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# MLC Investment Trust

## Annual Report for the financial year ended 30 June 2023

<b>Name</b>	<b>ARSN</b>
1. Diversified Australian Share Trust	087 780 532
2. Diversified Global Share Trust	087 779 173
3. Diversified Global Share Trust with Currency Hedged	087 779 520
4. Horizon 1 Bond Portfolio	117 295 495
5. Horizon 2 Income Portfolio	117 295 584
6. Horizon 3 Conservative Growth Portfolio	096 796 379
7. Horizon 4 Balanced Portfolio	087 446 375
8. Horizon 5 Growth Portfolio	087 446 633
9. Horizon 6 Share Portfolio	096 796 075
10. Horizon 7 Accelerated Growth Portfolio	102 215 501
11. MLC Global Property Fund	124 947 164
12. MLC Wholesale Australian Share Fund	087 447 078
13. MLC Wholesale Australian Share Index Fund	150 845 971
14. MLC Wholesale Diversified Debt Fund	130 171 078
15. MLC Wholesale Index Plus Balanced Portfolio	618 813 059
16. MLC Wholesale Index Plus Conservative Growth Portfolio	618 813 077
17. MLC Wholesale Index Plus Growth Portfolio	618 813 282
18. MLC Wholesale Inflation Plus - Assertive Portfolio	117 295 315
19. MLC Wholesale Inflation Plus - Conservative Portfolio	165 016 035
20. MLC Wholesale Inflation Plus - Moderate Portfolio	165 016 151
21. Passive Australian Share Trust	136 061 697
22. Passive Global Share Trust	136 061 357
23. Passive Global Share Trust with Currency Hedged	150 945 672
24. Wholesale Global Share Fund	087 446 875
25. Wholesale Income Builder	087 447 265
26. Wholesale Property Securities Fund	087 447 425

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## Contents of Annual Report

Directors' Report .....	3
Financial Report .....	5
Financial Statements .....	5
Statements of Financial Position .....	5
Statements of Comprehensive Income .....	12
Statements of Changes in Equity .....	19
Statements of Cash Flows .....	25
Notes to the Financial Statements .....	32
Directors' Declaration .....	78
Independent Auditor's Report .....	79
Lead Auditor's Independence Declaration .....	83

## Directors' Report for the financial year ended 30 June 2023

The Directors of MLC Investments Limited (MLCI), the Responsible Entity of the following Managed Investment Schemes (the 'Schemes'), present their report together with the financial report of the Schemes for the financial year ended 30 June 2023, and the report of the auditor of the Schemes.

1. Diversified Australian Share Trust
2. Diversified Global Share Trust
3. Diversified Global Share Trust with Currency Hedged
4. Horizon 1 Bond Portfolio
5. Horizon 2 Income Portfolio
6. Horizon 3 Conservative Growth Portfolio
7. Horizon 4 Balanced Portfolio
8. Horizon 5 Growth Portfolio
9. Horizon 6 Share Portfolio
10. Horizon 7 Accelerated Growth Portfolio
11. MLC Global Property Fund
12. MLC Wholesale Australian Share Fund
13. MLC Wholesale Australian Share Index Fund
14. MLC Wholesale Diversified Debt Fund
15. MLC Wholesale Index Plus Balanced Portfolio
16. MLC Wholesale Index Plus Conservative Growth Portfolio
17. MLC Wholesale Index Plus Growth Portfolio
18. MLC Wholesale Inflation Plus - Assertive Portfolio
19. MLC Wholesale Inflation Plus - Conservative Portfolio
20. MLC Wholesale Inflation Plus - Moderate Portfolio
21. Passive Australian Share Trust
22. Passive Global Share Trust
23. Passive Global Share Trust with Currency Hedged
24. Wholesale Global Share Fund
25. Wholesale Income Builder
26. Wholesale Property Securities Fund

### Responsible Entity

The Responsible Entity of the Schemes is MLC Investments Limited. As at reporting date, the registered office and principal place of business of the Responsible Entity and the Schemes is '30 The Bond' Level 3, 30 Hickson Road, Millers Point NSW 2000.

The Directors of MLC Investments Limited during or since the end of the financial year are:

Name	Position Held	Date Appointed
K A Watt	Independent Non-Executive Director, Chair	Appointed 05/12/2016
J Selak	Independent Non-Executive Director	Appointed 31/05/2021
M A Joiner	Independent Non-Executive Director	Appointed 01/01/2021
G J Mulcahy	Executive Director	Appointed 07/07/2014

### Principal activities

The Schemes are registered managed investment schemes domiciled in Australia.

The Schemes invest in accordance with the investment policy of the Schemes as set out in their respective Product Disclosure Statements (PDSs) or investment mandates and in accordance with the Schemes' Constitutions. The key asset categories are equities, unlisted unit trust and derivatives.

The Schemes did not have any employees during the year (2022: Nil).

### Review of operations and results

The Schemes continue to invest in accordance with target asset allocations as set out in the governing documents of the Schemes and in accordance with the provisions of each Scheme's Constitution.

The results of operations of the Schemes are disclosed in the Statements of Comprehensive Income.

The income distributions payable by each of the Schemes are disclosed in the Statements of Financial Position.

The distributions to unitholders by each of the Schemes are disclosed in the Statements of Changes in Equity.

For details in relation to the performance of the Schemes, information can be obtained from the website at <https://www.mlcam.com.au/institutional-clients/mlc-wholesale/fund-information>.

### Significant changes in the state of affairs

#### Name changes of Schemes:

During the financial year, the following Schemes had their names changed as indicated in the following table:

Previous names of Schemes	Current names of Schemes
JANA Diversified Australian Share Trust	Diversified Australian Share Trust
JANA Diversified Global Share Trust	Diversified Global Share Trust
JANA Diversified Global Share Trust with Currency Hedged	Diversified Global Share Trust with Currency Hedged
JANA Passive Australian Share Trust	Passive Australian Share Trust
JANA Passive Global Share Trust	Passive Global Share Trust
JANA Passive Global Share Trust with Currency Hedged	Passive Global Share Trust with Currency Hedged

In the opinion of the Responsible Entity, there were no other significant changes in the state of affairs of the Schemes that occurred during the year.

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## Directors' Report for the financial year ended 30 June 2023

### Events subsequent to balance date

No significant events have occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 30 June 2023 or on the results of the Schemes for the financial year ended on that date.

### Likely developments and expected results of operations

The Schemes will continue to pursue their investment policies as outlined in the PDSs or investment mandates. The results of the Schemes will be affected by a number of factors, including the performance of investment markets in which the Schemes invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information has not been included in this report to avoid the disclosure of information that may result in unreasonable prejudice to the Schemes.

### Indemnification and insurance of officers and auditor

The Schemes have not indemnified or made a relevant agreement for indemnifying against a liability for any person who is or has been an officer of the Responsible Entity or an auditor of the Schemes during the year. Subject to the relevant Scheme constitution and relevant law, the Responsible Entity is entitled to be indemnified out of the assets of the Schemes for any liability incurred by it in properly performing or exercising any of its powers or duties in relation to the Schemes. The auditor of the Schemes is in no way indemnified out of the assets of the Schemes.

The ultimate parent company of the Responsible Entity, Insignia Financial Ltd, has paid or agreed to pay insurance premiums in respect of the Responsible Entity's officers for liability, legal expenses, insurance contracts, and premiums in respect of such insurance contracts, for the financial year ended 30 June 2023. Such insurance contracts insure against certain liability (subject to specified exclusions) for persons who are or have been the officers of the Responsible Entity. Details of the nature of the liabilities covered or the amount of the premium paid has not been included as such disclosure is prohibited under the terms of the contracts.

### Fees paid to and investments held by the Responsible Entity or its associates

Fees paid and payable to the Responsible Entity and its associates out of the Schemes' property during the year are disclosed in Note 8.4 Responsible Entity fees.

No fees were paid out of the Schemes' property to the Directors of the Responsible Entity during the year. Related party investments held in the Schemes as at the end of the financial year are disclosed in Note 8 Related parties.

### Interests in the Schemes

The movements in units on issue in the Schemes during the year are disclosed in the Statements of Changes in Equity and Note 5 Net assets attributable to unitholders.

The value of the Schemes' assets and liabilities are disclosed in the Statements of Financial Position and derived using the basis set out in Note 2 Basis of preparation.

### Environmental regulation

The operations of the Schemes are not subject to any significant environmental regulation under Commonwealth, State or Territory law.

### Rounding

The Schemes meet the criteria set out in *Corporations Instrument 2016/191* issued by the Australian Securities and Investments Commission, and in accordance with that Corporations Instrument, amounts in the financial report and the Directors' report have been rounded off to the nearest thousand dollars unless otherwise stated.

### Single set of financial statements

The Schemes are entities of the kind referred to in ASIC Corporations (Related Scheme Reports) Instrument 2015/839. In accordance with the legislative instrument, registered schemes with common Responsible Entity (or related Responsible Entities) are permitted to include their financial statements in adjacent columns in a single set of financial statements.

### Lead auditor's independence declaration

The lead auditor's independence declaration, as required under section 307C of the *Corporations Act 2001*, is set out on page 83 and forms part of the Directors' Report for the financial year ended 30 June 2023.

Signed in accordance with a resolution of the Directors of MLC Investments Limited.



**Kathryn Watt**

**Director**

Melbourne

11 September 2023

**Financial Report**  
**Statements of Financial Position**  
**as at 30 June 2023**

	Note	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Assets</b>									
Cash and cash equivalents	6.2	219,992	99,413	22,194	29,497	822	1,713	363	127
Margin accounts		11,836	6,088	-	-	-	-	-	-
Outstanding settlements		7,812	5,971	-	-	-	-	-	-
Receivables		35,511	13,796	1,884	1	112,763	181,212	412	23
Financial assets held at fair value through profit or loss	4.1	8,056,312	4,398,732	9,356,354	5,332,677	1,937,282	1,168,515	36,913	45,154
<b>Total assets</b>		<b>8,331,463</b>	<b>4,524,000</b>	<b>9,380,432</b>	<b>5,362,175</b>	<b>2,050,867</b>	<b>1,351,440</b>	<b>37,688</b>	<b>45,304</b>
<b>Liabilities</b>									
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		16,130	8,145	-	-	-	-	-	-
Distributions payable		113,499	522,180	519,003	721,665	6	211	184	97
Payables		10,050	2,538	746	35	80	41	46	62
Financial liabilities held at fair value through profit or loss	4.2	203	591	-	-	5,975	41,979	-	-
<b>Total liabilities</b>		<b>139,882</b>	<b>533,454</b>	<b>519,749</b>	<b>721,700</b>	<b>6,061</b>	<b>42,231</b>	<b>230</b>	<b>159</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>8,191,581</b>	<b>3,990,546</b>	<b>8,860,683</b>	<b>4,640,475</b>	<b>2,044,806</b>	<b>1,309,209</b>	<b>37,458</b>	<b>45,145</b>
<b>Total net assets attributable to unitholders - Liability</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Financial Position**  
**as at 30 June 2023**

