

Updates to Buy-Sell Spreads

PRODUCT UPDATE AND CONTINUOUS DISCLOSURE NOTICE | 26 MARCH 2020

This Product Update and Continuous Disclosure Notice provides important information for investors in the following funds (collectively 'the Funds'):

- Bentham Global Income
- Janus Henderson Global Fixed Interest
- Kapstream Absolute Return Income
- Pandal Monthly Income Plus
- Perpetual Balanced Growth
- Perpetual Conservative Growth
- Schroder Balanced
- Schroder Fixed Income
- Schroder Real Return
- UBS Balanced
- UBS Defensive
- UBS Diversified Fixed Income.

This Product Update and Continuous Disclosure Notice amends the Buy-Sell Spread Guide for the following products:

- ANZ OneAnswer Allocated Pension
- ANZ OneAnswer Allocated Pension Transition to Retirement (TTR)
- ANZ OneAnswer Investment Portfolio
- ANZ OneAnswer Personal Super
- ANZ OneAnswer Term Allocated Pension.

What is changing?

The Buy-Sell Spreads for the Funds are increasing effective 26 March 2020 as follows and will be reflected in the unit prices:

Investment Fund	Previous Buy Spread %	Previous Sell Spread %	New Buy Spread %	New Sell Spread %
Bentham Global Income Fund	0.28%	0.28%	0.80%	0.80%
Janus Henderson Global Fixed Interest*	0.15%	0.15%	0.15%	0.56%
Kapstream Absolute Return Income Fund	0.00%	0.00%	0.00%	1.75%
Pendal Monthly Income Plus	0.07%	0.07%	0.07%	0.62%
Perpetual Balanced Growth	0.17%	0.17%	0.39%	0.00%
Perpetual Conservative Growth	0.13%	0.13%	0.52%	0.00%
Schroder Balanced†	0.22%	0.22%	0.22%	0.52%
Schroder Fixed Income‡	0.12%	0.12%	0.12%	0.75%
Schroder Real Return	0.20%	0.20%	0.20%	0.58%
UBS Balanced	0.20%	0.20%	0.20%	0.42%
UBS Defensive	0.15%	0.15%	0.15%	0.67%
UBS Diversified Fixed Income	0.10%	0.10%	0.10%	0.90%

* Janus Henderson Global Fixed Interest is not available to ANZ OneAnswer Term Allocated Pension

† Underlying Fund is the Schroder Strategic Growth Fund

‡ Schroder Fixed Income Fund is not available to ANZ OneAnswer Term Allocated Pension

Why have the underlying asset managers made these changes?

Recent market fears over COVID-19 have caused market liquidity to deteriorate remarkably in a very short period of time, impacting all segments of the Australian fixed-income market.

Given the current market trading conditions for credit based products, previous buy and sell spreads are no longer reflective of the current cost of trading in the market place.

An increased buy-sell spread is required to cover increased transaction costs in the markets for the assets held by the Funds.

What do the changes mean for investors?

These new spreads have been applied to the Funds and are reflected in the unit prices.

Please note, that the Buy-Sell Spread protects non-transacting investors from the costs incurred when other investors buy or sell units and, triggers trading of underlying assets.

These steps are not taken lightly but are necessary precautions to temporarily protect investors whilst this period of uncertainty continues. Market conditions are being monitored closely and the Buy-Sell Spreads of the Funds are likely to be re-adjusted when appropriate.

Further information about Buy-Sell Spreads

Buy-Sell Spreads will be determined and applied as explained in the following documents available at anz.com:

- Buy-sell Spread Guide
- OneAnswer Frontier Investment Portfolio Product Disclosure Statement – Product Book
- OneAnswer Frontier Personal Super and Pension Fees Guide.

Any questions?

If you have any questions, please:

- speak with your financial adviser
- call Customer Services on **13 38 63** weekdays between 8.30am and 6.30pm (AEST).

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