88,737,598	97,137,969
11. Global Share Fund								
WM Sector - Global Equities (Unhedged) Trust	36,779,691	41,310,218	0.72	0.72	4,749,439	4,576,569	356,481	348,272

7.6 Units in the Schemes held by related parties

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

- IOOF Investment Management Limited (the Trustee for IOOF Portfolio Service Superannuation Fund);
- Nulis Nominees (Australia) Limited (the Trustee for MLC Super Fund);
- Oasis Fund Management Limited (the Trustee for Oasis Superannuation Master Trust);
- OnePath Custodians Pty Limited (the Trustee for Retirement Portfolio Service); and
- Other schemes operated by OnePath Funds Management Limited, IOOF Investment Services Limited, MLC Investments Limited, Navigator Australia Limited and Antares Capital Partners Ltd.

Name of entity Name of related entity	Fair value of unit holdings		% Interest held		Distributions paid/ payable		Number of units held	
	2022 \$	2021 \$	2022 %	2021 %	2022 \$	2021 \$	2022	2021
1. Horizon 2 Income Portfolio								
MLC Navigator Investment Platform*	517,212	498,585	0.85	0.75	4,623	12,741	448,188	421,874
2. Horizon 3 Conservative Growth Portfolio								
MLC Investment Trust Horizon 3 Conservative Growth Portfolio	1,198,611,507	1,186,538,964	95.89	96.24	48,346,394	57,484,783	1,181,270,584	1,108,357,634
MLC Navigator Investment Platform*	2,227,364	2,554,557	0.18	0.21	96,599	130,050	2,195,136	2,386,237
3. Horizon 4 Balanced Portfolio								
MLC Investment Trust Horizon 4 Balanced Portfolio	1,679,678,878	1,845,693,800	86.68	86.53	110,108,755	104,626,651	1,117,419,537	1,138,559,526
MLC Navigator Investment Platform*	15,444,460	17,578,211	0.80	0.82	1,078,763	1,056,160	10,274,544	10,843,532
4. Horizon 5 Growth Portfolio								
MLC Investment Trust Horizon 5 Growth Portfolio	717,408,712	660,167,600	92.36	90.01	45,835,588	38,342,930	507,715,393	435,754,479
MLC Navigator Investment Platform*	3,119,814	1,761,463	0.40	0.24	207,615	108,595	2,207,913	1,162,683
G J Mulcahy and assoc	83,538	-	0.01	-	5,355	-	55,506	-
5. Horizon 6 Share Portfolio								
MLC Investment Trust Horizon 6 Share Portfolio	306,198,061	330,226,960	88.77	86.89	26,233,350	23,610,934	287,863,825	285,004,941
MLC Navigator Investment Platform*	1,422,304	889,371	0.41	0.23	133,313	68,468	1,337,142	767,579
7. Property Securities Fund								
MLC Navigator Investment Platform*	1,083,662	977,132	1.55	1.32	13,486	4,714	983,013	906,630
8. Australian Share Fund								
MLC Limited	9,655	9,320	0.01	0.01	939	715	4,897	4,426
MLC Navigator Investment Platform*	4,335,384	2,060,513	4.85	2.15	448,825	170,809	2,199,122	978,538
9. IncomeBuilder								
MLC Investment Trust Wholesale Income Builder	387,825,146	395,633,559	28.30	27.46	19,934,615	12,808,034	175,432,116	180,632,983
MLC Navigator Investment Platform*	13,081,952	12,443,993	0.95	0.86	687,971	445,261	5,917,601	5,681,509
MLC Super Fund	734,021,221	753,817,137	53.57	52.32	37,885,993	24,435,596	332,033,384	344,167,564
10. Share Index Fund								
MLC Navigator Investment Platform*	2,452,590	1,007,155	2.28	0.82	273,586	37,624	1,232,537	470,058
11. Global Share Fund								
MLC Limited	4,449	-	0.01	-	-	-	1,690	-
MLC Navigator Investment Platform*	1,580,707	-	3.80	-	120	-	600,546	-
12. Platinum Global Fund								
MLC Navigator Investment Platform*	2,672,377	3,607,934	0.48	0.53	279,066	339,680	1,569,553	1,762,743
MLC Super Fund	227,839,330	273,741,847	41.19	39.96	21,538,507	23,577,279	133,815,643	133,743,140
G J Mulcahy and assoc	80,312	124,162	0.01	0.02	7,546	7,338	42,440	55,176
13. Cash Fund								
G J Mulcahy and assoc	268	568	-	-	-	-	268	568

*Units in the Schemes held by Pre Select High Growth Fund, Pre Select Growth Fund, Pre Select Conservative Fund and Pre Select Balanced Fund are contained in MLC Navigator Investment

8. Interests in unconsolidated structured entities

The Schemes' maximum exposure to loss from their investments in unlisted managed investment schemes, which have been assessed to be structured entities, is restricted to their fair value which are disclosed in Note 7.5 Related party investments held by the Schemes. The Schemes have not sponsored or provided support, financial or otherwise to the unlisted managed investment schemes they hold.

