

**Macquarie Investment Management Australia Limited**

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Dear Investor

**Macquarie Income Opportunities Fund ARSN 102 261 834 (Fund) - Changes in asset allocation ranges for high yield and emerging markets debt sectors**

Since inception of the Fund in September 2003, the Fund's strategy has continued to adapt and evolve, seeking to capitalise on opportunities presented by the changing investment landscape and to meet the Fund's objectives. The COVID-19 pandemic has had a material impact on the global economy, resulting in what we expect will be a prolonged period of low growth, low inflation and low yields.

In light of these challenging economic and financial market conditions, the maximum allowable allocation to the high yield and emerging markets debt sectors will be increased as noted in the table below effective from 1 July 2021.

<b>Asset allocation<sup>1</sup></b>	<b>Current</b>	<b>Effective from 1 July 2021</b>
<b>Investment grade credit<sup>2</sup></b>	0% - 100%	No change
<b>High yield</b>	0% - 20%	0% - 25%
<b>Emerging markets debt<sup>3</sup></b>	0% - 15%	0% - 25%
<b>Cash</b>	0% - 100%	No change

<sup>1</sup> The above ranges are indicative only. The Fund will be rebalanced within a reasonable period of time should the exposure move outside these ranges. Investments in these sectors may include but are not limited to: domestic and global fixed and floating rate instruments issued by banks, corporates, governments, asset-backed securities such as residential mortgage backed securities, bank loans and other credit related securities. The Fund may also have some exposure to hybrid securities, as well as funds managed by a member of the Macquarie Group or by external managers (including exchange traded funds).

<sup>2</sup> Includes Australian and global investment grade credit.

<sup>3</sup> May include holdings of sub-investment grade instruments.

The changes seek to provide additional flexibility within the Fund's strategy, allowing the Fund to capture value-add opportunities within these sectors and be optimally positioned to meet its investment objective.

The Fund's investment strategy, risk profile and core investment philosophy of capital preservation, liquidity management and fundamental research will remain unchanged.

**More information**

A Product Disclosure Statement Update dated 4 June 2021 (**PDS Update**), which updates the information in the Product Disclosure Statement (**PDS**) for the Fund dated 1 July 2020, is available at [macquarie.com.au/pds](https://www.macquarie.com.au/pds) or by contacting us. The PDS and PDS Update should be read together before you make any investment decision in relation to the Fund.

Please contact Macquarie Investment Management Client Service on 1800 814 523 (8.30am to 5.30pm Sydney time, Monday to Friday), or email [mim.clientservice@macquarie.com](mailto:mim.clientservice@macquarie.com) if you have any questions about the changes or would like more information about the Fund.

Yours sincerely,



Graham Maiden  
Head of Client Service  
**Macquarie Investment Management**