	Note	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Assets</b>									
Cash and cash equivalents	6.2	6,387	9,479	8,651	46,199	37,332	134,465	15,156	44,783
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Receivables		1,560	1,373	906	4,594	2,822	8,063	593	2,792
Financial assets held at fair value through profit or loss	4.1	356,010	384,209	1,155,272	1,108,990	2,519,793	2,317,313	721,824	637,701
<b>Total assets</b>		<b>363,957</b>	<b>395,061</b>	<b>1,164,829</b>	<b>1,159,783</b>	<b>2,559,947</b>	<b>2,459,841</b>	<b>737,573</b>	<b>685,276</b>
<b>Liabilities</b>									
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		2,400	-	-	-	-	-	-	-
Distributions payable		3,282	9,751	7,502	41,856	39,469	132,235	12,188	37,920
Payables		2,107	628	750	1,295	2,811	4,742	1,863	2,464
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	-
<b>Total liabilities</b>		<b>7,789</b>	<b>10,379</b>	<b>8,252</b>	<b>43,151</b>	<b>42,280</b>	<b>136,977</b>	<b>14,051</b>	<b>40,384</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>356,168</b>	<b>384,682</b>	<b>1,156,577</b>	<b>1,116,632</b>	<b>2,517,667</b>	<b>2,322,864</b>	<b>723,522</b>	<b>644,892</b>
<b>Total net assets attributable to unitholders - Liability</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Financial Position**  
**as at 30 June 2023**

	Note	9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		11. MLC Global Property Fund		12. MLC Wholesale Australian Share Fund	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Assets</b>									
Cash and cash equivalents	6.2	20,257	30,315	7,689	16,432	38	116	5,450	8,404
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Receivables		783	1,843	208	117	1	1	2	1
Financial assets held at fair value through profit or loss	4.1	378,852	315,617	182,368	125,548	25,868	31,117	149,047	134,634
<b>Total assets</b>		<b>399,892</b>	<b>347,775</b>	<b>190,265</b>	<b>142,097</b>	<b>25,907</b>	<b>31,234</b>	<b>154,499</b>	<b>143,039</b>
<b>Liabilities</b>									
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Distributions payable		20,449	30,111	5,558	12,377	8	-	8,636	13,923
Payables		257	268	175	63	56	51	542	70
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	-
<b>Total liabilities</b>		<b>20,706</b>	<b>30,379</b>	<b>5,733</b>	<b>12,440</b>	<b>64</b>	<b>51</b>	<b>9,178</b>	<b>13,993</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>379,186</b>	<b>317,396</b>	<b>184,532</b>	<b>129,657</b>	<b>-</b>	<b>-</b>	<b>145,321</b>	<b>129,046</b>
<b>Total net assets attributable to unitholders - Liability</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25,843</b>	<b>31,183</b>	<b>-</b>	<b>-</b>

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Financial Position**  
**as at 30 June 2023**

	Note	13. MLC Wholesale Australian Share Index Fund		14. MLC Wholesale Diversified Debt Fund		15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Assets</b>									
Cash and cash equivalents	6.2	2,626	7,843	323	109	10,497	18,429	4,990	7,039
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	5,000
Receivables		13	12	2	1	6,192	10,290	2,876	6,354
Financial assets held at fair value through profit or loss	4.1	81,780	74,780	53,419	66,374	679,441	477,067	460,562	369,684
<b>Total assets</b>		<b>84,419</b>	<b>82,635</b>	<b>53,744</b>	<b>66,484</b>	<b>696,130</b>	<b>505,786</b>	<b>468,428</b>	<b>388,077</b>
<b>Liabilities</b>									
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Distributions payable		2,436	8,049	140	-	9,434	14,346	4,210	5,917
Payables		46	78	34	93	543	414	1,661	5,506
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	-
<b>Total liabilities</b>		<b>2,482</b>	<b>8,127</b>	<b>174</b>	<b>93</b>	<b>9,977</b>	<b>14,760</b>	<b>5,871</b>	<b>11,423</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>81,937</b>	<b>74,508</b>	<b>-</b>	<b>-</b>	<b>686,153</b>	<b>491,026</b>	<b>462,557</b>	<b>376,654</b>
<b>Total net assets attributable to unitholders - Liability</b>		<b>-</b>	<b>-</b>	<b>53,570</b>	<b>66,391</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The above Statements of Financial Position should be read in conjunction with the accompanying notes.



**Financial Report**  
**Statements of Financial Position**  
**as at 30 June 2023**

	Note	17. MLC Wholesale Index Plus Growth Portfolio		18. MLC Wholesale Inflation Plus - Assertive Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio		20. MLC Wholesale Inflation Plus - Moderate Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Assets</b>									
Cash and cash equivalents	6.2	5,925	11,000	13,963	30,384	3,087	6,389	9,719	28,519
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Receivables		3,585	6,159	386	406	4	131	360	358
Financial assets held at fair value through profit or loss	4.1	348,223	259,067	562,276	423,322	164,791	183,055	449,276	487,834
<b>Total assets</b>		<b>357,733</b>	<b>276,226</b>	<b>576,625</b>	<b>454,112</b>	<b>167,882</b>	<b>189,575</b>	<b>459,355</b>	<b>516,711</b>
<b>Liabilities</b>									
Margin accounts		-	-	-	-	-	-	-	-
Outstanding settlements		-	-	-	-	-	-	-	-
Distributions payable		5,203	9,054	11,558	27,438	2,615	5,520	8,130	25,050
Payables		355	282	1,401	406	576	659	877	709
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-	-	-	-	-
<b>Total liabilities</b>		<b>5,558</b>	<b>9,336</b>	<b>12,959</b>	<b>27,844</b>	<b>3,191</b>	<b>6,179</b>	<b>9,007</b>	<b>25,759</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>352,175</b>	<b>266,890</b>	<b>-</b>	<b>-</b>	<b>164,691</b>	<b>183,396</b>	<b>450,348</b>	<b>490,952</b>
<b>Total net assets attributable to unitholders - Liability</b>		<b>-</b>	<b>-</b>	<b>563,666</b>	<b>426,268</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Financial Position**  
**as at 30 June 2023**

	Note	21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged		24. Wholesale Global Share Fund	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Assets</b>									
Cash and cash equivalents	6.2	7,285	5,933	9,790	3,870	435	670	10,535	9,537
Margin accounts		753	442	1,621	1,587	-	-	-	-
Outstanding settlements		-	153	8	29,981	-	8,000	-	-
Receivables		7,788	2,780	2,920	3,388	11,541	41,110	3	1
Financial assets held at fair value through profit or loss	4.1	1,569,099	456,131	586,271	685,381	148,981	217,263	74,806	74,711
<b>Total assets</b>		<b>1,584,925</b>	<b>465,439</b>	<b>600,610</b>	<b>724,207</b>	<b>160,957</b>	<b>267,043</b>	<b>85,344</b>	<b>84,249</b>
<b>Liabilities</b>									
Margin accounts		-	-	1,463	-	-	-	-	-
Outstanding settlements		2,357	276	-	37	-	-	-	-
Distributions payable		16,815	55,088	43,314	111,740	-	27,399	11,500	8,611
Payables		518	162	211	22,636	29	7,944	199	33
Financial liabilities held at fair value through profit or loss	4.2	-	37	-	122	331	12,071	-	-
<b>Total liabilities</b>		<b>19,690</b>	<b>55,563</b>	<b>44,988</b>	<b>134,535</b>	<b>360</b>	<b>47,414</b>	<b>11,699</b>	<b>8,644</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>1,565,235</b>	<b>409,876</b>	<b>555,622</b>	<b>589,672</b>	<b>160,597</b>	<b>219,629</b>	<b>73,645</b>	<b>75,605</b>
<b>Total net assets attributable to unitholders - Liability</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Financial Position**  
**as at 30 June 2023**

	Note	25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Assets</b>					
Cash and cash equivalents	6.2	16,594	31,104	812	1,018
Margin accounts		-	-	-	-
Outstanding settlements		-	-	-	-
Receivables		375	1,865	8	7
Financial assets held at fair value through profit or loss	4.1	340,633	331,105	70,970	73,630
<b>Total assets</b>		<b>357,602</b>	<b>364,074</b>	<b>71,790</b>	<b>74,655</b>
<b>Liabilities</b>					
Margin accounts		-	-	-	-
Outstanding settlements		-	-	-	-
Distributions payable		14,905	31,396	776	940
Payables		387	103	77	70
Financial liabilities held at fair value through profit or loss	4.2	-	-	-	-
<b>Total liabilities</b>		<b>15,292</b>	<b>31,499</b>	<b>853</b>	<b>1,010</b>
<b>Total net assets attributable to unitholders - Equity</b>		<b>342,310</b>	<b>332,575</b>	<b>70,937</b>	<b>73,645</b>
<b>Total net assets attributable to unitholders - Liability</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Comprehensive Income**  
**for the financial year ended 30 June 2023**

	Note	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Investment income</b>									
Interest income		3,897	3	1,145	1	61	-	8	-
Dividend and distribution income		276,163	278,895	816,636	634,334	112,763	181,196	749	586
Net change in fair value of investments		370,446	(611,911)	815,894	(1,267,640)	166,770	(406,120)	561	(2,021)
Other income	8.4	-	-	-	-	-	-	-	-
<b>Total investment income/(loss)</b>		<b>650,506</b>	<b>(333,013)</b>	<b>1,633,675</b>	<b>(633,305)</b>	<b>279,594</b>	<b>(224,924)</b>	<b>1,318</b>	<b>(1,435)</b>
<b>Expenses</b>									
Responsible Entity fees	8.4	13,263	7,951	2,347	-	281	222	141	145
Performance fees	8.4	5,435	1,250	-	-	-	-	-	-
Interest expense		-	-	-	-	-	1	-	-
Other expenses		4,449	964	317	55	22	46	-	-
<b>Total operating expenses</b>		<b>23,147</b>	<b>10,165</b>	<b>2,664</b>	<b>55</b>	<b>303</b>	<b>269</b>	<b>141</b>	<b>145</b>
<b>Operating profit/(loss)</b>		<b>627,359</b>	<b>(343,178)</b>	<b>1,631,011</b>	<b>(633,360)</b>	<b>279,291</b>	<b>(225,193)</b>	<b>1,177</b>	<b>(1,580)</b>
<b>Finance costs</b>									
Distributions paid and payable *		-	-	-	-	-	-	-	-
<b>Change in net assets attributable to unitholders</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income/(loss) for the financial year</b>		<b>627,359</b>	<b>(343,178)</b>	<b>1,631,011</b>	<b>(633,360)</b>	<b>279,291</b>	<b>(225,193)</b>	<b>1,177</b>	<b>(1,580)</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

\* The Schemes have more than one class and classify net assets attributable to unitholders as liability under AASB 132 *Financial Instruments: Presentation*. Refer to Note 3.9 Net assets attributable to unitholders for further detail. As a result, distributions paid and payable have been disclosed in the Statements of Comprehensive Income for the Scheme in the current year.

