

## **Enhancements to Short Term and Two-Year Diversified Fixed Interest Trusts**

Dimensional is always looking for ways to improve existing investment strategies so as to deliver better outcomes for clients. As part of that ongoing effort we have decided to widen the opportunity set of securities for both the Dimensional Short Term Fixed Interest Trust and the Dimensional Two-Year Diversified Fixed Interest Trust.

We believe the following changes, to be applied after 4 November 2016, will allow us to more reliably meet the objectives of the two strategies over time and provide better expected outcomes for investors:

Dimensional Short Term Fixed Interest Trust:

- We will broaden the available universe of securities from Australia-only to include up to 45% in global bonds (hedged back to the Australian dollar).
- We will change the minimum credit rating of securities held in the Trust from 'AA' to 'A'.
- The strategy will continue to purchase bonds in the maturity range of 0 to 2 years, with a maximum weighted average duration of 1 year.

Dimensional Two-year Diversified Fixed Interest Trust:

- We will increase the maximum maturity for an individual issuer from two years to three years, while keeping the maximum average duration unchanged at two years.
- We will change the minimum credit rating of securities held in the Trust from 'AA' to 'BBB', i.e. the Trust will now be able to invest in all Investment Grade bonds from eligible countries and currencies.

It is important to note that while we are extending the available universe of securities, the broad aims and expected volatility of both strategies will remain the same. Neither is there any change in fees, nor any material change in distributions as a result of these changes.

For additional information, please contact your Dimensional Regional Director. Updated PDSs will be made available in due course.

**Important Information:** This is a Significant Event Notice for the purposes of S.1017B of the Corporations Act 2001. Product Disclosure Statements (PDSs) for the Dimensional Wholesale Trusts, under which offers to invest in these trusts are made, are available from the issuer of the PDSs, DFA Australia Limited (ABN 46 065 937 671, Australian financial services license no. 238093) or by download from our website at [www.dimensional.com.au](http://www.dimensional.com.au). Investors should consider the current PDS in deciding whether to invest in a trust, or to continue to hold their investments in a trust.