



# Loyalty Wealth

## Loyalty Managed Portfolios



## ADDITIONAL INFORMATION - INVESTMENT BOOKLET 2 SEPTEMBER 2024

The information in this document forms part of the Product Disclosure Statement dated 2 September 2024 for the Loyalty Managed Portfolios

This Additional Information Booklet may be updated from time to time without notice. You should read the latest edition of this document, together with the PDS, before making a decision to invest into the Loyalty Managed Portfolios. You can obtain the current edition of this document free of charge by visiting [page.fiducian.com.au/loyaltywealth](http://page.fiducian.com.au/loyaltywealth) or contacting Client Services.

The Fiducian SMA Fund (referred to in this PDS as the Loyalty Managed Portfolios) is a registered Managed Investment Scheme under the Corporations Act 2001 (Cth) (ARSN 633 605 026). The Responsible Entity for Loyalty Managed Portfolios is Fiducian Investment Management Services Limited ABN 28 602 441 814 AFSL 468211

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# Loyalty Active Balanced (Watershed) Portfolio

## MODEL MANAGER

Watershed Funds Management Pty Ltd.

## INVESTMENT OBJECTIVE

The object is to outperform the Financial Express Unit Trust Peer Group Multi Asset Balanced Index over five years after fees.

## INVESTMENT TIMEFRAME

At least 5 years.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio is an actively managed, diversified portfolio of securities across both growth assets such as Domestic and Global Shares, Property Trusts and defensive assets such as cash and fixed interest securities. The portfolio will generally hold approximately 60% in growth assets and 40% in more defensive assets over time, but the mandate has deliberately broad target ranges allowing implementation of tactical asset allocation given the investment manager's macroeconomic views and expected asset class and sector returns, to target the portfolio's investment objective.

## INVESTMENT UNIVERSE

SMA's and managed funds covering all asset classes, underlying holdings will include direct securities, ETFs and managed funds.

## BENCHMARK

Financial Express Unit Trust Peer Group Multi Asset Balanced Index.

## NUMBER OF SECURITIES (INDICATIVE)

80 - 110 securities

## MANAGEMENT FEES & COSTS

Management Fee 0.5124% p.a.

Indirect Costs 0.16% p.a.

## TRANSACTION FEES

Estimate 0.13% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$150,000

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Australian Equities	10	70	30
International Equities	10	60	25
Property & Infrastructure	0	10	5
Fixed Interest	20	60	35
Alternative Assets	0	15	0
Cash	0	40	5
<b>Total</b>			<b>100</b>

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased over time. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

## ABOUT THE MODEL MANAGER

Watershed Funds Management is an Australian investment manager that delivers client-focused investment solutions to; institutions, intermediaries, Financial Advisors and high net worth investors.

The basic foundation of their business is to provide its clients with individually tailored investment solutions that are actively managed.

Their fundamental goal is to protect and create capital for its clients by delivering on their investment philosophy of taking strategic positions in and out of all assets classes throughout the investment cycle, whilst identifying and holding high quality companies for the medium to long term within each asset class.

Their Portfolio Managers and Investment Committees have extensive experience across all asset classes and specialise in the construction of SMA (Separately Managed Account) portfolios that deliver client-focused, investment solutions to; institutions, intermediaries, financial advisors, accountants and high net worth investors.

# Loyalty Active Conservative (Watershed) Portfolio

## MODEL MANAGER

Watershed Funds Management Pty Ltd.

## INVESTMENT OBJECTIVE

The objective is to outperform the Financial Express Unit Trust Peer Group Multi Asset Moderate Index over five years after fees.

## INVESTMENT TIMEFRAME

At least 5 years.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio is an actively managed, diversified portfolio of securities across both growth assets such as Domestic and Global Shares, Property Trusts and defensive assets such as cash and fixed interest securities. The portfolio will generally hold approximately 40% in growth assets and 60% in more defensive assets over time, but the mandate has deliberately broad target ranges allowing implementation of tactical asset allocation given the investment manager's macroeconomic views and expected asset class and sector returns, to target the portfolio's investment objective.

## INVESTMENT UNIVERSE

SMAs and managed funds covering all asset classes, underlying holdings will include direct securities, ETFs and managed funds.

## BENCHMARK

Financial Express Unit Trust Peer Group Multi Asset Moderate Index.

## NUMBER OF SECURITIES (INDICATIVE)

80 - 110 securities

## MANAGEMENT FEES & COSTS

Management Fee 0.5124% p.a.

Indirect Costs 0.18% p.a.

## TRANSACTION FEES

Estimate 0.20% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$150,000

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Australian Equities	10	50	20
International Equities	10	40	15
Property & Infrastructure	0	10	5
Fixed Interest	40	80	45
Alternative Assets	0	15	5
Cash	0	40	10
<b>Total</b>			<b>100</b>

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased over time. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

## ABOUT THE MODEL MANAGER

Watershed Funds Management is an Australian investment manager that delivers client-focused investment solutions to; institutions, intermediaries, Financial Advisors and high net worth investors.

The basic foundation of their business is to provide its clients with individually tailored investment solutions that are actively managed.

Their fundamental goal is to protect and create capital for its clients by delivering on their investment philosophy of taking strategic positions in and out of all assets classes throughout the investment cycle, whilst identifying and holding high quality companies for the medium to long term within each asset class.

Their Portfolio Managers and Investment Committees have extensive experience across all asset classes and specialise in the construction of SMA (Separately Managed Account) portfolios that deliver client-focused, investment solutions to; institutions, intermediaries, financial advisors, accountants and high net worth investors.

# Loyalty Active Growth (Watershed) Portfolio

## MODEL MANAGER

Watershed Funds Management Pty Ltd.

## INVESTMENT OBJECTIVE

The objective is to outperform the Financial Express Unit Trust Peer Group Multi Asset Growth Index over five years after fees.

