

# IOOF Balanced Growth

## Investment objective

To provide capital growth over the medium to long term by investing in a diversified portfolio of growth and defensive assets through a range of investment managers. To achieve total returns in excess of the CPI +3.5 p.a. over a rolling ten-year period, net of all fees and taxes.

Features	Information
APIR code	IOF0232AU
Minimum suggested investment time frame	5 - 7 years
Benchmark	Composite benchmark
Income distribution frequency <sup>1</sup>	Half yearly (as at 30 June and 31 December)
FUM	\$4,698.59m

Total estimated management costs as at 30/09/2024 <sup>2</sup>	
Base investment management fees	0.50% pa
Estimated indirect costs	0.03% pa
Estimated performance fees	0.02% pa
Estimated net transaction costs	0.07% pa
Total estimated investment fees and costs	0.62% pa

## Performance <sup>3</sup> as at 30/11/2024

	3 mths %	6 mths %	1 year %	3 years % pa	5 years % pa
Total return	3.83	8.15	17.06	6.96	7.12
Benchmark	4.01	7.95	16.32	5.54	6.04

Performance data provided by FE fundinfo.

## Investment strategy

IOOF Balanced Growth (MySuper investment option) gains its exposure to a diversified portfolio of investments through a mix of investment managers.

IOOF Balanced Growth provides a mix of growth and defensive assets which is weighted towards growth-focused assets (e.g. shares), with moderate exposure to defensive assets (e.g. cash).

A mix of passive, factor-based and active investment managers may be selected to manage the assets of IOOF Balanced Growth, providing differing, yet complementary, investment styles to achieve more consistent investment returns.

IOOF Balanced Growth is authorised to utilise approved derivative instruments for risk management purposes and investment efficiency, subject to the specific restriction that the derivative instruments are not used to gear portfolio exposure.

The underlying managers may utilise strategies for the management of currency exposure. It is the strategy of IOOF Balanced Growth that international currency exposure may be hedged.

## Quarter highlights as at 30/09/2024

- A portfolio of unlisted infrastructure managers was added during the quarter as this asset class became a specific target allocation. Also added were MLC Opportunistic Capital Solutions and Barings in fixed income, while Muzinich was removed from fixed income and Macquarie was removed from Australian listed property.
- The alternative defensive portfolio, Insurance-related investments, and diversified fixed income portfolio outperformed.
- Global shares underperformed, with Alphinity and Royal London the major detractors. Unlisted property underperformed as challenging return to the office trends remain elevated, and office valuations fell during the quarter. An overweight allocation to Income Trust detracted value as the asset class had poor relative returns.

## Manager weightings as at 30/11/2024

Asset class	Investment manager/s strategy	Manager style/strategy description	Asset allocation %
Australian shares	Acadian Asset Management (Australia) Limited	Small companies	2.47
Australian shares	Alphinity Investment Management Pty Ltd	Large cap growth	3.22
Australian shares	Antares Equity	Large cap core	4.37
Australian shares	Martin Currie Australia	Dynamic value	4.03
Australian shares	Northcape Capital Pty Ltd	Quality	3.91
Australian shares	OC Funds Management Limited	Mid cap	1.53
Australian shares	Quest Asset Partners Pty Limited	Fundamental quality and growth	2.50
Australian shares	The Northern Trust Company of Hong Kong Limited	Quantitative multi-factor	4.76
Australian shares	Transactional cash (IOOF Investment Services Ltd)	Transactional cash	0.07
Global shares	Alphinity Investment Management Pty Ltd	Quality with earnings leadership	3.57
Global shares	Brown Advisory Limited	Global quality growth	3.28
Global shares	Challenger Limited	Index plus a margin	3.96
Global shares	Intrinsic Emerging Markets Equity	Small cap quality growth (emerging markets)	0.61
Global shares	Neuberger Berman Australia Pty Limited	Emerging quality growth (emerging markets)	1.22
Global shares	Royal London Asset Management	Intrinsic value	6.20
Global shares	TT International	Growth at reasonable price (emerging markets)	1.34
Global shares	Vaughan Nelson Investment Management	SMID cap value	1.66
Global shares	Vontobel Asset Management Australia Pty Ltd	High quality growth at sensible prices	3.33
Global shares	William Blair Investment Management	Quality at reasonable prices (emerging markets)	0.85
Global shares	Transactional cash (IOOF Investment Services Ltd)	Transactional cash	3.43
Australian property	Direct Property (IOOF Investment Services Ltd)	Core	4.63
Global property	Invesco Australia Limited	Passive listed global property securities	0.00
Global property	Macquarie Investment Management Limited	Passive listed global property securities	0.99
Alternative - growth	Intermediate Capital Group	CLO equity	0.25
Alternative - growth	Metrics Credit Partners Pty Limited	Australian mezzanine debt	4.26
Alternative - growth	MLC Global Private Equity	Global private equity	0.20
Alternative - growth	Transactional cash (IOOF Investment Services Ltd)	Transactional cash	0.05
Infrastructure	Invesco Australia Limited	Passive listed global infrastructure	0.27
Infrastructure	Macquarie Investment Management Limited	Passive listed global infrastructure	0.86
Infrastructure	Unlisted infrastructure portfolio	Real assets	2.39
Infrastructure	Transactional cash (IOOF Investment Services Ltd)	Transactional cash	0.00
Australian fixed interest	Antares Fixed Income	Short duration investment grade Australian credit	2.03
Australian fixed interest	Ardea Investment Management	Diversified fixed income	0.54
Australian fixed interest	Janus Henderson Investors (Australia) Funds Management Limited	Active Australian fixed interest	2.20
Australian fixed interest	Metrics Credit Partners Pty Limited	Australian corporate loans and Australian senior secured corporate and real estate debt	8.24
Australian fixed interest	Tanarra Capital Pty Ltd	Asia Pacific senior secured corporate debt	0.30
Australian fixed interest	Western Asset Management Company	Australian bonds	0.00
Australian fixed interest	Transactional cash (IOOF Investment Services Ltd)	Transactional cash	0.87
Global fixed interest	Barings LLC	Global high yield bonds, loans and NCLOs	0.65
Global fixed interest	Bentham Asset Management Pty Ltd	Syndicated loans	0.54
Global fixed interest	Brandywine Global Investment Management, LLC	Top-down, value-driven	0.80
Global fixed interest	Invesco Australia Limited	International core fixed income	1.09
Global fixed interest	MLC Insurance-Related Investments	Insurance-related investments	3.06
Global fixed interest	MLC Opportunistic Capital Solutions	Opportunistic growth	2.34
Global fixed interest	Muzinich & Co Limited	Global high yield fixed income	0.01

