



Upcoming changes to MLC Funds

MLC MasterKey Investment Service

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This document has been prepared and issued by MLC Investments Limited (MLCI) ABN 30 002 641 661, AFSL 230705. MLCI is the Service Operator of MLC MasterKey Investment Service (MKIS). References to 'we' or 'us' are references to MLCI, unless otherwise stated.

The purpose of this document is to let you know about the changes being made to a range of investment options available on MLC MasterKey Investment Service (as below):

- MLC MasterKey Unit Trust - Horizon portfolios
- MLC MasterKey Unit Trust - Asset Class funds
- MLC Wholesale funds

The changes will come into effect from **30 November 2023** and follow the recent merging of MLC and IOOF investment teams and bringing together the combined expertise in managing investment options.

The changes include updates to Ongoing annual fees and costs (made up of administration fee, investment or management fee, estimated indirect costs, transactions costs and performance fees), strategic asset allocations, investment timeframes and investment objectives. More details of the individual impacts for each investment option are included in this document.

A copy of the full notification for these changes for MLC MasterKey Unit Trust investment options can be obtained online at mlc.com.au/investment-news

A copy of the full notification for these changes for MLC wholesale investment options can be obtained online at mlcam.com.au

Please note:

For general information, you should obtain the PDS for the relevant investment option from your financial adviser or you can obtain this directly via our website mlc.com.au or by calling us.

The fee and cost figures below do not include fees charged by your financial adviser. Fees and costs are inclusive of the net effect of GST, if applicable.

MLC Wholesale funds

Real Return			Sector			
Current Fund name	MLC Wholesale Inflation Plus Assertive Portfolio (Class B)		MLC Diversified Debt Fund		MLC Global Property Fund	
New Fund name	MLC Real Return Assertive (Class B)		No change		No change	
Asset Allocation	Updated – refer to MLCI notification here		No change		No change	
Benchmark	No change		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
	Current	New	Current	New	Current	New
Investment objective	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.	No change	Aims to outperform the Benchmark (before fees) over 3 year periods.	Aims to outperform the Benchmark (after fees) over 3 year periods.	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark (after fees) over 7 year periods.
Minimum suggested time to invest	7 to 10 years	7 years	3 to 5 years	3 years	7 years	No change
Ongoing annual fees and costs (p.a.)						
• Administration fee	0.94%	No change	0.94%	No change	0.94%	No change
• Investment fee	0.95%	No change	0.43%	No change	0.79%	No change
• Estimated indirect costs	0.06%	No change	0%	No change	0%	No change
• Performance fee	0.03%	No change	0%	No change	0%	No change
• Transaction costs	0.06%	No change	0.01%	No change	0.08%	No change

MLC MasterKey Unit Trust Investment options

Active Diversified						
Current Fund name	MLC Horizon 2 Income Portfolio		MLC Horizon 3 Conservative Growth Portfolio		MLC Horizon 4 Balanced Portfolio	
New Fund name	No change		No change		No change	
Asset Allocation	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
Benchmark	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
	Current	New	Current	New	Current	New
Investment objective	Aims to outperform the Benchmark (before fees) over 3 year periods. We aim to achieve this by actively managing the portfolio. This includes changing the portfolio's asset allocation to capitalise on investment opportunities or reduce risk if market risk is high.	No change	Aims to outperform the Benchmark (before fees) over 3 year periods. We aim to achieve this by actively managing the portfolio. This includes changing the portfolio's asset allocation to capitalise on investment opportunities or reduce risk if market risk is high.	Aims to outperform the Benchmark (before fees) over 5 year periods. We aim to achieve this by actively managing the portfolio. This includes changing the portfolio's asset allocation to capitalise on investment opportunities or reduce risk if market risk is high.	Aims to outperform the Benchmark (before fees) over 4 year periods. We aim to achieve this by actively managing the portfolio. This includes changing the portfolio's asset allocation to capitalise on investment opportunities or reduce risk if market risk is high.	Aims to outperform the Benchmark (before fees) over 5 year periods. We aim to achieve this by actively managing the portfolio. This includes changing the portfolio's asset allocation to capitalise on investment opportunities or reduce risk if market risk is high.
Minimum suggested time to invest	3 years	No change	3	5 years	5 years	No change
Ongoing annual fees and costs (p.a.)						
• Management fees	1.35%	No change	1.45%	No change	1.48%	No change
• Estimated indirect costs	0.06%	0.05%	0.06%	No change	0.06%	0.07%
• Performance fee	0.03%	No change	0.03%	No change	0.03%	No change
• Transaction costs	0.01%	0.03%	0.04%	0.05%	0.07%	No change