## INVESTMENT TIMEFRAME

At least 5 years.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio is an actively managed, diversified portfolio of securities across both growth assets such as Domestic and Global Shares, Property Trusts and defensive assets such as cash and fixed interest securities. The portfolio will generally hold approximately 80% in growth assets and 20% in more defensive assets over time, but the mandate has deliberately broad target ranges allowing implementation of tactical asset allocation given the investment manager's macroeconomic views and expected asset class and sector returns, to target the portfolio's investment objective.

## INVESTMENT UNIVERSE

SMAs and managed funds covering all asset classes, underlying holdings will include direct securities, ETFs and managed funds.

## BENCHMARK

Financial Express Unit Trust Peer Group Multi Asset Growth Index.

## NUMBER OF SECURITIES (INDICATIVE)

80 - 110 securities

## MANAGEMENT FEES & COSTS

Management Fee 0.5124 p.a.

Indirect Costs 0.14% p.a.

## TRANSACTION FEES

Estimate 0.57% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$150,000

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Australian Equities	15	75	40
International Equities	15	75	35
Property & Infrastructure	0	10	5
Fixed Interest	10	40	18
Alternative Assets	0	15	0
Cash	0	30	2
<b>Total</b>			<b>100</b>

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased over time. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

## ABOUT THE MODEL MANAGER

Watershed Funds Management is an Australian investment manager that delivers client-focused investment solutions to; institutions, intermediaries, Financial Advisors and high net worth investors.

The basic foundation of their business is to provide its clients with individually tailored investment solutions that are actively managed.

Their fundamental goal is to protect and create capital for its clients by delivering on their investment philosophy of taking strategic positions in and out of all assets classes throughout the investment cycle, whilst identifying and holding high quality companies for the medium to long term within each asset class.

Their Portfolio Managers and Investment Committees have extensive experience across all asset classes and specialise in the construction of SMA (Separately Managed Account) portfolios that deliver client-focused, investment solutions to; institutions, intermediaries, financial advisors, accountants and high net worth investors.

# Loyalty Active High Growth (Watershed) Portfolio

## MODEL MANAGER

Watershed Funds Management Pty Ltd.

## INVESTMENT OBJECTIVE

The objective is to outperform the Financial Express Unit Trust Peer Group Multi Asset Aggressive Index over five years after fees.

## INVESTMENT TIMEFRAME

At least 5 years.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio is an actively managed, diversified portfolio of securities across both growth assets such as Domestic and Global Shares, Property Trusts and defensive assets such as cash and fixed interest securities. The portfolio will generally hold approximately 90% in growth assets and 10% in more defensive assets over time, but the mandate has deliberately broad target ranges allowing implementation of tactical asset allocation given the investment manager's macroeconomic views and expected asset class and sector returns, to target the portfolio's investment objective.

## INVESTMENT UNIVERSE

SMAs and managed funds covering all asset classes, underlying holdings will include direct securities, ETFs and managed funds.

## BENCHMARK

Financial Express Unit Trust Peer Group Multi Asset Aggressive Index.

## NUMBER OF SECURITIES (INDICATIVE)

80 - 110 securities

## MANAGEMENT FEES & COSTS

Management Fee 0.5124% p.a.

Indirect Costs 0.15% p.a.

## TRANSACTION FEES

Estimate 0.50% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$150,000

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Australian Equities	20	80	45
International Equities	20	80	40
Property & Infrastructure	0	10	5
Fixed Interest	0	20	8
Alternative Assets	0	15	0
Cash	0	20	2
<b>Total</b>			<b>100</b>

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased over time. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

## ABOUT THE MODEL MANAGER

Watershed Funds Management is an Australian investment manager that delivers client-focused investment solutions to; institutions, intermediaries, Financial Advisors and high net worth investors.

The basic foundation of their business is to provide its clients with individually tailored investment solutions that are actively managed.

Their fundamental goal is to protect and create capital for its clients by delivering on their investment philosophy of taking strategic positions in and out of all assets classes throughout the investment cycle, whilst identifying and holding high quality companies for the medium to long term within each asset class.

Their Portfolio Managers and Investment Committees have extensive experience across all asset classes and specialise in the construction of SMA (Separately Managed Account) portfolios that deliver client-focused, investment solutions to; institutions, intermediaries, financial advisors, accountants and high net worth investors.



# Loyalty Australian Shares (Watershed) Portfolio

## MODEL MANAGER

Watershed Funds Management Pty Ltd.

## INVESTMENT OBJECTIVE

The objective is to outperform the S&P/ASX 200 Accumulation index by 2% per annum over rolling five year periods.

## INVESTMENT TIMEFRAME

At least 5 years.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio manager believes macro-economic conditions and specific sector cycles drive the majority of share price performance in larger cap stocks; both short and long term and seeks to exploit these cycles to achieve higher investment returns than the index. Rigorous fundamental analysis is performed to ensure the portfolio holds high quality companies and shifts the allocation between sectors (early, mid or late cycle cyclicals and defensive sectors) given the current and expected economic environment.

## INVESTMENT UNIVERSE

Stocks listed on the Australian Securities Exchange.

## BENCHMARK

S&P/ASX 200 Accumulation index.

## NUMBER OF SECURITIES (INDICATIVE)

15 - 30 securities

## MANAGEMENT FEES & COSTS

Management Fee 0.6151% p.a.

Indirect Costs nil

## TRANSACTION FEES

Estimate 0.29% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$50,000

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Australian Equities	70	98	98
Australian Listed Property	0	10	0
Cash	2	20	2
Total			100

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased over time. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

### ABOUT THE MODEL MANAGER

Watershed Funds Management is an Australian investment manager that delivers client-focused investment solutions to; institutions, intermediaries, Financial Advisors and high net worth investors.

