

ASX Code: AEF

31 July 2014

Australian Ethical Investment Limited
Funds under Management and Net Flows
1 April 2014 to 30 June 2014

Australian Ethical advises that funds under management (FUM) as at 30 June 2014 was \$887.2 million, an increase of 5.2% since 31 March 2014. FUM as at 31 March 2014 was \$843.1 million.

FUM and flows by product for the three months to 30 June 2014 were as follows.

Product	FUM – March '14 (\$m)	Net Flows (\$m)	Market & Other* (\$m)	FUM – June '14** (\$m)
Managed Funds	292.5	5.7	2.1	300.3
Superannuation	550.6	29.3	7.0	586.9
<i>All Products</i>	843.1	35.0	9.1	887.2

* Includes changes in asset value due to market movements, income, reinvestments and distributions.

** Includes a \$2.8m cash distribution that was paid on 18 July 2014.

“The continued growth in net inflows reflects increased brand awareness and outstanding investment performance across all products. This is the sixth consecutive quarter of net inflows and the highest net inflows since June 2007. Net flows for this quarter of \$35.0m are some nine times higher than for the same period last year (\$3.9m).”

“In addition, the Australian Ethical Superannuation Fund gained 966 net new members in the quarter, compared to 443 members in the prior comparative period and all of our managed investment schemes produced first or second quartile performance, over the 12 months to 30 June 2014, according to the Mercer Investment Performance Survey.”

“This strong performance has contributed to the marked increase in inflows and again shows that you can invest ethically and achieve strong investment performance.”