**Financial Report**  
**Statements of Comprehensive Income**  
**for the financial year ended 30 June 2023**

	Note	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Investment income</b>									
Interest income		31	-	64	-	152	1	86	-
Dividend and distribution income		12,913	16,301	5,972	48,346	76,023	165,550	19,816	45,836
Net change in fair value of investments		8,020	(30,610)	72,150	(126,454)	142,036	(357,392)	54,777	(106,287)
Other income	8.4	-	-	7,527	7,805	4,332	6,390	4,299	4,288
<b>Total investment income/(loss)</b>		<b>20,964</b>	<b>(14,309)</b>	<b>85,713</b>	<b>(70,303)</b>	<b>222,543</b>	<b>(185,451)</b>	<b>78,978</b>	<b>(56,163)</b>
<b>Expenses</b>									
Responsible Entity fees	8.4	1,932	1,933	-	-	-	-	-	-
Performance fees	8.4	-	-	-	-	-	-	-	-
Interest expense		1	1	-	1	1	-	-	-
Other expenses		-	-	-	-	-	-	-	-
<b>Total operating expenses</b>		<b>1,933</b>	<b>1,934</b>	<b>-</b>	<b>1</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating profit/(loss)</b>		<b>19,031</b>	<b>(16,243)</b>	<b>85,713</b>	<b>(70,304)</b>	<b>222,542</b>	<b>(185,451)</b>	<b>78,978</b>	<b>(56,163)</b>
<b>Finance costs</b>									
Distributions paid and payable *		-	-	-	-	-	-	-	-
<b>Change in net assets attributable to unitholders</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other comprehensive income									
<b>Total comprehensive income/(loss) for the financial year</b>		<b>19,031</b>	<b>(16,243)</b>	<b>85,713</b>	<b>(70,304)</b>	<b>222,542</b>	<b>(185,451)</b>	<b>78,978</b>	<b>(56,163)</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

\* The Schemes have more than one class and classify net assets attributable to unitholders as liability under AASB 132 *Financial Instruments: Presentation*. Refer to Note 3.9 Net assets attributable to unitholders for further detail. As a result, distributions paid and payable have been disclosed in the Statements of Comprehensive Income for the Scheme in the current year.

**Financial Report**  
**Statements of Comprehensive Income**  
**for the financial year ended 30 June 2023**

	Note	9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		11. MLC Global Property Fund		12. MLC Wholesale Australian Share Fund	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Investment income</b>									
Interest income		34	-	26	-	5	-	21	-
Dividend and distribution income		23,929	31,998	10,156	16,577	11	-	14,163	18,570
Net change in fair value of investments		24,004	(63,880)	20,402	(36,277)	(1,981)	(2,993)	6,770	(26,596)
Other income	8.4	997	1,528	-	-	-	-	-	-
<b>Total investment income/(loss)</b>		<b>48,964</b>	<b>(30,354)</b>	<b>30,584</b>	<b>(19,700)</b>	<b>(1,965)</b>	<b>(2,993)</b>	<b>20,954</b>	<b>(8,026)</b>
<b>Expenses</b>									
Responsible Entity fees	8.4	-	-	1,145	966	132	174	770	797
Performance fees	8.4	-	-	-	-	-	-	-	-
Interest expense		-	-	-	-	-	-	-	-
Other expenses		-	-	-	-	-	-	-	-
<b>Total operating expenses</b>		<b>-</b>	<b>-</b>	<b>1,145</b>	<b>966</b>	<b>132</b>	<b>174</b>	<b>770</b>	<b>797</b>
<b>Operating profit/(loss)</b>		<b>48,964</b>	<b>(30,354)</b>	<b>29,439</b>	<b>(20,666)</b>	<b>(2,097)</b>	<b>(3,167)</b>	<b>20,184</b>	<b>(8,823)</b>
<b>Finance costs</b>									
Distributions paid and payable *		-	-	-	-	8	-	-	-
<b>Change in net assets attributable to unitholders</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,105)</b>	<b>(3,167)</b>	<b>-</b>	<b>-</b>
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income/(loss) for the financial year</b>		<b>48,964</b>	<b>(30,354)</b>	<b>29,439</b>	<b>(20,666)</b>	<b>-</b>	<b>-</b>	<b>20,184</b>	<b>(8,823)</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

\* The Schemes have more than one class and classify net assets attributable to unitholders as liability under AASB 132 *Financial Instruments: Presentation*. Refer to Note 3.9 Net assets attributable to unitholders for further detail. As a result, distributions paid and payable have been disclosed in the Statements of Comprehensive Income for the Scheme in the current year.

**Financial Report**  
**Statements of Comprehensive Income**  
**for the financial year ended 30 June 2023**

	Note	13. MLC Wholesale Australian Share Index Fund		14. MLC Wholesale Diversified Debt Fund		15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Investment income</b>									
Interest income		12	-	10	-	62	-	40	-
Dividend and distribution income		4,896	9,340	380	2,036	18,515	20,230	11,144	11,748
Net change in fair value of investments		6,463	(14,718)	(34)	(9,536)	40,737	(61,189)	22,293	(37,096)
Other income	8.4	-	-	-	-	-	-	-	-
<b>Total investment income/(loss)</b>		<b>11,371</b>	<b>(5,378)</b>	<b>356</b>	<b>(7,500)</b>	<b>59,314</b>	<b>(40,959)</b>	<b>33,477</b>	<b>(25,348)</b>
<b>Expenses</b>									
Responsible Entity fees	8.4	228	228	235	275	855	559	573	380
Performance fees	8.4	-	-	-	-	-	-	-	-
Interest expense		-	-	-	-	-	-	-	-
Other expenses		-	-	-	-	-	-	-	-
<b>Total operating expenses</b>		<b>228</b>	<b>228</b>	<b>235</b>	<b>275</b>	<b>855</b>	<b>559</b>	<b>573</b>	<b>380</b>
<b>Operating profit/(loss)</b>		<b>11,143</b>	<b>(5,606)</b>	<b>121</b>	<b>(7,775)</b>	<b>58,459</b>	<b>(41,518)</b>	<b>32,904</b>	<b>(25,728)</b>
<b>Finance costs</b>									
Distributions paid and payable *		-	-	159	1,864	-	-	-	-
<b>Change in net assets attributable to unitholders</b>		<b>-</b>	<b>-</b>	<b>(38)</b>	<b>(9,639)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income/(loss) for the financial year</b>		<b>11,143</b>	<b>(5,606)</b>	<b>-</b>	<b>-</b>	<b>58,459</b>	<b>(41,518)</b>	<b>32,904</b>	<b>(25,728)</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

\* The Schemes have more than one class and classify net assets attributable to unitholders as liability under AASB 132 *Financial Instruments: Presentation*. Refer to Note 3.9 Net assets attributable to unitholders for further detail. As a result, distributions paid and payable have been disclosed in the Statements of Comprehensive Income for the Scheme in the current year.

**Financial Report**  
**Statements of Comprehensive Income**  
**for the financial year ended 30 June 2023**

	Note	17. MLC Wholesale Index Plus Growth Portfolio		18. MLC Wholesale Inflation Plus - Assertive Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio		20. MLC Wholesale Inflation Plus - Moderate Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Investment income</b>									
Interest income		29	-	52	-	20	-	47	-
Dividend and distribution income		11,014	12,567	16,276	31,613	4,273	9,012	14,361	34,328
Net change in fair value of investments		26,603	(36,770)	28,737	(43,205)	6,973	(10,547)	23,142	(40,802)
Other income	8.4	-	-	-	-	-	-	-	-
<b>Total investment income/(loss)</b>		<b>37,646</b>	<b>(24,203)</b>	<b>45,065</b>	<b>(11,592)</b>	<b>11,266</b>	<b>(1,535)</b>	<b>37,550</b>	<b>(6,474)</b>
<b>Expenses</b>									
Responsible Entity fees	8.4	484	336	3,141	2,595	658	672	2,552	2,830
Performance fees	8.4	-	-	-	-	-	-	-	-
Interest expense		-	-	-	-	-	-	-	1
Other expenses		-	-	-	-	-	-	-	-
<b>Total operating expenses</b>		<b>484</b>	<b>336</b>	<b>3,141</b>	<b>2,595</b>	<b>658</b>	<b>672</b>	<b>2,552</b>	<b>2,831</b>
<b>Operating profit/(loss)</b>		<b>37,162</b>	<b>(24,539)</b>	<b>41,924</b>	<b>(14,187)</b>	<b>10,608</b>	<b>(2,207)</b>	<b>34,998</b>	<b>(9,305)</b>
<b>Finance costs</b>									
Distributions paid and payable *		-	-	11,558	27,438	-	-	-	-
<b>Change in net assets attributable to unitholders</b>		<b>-</b>	<b>-</b>	<b>30,366</b>	<b>(41,625)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income/(loss) for the financial year</b>		<b>37,162</b>	<b>(24,539)</b>	<b>-</b>	<b>-</b>	<b>10,608</b>	<b>(2,207)</b>	<b>34,998</b>	<b>(9,305)</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

\* The Schemes have more than one class and classify net assets attributable to unitholders as liability under AASB 132 *Financial Instruments: Presentation*. Refer to Note 3.9 Net assets attributable to unitholders for further detail. As a result, distributions paid and payable have been disclosed in the Statements of Comprehensive Income for the Scheme in the current year.



**Financial Report**  
**Statements of Comprehensive Income**  
**for the financial year ended 30 June 2023**

	Note	21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged		24. Wholesale Global Share Fund	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Investment income</b>									
Interest income		192	-	203	3	15	-	8	-
Dividend and distribution income		28,893	31,468	12,119	13,957	11,541	41,110	13,725	10,053
Net change in fair value of investments		40,648	(60,289)	116,535	(49,232)	16,902	(74,454)	3,370	(18,944)
Other income	8.4	-	-	-	-	-	-	-	-
<b>Total investment income/(loss)</b>		<b>69,733</b>	<b>(28,821)</b>	<b>128,857</b>	<b>(35,272)</b>	<b>28,458</b>	<b>(33,344)</b>	<b>17,103</b>	<b>(8,891)</b>
<b>Expenses</b>									
Responsible Entity fees	8.4	2,576	2,268	2,403	3,265	37	61	439	453
Performance fees	8.4	-	-	-	-	-	-	-	-
Interest expense		-	2	-	-	-	1	-	-
Other expenses		191	165	523	412	39	53	-	-
<b>Total operating expenses</b>		<b>2,767</b>	<b>2,435</b>	<b>2,926</b>	<b>3,677</b>	<b>76</b>	<b>115</b>	<b>439</b>	<b>453</b>
<b>Operating profit/(loss)</b>		<b>66,966</b>	<b>(31,256)</b>	<b>125,931</b>	<b>(38,949)</b>	<b>28,382</b>	<b>(33,459)</b>	<b>16,664</b>	<b>(9,344)</b>
<b>Finance costs</b>									
Distributions paid and payable *		-	-	-	-	-	-	-	-
<b>Change in net assets attributable to unitholders</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income/(loss) for the financial year</b>		<b>66,966</b>	<b>(31,256)</b>	<b>125,931</b>	<b>(38,949)</b>	<b>28,382</b>	<b>(33,459)</b>	<b>16,664</b>	<b>(9,344)</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

\* The Schemes have more than one class and classify net assets attributable to unitholders as liability under AASB 132 *Financial Instruments: Presentation*. Refer to Note 3.9 Net assets attributable to unitholders for further detail. As a result, distributions paid and payable have been disclosed in the Statements of Comprehensive Income for the Scheme in the current year.