The basic foundation of their business is to provide its clients with individually tailored investment solutions that are actively managed.

Their fundamental goal is to protect and create capital for its clients by delivering on their investment philosophy of taking strategic positions in and out of all assets classes throughout the investment cycle, whilst identifying and holding high quality companies for the medium to long term within each asset class.

Their Portfolio Managers and Investment Committees have extensive experience across all asset classes and specialise in the construction of SMA (Separately Managed Account) portfolios that deliver client-focused, investment solutions to; institutions, intermediaries, financial advisors, accountants and high net worth investors.

# Loyalty Core Balanced (Russell Investments) Portfolio

## MODEL MANAGER

Russell Investments

## INVESTMENT OBJECTIVE

To provide returns over the medium to long term, with moderate to high volatility, consistent with a diversified mix of predominantly growth-oriented assets and some defensive assets. The portfolio aims to outperform the benchmark over the long term.

## INVESTMENT TIMEFRAME

Minimum suggested timeframe is 5 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The Loyalty Core Balanced (Russell Investments) Portfolio typically invests in a diversified investment mix with exposure to growth investments of around 70% such as Australian shares, international shares, property and alternatives; and defensive investments of around 30% such as cash and fixed interest over the long term. The allocations will be actively managed within the allowable ranges depending on market conditions. The portfolio combines Russell Investments' dynamic multi-asset and multi-manager strategies with ETFs and direct shares. Russell Investments adopts a globally consistent, research-based approach to long-term asset allocation, active manager selection, multi-factor investing and dynamic portfolio management.

## INVESTMENT UNIVERSE

Listed Australian Shares, ETFs (including Exchange Traded Funds and Exchange Traded Products), Managed Funds and Cash.

## BENCHMARK

Morningstar Australia Growth Target Allocation NR AUD Index

## NUMBER OF SECURITIES (INDICATIVE)

Approximately 5-60 wholesale managed funds, ETFs and Australian Equities

## MANAGEMENT FEES & COSTS

Management Fee 0.2563% p.a.

Indirect Costs 0.41% p.a.

## TRANSACTION FEES

Estimate 0.08% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

To be stipulated by Investment Platform

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	0	25	3
Australian Shares	15	60	30
Global Shares	15	60	31
Property and Infrastructure	0	25	3
Alternatives	0	25	8
Fixed Interest	5	45	25
Total			100

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

## ABOUT THE MODEL MANAGER

Russell Investments is a global investment solutions partner, dedicated to helping investors reach their long-term goals. Building on over 85 years of continuous innovation to deliver value to clients, Russell Investments offers investment solutions in 30 countries managing over A\$436 billion in assets (as at 30 Dec 2023). Russell Investments specialises in multi-asset solutions, scouring the globe for investment strategies, managers and asset classes to deliver to its clients around the world. Headquartered in Seattle, Washington, Russell Investments has offices in 16 cities, including in Sydney, New York, London, Tokyo and Shanghai.

# Loyalty Core Conservative (Russell Investments) Portfolio

## MODEL MANAGER

Russell Investments

## INVESTMENT OBJECTIVE

To provide returns over the short to medium term, with low volatility, consistent with a diversified mix of predominantly defensive assets and some growth-oriented assets. The portfolio aims to outperform the benchmark over the long term.

## INVESTMENT TIMEFRAME

Minimum suggested timeframe is 3 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio typically invests in a diversified investment mix with exposure to growth investments of around 30%, such as Australian shares, international shares, property and alternatives; and defensive investments, such as cash and fixed interest, of around 70% over the long term. The allocations are actively managed within the allowable ranges, depending on market conditions. The portfolio combines Russell Investments' dynamic multi-asset and multi-manager strategies with ETFs and direct shares. Russell Investments adopts a globally consistent, research-based approach to long-term asset allocation, active manager selection, multi-factor investing and dynamic portfolio management.

## INVESTMENT UNIVERSE

Listed Australian Shares, ETFs (including Exchange Traded Funds and Exchange Traded Products), Managed Funds and Cash.

## BENCHMARK

Morningstar Australia Moderate Target Allocation NR AUD Index.

## NUMBER OF SECURITIES (INDICATIVE)

Approximately 5-60 wholesale managed funds, ETFs and Australian Equities

## MANAGEMENT FEES & COSTS

Management Fee 0.2563% p.a.

Indirect Costs 0.40% p.a.

## TRANSACTION FEES

Estimate 0.08% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

To be stipulated by Investment Platform

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	0	30	7
Australian Shares	0	40	14
International Shares	0	40	14
Property and Infrastructure	0	25	2
Alternatives	0	25	4
Fixed Interest	35	85	59
Total			100

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

### ABOUT THE MODEL MANAGER

Russell Investments is a global investment solutions partner, dedicated to helping investors reach their long-term goals. Building on over 85 years of continuous innovation to deliver value to clients, Russell Investments offers investment solutions in 30 countries managing over A\$436 billion in assets (as at 30 Dec 2023). Russell Investments specialises in multi-asset solutions, scouring the globe for investment strategies, managers and asset classes to deliver to its clients around the world. Headquartered in Seattle, Washington, Russell Investments has offices in 16 cities, including in Sydney, New York, London, Tokyo and Shanghai.



# Loyalty Core Diversified 50 (Russell Investments) Portfolio

## MODEL MANAGER

Russell Investments

## INVESTMENT OBJECTIVE

To provide returns over the short to medium term, with low volatility, consistent with a diversified mix of predominantly defensive assets and some growth-oriented assets. The portfolio aims to outperform the benchmark over the long term.

