



IOOF MULTIMIX

IOOF MultiMix Diversified Fixed Interest Trust

Trust features

Features	Information
Investment time horizon	2 – 3 years
Risk/return profile	Low/Medium
Benchmark	Australian: UBSA Composite Bond Index (0+ years) International: Barclays Capital Global Aggregate Bond Index – \$A hedged
Income distribution frequency	Quarterly (as at 31 March, 30 June, 30 September and 31 December)
Investment minimums ¹	Initial investment: \$25,000 Additional investment: \$5,000 Switch/withdrawal: \$5,000
Management cost as at 30 June 2009 ^{2,3} (% pa)	0.49

Investment objective

To provide a low to medium risk, income producing investment over the medium term by investing in a diversified portfolio of fixed interest investments, and to achieve a total return after fees in excess of the Trust's benchmark over a rolling three year period.

Investor profile

The Trust may be suitable for investors:

- with an investment horizon of two to three years;
- with a low to medium level of risk tolerance; and
- who are predominantly seeking income generated returns through a well diversified fixed interest portfolio.

Investment strategy

The Trust generally gains its investment exposure by investing in a well diversified portfolio of Australian and international fixed

interest managers. The underlying fixed interest investments include a range of international and domestic government bonds, corporate debt and asset backed securities⁴.

The Trust is designed to provide investors with returns in excess of the UBSA Composite Bond Index (0+ years) for Australian fixed interest investments and the Barclays Capital Global Aggregate Bond Index \$A hedged for international fixed interest investments.

The Trust aims to be fully invested at all times with cash exposure not exceeding 10 per cent for any length of time.

The Trust is authorised to utilise approved derivative instruments subject to the specific restriction that derivative instruments cannot be used to gear the portfolio exposure.

The underlying investment managers may utilise strategies for managing currency exposure. The Trust's overall international fixed interest exposure is generally hedged. The Trust has the capacity to apply a currency overlay to manage the Trust's currency risk.

¹ Investment and withdrawal minimums do not apply for investments in the Trust via a master trust or investor directed portfolio service (IDPS). Please refer to the current IOOF MultiMix Trusts Product Disclosure Statement and Supplementary Product Disclosure Statement (PDS), IDPS offer document or master trust PDS for more information.

² The actual management costs are subject to change from time to time and may vary slightly from the estimated management costs (as detailed in the PDS) depending on changes to the composition of the Trust's underlying assets, changes in exposure to underlying investment managers and where any unusual or non-recurrent expenses are incurred.

³ The management cost listed excludes any estimated performance fees that may be charged by underlying investment managers from time to time. Any performance fees incurred will be an additional cost. Please refer to the PDS for full details on fees and costs.

⁴ For reasons of investment efficiency, the Trust may gain its exposure by holding units in other IOOF Group unit trusts and/or through direct investment holdings.



Performance as at 31 March 2010^{5,6,7}

	3 mths %	6 mths %	1 year %
Distribution	1.95	3.84	14.51
Growth	0.75	0.62	-1.89
TOTAL	2.70	4.46	12.62
Benchmark ⁸	1.97	2.87	6.43
Added Value	0.73	1.59	6.19

Important Note: Further performance information is available in the 'IOOF Multi Manager Funds Performance' flyer. The flyer also includes **indicative** long term blended performance of the previous IOOF Multi Investment Manager (MIM) Funds and IOOF MultiMix Trusts. To view the latest blended performance information, please visit our website at www.ioof.com.au/performance/index.do

Investment manager allocation as at 31 March 2010⁹

Asset class	Investment managers	Actual asset allocation (%)
Domestic fixed interest	Aberdeen Asset Management Limited	24.57
	Perennial Investment Partners Limited	24.65
International fixed interest	Loomis Sayles and Company, LP	20.48
	Morgan Stanley Investment Management Limited	14.84
	PIMCO Australia Pty Limited	15.46

Trust commentary

The Trust returned 2.70 per cent for the quarter, out-performing its composite benchmark by 0.73 per cent.

The quarter began with concerns over sovereign debt in Europe. Investors were also concerned about the gradual removal of stimulus by the US Government and the tightening of credit in China. High levels of debt and inflation fears led to volatility in government bond yields. The yield on longer dated securities in the US and Europe rose more than the yield on shorter dated securities. The US and European government bond markets returned 1.10 per cent and 2.18 per cent respectively. In Australia, the yield on shorter dated securities increased as the Reserve Bank of Australia continued its move towards what it considers as neutral. The Australian Government bond market returned 0.63 per cent.

The credit market seemed to brush off concerns in Greece and instead, focused on the improved earnings numbers on US corporates and better than expected news from Euro and UK

financials. The credit market also benefited from a reduction in default predictions. Investment grade credit outperformed government bonds and equities for the period. Market liquidity also helped the credit markets as investors sought shorter dated securities and higher yields. Mortgage backed securities also benefited from these technical factors.

The major driver of the Trust's outperformance was the overweight allocation into the non-government sector, whose valuations rose on the back of a spreads contraction. PIMCO was the best performing manager for the period, benefiting from an overweight position in high quality financials, which were the strongest performers amongst investment grade securities. Loomis Sayles was the next best performing global manager, being the most aggressive in the credit sector.

In line with their offshore counterparts, Aberdeen Asset Management Limited and Perennial Investment Partners Limited also outperformed the benchmark, with the key driver being their positions in the credit sector.

⁵ Performance is net of management costs and expenses as disclosed in the PDS. 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.

⁶ Past performance is not a reliable indicator of future performance.

⁷ All performance figures have been rounded to two decimal points.

⁸ Australian: UBSA Composite Bond Index (0+ years), International: Barclays Capital Global Aggregate Bond Index \$A – hedged.

⁹ The asset allocations and investment manager allocations reflect the combined indirect exposure of the Trust's holdings via other IOOF Group unit trusts and/or direct investments. Actual asset allocations may move outside the target asset allocations and ranges (as specified in the PDS) from time to time.

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Important Note: This Fact Sheet is issued by IOOF Investment Management Limited (IOOF) ABN 53 006 695 021, AFS Licence No. 230524, as Responsible Entity for the IOOF MultiMix Trusts. IOOF is a company within the IOOF Group which consists of IOOF Holdings Ltd ABN 49 100 103 722 and its related bodies corporate. The offer of units in the IOOF MultiMix Trusts is made in the current PDS. This Fact Sheet 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 PDS in deciding whether to acquire or to continue to hold the investment and consider talking to a licenced or appropriately authorised financial adviser before making an investment decision. The information in this Fact Sheet is effective 31 March 2010.