



MLC Wholesale Inflation Plus Assertive Portfolio ('Trust')

Annual Hedge Fund Report as at 30 June 2020

Trust overview

The Trust is a registered managed investment scheme issued by the Responsible Entity MLC Investments Limited ('RE'). The Trust comprises Class A and Class B units as indicated in the below table. The PIC Wholesale Inflation Plus Assertive Portfolio ('PIC Portfolio') is a PIC branded version of the Trust. When you invest pursuant to the PIC Portfolio product disclosure statement, you acquire units in Class A of the Trust.

APIR Code	Fund name	Inception date
MLC0667AU	MLC Wholesale Inflation Plus Assertive Portfolio (Class A)	5 December 2005
MLC0668AU	MLC Wholesale Inflation Plus Assertive Portfolio (Class B)	5 December 2005
MLC0782AU	PIC Wholesale Inflation Plus Assertive Portfolio	14 March 2007

Status: Onsale

Product size: \$367M (as at 30 June 2020)

About the Trust

Aims to deliver a return of 4.5% pa above inflation (after management costs) subject to limiting the risk of negative returns over 7 year periods.

This careful risk management approach means there may be times, such as when interest rates are unusually low, when the Trust requires an extended period to achieve its return objective. In most circumstances the Trust is expected to provide positive returns over 7 year periods, although there will sometimes be negative returns over shorter periods.

Trust information

i) Actual allocation

For the latest asset allocation, please refer to the MLC Fund Profile Tool at <https://www.mlcam.com.au/institutional-clients/mlc-wholesale/about>

ii) Liquidity profile

We reasonably expect to be able to convert at least 80% of the Trust's assets, (at the value ascribed to those assets in calculating the Trust's latest net asset value) to cash within 10 Business Days under normal market conditions.

iii) Maturity profile of the liabilities

Not applicable. As at 30 June 2020 there is no gearing in place.

iv) Leverage ratio

The Trust may utilise gearing up to a maximum of 40% of the Trust's net asset value. As at 30 June 2020 there is no gearing in place.

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v) Derivative counterparties engaged

Specialist investment managers appointed by the RE may only engage with counterparties approved by the RE and where appropriate agreements are in place. Approved counterparties are listed in the RE's Approved Counterparty List below.

As of 30 June 2020, the Approved Counterparty List is as follows:

Australia and New Zealand Banking Group Limited	HSBC Bank USA NA
Bank of America NA	J.P. Morgan AG
Barclays Bank Ireland PLC	J.P. Morgan Chase Bank NA
Barclays Bank PLC	J.P. Morgan Securities LLC
Barclays Capital, Inc.	J.P. Morgan Securities PLC
BNP Paribas SA	Macquarie Bank Limited
BNP Paribas Securities Corp	Merrill Lynch International
BofA Securities Europe SA	Morgan Stanley & Co International PLC
BofA Securities, Inc.	Morgan Stanley & Co LLC
Citibank NA	Morgan Stanley Europe SE
Citigroup Global Markets Europe AG	National Australia Bank Limited
Citigroup Global Markets Inc	RBC Capital Markets LLC
Citigroup Global Markets Limited	Royal Bank of Canada
Commonwealth Bank of Australia	Societe Generale SA
Credit Suisse AG	Standard Chartered AG
Credit Suisse International	Standard Chartered Bank
Credit Suisse Securities (USA) LLC	State Street Bank and Trust Co
Credit Suisse Securities, Sociedad De Valores, S.A.	The Bank of New York Mellon
Deutsche Bank AG	The Northern Trust Co
Goldman Sachs & Co LLC	Toronto-Dominion Bank
Goldman Sachs Bank Europe SE	UBS AG
Goldman Sachs Financial Markets Pty Limited	Wells Fargo Securities LLC
Goldman Sachs International	Westpac Banking Corporation
HSBC Bank PLC	

vi) Investment returns

For the latest performance, please refer to the MLC Fund Profile Tool at <https://www.mlcam.com.au/institutional-clients/mlc-wholesale/about>

vii) Changes to key service providers

There have been no changes to key service providers. NAB Asset Servicing, a business of NAB, remains the custodian and administrator for the Trust as at 30 June 2020. The RE is also a member of the NAB group of companies.

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Important information

This information is provided by MLC Investments Limited (ABN 30 002 641 661, AFSL 230705), a member of the National Australia Bank Limited (ABN 12 004 044 937, AFSL 230686) (**NAB**) group of companies (**NAB Group**), 105–153 Miller Street, North Sydney 2060. An investment in any financial product referred to in this communication is not a deposit with or liability of, and is not guaranteed by NAB or any of its subsidiaries.

This information is directed to and prepared for Australian residents only.

This information may constitute general advice. It has been prepared without taking account of an investor's objectives, financial situation or needs and because of that an investor should, before acting on the advice, consider the appropriateness of the advice having regard to their personal objectives, financial situation and needs.

You should obtain a Product Disclosure Statement (**PDS**) relating to the financial product mentioned in this communication issued by MLC Investments Limited, and consider it before making any decision about whether to acquire or continue to hold the product. A copy of the PDS is available upon request by phoning the Client Services team on 1300 738 355 or on our website at www.mlcam.com.au.

Past performance is not a reliable indicator of future performance. The value of an investment may rise or fall with changes in the market.

MLC Investments Limited may use the services of NAB Group companies where it makes good business sense to do so and will benefit customers. Amounts paid for these services are always negotiated on an arm's length basis.