**Financial Report**  
**Statements of Comprehensive Income**  
**for the financial year ended 30 June 2023**

	Note	25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Investment income</b>					
Interest income		41	-	6	-
Dividend and distribution income		22,755	29,466	2,066	2,075
Net change in fair value of investments		14,543	(24,169)	3,889	(10,404)
Other income	8.4	2,781	2,969	-	-
<b>Total investment income/(loss)</b>		<b>40,120</b>	<b>8,266</b>	<b>5,961</b>	<b>(8,329)</b>
<b>Expenses</b>					
Responsible Entity fees	8.4	-	-	301	351
Performance fees	8.4	-	-	-	-
Interest expense		-	-	-	-
Other expenses		-	-	-	-
<b>Total operating expenses</b>		<b>-</b>	<b>-</b>	<b>301</b>	<b>351</b>
<b>Operating profit/(loss)</b>		<b>40,120</b>	<b>8,266</b>	<b>5,660</b>	<b>(8,680)</b>
<b>Finance costs</b>					
Distributions paid and payable *		-	-	-	-
<b>Change in net assets attributable to unitholders</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income/(loss) for the financial year</b>		<b>40,120</b>	<b>8,266</b>	<b>5,660</b>	<b>(8,680)</b>

The above Statements of Comprehensive Income should be read in conjunction with the accompanying notes.

\* The Schemes have more than one class and classify net assets attributable to unitholders as liability under AASB 132 *Financial Instruments: Presentation*. Refer to Note 3.9 Net assets attributable to unitholders for further detail. As a result, distributions paid and payable have been disclosed in the Statements of Comprehensive Income for the Scheme in the current year.

**Financial Report**  
**Statements of Changes in Equity**  
**for the financial year ended 30 June 2023**

		1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
	Note	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Total equity at the beginning of the financial year</b>		3,990,546	3,706,793	4,640,475	5,522,687	1,309,209	1,464,983	45,145	45,980
<b>Total comprehensive income/(loss) for the financial year</b>		627,359	(343,178)	1,631,011	(633,360)	279,291	(225,193)	1,177	(1,580)
<b>Transactions with unitholders</b>									
Applications		4,346,501	1,689,243	4,476,309	1,194,221	803,781	434,201	7,034	15,594
Redemptions		(470,959)	(430,086)	(1,368,109)	(721,408)	(347,469)	(364,571)	(15,617)	(14,409)
Distributions paid and payable		(301,866)	(632,226)	(519,003)	(721,665)	(6)	(211)	(281)	(440)
<b>Total transactions with unitholders</b>		<b>3,573,676</b>	<b>626,931</b>	<b>2,589,197</b>	<b>(248,852)</b>	<b>456,306</b>	<b>69,419</b>	<b>(8,864)</b>	<b>745</b>
<b>Total equity at the end of the financial year*</b>		<b>8,191,581</b>	<b>3,990,546</b>	<b>8,860,683</b>	<b>4,640,475</b>	<b>2,044,806</b>	<b>1,309,209</b>	<b>37,458</b>	<b>45,145</b>
	Note	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000
<b>Opening balance</b>		66,479	49,941	58,568	53,724	14,231	13,415	48,307	47,203
Applications		64,914	22,329	53,040	11,736	8,286	4,125	7,429	16,114
Redemptions		(7,133)	(5,791)	(15,382)	(6,892)	(3,536)	(3,309)	(16,550)	(15,010)
<b>Closing balance</b>		<b>124,260</b>	<b>66,479</b>	<b>96,226</b>	<b>58,568</b>	<b>18,981</b>	<b>14,231</b>	<b>39,186</b>	<b>48,307</b>
<b>Distribution Cents per Unit (CPU)</b>		297.47	966.63	539.35	1,232.14	0.03	1.48	0.70	0.87

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Changes in Equity**  
**for the financial year ended 30 June 2023**

	Note	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Total equity at the beginning of the financial year</b>		384,682	383,149	1,116,632	1,147,913	2,322,864	2,417,405	644,892	654,803
<b>Total comprehensive income/(loss) for the financial year</b>		19,031	(16,243)	85,713	(70,304)	222,542	(185,451)	78,978	(56,163)
<b>Transactions with unitholders</b>									
Applications		60,158	112,108	183,605	289,497	409,176	550,599	131,770	176,851
Redemptions		(103,446)	(80,846)	(216,544)	(195,237)	(382,057)	(297,608)	(112,558)	(86,107)
Distributions paid and payable		(4,257)	(13,486)	(12,829)	(55,237)	(54,858)	(162,081)	(19,560)	(44,492)
<b>Total transactions with unitholders</b>		<b>(47,545)</b>	<b>17,776</b>	<b>(45,768)</b>	<b>39,023</b>	<b>(27,739)</b>	<b>90,910</b>	<b>(348)</b>	<b>46,252</b>
<b>Total equity at the end of the financial year*</b>		<b>356,168</b>	<b>384,682</b>	<b>1,156,577</b>	<b>1,116,632</b>	<b>2,517,667</b>	<b>2,322,864</b>	<b>723,522</b>	<b>644,892</b>
	Note	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000
<b>Opening balance</b>		404,605	374,188	1,056,962	977,209	2,040,668	1,849,031	518,740	456,309
Applications		62,236	110,052	168,064	246,515	347,110	420,080	101,425	122,397
Redemptions		(106,236)	(79,635)	(197,402)	(166,762)	(321,343)	(228,443)	(85,605)	(59,966)
<b>Closing balance</b>		<b>360,605</b>	<b>404,605</b>	<b>1,027,624</b>	<b>1,056,962</b>	<b>2,066,435</b>	<b>2,040,668</b>	<b>534,560</b>	<b>518,740</b>
<b>Distribution Cents per Unit (CPU)</b>		1.16	3.36	1.23	5.26	2.64	7.99	3.63	8.65

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Changes in Equity**  
**for the financial year ended 30 June 2023**

		9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		12. MLC Wholesale Australian Share Fund		13. MLC Wholesale Australian Share Index Fund	
	Note	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Total equity at the beginning of the financial year</b>		317,396	337,920	129,657	125,769	129,046	145,140	74,508	92,794
<b>Total comprehensive income/(loss) for the financial year</b>		48,964	(30,354)	29,439	(20,666)	20,184	(8,823)	11,143	(5,606)
<b>Transactions with unitholders</b>									
Applications		75,127	93,438	45,311	55,476	22,438	28,695	14,131	11,741
Redemptions		(41,852)	(53,496)	(14,317)	(18,545)	(14,339)	(19,451)	(13,329)	(14,401)
Distributions paid and payable		(20,449)	(30,112)	(5,558)	(12,377)	(12,008)	(16,515)	(4,516)	(10,020)
<b>Total transactions with unitholders</b>		<b>12,826</b>	<b>9,830</b>	<b>25,436</b>	<b>24,554</b>	<b>(3,909)</b>	<b>(7,271)</b>	<b>(3,714)</b>	<b>(12,680)</b>
<b>Total equity at the end of the financial year*</b>		<b>379,186</b>	<b>317,396</b>	<b>184,532</b>	<b>129,657</b>	<b>145,321</b>	<b>129,046</b>	<b>81,937</b>	<b>74,508</b>
	Note	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000
<b>Opening balance</b>		287,324	257,234	83,403	64,757	156,087	146,777	60,425	62,232
Applications		64,374	70,365	26,926	28,044	25,938	28,713	10,859	7,806
Redemptions		(35,148)	(40,275)	(8,347)	(9,398)	(15,953)	(19,403)	(9,914)	(9,613)
<b>Closing balance</b>		<b>316,550</b>	<b>287,324</b>	<b>101,982</b>	<b>83,403</b>	<b>166,072</b>	<b>156,087</b>	<b>61,370</b>	<b>60,425</b>
<b>Distribution Cents per Unit (CPU)</b>		6.46	10.48	5.45	14.84	7.22	10.57	7.25	16.51

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Changes in Equity**  
**for the financial year ended 30 June 2023**

	Note	15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio		17. MLC Wholesale Index Plus Growth Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Total equity at the beginning of the financial year</b>		491,026	372,810	376,654	301,829	266,890	203,994	183,396	188,822
<b>Total comprehensive income/(loss) for the financial year</b>		58,459	(41,518)	32,904	(25,728)	37,162	(24,539)	10,608	(2,207)
<b>Transactions with unitholders</b>									
Applications		238,414	257,478	146,688	182,243	100,613	137,607	30,606	52,402
Redemptions		(88,262)	(79,498)	(86,908)	(73,071)	(44,724)	(39,172)	(56,281)	(47,793)
Distributions paid and payable		(13,484)	(18,246)	(6,781)	(8,619)	(7,766)	(11,000)	(3,638)	(7,828)
<b>Total transactions with unitholders</b>		<b>136,668</b>	<b>159,734</b>	<b>52,999</b>	<b>100,553</b>	<b>48,123</b>	<b>87,435</b>	<b>(29,313)</b>	<b>(3,219)</b>
<b>Total equity at the end of the financial year*</b>		<b>686,153</b>	<b>491,026</b>	<b>462,557</b>	<b>376,654</b>	<b>352,175</b>	<b>266,890</b>	<b>164,691</b>	<b>183,396</b>
	Note	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000
<b>Opening balance</b>		465,791	316,261	365,246	268,782	245,369	166,344	183,387	179,104
Applications		214,519	216,808	136,567	162,116	87,235	110,864	29,832	49,475
Redemptions		(79,415)	(67,278)	(80,855)	(65,652)	(38,643)	(31,839)	(54,752)	(45,192)
<b>Closing balance</b>		<b>600,895</b>	<b>465,791</b>	<b>420,958</b>	<b>365,246</b>	<b>293,961</b>	<b>245,369</b>	<b>158,467</b>	<b>183,387</b>
<b>Distribution Cents per Unit (CPU)</b>		2.31	4.05	1.64	2.44	2.69	4.59	2.24	4.29

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Changes in Equity**  
**for the financial year ended 30 June 2023**

	Note	20. MLC Wholesale Inflation Plus - Moderate Portfolio		21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Total equity at the beginning of the financial year</b>		490,952	542,662	409,876	691,862	589,672	853,860	219,629	263,481
<b>Total comprehensive income/(loss) for the financial year</b>		34,998	(9,305)	66,966	(31,256)	125,931	(38,949)	28,382	(33,459)
<b>Transactions with unitholders</b>									
Applications		98,345	103,892	1,241,002	42,645	172,367	169,519	40,801	74,762
Redemptions		(163,778)	(116,679)	(115,062)	(218,949)	(289,034)	(283,018)	(128,215)	(57,756)
Distributions paid and payable		(10,169)	(29,618)	(37,547)	(74,426)	(43,314)	(111,740)	-	(27,399)
<b>Total transactions with unitholders</b>		<b>(75,602)</b>	<b>(42,405)</b>	<b>1,088,393</b>	<b>(250,730)</b>	<b>(159,981)</b>	<b>(225,239)</b>	<b>(87,414)</b>	<b>(10,393)</b>
<b>Total equity at the end of the financial year*</b>		<b>450,348</b>	<b>490,952</b>	<b>1,565,235</b>	<b>409,876</b>	<b>555,622</b>	<b>589,672</b>	<b>160,597</b>	<b>219,629</b>
	Note	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000
<b>Opening balance</b>		489,268	500,942	307,752	412,422	357,455	406,250	170,815	160,004
Applications		94,355	95,115	864,361	25,371	99,394	82,815	30,925	45,760
Redemptions		(157,945)	(106,789)	(80,228)	(130,041)	(160,174)	(131,610)	(94,167)	(34,949)
<b>Closing balance</b>		<b>425,678</b>	<b>489,268</b>	<b>1,091,885</b>	<b>307,752</b>	<b>296,675</b>	<b>357,455</b>	<b>107,573</b>	<b>170,815</b>
<b>Distribution Cents per Unit (CPU)</b>		2.36	6.05	6.17	23.43	14.60	31.26	-	16.04