Active Diversified						
Current Fund name	MLC Horizon 5 Growth Portfolio		MLC Horizon 6 Share Portfolio		MLC Horizon 7 Accelerated Growth Portfolio	
New Fund name	No change		No change		No change	
Asset Allocation	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
Benchmark	Updated – refer to MLCI notification here		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
	Current	New	Current	New	Current	New
Investment objective	Aims to outperform the Benchmark (before fees) over 5 year periods. We aim to achieve this by actively managing the portfolio. This includes changing the portfolio's asset allocation to capitalise on investment opportunities or reduce risk if market risk is high.	Aims to outperform the Benchmark (before fees) over 7 year periods. We aim to achieve this by actively managing the portfolio. This includes changing the portfolio's asset allocation to capitalise on investment opportunities or reduce risk if market risk is high.	Aims to outperform the Benchmark (before fees) over 5 year periods. We aim to achieve this return while keeping volatility (movements up and down in value) at levels similar to the Benchmark.	Aims to outperform the Benchmark (before fees) over 7 year periods. We aim to achieve this return while keeping volatility (movements up and down in value) at levels similar to the Benchmark.	Aims to outperform the Benchmark (before fees) over 5 year periods. We aim to achieve this return while keeping volatility (movements up and down in value) at levels similar to the Benchmark.	Aims to outperform the Benchmark (before fees) over 7 year periods. We aim to achieve this return while keeping volatility (movements up and down in value) at levels similar to the Benchmark.
Minimum suggested time to invest	6 years	7 years	6 years	7years	8 years	No change
Ongoing annual fees and costs (p.a.)						
• Management fees	1.51%	No change	1.54%	No change	1.73%	No change
• Estimated indirect costs	0.05%	0.06%	0.03%	0.04%	0.01%	0.04%
• Performance fee	0.02%	No change	0.02%	0%	0.01%	0%
• Transaction costs	0.06%	0.07%	0.07%	0.08%	0.09%	0.06%

Sector						
Current Fund name	MLC Property Securities Fund		MLC Australian Share Fund		MLC Australian Share Index Fund	
New Fund name	No change		No change		No change	
Asset Allocation	No change		No change		No change	
Benchmark	No change		Updated – refer to MLCI notification here		Updated – refer to MLCI notification here	
	Current	New	Current	New	Current	New
Investment objective	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark (before fees) over 7 year periods.	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark (before fees) over 7 year periods.	Aims to outperform the Benchmark (before fees) over 5 year periods. We aim to achieve this return while keeping volatility (movements up and down in value) at levels similar to the Benchmark.	Aims to outperform the Benchmark (before fees) over 7 year periods. We aim to achieve this return while keeping volatility (movements up and down in value) at levels similar to the Benchmark.
Minimum suggested time to invest	7 years	No change	7 years	No change	7 years	No change
Ongoing annual fees and costs (p.a.)						
• Management fees	1.42%	No change	1.55%	No change	0.99%	No change
• Estimated indirect costs	0%	No change	0%	No change	0%	No change
• Performance fee	0%	No change	0%	No change	0%	No change
• Transaction costs	0%	No change	0.05%	No change	0%	No change

Sector		
Current Fund name	MLC Global Share Fund	
New Fund name	No change	
Asset Allocation	No change	
Benchmark	Updated – refer to MLCI notification here	
	Current	New
Investment objective	Aims to outperform the Benchmark (before fees) over 5 year periods.	Aims to outperform the Benchmark (before fees) over 7 year periods.
Minimum suggested time to invest	7 years	No change
• Management fees	1.69%	No change
• Estimated indirect costs	0%	No change
• Performance fee	0%	No change
• Transaction costs	0.06%	No change

Important information

This information has been prepared by MLC Investments Limited, ABN 30 002 641 661 AFSL 230705 (MLCI), as the operator of the MLC MasterKey Investment Service. 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). This information is general in nature and does not take into account your objectives, financial situation and needs. Before acting on any of this information you should consider its appropriateness, having regard to your objectives, financial situation and needs. You should consider obtaining financial advice before making any financial decisions based on this information.

It is recommended that you consider the relevant Product Disclosure Statement (PDS) before you make any decision. You can obtain the latest copy of the PDS and Target Market Determination (TMD) by calling us on 132 652 or by searching for the applicable product at mlc.com.au