## INVESTMENT TIMEFRAME

Minimum suggested timeframe is 4 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio typically invests in a diversified investment mix with exposure to growth investments of around 50% such as Australian shares, international shares, property and alternatives; and defensive investments of around 50% such as cash and fixed income over the long term. The allocations will be actively managed within the allowable ranges depending on market conditions.

The portfolio combines Russell Investments' dynamic multi-asset and multi-manager strategies with ETFs and direct shares. Russell Investments adopts a globally consistent, research-based approach to long-term asset allocation, active manager selection, multi-factor investing and dynamic portfolio management.

## INVESTMENT UNIVERSE

Listed Australian Shares, ETFs (including Exchange Traded Funds and Exchange Traded Products), Managed Funds and Cash.

## BENCHMARK

Morningstar Australia Balanced Target Allocation NR AUD Index

## NUMBER OF SECURITIES (INDICATIVE)

Approximately 5-60 wholesale managed funds, ETFs and Australian Equities

## MANAGEMENT FEES & COSTS

Management Fee 0.2563% p.a.

Indirect Costs 0.38% p.a.

## TRANSACTION FEES

Estimate 0.08% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

To be stipulated by Investment Platform

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	0	30	7
Australian Shares	10	50	22
Global Shares	10	50	23
Property and Infrastructure	0	30	3
Alternatives	0	30	4
Fixed Interest	15	65	41
Total			100

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

### ABOUT THE MODEL MANAGER

Russell Investments is a global investment solutions partner, dedicated to helping investors reach their long-term goals. Building on over 85 years of continuous innovation to deliver value to clients, Russell Investments offers investment solutions in 30 countries managing over A\$436 billion in assets (as at 30 Dec 2023). Russell Investments specialises in multi-asset solutions, scouring the globe for investment strategies, managers and asset classes to deliver to its clients around the world. Headquartered in Seattle, Washington, Russell Investments has offices in 16 cities, including in Sydney, New York, London, Tokyo and Shanghai.

# Loyalty Core Growth (Russell Investments) Portfolio

## MODEL MANAGER

Russell Investments

## INVESTMENT OBJECTIVE

To provide capital growth over the long term consistent with a portfolio focusing on growth assets, while accepting fluctuations in capital values in the short term. The Portfolio aims to outperform the benchmark over the long term.

## INVESTMENT TIMEFRAME

Minimum suggested timeframe is 6 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio typically invests in a diversified investment mix with exposure to growth investments of around 90% such as Australian shares, international shares, property and alternatives; and defensive investments of around 10% such as cash and fixed income over the long term. The allocations will be actively managed within the allowable ranges depending on market conditions.

The portfolio combines Russell Investments' dynamic multi-asset and multi-manager strategies with ETFs and direct shares. Russell Investments adopts a globally consistent, research-based approach to long-term asset allocation, active manager selection, multi-factor investing and dynamic portfolio management.

## INVESTMENT UNIVERSE

Listed Australian Shares, ETFs (including Exchange Traded Funds and Exchange Traded Products), Managed Funds and Cash.

## BENCHMARK

Morningstar Australia Aggressive Target Allocation NR AUD Index

## NUMBER OF SECURITIES (INDICATIVE)

Approximately 5-60 wholesale managed funds, ETFs and Australian Equities

## MANAGEMENT FEES & COSTS

Management Fee 0.2563% p.a.

Indirect Costs 0.42% p.a.

## TRANSACTION FEES

Estimate 0.10% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

To be stipulated by Investment Platform

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	0	25	0
Australian Shares	20	85	36
Global Shares	20	85	40
Property and Infrastructure	0	35	2
Alternatives	0	35	12
Fixed Interest	0	35	10
<b>Total</b>			<b>100</b>

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

## ABOUT THE MODEL MANAGER

Russell Investments is a global investment solutions partner, dedicated to helping investors reach their long-term goals. Building on over 85 years of continuous innovation to deliver value to clients, Russell Investments offers investment solutions in 30 countries managing over A\$436 billion in assets (as at 30 Dec 2023). Russell Investments specialises in multi-asset solutions, scouring the globe for investment strategies, managers and asset classes to deliver to its clients around the world. Headquartered in Seattle, Washington, Russell Investments has offices in 16 cities, including in Sydney, New York, London, Tokyo and Shanghai.

# Loyalty Core High Growth (Russell Investments) Portfolio

## MODEL MANAGER

Russell Investments

## INVESTMENT OBJECTIVE

The managed portfolio aims to provide capital growth over the long term consistent with a portfolio focusing on solely growth assets, while accepting fluctuations in capital values in the medium term. The managed portfolio aims to outperform the benchmark over the long term.

## INVESTMENT TIMEFRAME

Minimum suggested timeframe is 7 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio typically fully invests in a diversified portfolio of growth investments such as Australian shares, international shares, property and alternatives. The allocations will be actively managed within the allowable ranges depending on market conditions.

The portfolio combines Russell Investments' multi-manager strategies with ETFs and direct shares. Russell Investments adopts a globally consistent, research-based approach to long-term asset allocation, active manager selection, multi-factor investing and dynamic portfolio management.

## INVESTMENT UNIVERSE

Listed Australian Shares, ETFs (including Exchange Traded Funds and Exchange Traded Products), Managed Funds and Cash.

## BENCHMARK

Morningstar Australia Aggressive Target Allocation NR AUD Index

## NUMBER OF SECURITIES (INDICATIVE)

Approximately 5-60 wholesale managed funds, ETFs and Australian Equities

## MANAGEMENT FEES & COSTS

Management Fee 0.2563% p.a.

Indirect Costs 0.32% p.a.

