Australian Ethical Income Fund (Wholesale)

FUND PROFILE - 31 JULY 2019

Australian Ethical is one of Australia’s leading ethical fund managers. By investing responsibly in well-managed ethical companies, we deliver competitive financial performance to our clients and positive change to society and the environment. Since our inception in 1986, our Ethical Charter has guided all investment decisions and underpinned our business practices. Every year 10 per cent of our profits* are distributed to charitable organisations and social impact initiatives through The Australian Ethical Foundation.

**Investment objective**

To generate an income stream consistent with prevailing short-term interest rates while minimising the risk of capital loss and supporting the Australian Ethical Charter.

**Investment strategy**

The opportunity to invest in a diversified portfolio of interest-bearing investments generating income. The Fund is invested in short-dated deposits, high grade mortgage-backed securities, State and Commonwealth Government Bonds, and bank and other corporate bonds. As such, the returns of the Fund tend to move in line with the general level of interest rates.

**Price information**

Pricing frequency: Daily

Buy/Sell spread: 0.00%/0.00%

**Fund facts**

Fund size: $6.24m

Benchmark: RBA Bank Accepted Bills Negotiable Certificates of Deposit 90 Days

Asset class: Money Market

Inception date: 01/07/2015

Minimum investment timeframe: 1 year

Risk level: Very low

**Identifiers**

ISIN code: AU60AUG00242

APIR code: AUG0024AU

**Distributions**

Frequency: 2

Dates: 30/06, 31/12

**Fees**

Management costs - PDS: 0.35%

Minimum initial investment: $25,000

Additional transactional and operational costs: 0.00%

A full explanation of all the fees and costs that you may be charged for investing in the Fund is provided in the Fund’s Product Disclosure Statements available from our website australianethical.com.au

*(after tax, before bonus expense)

**Cumulative performance (as at 31/07/2019)**

- Australian Ethical Income
- Benchmark

**Performance (as at 31/07/2019)**

<table>
<thead>
<tr>
<th></th>
<th>1m</th>
<th>3m</th>
<th>6m</th>
<th>1y</th>
<th>3y</th>
<th>5y</th>
<th>10y</th>
<th>Since inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund</td>
<td>0.2%</td>
<td>0.6%</td>
<td>1.3%</td>
<td>2.3%</td>
<td>2.2%</td>
<td>-</td>
<td>-</td>
<td>2.1%</td>
</tr>
<tr>
<td>Benchmark</td>
<td>0.1%</td>
<td>0.4%</td>
<td>0.8%</td>
<td>1.8%</td>
<td>1.8%</td>
<td>-</td>
<td>-</td>
<td>1.9%</td>
</tr>
</tbody>
</table>

**Calendar Performance (as at end 2018)**

<table>
<thead>
<tr>
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<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund</td>
<td>1.9%</td>
<td>2.2%</td>
<td>2.2%</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Benchmark</td>
<td>1.9%</td>
<td>1.7%</td>
<td>2.0%</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

Source: FE.

Total returns are calculated using the sell (exit) price, net of management fees and gross of tax as if distributions of income have been reinvested at the actual distribution reinvestment price. The actual returns received by an investor will depend on the timing, buy and exit prices of individual transactions. Return of capital and the performance of your investment in the fund are not guaranteed. Past performance is not a reliable indicator of future performance. Figures showing a period of less than one year have not been adjusted to show an annual total return. Figures for periods of greater than one year are on a per annum compound basis. The current benchmark may not have been the benchmark over all periods shown in the above chart and tables. The calculation of the benchmark performance links the performance of previous benchmarks and the current benchmark over the relevant time periods.
Top 10

<table>
<thead>
<tr>
<th>Bond/Company</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Australian Government Bond</td>
<td>13.2%</td>
</tr>
<tr>
<td>Queensland Treasury Corporation</td>
<td>7.2%</td>
</tr>
<tr>
<td>National Australia Bank Limited</td>
<td>7.0%</td>
</tr>
<tr>
<td>Westpac Banking Corporation</td>
<td>6.7%</td>
</tr>
<tr>
<td>Western Australia Treasury Corporation</td>
<td>6.3%</td>
</tr>
<tr>
<td>New South Wales Treasury Corporation</td>
<td>5.4%</td>
</tr>
<tr>
<td>Treasury Corporation of Victoria</td>
<td>5.4%</td>
</tr>
<tr>
<td>Suncorp Metway Ltd</td>
<td>5.0%</td>
</tr>
<tr>
<td>Bank of Queensland</td>
<td>4.7%</td>
</tr>
<tr>
<td>South Australian Financing Authority</td>
<td>4.4%</td>
</tr>
</tbody>
</table>

Ratings and awards

RIAA rating: [Certified by RIAA]

UNPRI signatory: [Signatory of Principles for Responsible Investment]

Why invest ethically?

Portfolio diversification: Diversify your portfolio by investing in companies and sectors not well covered by other fund managers and brokers.

Help build a better world: Invest in the new, low-carbon economy, fund medical and technology breakthroughs, efficient transport and more.

Promote human rights: We strive to avoid any investment in companies involved in the poor treatment of asylum seekers or the exploitation of workers through poor working conditions.

Need Help?

Contact us between 9:00am-5:00pm AEST Monday-Friday on:

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Attn Boardroom Pty Ltd
GPO Box 3993
Sydney NSW 2001

Sector allocation

- Government, SSA, State Government: 53.9%
- Bank Senior Debt: 19.6%
- Term Deposit: 4.8%
- ABS, RMBS: 4.6%
- Bank Covered Bonds: 4.1%
- Corporate Credit: 4.1%
- Commercial Paper/Bank Bills, Cash: 9.0%

Asset allocation

- Australian Interest Bearing Investments: 98.6%
- Cash: 1.4%