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Changes in Equity**  
**for the financial year ended 30 June 2023**

		24. Wholesale Global Share Fund		25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
	Note	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Total equity at the beginning of the financial year</b>		75,605	93,268	332,575	388,012	73,645	93,371
<b>Total comprehensive income/(loss) for the financial year</b>		16,664	(9,344)	40,120	8,266	5,660	(8,680)
<b>Transactions with unitholders</b>							
Applications		10,117	14,862	52,740	38,941	4,307	5,699
Redemptions		(17,241)	(14,570)	(57,298)	(62,605)	(10,908)	(15,015)
Distributions paid and payable		(11,500)	(8,611)	(25,827)	(40,039)	(1,767)	(1,730)
<b>Total transactions with unitholders</b>		<b>(18,624)</b>	<b>(8,319)</b>	<b>(30,385)</b>	<b>(63,703)</b>	<b>(8,368)</b>	<b>(11,046)</b>
<b>Total equity at the end of the financial year*</b>		<b>73,645</b>	<b>75,605</b>	<b>342,310</b>	<b>332,575</b>	<b>70,937</b>	<b>73,645</b>
	Note	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000
<b>Opening balance</b>		88,413	87,979	220,945	234,949	103,369	114,397
Applications		11,170	13,958	33,323	22,673	5,716	6,758
Redemptions		(17,846)	(13,524)	(35,720)	(36,677)	(14,415)	(17,786)
<b>Closing balance</b>		<b>81,737</b>	<b>88,413</b>	<b>218,548</b>	<b>220,945</b>	<b>94,670</b>	<b>103,369</b>
<b>Distribution Cents per Unit (CPU)</b>		14.07	9.74	11.63	18.05	1.82	1.66

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.



**Financial Report**  
**Statements of Cash Flows**  
**for the financial year ended 30 June 2023**

	Note	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		3,898	3	1,141	1	61	-	8	-
Dividend and distribution received		202,414	140,162	24,998	-	-	-	-	-
Other income received		-	-	-	-	-	-	-	-
Realised foreign exchange (losses)/gains		-	-	853	-	-	-	-	-
Net movement in margin accounts		(5,748)	(3,719)	-	-	-	-	-	-
Interest expense		-	-	-	-	(1)	-	(3)	-
Operating expenses paid		(15,636)	(8,598)	(1,954)	(47)	(247)	(252)	(139)	(146)
Proceeds from sale of investments		2,037,151	5,484,298	1,733,740	1,079,500	439,160	345,779	11,317	13,056
Purchase of investments		(1,962,624)	(6,615,464)	(3,741,714)	(935,956)	(665,005)	(319,515)	(2,164)	(13,697)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>6.1</b>	<b>259,455</b>	<b>(1,003,318)</b>	<b>(1,982,936)</b>	<b>143,498</b>	<b>(226,032)</b>	<b>26,012</b>	<b>9,019</b>	<b>(787)</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		332,082	1,495,452	3,343,638	598,836	572,610	339,245	7,021	15,336
Payments for redemption of units		(470,958)	(430,087)	(1,368,108)	(721,409)	(347,469)	(364,569)	(15,632)	(14,355)
Distributions paid		-	-	-	-	-	-	(172)	(2,065)
<b>Net cash (outflow)/inflow from financing activities</b>		<b>(138,876)</b>	<b>1,065,365</b>	<b>1,975,530</b>	<b>(122,573)</b>	<b>225,141</b>	<b>(25,324)</b>	<b>(8,783)</b>	<b>(1,084)</b>
Net increase/(decrease) in cash and cash equivalents		120,579	62,047	(7,406)	20,925	(891)	688	236	(1,871)
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	103	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		99,413	37,366	29,497	8,572	1,713	1,025	127	1,998
<b>Cash and cash equivalents at the end of the financial year</b>	<b>6.2</b>	<b>219,992</b>	<b>99,413</b>	<b>22,194</b>	<b>29,497</b>	<b>822</b>	<b>1,713</b>	<b>363</b>	<b>127</b>

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Cash Flows**  
**for the financial year ended 30 June 2023**

	Note	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		30	-	64	-	152	1	86	-
Dividend and distribution received		-	-	-	-	-	3,005	-	-
Other income received		-	-	7,527	7,805	4,332	6,390	4,299	4,288
Realised foreign exchange (losses)/gains		-	-	-	-	-	-	-	-
Net movement in margin accounts		-	-	-	-	-	-	-	-
Interest expense		(6)	-	(5)	-	(7)	-	(20)	-
Operating expenses paid		(1,921)	(1,936)	3,237	(2,572)	2,506	(1,530)	1,775	(1,474)
Proceeds from sale of investments		168,924	123,978	73,890	79,100	284,129	213,278	36,670	42,400
Purchase of investments		(118,034)	(139,598)	(42,050)	(117,650)	(266,311)	(287,543)	(46,200)	(87,550)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>6.1</b>	<b>48,993</b>	<b>(17,556)</b>	<b>42,663</b>	<b>(33,317)</b>	<b>24,801</b>	<b>(66,399)</b>	<b>(3,390)</b>	<b>(42,336)</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		59,420	109,513	181,559	284,667	388,475	520,721	130,661	174,995
Payments for redemption of units		(101,972)	(80,341)	(217,084)	(193,947)	(383,981)	(292,873)	(113,138)	(83,663)
Distributions paid		(9,533)	(16,778)	(44,686)	(68,902)	(126,428)	(154,545)	(43,760)	(34,208)
<b>Net cash (outflow)/inflow from financing activities</b>		<b>(52,085)</b>	<b>12,394</b>	<b>(80,211)</b>	<b>21,818</b>	<b>(121,934)</b>	<b>73,303</b>	<b>(26,237)</b>	<b>57,124</b>
Net increase/(decrease) in cash and cash equivalents		(3,092)	(5,162)	(37,548)	(11,499)	(97,133)	6,904	(29,627)	14,788
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		9,479	14,641	46,199	57,698	134,465	127,561	44,783	29,995
<b>Cash and cash equivalents at the end of the financial year</b>	<b>6.2</b>	<b>6,387</b>	<b>9,479</b>	<b>8,651</b>	<b>46,199</b>	<b>37,332</b>	<b>134,465</b>	<b>15,156</b>	<b>44,783</b>

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Cash Flows**  
**for the financial year ended 30 June 2023**

		9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		11. MLC Global Property Fund		12. MLC Wholesale Australian Share Fund	
	Note	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		34	-	26	-	5	-	21	-
Dividend and distribution received		-	-	-	-	-	-	-	-
Other income received		997	1,528	-	-	-	-	-	-
Realised foreign exchange (losses)/gains		-	-	-	-	-	-	-	-
Net movement in margin accounts		-	-	-	-	-	-	-	-
Interest expense		(2)	-	-	-	(2)	-	(1)	-
Operating expenses paid		634	(417)	(1,117)	(962)	(132)	(175)	(766)	(809)
Proceeds from sale of investments		32,993	41,360	26,349	17,500	3,570	4,365	11,160	16,520
Purchase of investments		(48,000)	(47,220)	(52,611)	(37,070)	(290)	(1,240)	(4,640)	(5,040)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>6.1</b>	<b>(13,344)</b>	<b>(4,749)</b>	<b>(27,353)</b>	<b>(20,532)</b>	<b>3,151</b>	<b>2,950</b>	<b>5,774</b>	<b>10,671</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		70,268	88,138	45,220	55,359	2,623	4,572	13,808	17,399
Payments for redemption of units		(41,860)	(53,231)	(14,233)	(18,542)	(5,852)	(7,556)	(13,870)	(19,429)
Distributions paid		(25,122)	(24,675)	(12,377)	(11,034)	-	(2,710)	(8,666)	(10,525)
<b>Net cash (outflow)/inflow from financing activities</b>		<b>3,286</b>	<b>10,232</b>	<b>18,610</b>	<b>25,783</b>	<b>(3,229)</b>	<b>(5,694)</b>	<b>(8,728)</b>	<b>(12,555)</b>
Net increase/(decrease) in cash and cash equivalents		(10,058)	5,483	(8,743)	5,251	(78)	(2,744)	(2,954)	(1,884)
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		30,315	24,832	16,432	11,181	116	2,860	8,404	10,288
<b>Cash and cash equivalents at the end of the financial year</b>	<b>6.2</b>	<b>20,257</b>	<b>30,315</b>	<b>7,689</b>	<b>16,432</b>	<b>38</b>	<b>116</b>	<b>5,450</b>	<b>8,404</b>

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Cash Flows**  
**for the financial year ended 30 June 2023**

	Note	13. MLC Wholesale Australian Share Index Fund		14. MLC Wholesale Diversified Debt Fund		15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		12	-	11	-	62	-	40	-
Dividend and distribution received		-	-	-	-	-	-	-	-
Other income received		-	-	-	-	-	-	-	-
Realised foreign exchange (losses)/gains		-	-	-	-	-	-	-	-
Net movement in margin accounts		-	-	-	-	-	-	-	-
Interest expense		(1)	-	(5)	-	(2)	-	(1)	-
Operating expenses paid		(224)	(229)	(233)	(281)	(816)	(547)	(550)	(372)
Proceeds from sale of investments		10,360	15,370	13,705	16,132	43,663	49,199	65,042	66,015
Purchase of investments		(6,000)	(2,690)	(404)	(1,460)	(181,891)	(205,249)	(115,605)	(168,440)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>6.1</b>	<b>4,147</b>	<b>12,451</b>	<b>13,074</b>	<b>14,391</b>	<b>(138,984)</b>	<b>(156,597)</b>	<b>(51,074)</b>	<b>(102,797)</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		12,966	11,264	4,973	11,500	237,562	255,685	148,242	179,630
Payments for redemption of units		(13,366)	(14,338)	(17,813)	(24,440)	(88,183)	(79,127)	(90,774)	(67,594)
Distributions paid		(8,964)	(3,564)	(20)	(5,178)	(18,327)	(19,600)	(8,443)	(14,491)
<b>Net cash (outflow)/inflow from financing activities</b>		<b>(9,364)</b>	<b>(6,638)</b>	<b>(12,860)</b>	<b>(18,118)</b>	<b>131,052</b>	<b>156,958</b>	<b>49,025</b>	<b>97,545</b>
Net increase/(decrease) in cash and cash equivalents		(5,217)	5,813	214	(3,727)	(7,932)	361	(2,049)	(5,252)
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		7,843	2,030	109	3,836	18,429	18,068	7,039	12,291
<b>Cash and cash equivalents at the end of the financial year</b>	<b>6.2</b>	<b>2,626</b>	<b>7,843</b>	<b>323</b>	<b>109</b>	<b>10,497</b>	<b>18,429</b>	<b>4,990</b>	<b>7,039</b>