## TRANSACTION FEES

Estimate 0.09% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

To be stipulated by Investment Platform

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	0	20	2
Australian Shares	30	90	45
Global Shares	30	90	45
Property and Infrastructure	0	35	10
Alternatives	0	15	0
Fixed Interest	0	15	0
Total			100

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

## ABOUT THE MODEL MANAGER

Russell Investments is a global investment solutions partner, dedicated to helping investors reach their long-term goals. Building on over 85 years of continuous innovation to deliver value to clients, Russell Investments offers investment solutions in 30 countries managing over A\$436 billion in assets (as at 30 Dec 2023). Russell Investments specialises in multi-asset solutions, scouring the globe for investment strategies, managers and asset classes to deliver to its clients around the world. Headquartered in Seattle, Washington, Russell Investments has offices in 16 cities, including in Sydney, New York, London, Tokyo and Shanghai.

# Loyalty Index Plus Balanced (Auxilium) Portfolio

## MODEL MANAGER

Fiducian Investment Management Services Limited.

## INVESTMENT OBJECTIVE

To achieve returns above the Morningstar Multisector Growth Index over rolling 5-year periods by investing in a portfolio of Exchange Traded Funds (ETFs).

## INVESTMENT TIMEFRAME

Minimum suggested timeframe is 5 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

### Asset Class Range: Growth – 50% to 80%; Defensive – 20% to 50% (Control Ranges)

The Control Ranges will be applied to the Loyalty Index Plus Balanced Portfolio to ensure that an investor does not inadvertently breach the design characteristics of the portfolio which could impact their risk profile.

The Loyalty Index Plus Balanced Portfolio invests in underlying funds that, when combined, seek to achieve moderate capital growth and generate income.

You may elect to follow the strategic asset allocation of the investment manager or instruct the Fiducian administration team, through the relevant Service, to alter your strategic investment allocation between the available investment products within the Loyalty Index Plus Balanced Portfolio.

### Asset Sectors – Selected by the Manager

Where the investor seeks to follow the investment manager, the investment manager will utilise ETFs to gain cost-effective exposure to a diversified portfolio of underlying assets. ETFs will be selected with consideration of liquidity, cost, size, and ability to effectively track the underlying index.

The portfolio has a long term strategic asset allocation (SAA) that forms the foundation of portfolio positions. The Manager will then employ a tactical asset allocation (TAA) to give more or less exposure to a particular asset class depending on the assessment of the macroeconomic and market outlook.

The asset classes and relevant benchmarks of the Asset Sectors – Selected by the Manager option within the Loyalty Index Plus Balanced Portfolio, as at the date of this Investment booklet, are as follows:

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	3	40	5
Australian Fixed Income	10	35	19
International Fixed Income	4	20	7
Listed Property	5	17	9
Australian Shares	29	45	37
International Shares	15	32	23
Other	0	5	0
<b>Total</b>			<b>100</b>

### Asset Sectors – Selected by You

You may at any time select your own strategic investment allocation within this portfolio, whether it be upon your initial investment in the Portfolio or at any time you hold an interest in the Portfolio. Your selection may exceed the individual asset sector allocations that have been adopted by the investment manager (in the table above). However, we have introduced the Control Ranges so that you do not exceed the overall growth and defensive exposure for this portfolio as explained below.

Should you choose to invest part or all of your monies within the “Selected by the Manager” option of this Portfolio and then decide to adjust your strategy to the “Selected by You” option or both, Fiducian will be required to transact your instructions by selling-down certain assets and then repurchasing other assets that you have instructed us to implement on your behalf. The implementation of such instructions will incur transaction and taxation costs as normally applied and we therefore recommend that you should investigate and discuss these costs with your financial adviser prior to providing your instructions to us.

Should you decide to select your own strategic investment allocation, your selection must comply with the following:

1. Your asset selection must stay within the Control Range for the portfolio.
2. You may only select from the following investment products:
  - (a) Betashares Australia 200 ETF (Australia Shares - Growth);
  - (b) Betashares Global Shares ETF (International Shares - Growth);
  - (c) Van Eck Australian Property ETF (Property - Growth);
  - (d) Vanguard Global Aggregate Bond Index ETF (Global Fixed Income - Defensive);
  - (e) Vanguard Australian Fixed Interest Index ETF (Australian Fixed Income - Defensive); and
  - (f) Betashares High Interest Cash ETF (Cash - Defensive).
3. We may require up to 2% to be held in the Cash account of this Product. However, you may decide to retain a higher balance in the Cash account subject to the Control Ranges.

Fiducian will undertake a quarterly review of your investment selection to ensure that it complies with the above Control Range restrictions. Should your investments be outside the Growth and Defensive guidelines, Fiducian will redeem the necessary units and undertake a re-balance of your portfolio consistent with your pre-determined redemption and investment profile.

## INVESTMENT UNIVERSE

Exchange Traded Funds that are listed on the Australian Securities Exchange (ASX).

## BENCHMARK

Morningstar Multisector Growth Index Median.

## MANAGEMENT FEES & COSTS

Management Fee 0.3000% p.a.

Indirect Costs 0.13% p.a.

## DISTRIBUTION OF INCOME

Income from underlying investment products in this managed portfolio may be paid in cash or re-invested in units. This means income from investments held in your managed portfolio may accumulate in the form of cash and is deposited in your Cash Account within the SMA. This will be reinvested in accordance with your standing instructions for automatic investments selection. Where you alter the allocation to investments held in the SMA and this breaches the Control Ranges, then the excess or deficit will be invested in the asset class and sectors nominated by you for this purpose.

## TRANSACTION FEES

Estimate 0.16% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$25,000

## ABOUT THE MODEL MANAGER

Fiducian Investment Management Services Limited is the responsible entity of a suite of diversified, sector specific and specialist Funds, as well as a range of personal managed portfolios.

Fiducian is part of the Fiducian Group of companies, a specialist financial services organisation providing financial planning, funds management, investment platform administration, information technology and accounting/accountancy resourcing services.

# Loyalty Index Plus Conservative (Auxilium) Portfolio

## MODEL MANAGER

Fiducian Investment Management Services Limited.

