

OptiMix Diversified investment options: Review and Adjustment of Strategic Asset Allocation

PRODUCT UPDATE | 24 MAY 2021

This Product Update provides important information for current members of ANZ Smart Choice Super for employers and their employees and ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees.

What are the changes?

Following a recent review of the OptiMix diversified investment options' strategic asset allocation, the funds' strategic asset allocation benchmarks and associated ranges will be adjusted, effective 24 May 2021. The changes include the addition of a new asset class 'unlisted assets' as outlined in the tables on the following pages.

'Unlisted assets' is a generic term referring to investments that are not listed on any tradeable exchange such as a stock market. They can include investments such as property, infrastructure, private equity or hedge funds.

The role of 'unlisted assets' in the OptiMix diversified investment options is to contribute an attractive return and risk trade-off that is less correlated to the investment options' other asset classes. Unlisted assets exposure in the OptiMix diversified investment options will initially comprise investments in unlisted property and may include other suitable investments that fit this profile in future.

Which funds will be affected by these changes?

The following investment options, referred to collectively as 'the Investment options', will be affected:

- OptiMix Conservative
- OptiMix Moderate
- OptiMix Balanced
- OptiMix Growth
- OptiMix High Growth.

Which Product Disclosure Statements (PDSs) will be affected by these changes?

- ANZ Smart Choice Super for employers and their employees PDS, including the Additional Information Guide, Fees Guide and Buy-Sell Spread Guide, and
- ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees PDS, including the Additional Information Guide, Fees Guide and Buy-Sell Spread Guide.

The changes will be reflected in the relevant PDS at the next reissue.

What do the changes mean for members?

These changes take place automatically on 24 May 2021. While members are not required to take any action, they may consider speaking with their financial adviser about the changes to the investment profile(s) of the Investment option(s) they are invested in and whether the Investment option(s) still meets their financial needs and objectives.

New Strategic Asset Allocation benchmark and ranges

The revised strategic asset allocation benchmarks and ranges for each of the Investment options are outlined in the tables on the following pages.

Any questions?

If you have any questions:

- Members of **ANZ Smart Choice Super for employers and their employees**, please:
 - call Customer Services on **13 12 87** weekdays between 8.30am and 6.30pm (AEST)
 - email **anzsmartchoice@anz.com**
- Members of **ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees**, please:
 - call Customer Services on **1800 249 996** weekdays between 8.30am and 8pm (AEST).
 - email **corporatesuper@anz.com**
- please speak with your financial adviser.

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OptiMix Conservative

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	7	0	27	9.5	0	27
Australian fixed interest	22	12	32	-	-	-
International fixed interest	20	10	20	-	-	-
Fixed interest**	-	-	-	40	32	52
Listed real assets#	4	0	12	3	0	12
Unlisted assets##	-	-	-	3	0	13
Australian shares	10	0	20	10.5	0	20
International shares [±]	12	2	22	13.5	2	22
Alternative investments†	25	13	37	20.5	13	37

* The maximum asset allocation to growth assets for the OptiMix Conservative Investment option is 37%.

** Fixed interest comprises Australian and international fixed interest. It may include exposure to government, corporate, inflation protected and/or other securities.

Listed real assets may include allocations to global listed property and infrastructure securities.

Unlisted assets include Australian and global property.

± International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).

OptiMix Moderate

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	5	0	25	6	0	25
Australian fixed interest	17	2	32	-	-	-
International fixed interest	14	0	29	-	-	-
Fixed interest**	-	-	-	28	16	46
Listed real assets#	6	0	16	5	0	16
Unlisted assets##	-	-	-	3.5	0	14
Australian shares	18	3	33	16.5	3	33
International shares [^]	20	5	35	20	5	35
Alternative investments†	20	4	36	21	4	36

* The maximum asset allocation to growth assets for the OptiMix Moderate Investment option is 55%.

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Listed real assets may include allocations to global listed property and infrastructure securities.

Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

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OptiMix Balanced

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	3	0	23	5	0	23
Australian fixed interest	9	0	29	-	-	-
International fixed interest	8	0	28	-	-	-
Fixed interest**	-	-	-	14	0	37
Listed real assets#	6	0	16	7	0	16
Unlisted assets##	-	-	-	4	0	14
Australian shares	27	7	47	23	7	47
International shares^	29	9	49	30	9	49
Alternative investments†	18	1	38	17	1	38

* The maximum asset allocation to growth assets for the OptiMix Balanced Investment option is 76%.

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Listed real assets may include allocations to global listed property and infrastructure securities.

Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

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OptiMix Growth

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	1	0	21	1	0	21
Australian fixed interest	4	0	24	-	-	-
International fixed interest	5	0	25	-	-	-
Fixed interest**	-	-	-	5	0	29
Listed real assets#	8	0	18	7	0	18
Unlisted assets##	-	-	-	4.5	0	15
Australian shares	34	14	54	32	14	54
International shares^	35	15	55	38.5	15	55
Alternative investments†	13	0	33	12	0	33

* The maximum asset allocation to growth assets for the OptiMix Growth Investment option is 91.5%.

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Listed real assets may include allocations to global listed property and infrastructure securities.

Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

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OptiMix High Growth

Asset Class*	Current			New effective 24 May 2021		
	Benchmark (%)	Min Range (%)	Max Range (%)	Benchmark (%)	Min Range (%)	Max Range (%)
Cash	1	0	21	1	0	21
Australian fixed interest	0	0	20	-	-	-
International fixed interest	0	0	20	-	-	-
Fixed interest**	-	-	-	0	0	20
Listed real assets#	8	0	18	8	0	18
Unlisted assets##	-	-	-	5	0	15
Australian shares	40	20	60	37	20	60
International shares^	45	25	65	43	25	65
Alternative investments†	6	0	26	6	0	26

* The maximum asset allocation to growth assets for the OptiMix High Growth Investment option is 99%.

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Listed real assets may include allocations to global listed property and infrastructure securities.

Unlisted assets include Australian and global property.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative investments portfolio may include investments such as alternative credit, hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days).