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Cash Flows**  
**for the financial year ended 30 June 2023**

	Note	17. MLC Wholesale Index Plus Growth Portfolio		18. MLC Wholesale Inflation Plus - Assertive Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio		20. MLC Wholesale Inflation Plus - Moderate Portfolio	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		29	-	52	-	20	-	47	-
Dividend and distribution received		-	-	-	-	-	-	-	-
Other income received		-	-	-	-	-	-	-	-
Realised foreign exchange (losses)/gains		-	-	-	-	-	-	-	-
Net movement in margin accounts		-	-	-	-	-	-	-	-
Interest expense		-	-	(7)	-	(6)	-	(6)	-
Operating expenses paid		(464)	(330)	(3,043)	(2,577)	(654)	(668)	(2,537)	(2,837)
Proceeds from sale of investments		30,597	25,057	21,220	39,390	37,800	23,660	97,560	66,200
Purchase of investments		(78,470)	(110,537)	(115,160)	(68,440)	(8,290)	(20,120)	(21,500)	(19,300)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>6.1</b>	<b>(48,308)</b>	<b>(85,810)</b>	<b>(96,938)</b>	<b>(31,627)</b>	<b>28,870</b>	<b>2,872</b>	<b>73,564</b>	<b>44,063</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		99,381	136,718	190,001	132,961	30,697	52,225	97,976	103,270
Payments for redemption of units		(44,672)	(38,914)	(82,374)	(70,858)	(56,363)	(47,186)	(163,618)	(116,152)
Distributions paid		(11,476)	(11,190)	(27,110)	(15,917)	(6,506)	(8,530)	(26,722)	(18,130)
<b>Net cash (outflow)/inflow from financing activities</b>		<b>43,233</b>	<b>86,614</b>	<b>80,517</b>	<b>46,186</b>	<b>(32,172)</b>	<b>(3,491)</b>	<b>(92,364)</b>	<b>(31,012)</b>
Net increase/(decrease) in cash and cash equivalents		(5,075)	804	(16,421)	14,559	(3,302)	(619)	(18,800)	13,051
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		11,000	10,196	30,384	15,825	6,389	7,008	28,519	15,468
<b>Cash and cash equivalents at the end of the financial year</b>	<b>6.2</b>	<b>5,925</b>	<b>11,000</b>	<b>13,963</b>	<b>30,384</b>	<b>3,087</b>	<b>6,389</b>	<b>9,719</b>	<b>28,519</b>

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Cash Flows**  
**for the financial year ended 30 June 2023**

	Note	21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged		24. Wholesale Global Share Fund	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Cash flows from operating activities:</b>									
Interest received		192	-	202	2	15	-	8	-
Dividend and distribution received		23,285	32,049	12,589	13,862	-	-	-	-
Other income received		-	-	-	-	-	-	-	-
Realised foreign exchange (losses)/gains		-	-	250	692	-	-	-	-
Net movement in margin accounts		(311)	8	1,429	(614)	-	-	-	-
Interest expense		-	-	(13)	-	(1)	-	(2)	-
Operating expenses paid		(2,412)	(2,484)	(3,138)	(3,745)	(84)	(104)	(434)	(458)
Proceeds from sale of investments		115,119	646,071	319,619	630,443	147,854	62,164	23,900	18,310
Purchase of investments		(53,680)	(472,112)	(74,429)	(506,526)	(25,300)	(40,560)	(6,900)	(6,530)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>6.1</b>	<b>82,193</b>	<b>203,532</b>	<b>256,509</b>	<b>134,114</b>	<b>122,484</b>	<b>21,500</b>	<b>16,572</b>	<b>11,322</b>
<b>Cash flows from financing activities:</b>									
Proceeds from application of units		34,221	18,500	60,627	124,384	13,402	27,816	9,209	13,158
Payments for redemption of units		(115,062)	(218,948)	(311,235)	(260,816)	(136,121)	(49,850)	(17,077)	(14,566)
Distributions paid		-	-	-	-	-	-	(7,706)	(8,819)
<b>Net cash (outflow)/inflow from financing activities</b>		<b>(80,841)</b>	<b>(200,448)</b>	<b>(250,608)</b>	<b>(136,432)</b>	<b>(122,719)</b>	<b>(22,034)</b>	<b>(15,574)</b>	<b>(10,227)</b>
Net increase/(decrease) in cash and cash equivalents		1,352	3,084	5,901	(2,318)	(235)	(534)	998	1,095
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	19	(19)	-	-	-	-
Cash and cash equivalents at the beginning of the financial year		5,933	2,849	3,870	6,207	670	1,204	9,537	8,442
<b>Cash and cash equivalents at the end of the financial year</b>	<b>6.2</b>	<b>7,285</b>	<b>5,933</b>	<b>9,790</b>	<b>3,870</b>	<b>435</b>	<b>670</b>	<b>10,535</b>	<b>9,537</b>

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

**Financial Report**  
**Statements of Cash Flows**  
**for the financial year ended 30 June 2023**

	Note	25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Cash flows from operating activities:</b>					
Interest received		41	-	6	-
Dividend and distribution received		-	-	-	-
Other income received		2,781	2,969	-	-
Realised foreign exchange (losses)/gains		-	-	-	-
Net movement in margin accounts		-	-	-	-
Interest expense		(3)	-	(2)	-
Operating expenses paid		1,232	(950)	(295)	(355)
Proceeds from sale of investments		47,070	70,000	9,115	12,110
Purchase of investments		(19,300)	(10,400)	(500)	(800)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>6.1</b>	<b>31,821</b>	<b>61,619</b>	<b>8,324</b>	<b>10,955</b>
<b>Cash flows from financing activities:</b>					
Proceeds from application of units		52,991	38,527	3,980	5,367
Payments for redemption of units		(57,011)	(62,507)	(10,905)	(14,959)
Distributions paid		(42,311)	(18,504)	(1,605)	(1,517)
<b>Net cash (outflow)/inflow from financing activities</b>		<b>(46,331)</b>	<b>(42,484)</b>	<b>(8,530)</b>	<b>(11,109)</b>
Net increase/(decrease) in cash and cash equivalents		(14,510)	19,135	(206)	(154)
Effect of exchange rate fluctuations on cash and cash equivalents		-	-	-	-
Cash and cash equivalents at the beginning of the financial year		31,104	11,969	1,018	1,172
<b>Cash and cash equivalents at the end of the financial year</b>	<b>6.2</b>	<b>16,594</b>	<b>31,104</b>	<b>812</b>	<b>1,018</b>

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

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## **Financial Report Notes to the Financial Statements for the financial year ended 30 June 2023**

### **1. Reporting entity**

The Schemes included in these financial statements are registered Managed Investment Schemes under the *Corporations Act 2001*. The financial statements of the Schemes are for the financial year ended 30 June 2023.

The financial statements were authorised for issue in accordance with a resolution of the Directors of the Responsible Entity on 11 September 2023.

### **2. Basis of preparation**

The Statements of Financial Position are prepared on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are generally expected to be recovered or settled within twelve months, except for financial assets at fair value through profit or loss and net assets attributable to unitholders.

Where necessary, comparative information has been reclassified to achieve consistency in disclosure with current financial year amounts and other disclosures.

#### **2.1 Statement of compliance**

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards issued by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The financial statements of the Schemes also comply with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB).

#### **2.2 Basis of consolidation**

The Schemes have assessed whether their investments in unlisted related registered managed investment schemes should be classified as structured entities. A structured entity is an entity in which voting or similar rights are not the dominant factor in deciding control. The Schemes have concluded that their investments in unlisted registered managed investment schemes meet the definition of structured entities as the voting rights of these unlisted registered managed investment schemes are not substantive in nature as set out in Note 9 Interests in unconsolidated structured entities.

As such, the Schemes do not consolidate any entities.

#### **2.3 Basis of measurement**

The financial statements have been prepared on the historical cost basis except for:

- financial assets and liabilities held at fair value through profit or loss, which are measured at fair value; and
- other financial liabilities and term deposits, which are measured at amortised cost.

#### **2.4 Functional and presentation currency**

Items included in the Schemes' financial statements are measured using the currency of the primary economic environment in which they operate (the "functional currency"). This is the Australian dollar, which reflects the currency of the economy in which the Schemes compete for funds and are regulated. The Australian dollar is also the Schemes' presentation currency.

#### **2.5 Use of estimates and judgements**

The preparation of the financial statements which are in conformity with IFRS, requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses and the disclosure of contingent assets and liabilities. The estimates and associated assumptions can refer to historical experience and various other factors that are believed to be reasonable using market participant assumptions in the current market environment based on what is known and knowable at the measurement date. The results of which forms the basis of making the judgement about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Note 7.5 Valuation of financial instruments contains information about the estimation of fair values of financial instruments.



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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023****2.6 Going concern**

The financial statements have been prepared on a going concern basis.

**2.7 Changes in accounting policies**

There were no changes in the accounting policies of the Schemes during the financial year.

**2.8 New standards and interpretations not yet adopted**

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Schemes.

**3. Significant accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, unless otherwise stated.

**3.1 Foreign currency translation**

Foreign currency transactions are translated to Australian dollars at the rates of exchange prevailing at the dates of the transactions. Assets and liabilities denominated in foreign currencies are translated at the rates of exchange prevailing at the reporting date. Unrealised foreign exchange gains or losses, arising in translation of assets and liabilities denominated in foreign currencies at reporting date, are recognised as part of the 'Net change in fair value of investments' in the Statements of Comprehensive Income. Realised gains and losses on amounts denominated in foreign currencies are also brought to account as part of 'Net change in fair value of investments' in the Statements of Comprehensive Income and as 'Realised foreign exchange gains/(losses)' in the Statements of Cash Flows.

**3.2 Financial instruments****3.2.1 Recognition and initial measurement**

Financial assets and liabilities held at fair value through profit or loss are recognised initially on the trade date at which the Schemes become a party to the contractual provisions of the instrument. Other financial assets and liabilities are recognised on the due date they originated.

Financial assets and financial liabilities held at fair value through profit or loss are measured initially at fair value, with transaction costs recognised in the Statements of Comprehensive Income. Financial assets or liabilities not held at fair value through profit or loss are measured initially at fair value plus transaction costs that are directly attributable to its acquisition or issue.

**3.2.2 Derecognition**

The Schemes derecognise financial assets when the contractual rights to the cash flows from the financial assets expire or they transfer the financial assets and the transfer qualifies for derecognition in accordance with AASB 9 *Financial Instruments*.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

When there is objective evidence that the Schemes will not be able to collect all amounts due according to the original terms of the receivable, the Schemes will write off the amount by reducing the carrying amount directly in the Statements of Financial Position and also recognise a loss or other expense in the Statements of Comprehensive Income.