## INVESTMENT OBJECTIVE

To achieve returns above the Morningstar Multisector Conservative Index over rolling 5-year periods by investing in a portfolio of Exchange Traded Funds (ETFs).

## INVESTMENT TIMEFRAME

Minimum suggested timeframe is 3 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

### Asset Class Range: Defensive – 60% to 80%; Growth – 20% to 40% (Control Ranges)

The Control Ranges will be applied to the Loyalty Index Plus Conservative Portfolio to ensure that an investor does not inadvertently breach the design characteristics of the portfolio which could impact their risk profile.

The Loyalty Index Plus Conservative Portfolio invests in underlying funds that, when combined, seek to achieve conservative capital growth and generate income.

You may elect to follow the strategic asset allocation of the investment manager or instruct the Fiducian administration team, through the relevant Service, to alter your strategic investment allocation between the available investment products within the Loyalty Index Plus Conservative Portfolio.

### Asset Sectors – Selected by the Manager

Where the investor seeks to follow the investment manager, the investment manager will utilise ETFs to gain cost-effective exposure to a diversified portfolio of underlying assets. ETFs will be selected with consideration of liquidity, cost, size, and ability to effectively track the underlying index.

The portfolio has a long term strategic asset allocation (SAA) that forms the foundation of portfolio positions. The Manager will then employ a tactical asset allocation (TAA) to give more or less exposure to a particular asset class depending on the assessment of the macroeconomic and market outlook.

The asset classes and relevant benchmarks of the Asset Sectors – Selected by the Manager option within the Loyalty Index Plus Conservative Portfolio, as at the date of this Investment booklet, are as follows:

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	5	40	15
Australian Fixed Income	10	60	39
International Fixed Income	5	40	16
Listed Property	5	13	5
Australian Shares	8	19	15
International Shares	6	14	10
Other	0	5	0
<b>Total</b>			<b>100</b>

### Asset Sectors – Selected by You

You may at any time select your own strategic investment allocation within this portfolio, whether it be upon your initial investment in the Portfolio or at any time you hold an interest in the Portfolio. Your selection may exceed the individual asset sector allocations that have been adopted by the investment manager (in the table above). However, we have introduced the Control Ranges so that you do not exceed the overall growth and defensive exposure for this portfolio as explained below.

Should you choose to invest part or all of your monies within the “Selected by the Manager” option of this Portfolio and then decide to adjust your strategy to the “Selected by You” option or both, Fiducian will be required to transact your instructions by selling-down certain assets and then repurchasing other assets that you have instructed us to implement on your behalf. The implementation of such instructions will incur transaction and taxation costs as normally applied and we therefore recommend that you should investigate and discuss these costs with your financial adviser prior to providing your instructions to us.

Should you decide to select your own strategic investment allocation, your selection must comply with the following:

1. Your asset selection must stay within the Control Range for the portfolio.
2. You may only select from the following investment products:
  - (a) Betashares Australia 200 ETF (Australia Shares - Growth);
  - (b) Betashares Global Shares ETF (International Shares - Growth);
  - (c) Van Eck Australian Property ETF (Property - Growth);
  - (d) Vanguard Global Aggregate Bond Index ETF (Global Fixed Income - Defensive);
  - (e) Vanguard Australian Fixed Interest Index ETF (Australian Fixed Income - Defensive); and
  - (f) Betashares High Interest Cash ETF (Cash - Defensive).
3. We may require up to 2% to be held in the Cash account of this Product. However, you may decide to retain a higher balance in the Cash account subject to the Control Ranges.

Fiducian will undertake a quarterly review of your investment selection to ensure that it complies with the above Control Range restrictions. Should your investments be outside the Growth and Defensive guidelines, Fiducian will redeem the necessary units and undertake a re-balance of your portfolio consistent with your pre-determined redemption and investment profile.



## INVESTMENT UNIVERSE

Exchange Traded Funds that are listed on the Australian Securities Exchange (ASX).

## BENCHMARK

Morningstar Multisector Conservative Index Median.

## MANAGEMENT FEES & COSTS

Management Fee 0.3000% p.a.

Indirect Costs 0.14% p.a.

## DISTRIBUTION OF INCOME

Income from underlying investment products in this managed portfolio may be paid in cash or re-invested in units. This means income from investments held in your managed portfolio may accumulate in the form of cash and is deposited in your Cash Account within the SMA. This will be reinvested in accordance with your standing instructions for automatic investments selection. Where you alter the allocation to investments held in the SMA and this breaches the Control Ranges, then the excess or deficit will be invested in the asset class and sectors nominated by you for this purpose.

## TRANSACTION FEES

Estimate 0.04% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$25,000

## ABOUT THE MODEL MANAGER

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# Loyalty Index Plus Growth (Auxilium) Portfolio

## MODEL MANAGER

Fiducian Investment Management Services Limited.

## INVESTMENT OBJECTIVE

To achieve returns above the Morningstar Multisector Growth Index over rolling 5-year periods by investing in a portfolio of Exchange Traded Funds (ETFs).

## INVESTMENT TIMEFRAME

Minimum suggested timeframe is 5 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

### Asset Class Range: Growth – 60% to 90%; Defensive – 10% to 40% (Control Ranges)

The Control Ranges will be applied to the Loyalty Index Plus Growth Portfolio to ensure that an investor does not inadvertently breach the design characteristics of the portfolio which could impact their risk profile.

The Loyalty Index Plus Growth Portfolio invests in underlying funds that, when combined, seek to achieve capital growth and generate income.

You may elect to follow the strategic asset allocation of the investment manager or instruct the Fiducian administration team, through the relevant Service, to alter your strategic investment allocation between the available investment products within the Loyalty Index Plus Growth Portfolio.