9. Auditor's remuneration

Auditor's remuneration for the Scheme has been paid by the Responsible Entity. Other assurance engagements consist of compliance plan audit and specified procedures performed on the direct investments of the Scheme.

	1. Horizon 2 Income Portfolio		2. Horizon 3 Conservative Growth Portfolio		3. Horizon 4 Balanced Portfolio		4. Horizon 5 Growth Portfolio	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$	\$	\$	\$	\$	\$	\$	\$
KPMG								
- Financial statement audit	14,057	-	14,057	-	14,057	-	14,057	-
- Compliance and regulatory	3,534	-	3,534	-	3,534	-	3,534	-
Other Auditor								
- Financial statement audit	-	10,500	-	10,500	-	10,500	-	10,500
- Other assurance engagements	-	3,205	-	3,205	-	3,205	-	3,205
Total audit fees paid	17,591	13,705	17,591	13,705	17,591	13,705	17,591	13,705

	5. Horizon 6 Share Portfolio		6. Horizon 7 Accelerated Growth Portfolio		7. Property Securities Fund		8. Australian Share Fund	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$	\$	\$	\$	\$	\$	\$	\$
KPMG								
- Financial statement audit	14,057	-	14,057	-	14,057	-	14,057	-
- Compliance and regulatory	3,534	-	3,534	-	3,534	-	3,534	-
Other Auditor								
- Financial statement audit	-	10,500	-	10,500	-	10,500	-	10,500
- Other assurance engagements	-	3,205	-	3,205	-	3,205	-	3,205
Total audit fees paid	17,591	13,705	17,591	13,705	17,591	13,705	17,591	13,705

	9. IncomeBuilder		10. Share Index Fund		11. Global Share Fund		12. Platinum Global Fund	
	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021	31 May 2022	31 May 2021
	\$	\$	\$	\$	\$	\$	\$	\$
KPMG								
- Financial statement audit	14,057	-	14,057	-	14,057	-	14,057	-
- Compliance and regulatory	3,534	-	3,534	-	3,534	-	3,534	-
Other Auditor								
- Financial statement audit	-	10,500	-	10,500	-	10,500	-	10,500
- Other assurance engagements	-	9,705	-	3,205	-	3,205	-	5,705
Total audit fees paid	17,591	20,205	17,591	13,705	17,591	13,705	17,591	16,205

13. Cash Fund

	31 May 2022	31 May 2021
	\$	\$
KPMG		
- Financial statement audit	14,057	-
- Compliance and regulatory	3,534	-
Other Auditor		
- Financial statement audit	-	10,500
- Other assurance engagements	-	4,705
Total audit fees paid	17,591	15,205

10. Commitments and contingencies

There were no commitments or contingencies for the Schemes as at the reporting date (31 May 2021: Nil).

11. Events subsequent to reporting date

No significant events have occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 31 May 2022 or on the results and cash flows of the Schemes for the financial year ended on that date.

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

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

In the opinion of the Directors:

1. The financial statements and notes to the financial statements of the Schemes, set out on pages 5 to 29 are in accordance with the *Corporations Act 2001*, including:

1.1 giving a true and fair view of the Schemes' financial positions as at 31 May 2022 and their performance for the financial year ended on that date.

1.2 complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.

2. The financial statements and notes to the financial statements of the Schemes, set out on pages 5 to 29 comply with International Financial Reporting Standards.

3. There are reasonable grounds to believe that the Schemes will be able to pay their debts as and when they become due and payable.

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



Kathryn Watt
Director
Melbourne
11 August 2022

Independent Auditor's Report

To the respective unitholders of the following Schemes:

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

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

Opinions

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

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

- giving a true and fair view of the Schemes' financial position as at 31 May 2022 and of their financial performance for the year ended on that date; and
- complying with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The **Financial Report** comprises:

- Statements of financial position as at 31 May 2022;
- Statements of comprehensive income, Statements of changes in equity, and Statements of cash flows for the year then ended;
- Notes including a summary of significant accounting policies; and
- Directors' Declaration.

Basis for opinions

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

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

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

Other Information

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

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

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

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

Responsibilities of the Directors for the Financial Report

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

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

Auditor's responsibilities for the audit of the Financial Report

Our objective is:

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

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

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

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



KPMG



Joshua Pearse
Partner
Sydney
11 August 2022



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

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

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

I declare that, to the best of my knowledge and belief, in relation to the audit of the Schemes for the financial year ended 31 May 2022 there have been:

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

KPMG

Joshua Pearse

Partner

Melbourne

11 August 2022

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**For more information call us from
anywhere in Australia on
132 652 or contact your financial
adviser.**

Postal address

PO Box 200
North Sydney NSW 2059

mlc.com.au

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 Insignia Financial group of companies, comprising Insignia Financial Ltd ABN 49 100 103 722 and its related bodies corporate (Insignia Financial Group).