**3.2.3 Classification**

Financial assets and financial liabilities held at fair value through profit or loss are those that meet the definition of held for trading in AASB 9 *Financial Instruments*. These include investments in equity instruments, derivatives, listed and unlisted unit trusts.

Financial assets measured at amortised cost include cash and cash equivalents and term deposits. Financial liabilities measured at amortised cost include balances due to brokers and accounts payable.

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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**3.2.4 Measurement**

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statements of Comprehensive Income.

Financial liabilities and term deposits, other than those at fair value through profit or loss, are measured at amortised cost using the effective interest rate method.

Refer to Note 7.5 Valuation of financial instruments for additional disclosures.

**3.2.5 Fair value measurement principles**

The Schemes have adopted AASB 13 *Fair Value Measurement* and as a result the Schemes have adopted the definition of fair value as set out below.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal, or in its absence, the most advantageous market to which the Schemes have access at that date.

The prices used to value investments include, but are not limited to:

- independent prices obtained for each security;
- quoted 'bid' prices on long securities and quoted 'ask' prices on securities sold short; and
- net asset value prices published by the relevant Responsible Entity, for investments into unlisted unit trusts.

In accordance with the Constitutions, the Schemes are contractually obliged to redeem units at redemption price, which includes an allowance for transaction costs that would be incurred by the Schemes on disposal of assets required to fund the redemptions. Where a transaction cost factor has been incurred, there will be a difference between the carrying amount of the net assets of the Schemes (excluding the unitholders' funds classified as equity) and the contractual amount payable to unitholders which is based on the redemption price.

When applicable, the Schemes measure the fair value of an instrument using the quoted prices in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

When there is no quoted price in an active market, the Schemes use valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all the factors that market participants would take into account in pricing a transaction.

**3.2.6 Offsetting**

Financial assets and liabilities are offset and the net amount presented in the Statements of Financial Position when, and only when, the Schemes have a legal right to offset the amounts and they intend either to settle on a net basis or realise the asset and settle the liability simultaneously.

Refer to Note 7.2.6 Offsetting financial assets and financial liabilities for additional disclosures.

Income and expenses are presented on a net basis only when permitted under AASBs, e.g. for gains and losses arising from a group of similar transactions, such as gains and losses from financial instruments held at fair value through profit or loss.

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## **Financial Report**

### **Notes to the Financial Statements**

#### **for the financial year ended 30 June 2023**

##### **3.2.7 Derivative financial instruments**

The Schemes use derivative financial instruments to hedge their exposure to credit, interest rate, foreign exchange and price risks arising from investment activities. In accordance with their investment strategy, the Schemes hold or issue derivative financial instruments for hedging purposes.

Derivative financial instruments are recognised initially at cost. Subsequent to initial recognition, derivative financial instruments are stated at fair value. The gain or loss on remeasurement to fair value is recognised immediately in the Statements of Comprehensive Income. The Schemes do not apply hedge accounting.

##### Futures contracts

Futures contracts are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. Futures contracts are collateralised by cash and cash equivalents or by other assets ("initial margin"). Subsequent payments, known as "variation margin", are made or received by the Schemes each day, depending on the daily fluctuations in the fair value of the underlying security. The futures contracts are marked to market daily.

##### Foreign exchange forward contracts

The value of a foreign exchange forward contract fluctuates with changes in currency exchange rates. The forward is marked to market daily.

##### **3.3 Cash and cash equivalents**

For the purpose of presentation in the Statements of Cash Flows, cash and cash equivalents may include cash at bank, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown in liabilities on the Statement of Financial Position but are included within cash and cash equivalents for cash flow purposes.

##### **3.4 Margin accounts**

Margin accounts comprise cash held as collateral for derivative transactions. The cash is held by the broker in a custodial capacity.

##### **3.5 Outstanding settlements**

Unsettled sales are amounts due from brokers for securities sold that have not been received at reporting date. Trades are recorded on trade date, and normally settle within three business days.

Unsettled purchases are amounts due to brokers for securities purchased that have not been paid at reporting date. Trades are recorded on trade date and normally settle within three business days.

##### **3.6 Receivables**

Receivables are measured at transaction price and may include amounts for accrued income and other receivables such as Reduced Input Tax Credits (RITC).

Accrued income may include amounts for dividends, trust distributions, interest income and compensation income. Amounts are generally received within 30 days of being recorded as receivables. RITC is the amount of Goods and Services Tax (GST) recoverable from the Australian Taxation Office (ATO).

##### **3.7 Distributions payable**

The distributions payable to unitholders as at the reporting date is recognised separately in the Statements of Financial Position as unitholders are presently entitled to the distributable income as at 30 June 2023 under the Schemes' Constitutions.

##### **3.8 Payables**

Payables may include amounts for accrued expenses and other payables such as GST.

Accrued expenses include Responsible Entity fees payable.

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## **Financial Report**

### **Notes to the Financial Statements**

#### **for the financial year ended 30 June 2023**

#### **3.9 Net assets attributable to unitholders**

The amount of net assets attributable to unitholders can change significantly on a daily basis as the Schemes are subject to daily applications and redemptions at the discretion of unitholders. The Responsible Entity monitors the level of daily applications and redemptions relative to the liquid assets in the Schemes. Under the terms of each Scheme's Constitution, the Responsible Entity has the discretion to reject an application for units and to defer or adjust a redemption of units if the exercise of such discretion is in the best interests of unitholders.

In order to maintain or adjust the capital structure, the Responsible Entity may return capital to unitholders. The Schemes do not have any externally imposed capital requirements. The units can be put back to the Schemes at any time for cash based on the redemption price. The fair value of redeemable units is measured at the redemption amount that is payable (based on the redemption unit price) at the end of the reporting period if unitholders exercised their right to redeem units from the Schemes.

Under AASB 132 *Financial Instruments: Presentation*, puttable financial instruments are classified as equity where the following criteria are met:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Schemes' liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Schemes, and it is not a contract settled in the Schemes' own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

The above criteria are satisfied for Schemes with a single unit class and net assets attributable to unitholders are classified as equity.

The Schemes that have more than one unit class do not have identical class features and as a result net assets attributable to unitholders are classified as a financial liability. Movement of net assets attributable to unitholders are disclosed in Note 5 Net assets attributable to unitholders.

#### **3.10 Terms and conditions of units**

The Schemes included in these financial statements have between one and two classes of units.

All units of a class issued by each Scheme will be of an equal value and confer identical interests and rights to, and be subject to the same conditions as, all other units in that class. A unit does not confer any interest in any particular asset or investment of each Scheme. Unitholders have various rights under the Constitutions and the *Corporations Act 2001*, including the right to:

- have their units redeemed;
- accumulate income, which is reflected in the unit price;
- attend and vote at meetings of unitholders; and
- participate in the termination and winding up of the Scheme.

#### **3.11 Interest income**

Interest income from financial assets at amortised cost is recognised on a time-proportionate basis using the effective interest method and includes interest from cash and cash equivalents.

Interest income from financial assets at fair value through profit or loss is determined based on the contractual coupon interest rate and includes interest from debt securities.

#### **3.12 Dividend income**

Dividend income is recognised in the Statements of Comprehensive Income on the ex-dividend date.

In some cases, the Schemes may receive or choose to receive dividends in the form of additional shares rather than cash. In such cases the Schemes recognise the dividend income for the amount of the cash dividend alternative with the corresponding debit treated as an additional investment.

#### **3.13 Distribution income**

Income distributions from unlisted unit trusts are recognised in the Statements of Comprehensive Income on an entitlement basis.

Distributions which are reinvested are disclosed as non-cash transactions within Note 6 Reconciliation of cash flows from operating activities.

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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023****3.14 Net change in fair value of investments**

Changes in the fair value of investments are net gains or losses recognised in relation to financial assets and liabilities at fair value through profit or loss. Changes are determined as the difference between the fair value at year end or consideration received (if sold during the year) and the fair value as at the prior year end or initial fair value (if the investment was acquired during the year).

**3.15 Expenses**

All expenses, including Responsible Entity fees, are recognised in the Statements of Comprehensive Income on an accrual basis.

Interest expense is interest accrued on overdraft balances held during the financial year, and other expenses relate to brokerage fees from purchasing and selling assets.

Some Schemes may incur performance fees when the Schemes outperform the benchmark as outlined in the Product Disclosure Statements.

**3.16 Foreign exchange gains and losses**

Foreign exchange gains and losses on financial assets and financial liabilities held at fair value through profit or loss are recognised together with other changes in the fair value. Included in the profit or loss line item are net foreign exchange gains or losses on monetary financial assets and financial liabilities other than those classified at fair value through profit or loss.

**3.17 Distributions to unitholders**

Distributions are payable as set out in the Schemes' PDSs. Distributions are determined by the Responsible Entity in accordance with each Scheme's Constitution and applicable tax legislation.

Financial instruments held at fair value may include unrealised capital gains or losses. Unrealised gains or losses that are recognised as 'profit or loss from operating activities' are transferred to net assets attributable to unitholders and are not assessable and do not impact distributions until realised.

Under AASB 132 *Financial Instruments: Presentation*, the Schemes that have single unit class disclose distributions paid and payable in the Statements of Changes in Equity. The Schemes that have more than one class disclose distributions paid and payable in the Statements of Comprehensive Income.

Distributions paid are included in cash flows from financing activities in the Statements of Cash Flows.

**3.18 Taxation**

Under the Attribution Managed Investment Trust ("AMIT") tax regime, the AMIT Schemes are not subject to income tax as taxable income (including assessable realised capital gains) is attributed in full to the unitholders. The AMIT Schemes fully attribute their taxable income which is calculated in accordance with the Schemes' Constitutions and applicable taxation legislation, to the unitholders on a fair and reasonable basis consistent with their rights.

Net realised capital losses are not distributed to unitholders, but are retained to be offset against any future realised capital gains. Where realised assessable capital gains exceed realised capital losses, the excess will be distributed and attributed to unitholders as assessable income for taxation purposes.

The benefits of imputation credits and foreign taxes paid are passed on to unitholders.

**3.19 Goods and services tax**

Expenses incurred by the Schemes are recognised net of the amount of GST recoverable from the ATO as RITC.

Payables are stated with the amount of GST included. The net amount of GST recoverable from the ATO is included in receivables in the Statements of Financial Position. GST is included in the Statements of Cash Flows on a gross basis.