### Asset Sectors – Selected by the Manager

Where the investor seeks to follow the investment manager, the investment manager will utilise ETFs to gain cost-effective exposure to a diversified portfolio of underlying assets. ETFs will be selected with consideration of liquidity, cost, size, and ability to effectively track the underlying index.

The portfolio has a long term strategic asset allocation (SAA) that forms the foundation of portfolio positions. The Manager will then employ a tactical asset allocation (TAA) to give more or less exposure to a particular asset class depending on the assessment of the macroeconomic and market outlook.

The asset classes and relevant benchmarks of the Asset Sectors – Selected by the Manager option within the Loyalty Index Plus Growth Portfolio, as at the date of this Investment booklet, are as follows:

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	2	32	2
Australian Fixed Income	5	30	12
International Fixed Income	0	15	5
Listed Property	5	15	11
Australian Shares	34	54	42
International Shares	20	36	28
Other	0	5	0
<b>Total</b>			<b>100</b>

### Asset Sectors – Selected by You

You may at any time select your own strategic investment allocation within this portfolio, whether it be upon your initial investment in the Portfolio or at any time you hold an interest in the Portfolio. Your selection may exceed the individual asset sector allocations that have been adopted by the investment manager (in the table above). However, we have introduced the Control Ranges so that you do not exceed the overall growth and defensive exposure for this portfolio as explained below.

Should you choose to invest part or all of your monies within the “Selected by the Manager” option of this Portfolio and then decide to adjust your strategy to the “Selected by You” option or both, Fiducian will be required to transact your instructions by selling-down certain assets and then repurchasing other assets that you have instructed us to implement on your behalf. The implementation of such instructions will incur transaction and taxation costs as normally applied and we therefore recommend that you should investigate and discuss these costs with your financial adviser prior to providing your instructions to us.

Should you decide to select your own strategic investment allocation, your selection must comply with the following:

1. Your asset selection must stay within the Control Range for the portfolio.
2. You may only select from the following investment products:
  - (a) Betashares Australia 200 ETF (Australia Shares - Growth);
  - (b) Betashares Global Shares ETF (International Shares - Growth);
  - (c) Van Eck Australian Property ETF (Property - Growth);
  - (d) Vanguard Global Aggregate Bond Index ETF (Global Fixed Income - Defensive);
  - (e) Vanguard Australian Fixed Interest Index ETF (Australian Fixed Income - Defensive); and
  - (f) Betashares High Interest Cash ETF (Cash - Defensive).
3. We may require up to 2% to be held in the Cash account of this Product. However, you may decide to retain a higher balance in the Cash account subject to the Control Ranges.

Fiducian will undertake a quarterly review of your investment selection to ensure that it complies with the above Control Range restrictions. Should your investments be outside the Growth and Defensive guidelines, Fiducian will redeem the necessary units and undertake a re-balance of your portfolio consistent with your pre-determined redemption and investment profile.

## INVESTMENT UNIVERSE

Exchange Traded Funds that are listed on the Australian Securities Exchange (ASX).

## BENCHMARK

Morningstar Multisector Growth Index Median.

## MANAGEMENT FEES & COSTS

Management Fee 0.3000% p.a.

Indirect Costs 0.13% p.a.

## DISTRIBUTION OF INCOME

Income from underlying investment products in this managed portfolio may be paid in cash or re-invested in units. This means income from investments held in your managed portfolio may accumulate in the form of cash and is deposited in your Cash Account within the SMA. This will be reinvested in accordance with your standing instructions for automatic investments selection. Where you alter the allocation to investments held in the SMA and this breaches the Control Ranges, then the excess or deficit will be invested in the asset class and sectors nominated by you for this purpose.

## ABOUT THE MODEL MANAGER

Fiducian Investment Management Services Limited is the responsible entity of a suite of diversified, sector specific and specialist Funds, as well as a range of personal managed portfolios.

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## TRANSACTION FEES

Estimate 0.17% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$25,000

# Loyalty Index Plus High Growth (Auxilium) Portfolio

## MODEL MANAGER

Fiducian Investment Management Services Limited.

## INVESTMENT OBJECTIVE

To achieve returns above the Morningstar Multisector Aggressive Index over rolling 5-year periods by investing in a portfolio of Exchange Traded Funds (ETFs).

## INVESTMENT TIMEFRAME

Minimum suggested time frame is 5 years or greater.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

**Asset Class Range: Growth – 70% to 100%; Defensive – 0% to 30% (Control Ranges)**

The Control Ranges will be applied to Loyalty Index Plus High Growth Portfolio to ensure that an investor does not inadvertently breach the design characteristics of the portfolio which could impact their risk profile.

The Loyalty Index Plus High Growth Portfolio invests in underlying funds that, when combined, seek to achieve high capital growth.

You may elect to follow the strategic asset allocation of the investment manager or instruct the Fiducian administration team, through the relevant Service, to alter your strategic investment allocation between the available investment products within the Loyalty Index Plus High Growth Portfolio.

### Asset Sectors – Selected by the Manager

Where the investor seeks to follow the investment manager, the investment manager will utilise ETFs to gain cost-effective exposure to a diversified portfolio of underlying assets. ETFs will be selected with consideration of liquidity, cost, size, and ability to effectively track the underlying index.

The portfolio has a long term strategic asset allocation (SAA) that forms the foundation of portfolio positions. The Manager will then employ a tactical asset allocation (TAA) to give more or less exposure to a particular asset class depending on the assessment of the macroeconomic and market outlook.

