

MLC Wholesale Horizon 1 Bond Portfolio

A summary of important upcoming changes to this portfolio:

MLC Wholesale Horizon 1 Bond Portfolio (Trust) ARSN 117 295 495		
	Before 30 November 2023	From 30 November 2023 ¹
Fund name	MLC Wholesale Horizon 1 Bond Portfolio	No change
Investment objective	<p>Aims to outperform the Benchmark (before fees) over 2 year periods. The return is also expected to be higher than cash investments.</p> <p>At the same time, the Trust aims to preserve your investment over 1 year periods.</p>	<p>Aims to outperform the Benchmark, after fees, over 2 year periods. The return is also expected to be higher than cash investments.</p> <p>At the same time, the Trust aims to preserve your investment over 1 year periods.</p>
Minimum suggested investment timeframe	2 years	No change
Risk measure	Estimate of 1 to 2 negative annual returns in any 20 year period	No change
The Trust may be suited to you if:	<ul style="list-style-type: none"> • you want a portfolio of fixed income securities that is predominantly investment grade • you are comfortable investing in a portfolio with a duration that's normally up to 2 years, with low sensitivity to changes in interest rates • you want an actively managed portfolio that's diversified across investment managers, types of fixed income, countries, and securities • preservation of your investment is important but you understand there are risks of investing in fixed income, and • you want to receive a regular income stream. 	No change
Benchmark	<p>The Trust's Benchmark is a combination of market indices, weighted according to the strategic asset allocation.</p> <p>Refer to Benchmarks table for Benchmarks which apply before 30 November 2023.</p>	<p>The Trust's Benchmark is a combination of market indices, weighted according to the strategic asset allocation.</p> <p>Refer to Benchmarks table for Benchmarks which apply from 30 November 2023.</p>
Management fees and costs²	<p>Estimated to be 0.55% pa of the Trust's net asset value, comprised of:</p> <p>1 A management fee of 0.55% pa of the Trust's net asset value</p> <p>2 Estimated indirect costs³ of 0.00% pa of the Trust's net asset value</p>	<p>Estimated to be 0.50% pa of the Trust's net asset value, comprised of:</p> <p>1 A management fee of 0.50% pa of the Trust's net asset value</p> <p>2 Estimated indirect costs³ of 0.00% pa of the Trust's net asset value</p>

Performance fees⁴ Amounts deducted from your investment in relation to the performance of the product	Nil	No change															
Transaction costs³ The costs incurred by the scheme when buying or selling assets	Estimated to be 0.00% pa of the Trust's net asset value.	No change															
Buy-sell spread⁵	Estimated to be 0.10% of the application amount on investments made in the Trust and 0.10% of the withdrawal amount on withdrawal from the Trust	Subject to change as part of standard buy-sell spread reviews.															
Strategic asset allocation and ranges	<table border="1"> <thead> <tr> <th>Asset class</th><th>Strategic Asset Allocation</th><th>Ranges</th></tr> </thead> <tbody> <tr> <td>Cash</td><td>30%</td><td>0 – 60%</td></tr> <tr> <td>Australian fixed income</td><td>42%</td><td>20 – 70%</td></tr> <tr> <td>Global fixed income</td><td>28%</td><td>15 – 50%</td></tr> <tr> <td>Defensive assets</td><td>100%</td><td>100%</td></tr> </tbody> </table>	Asset class	Strategic Asset Allocation	Ranges	Cash	30%	0 – 60%	Australian fixed income	42%	20 – 70%	Global fixed income	28%	15 – 50%	Defensive assets	100%	100%	No change
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Cash	30%	0 – 60%															
Australian fixed income	42%	20 – 70%															
Global fixed income	28%	15 – 50%															
Defensive assets	100%	100%															

Benchmark Changes Table

The benchmark for the Trust comprises market index for each asset class weighted against the Trust's strategic asset allocation position, referred to as a composite benchmark. The following tables detail the changes to the composite benchmark for the Trust:

Asset Class	Benchmark before 30 November 2023	Benchmark from 30 November 2023
Australian Fixed Income	Bloomberg AusBond Composite 0-3 Yr Index	Bloomberg AusBond Composite 0+Yr Index
Global Fixed Income	Bloomberg Barclays Global Aggregate Total Return 1-3 Yrs (\$A Hedged) Index	Bloomberg Barclays Capital Global Aggregate Total Return Index Value Hedged AUD
Cash	Bloomberg AusBond Bank Bill Index	No change

¹ The implementation of the changes to the Trust contained in this document is subject to final implementation and review approval. Unless otherwise stated above, all other information in the Product Disclosure Statement (PDS) and respective information incorporated by reference remains unchanged.

² The management fees and costs, indirect cost, performance fees and transaction costs amounts disclosed in the 'Before 30 November 2023' column reflect the fees and costs included in an update to the Trust's PDS on 15 September 2023 available on www.mlc.com.au/MLCWholesale/pds. Where applicable, all fees are shown inclusive of GST and net of Reduced Input Tax Credits.

³ Indirect costs and transaction cost amounts included in this document are based on actual costs incurred for the financial year to 30 June 2023 and involve the Responsible Entity's estimate of fees where information was unavailable at the date this document was issued and are included in the 'Before 30 November 2023' column. The fees and costs in the 'After 30 November 2023' column are the estimated indirect costs which are expected to apply after the implementation of the changes to the Trusts contained in this document. Amounts may vary from time to time and you may not be given advance notice of any changes to these amounts. Updated amounts will be available at www.mlc.com.au.

⁴ Estimated performance fees are calculated by reference to the average of the last five years' experience to 30 June 2023 where available or for new arrangements, the Responsible Entity's reasonable estimate for the current financial year has been used, adjusted to reflect a 12 month period and are included in the 'Before 30 November 2023' column. The 'After 30 November 2023' column are the estimated performance fees which are expected to apply after the implementation of the strategic asset allocation and underlying investment changes to the Trust contained in this document.

⁵ Buy-sell spreads may change from time to time. The latest buy-sell spreads can be found on our website at www.mlc.com.au.

Important information

This information is provided on behalf of MLC Investments Limited, ABN 30 002 641 661 AFSL 230705 (MLCI) as Responsible Entity of the Trust. MLCI is a company within the Insignia Financial group which consists of Insignia Financial Ltd (ABN 49 100 103 722) and its related bodies corporate (Insignia Financial Group). The information in this communication is general in nature and provided for information purpose only. It is not intended to provide you with any financial advice or influence your investment decisions. It does not take into account your objectives, financial situation or needs. Because of that, before acting on this information, you should consider its appropriateness, having regard to your objectives, financial situation and needs, plus consider the relevant Product Disclosure Statement (PDS) in deciding whether to acquire or continue to hold an interest in the Trust. The PDS, together with the Target Market Determination for each Trust is available at www.mlc.com.au. Any projection or other forward-looking statement (Projection) in this document is provided for information purposes only. No representation is made as to the accuracy of any such Projection or that it will be met. Actual events may vary materially. Opinions constitute our judgement at the time of issue and are subject to change. This information has been prepared based on information believed to be accurate as at 15 September 2023, however no guarantee of accuracy or reliability is given and to the extent permitted by law, no liability is accepted by MLCI or any other company within the Insignia Financial Group for any loss or damage incurred as a result of reliance on the information. Past performance is not a reliable indicator of future performance.