Asset class	Investment manager/s strategy	Manager style/strategy description	Asset allocation %
Global fixed interest	Oaktree Capital Management, L.P.	Global high yield bonds and loans	0.82
Global fixed interest	Shenkman Capital Management, Inc	Global bank loans	0.85
Global fixed interest	Stone Harbor Investment Partners LP	Emerging markets debt	0.33
Global fixed interest	TCW Asset Management Company LLC	Global Securitised Debt	0.87
Global fixed interest	Wellington Management Australia Pty Ltd	Short duration investment grade credit	0.46
Global fixed interest	Western Asset Management Company	Global high-grade multi-asset credit	1.57
Global fixed interest	Transactional cash (IOOF Investment Services Ltd)	Transactional cash	0.01
Cash and short-term securities	IOOF Investment Services Ltd	Short-term money market securities	2.19

## Asset allocation range

Asset class	Asset range
Cash and short-term securities	0-15%
Diversified fixed interest	5-30%
Alternatives	0-20%
Property	0-20%
Australian shares	15-40%
Global shares	15-40%
Infrastructure	0-20%

## Top holdings - Australian shares<sup>4</sup> as at 30/9/2024

Holding	Weight
BHP Group Ltd	2.26%
Commonwealth Bank of Australia	1.42%
CSL Limited	1.39%
National Australia Bank Limited	1.10%
Macquarie Group, Ltd.	0.86%
ANZ Group Holdings Limited	0.75%
Telstra Group Limited	0.67%
Goodman Group	0.57%
Westpac Banking Corporation	0.53%
Brambles Limited	0.52%

## Top holdings - International shares as at 30/9/2024

Holding	Weight
Microsoft Corporation	1.41%
Amazon.com, Inc.	0.74%
NVIDIA Corporation	0.62%
Apple Inc.	0.46%
Alphabet Inc. Class A	0.44%
Taiwan Semiconductor Manufacturing Co., Ltd. Sponsored ADR	0.41%
UnitedHealth Group Incorporated	0.39%
Alphabet Inc. Class C	0.35%
London Stock Exchange Group plc	0.33%
Taiwan Semiconductor Manufacturing Co., Ltd.	0.32%



IOOF Balanced Growth is a multi-manager diversified portfolio that has been specifically designed as the MySuper investment strategy within IOOF Employer Super. IOOF Balanced Growth aims to provide capital growth over the medium to long term by investing in a diversified portfolio of growth and defensive assets using a combination of active, factor-based and passive approaches.

1800 913 118

clientfirst@ioof.com.au

www.ioof.com.au

### Notes to the IOOF Balanced Growth (MySuper investment option) profile

- IOOF Balanced Growth invests in an Attribution Managed Investment Trust, therefore accumulated income (if any) will be reflected in the unit price instead of distributing all income.
- The total estimated investment fees and costs includes the management fee, indirect costs, net transaction costs and any performance fees (shown if applicable). These costs are subject to change from time to time and may vary depending on changes to the composition of the underlying assets, changes in exposure to underlying investment managers and where any unusual or non-recurrent expenses are incurred. Please refer to the latest IOOF general reference guide available at [www.ioof.com.au](http://www.ioof.com.au) for full details on investment fees and costs.
- Performance is net of management costs and expenses, before superannuation fund administration fees and superannuation tax. Performance is based on exit price to exit price for the period and assumes that all distributions are reinvested. Management costs and other expenses are accounted for in the exit price. Past performance is not a reliable indicator of future performance. Please refer to [www.ioof.com.au](http://www.ioof.com.au) for updated performance information. Performance data is provided by FE fundinfo (FE fundinfo (Australia) Pty Limited, ABN 18 601 868 311). For further information visit <https://www.fe-fundinfo.com>
- Information shown may include data provided by some investment managers from the prior month.

**Important information:** The information in this profile is issued by IOOF Investment Management Limited (IIML) ABN 53 006 695 021, AFSL 230524, as trustee of the IOOF Portfolio Service Superannuation Fund. IIML is a company within the Insignia Financial group which consists of Insignia Financial Ltd ABN 49 100 103 722 and its related bodies corporate. IIML's contact details can be found on [www.ioof.com.au](http://www.ioof.com.au). Past performance is not a reliable indicator of future performance. The information contained in this document is believed to be correct at the time of publication, however to the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on the information it contains. This profile is not intended to represent investment or professional advice. The information does not take into account your individual objectives, financial circumstances or needs. You should assess whether the information is appropriate for you, having regard to your objectives, financial circumstances or needs. You should consider the relevant Product Disclosure Statement (PDS), accompanying guides and Target Market Determination (TMD) in deciding whether to acquire or to continue to hold IOOF Balanced Growth and consider talking to a licenced or appropriately authorised financial adviser before making an investment decision.