The asset classes and relevant benchmarks of the Asset Sectors – Selected by the Manager option within the Loyalty Index Plus High Growth Portfolio, as at the date of this Investment booklet, are as follows:

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
Cash	0	20	3
Australian Fixed Income	0	5	0
International Fixed Income	0	5	0
Listed Property	2	20	7
Australian Shares	30	60	50
International Shares	20	50	40
Other	0	5	0
<b>Total</b>			<b>100</b>

### Asset Sectors – Selected by You

You may at any time select your own strategic investment allocation within this portfolio, whether it be upon your initial investment in the Portfolio or at any time you hold an interest in the Portfolio. Your selection may exceed the individual asset sector allocations that have been adopted by the investment manager (in the table above). However, we have introduced the Control Ranges so that you do not exceed the overall growth and defensive exposure for this portfolio as explained below.

Should you choose to invest part or all of your monies within the “Selected by the Manager” option of this Portfolio and then decide to adjust your strategy to the “Selected by You” option or both, Fiducian will be required to transact your instructions by selling-down certain assets and then repurchasing other assets that you have instructed us to implement on your behalf. The implementation of such instructions will incur transaction and taxation costs as normally applied and we therefore recommend that you should investigate and discuss these costs with your financial adviser prior to providing your instructions to us.

Should you decide to select your own strategic investment allocation, your selection must comply with the following:

1. Your asset selection must stay within the Control Range for the portfolio.
2. You may only select from the following investment products:
  - (a) Betashares Australia 200 ETF (Australia Shares - Growth);
  - (b) Betashares Global Shares ETF (International Shares - Growth);
  - (c) Van Eck Australian Property ETF (Property - Growth);
  - (d) Vanguard Global Aggregate Bond Index ETF (Global Fixed Income - Defensive);
  - (e) Vanguard Australian Fixed Interest Index ETF (Australian Fixed Income - Defensive); and
  - (f) Betashares High Interest Cash ETF (Cash - Defensive).
3. We may require up to 2% to be held in the Cash account of this Product. However, you may decide to retain a higher balance in the Cash account subject to the Control Ranges.

Fiducian will undertake a quarterly review of your investment selection to ensure that it complies with the above Control Range restrictions. Should your investments be outside the Growth and Defensive guidelines, Fiducian will redeem the necessary units and undertake a re-balance of your portfolio consistent with your pre-determined redemption and investment profile.

## INVESTMENT UNIVERSE

Exchange Traded Funds that are listed on the Australian Securities Exchange (ASX).

## BENCHMARK

Morningstar Multisector Aggressive Index Median.

## MANAGEMENT FEES & COSTS

Management Fee 0.3000% p.a.

Indirect Costs 0.12% p.a.

## DISTRIBUTION OF INCOME

Income from underlying investment products in this managed portfolio may be paid in cash or re-invested in units. This means income from investments held in your managed portfolio may accumulate in the form of cash and is deposited in your Cash Account within the SMA. This will be reinvested in accordance with your standing instructions for automatic investments selection. Where you alter the allocation to investments held in the SMA and this breaches the Control Ranges, then the excess or deficit will be invested in the asset class and sectors nominated by you for this purpose.

## ABOUT THE MODEL MANAGER

Fiducian Investment Management Services Limited is the responsible entity of a suite of diversified, sector specific and specialist Funds, as well as a range of personal managed portfolios.

Fiducian is part of the Fiducian Group of companies, a specialist financial services organisation providing financial planning, funds management, investment platform administration, information technology and accounting/accountancy resourcing services.

## TRANSACTION FEES

Estimate 0.04% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$25,000

# Loyalty International Shares (Watershed) Portfolio

## MODEL MANAGER

Watershed Funds Management Pty Ltd.

## INVESTMENT OBJECTIVE

The objective is to outperform the MSCI World (ex-Australia) Index (in AUD) 2% per annum over rolling five-year periods.

## INVESTMENT TIMEFRAME

At least 5 years.

## INVESTMENT STRATEGY AND ASSET ALLOCATION RANGES

The portfolio manager identifies, and selectively invests in, listed global companies using a fundamental 'bottom-up' stock picking approach and where necessary a 'Top down' view on economies and industry developments to assist in identifying investment opportunities, which incorporates both value and growth considerations and would generally be considered to be style neutral.

## INVESTMENT UNIVERSE

Stocks listed on major global stock exchanges.

## BENCHMARK

MSCI World (ex-Australia) Index (in AUD).

## NUMBER OF SECURITIES (INDICATIVE)

15 - 25 securities

## MANAGEMENT FEES & COSTS

Management Fee 0.6151% p.a.

Indirect Costs nil

## TRANSACTION FEES

Estimate 0.01% p.a.

## PERFORMANCE FEES

No performance fee applies.

## MINIMUM INVESTMENT AMOUNT

\$50,000

ASSET CLASS	MINIMUM ALLOCATION (%)	MAXIMUM ALLOCATION (%)	LONG TERM TARGET ALLOCATION (%)
International Equities	75	98	98
Cash	2	25	2
Total			100

## DISTRIBUTION OF INCOME

All income from this managed portfolio is paid in cash. This means income from investments held in your managed portfolio accumulates in the form of cash and, as a result, the allocation to cash in the portfolio is increased over time. The income remains as cash until the Portfolio Manager alters the allocation to investments held in the model.

## ABOUT THE MODEL MANAGER

Watershed Funds Management is an Australian investment manager that delivers client-focused investment solutions to; institutions, intermediaries, Financial Advisors and high net worth investors.

The basic foundation of their business is to provide its clients with individually tailored investment solutions that are actively managed.

Their fundamental goal is to protect and create capital for its clients by delivering on their investment philosophy of taking strategic positions in and out of all assets classes throughout the investment cycle, whilst identifying and holding high quality companies for the medium to long term within each asset class.

Their Portfolio Managers and Investment Committees have extensive experience across all asset classes and specialise in the construction of SMA (Separately Managed Account) portfolios that deliver client-focused, investment solutions to; institutions, intermediaries, financial advisors, accountants and high net worth investors.