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**4. Financial assets and liabilities**

The tables below detail the categories of the financial assets and liabilities held by the Schemes at the reporting date:

	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	8,037,003	3,173,961	2,051,564	-	-	-	-	-
Unlisted unit trusts	18,894	1,224,771	7,304,790	5,332,677	1,924,875	1,167,438	36,913	45,154
Derivative assets	415	-	-	-	12,407	1,077	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>8,056,312</b>	<b>4,398,732</b>	<b>9,356,354</b>	<b>5,332,677</b>	<b>1,937,282</b>	<b>1,168,515</b>	<b>36,913</b>	<b>45,154</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	203	591	-	-	5,975	41,979	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>203</b>	<b>591</b>	<b>-</b>	<b>-</b>	<b>5,975</b>	<b>41,979</b>	<b>-</b>	<b>-</b>
	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	356,010	384,209	1,155,272	1,108,990	2,519,793	2,317,313	721,824	637,701
Derivative assets	-	-	-	-	-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>356,010</b>	<b>384,209</b>	<b>1,155,272</b>	<b>1,108,990</b>	<b>2,519,793</b>	<b>2,317,313</b>	<b>721,824</b>	<b>637,701</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	-	-	-	-	-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		11. MLC Global Property Fund		12. MLC Wholesale Australian Share Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	378,852	315,617	182,368	125,548	25,868	31,117	149,047	134,634
Derivative assets	-	-	-	-	-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>378,852</b>	<b>315,617</b>	<b>182,368</b>	<b>125,548</b>	<b>25,868</b>	<b>31,117</b>	<b>149,047</b>	<b>134,634</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	-	-	-	-	-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**4. Financial assets and liabilities**

	13. MLC Wholesale Australian Share Index Fund		14. MLC Wholesale Diversified Debt Fund		15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	81,780	74,780	53,419	66,374	679,441	477,067	460,562	369,684
Derivative assets	-	-	-	-	-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>81,780</b>	<b>74,780</b>	<b>53,419</b>	<b>66,374</b>	<b>679,441</b>	<b>477,067</b>	<b>460,562</b>	<b>369,684</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	-	-	-	-	-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	17. MLC Wholesale Index Plus Growth Portfolio		18. MLC Wholesale Inflation Plus - Assertive Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio		20. MLC Wholesale Inflation Plus - Moderate Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	348,223	259,067	562,276	423,322	164,791	183,055	449,276	487,834
Derivative assets	-	-	-	-	-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>348,223</b>	<b>259,067</b>	<b>562,276</b>	<b>423,322</b>	<b>164,791</b>	<b>183,055</b>	<b>449,276</b>	<b>487,834</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	-	-	-	-	-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged		24. Wholesale Global Share Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>								
Equities	1,569,036	456,131	586,155	685,379	-	-	-	-
Unlisted unit trusts	-	-	-	-	147,960	217,263	74,806	74,711
Derivative assets	63	-	116	2	1,021	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>1,569,099</b>	<b>456,131</b>	<b>586,271</b>	<b>685,381</b>	<b>148,981</b>	<b>217,263</b>	<b>74,806</b>	<b>74,711</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>								
Derivative liabilities	-	37	-	122	331	12,071	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>37</b>	<b>-</b>	<b>122</b>	<b>331</b>	<b>12,071</b>	<b>-</b>	<b>-</b>

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**4. Financial assets and liabilities**

	25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>4.1 Financial assets held at fair value through profit or loss</b>				
Equities	-	-	-	-
Unlisted unit trusts	340,633	331,105	70,970	73,630
Derivative assets	-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>340,633</b>	<b>331,105</b>	<b>70,970</b>	<b>73,630</b>
<b>4.2 Financial liabilities held at fair value through profit or loss</b>				
Derivative liabilities	-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**5. Net assets attributable to unitholders**

The Schemes that have more than one class classify net assets attributable to unitholders as a financial liability. Refer to Note 3.9 Net assets attributable to unitholders for further details.

Movement in the number of units and net assets attributable to unitholders of the Schemes during the year are as follows:

	11. MLC Global Property Fund Class A		11. MLC Global Property Fund Class B		14. MLC Wholesale Diversified Debt Fund - Class A		14. MLC Wholesale Diversified Debt Fund - Class B	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Opening balance</b>	29,729	35,606	1,454	1,767	65,210	87,827	1,181	1,219
Applications	2,537	4,392	84	180	4,827	11,389	146	111
Redemptions	(5,773)	(7,114)	(83)	(482)	(17,629)	(24,384)	(128)	(132)
Change in net assets attributable to unitholders	(1,882)	(3,155)	(223)	(11)	740	(9,622)	(777)	(17)
<b>Closing balance</b>	<b>24,611</b>	<b>29,729</b>	<b>1,232</b>	<b>1,454</b>	<b>53,148</b>	<b>65,210</b>	<b>422</b>	<b>1,181</b>
	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000
<b>Opening balance</b>	44,286	47,895	1,766	2,122	75,401	89,387	1,213	1,235
Applications	3,923	5,716	118	209	5,557	11,901	171	115
Redemptions	(9,045)	(9,325)	(114)	(565)	(20,290)	(25,887)	(146)	(137)
<b>Closing balance</b>	<b>39,164</b>	<b>44,286</b>	<b>1,770</b>	<b>1,766</b>	<b>60,668</b>	<b>75,401</b>	<b>1,238</b>	<b>1,213</b>
<b>Distribution Cents per Unit (CPU)</b>	0.02	-	0.03	-	0.26	2.11	-	1.80
	18. MLC Wholesale Inflation Plus - Assertive Portfolio - Class A		18. MLC Wholesale Inflation Plus - Assertive Portfolio - Class B					
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000				
<b>Opening balance</b>	422,966	401,874	3,302	3,518				
Applications	190,062	133,286	194	302				
Redemptions	(82,466)	(70,597)	(758)	(491)				
Change in net assets attributable to unitholders	30,410	(41,597)	(44)	(27)				
<b>Closing balance</b>	<b>560,972</b>	<b>422,966</b>	<b>2,694</b>	<b>3,302</b>				
	30 June 2023 Units '000	30 June 2022 Units '000	30 June 2023 Units '000	30 June 2022 Units '000				
<b>Opening balance</b>	469,502	407,210	3,328	3,510				
Applications	199,909	132,400	207	295				
Redemptions	(86,852)	(70,108)	(791)	(477)				
<b>Closing balance</b>	<b>582,559</b>	<b>469,502</b>	<b>2,744</b>	<b>3,328</b>				
<b>Distribution Cents per Unit (CPU)</b>	1.98	5.81	0.85	4.79				

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**6. Reconciliation of cash flows from operating activities**

The tables below detail the reconciliation of cash flows from operating activities for the year. For the purposes of the Statements of Cash Flows, cash and cash equivalents may include cash at bank, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less from the date of acquisition that are readily convertible to known amounts of cash which are subject to an insignificant risk of changes in value, and bank overdrafts. Cash at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the related items in the Statements of Financial Position. Non-cash financing activities include in-specie transfers. In-specie transfers are transfers of investments without the movement of cash which can occur in the Schemes' ordinary operating activities or as a result of significant events.

	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>6.1 Operating profit/(loss) for the financial year</b>	627,359	(343,178)	1,631,011	(633,360)	279,291	(225,193)	1,177	(1,580)
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(370,446)	611,911	(815,894)	1,267,640	(166,770)	406,120	(561)	2,021
Realised foreign exchange (losses)/gains	-	-	853	-	-	-	-	-
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	2,037,151	5,484,298	1,733,740	1,079,500	439,160	345,779	11,317	13,056
Purchase of investments	(1,962,624)	(6,615,464)	(3,741,714)	(935,956)	(665,005)	(319,515)	(2,164)	(13,697)
Net movement in margin accounts	(5,748)	(3,719)	-	-	-	-	-	-
Decrease/(Increase) in receivables	(21,714)	5,932	(1,884)	-	68,450	(25,501)	(397)	(13)
Increase/(Decrease) in payables	7,511	1,566	711	8	38	16	(1)	(1)
Income reinvested	(52,034)	(144,664)	(789,759)	(634,334)	(181,196)	(155,694)	(352)	(573)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>259,455</b>	<b>(1,003,318)</b>	<b>(1,982,936)</b>	<b>143,498</b>	<b>(226,032)</b>	<b>26,012</b>	<b>9,019</b>	<b>(787)</b>
<b>6.2 Cash and cash equivalents</b>								
Cash at bank	47,353	15,906	9,626	79,696	812	1,703	363	127
Deposits at call	172,639	83,507	12,568	(50,199)	10	10	-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>219,992</b>	<b>99,413</b>	<b>22,194</b>	<b>29,497</b>	<b>822</b>	<b>1,713</b>	<b>363</b>	<b>127</b>
<b>6.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	710,548	193,791	721,665	595,385	211	94,956	21	247
Trust income reinvested	52,034	144,664	789,759	634,334	181,196	155,694	352	573
Other non-cash activities (in-specie assets purchase)	4,593,947	-	1,163,593	-	230,961	-	20,878	-
Other non-cash activities (in-specie assets sale)	(1,290,076)	-	(752,587)	-	-	-	(20,878)	-
Other non-cash activities (in-specie applications)	(3,303,871)	-	(411,006)	-	(230,961)	-	-	-

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**6. Reconciliation of cash flows from operating activities**

	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>6.1 Operating profit/(loss) for the financial year</b>	19,031	(16,243)	85,713	(70,304)	222,542	(185,451)	78,978	(56,163)
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(8,020)	30,610	(72,150)	126,454	(142,036)	357,392	(54,777)	106,287
Realised foreign exchange (losses)/gains	-	-	-	-	-	-	-	-
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	168,924	123,978	73,890	79,100	284,129	213,278	36,670	42,400
Purchase of investments	(118,034)	(139,598)	(42,050)	(117,650)	(266,311)	(287,543)	(46,200)	(87,550)
Net movement in margin accounts	-	-	-	-	-	-	-	-
Decrease/(Increase) in receivables	(642)	(561)	3,237	(2,572)	4,746	(4,356)	1,775	(1,474)
Increase/(Decrease) in payables	6	1	(5)	1	(7)	-	(20)	-
Income reinvested	(12,272)	(15,743)	(5,972)	(48,346)	(78,262)	(159,719)	(19,816)	(45,836)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>48,993</b>	<b>(17,556)</b>	<b>42,663</b>	<b>(33,317)</b>	<b>24,801</b>	<b>(66,399)</b>	<b>(3,390)</b>	<b>(42,336)</b>
<b>6.2 Cash and cash equivalents</b>								
Cash at bank	3,586	9,479	8,651	46,199	37,331	134,465	15,156	44,783
Deposits at call	2,801	-	-	-	1	-	-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>6,387</b>	<b>9,479</b>	<b>8,651</b>	<b>46,199</b>	<b>37,332</b>	<b>134,465</b>	<b>15,156</b>	<b>44,783</b>
<b>6.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	1,193	2,075	2,497	4,090	21,196	28,770	1,533	1,203
Trust income reinvested	12,272	15,743	5,972	48,346	78,262	159,719	19,816	45,836
Other non-cash activities (in-specie assets purchase)	66,359	-	-	-	23,814	-	-	-
Other non-cash activities (in-specie assets sale)	(66,359)	-	-	-	(23,814)	-	-	-
Other non-cash activities (in-specie applications)	-	-	-	-	-	-	-	-

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**6. Reconciliation of cash flows from operating activities**

	9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		11. MLC Global Property Fund		12. MLC Wholesale Australian Share Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>6.1 Operating profit/(loss) for the financial year</b>	48,964	(30,354)	29,439	(20,666)	(2,097)	(3,167)	20,184	(8,823)
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(24,004)	63,880	(20,402)	36,277	1,981	2,993	(6,770)	26,596
Realised foreign exchange (losses)/gains	-	-	-	-	-	-	-	-
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	32,993	41,360	26,349	17,500	3,570	4,365	11,160	16,520
Purchase of investments	(48,000)	(47,220)	(52,611)	(37,070)	(290)	(1,240)	(4,640)	(5,040)
Net movement in margin accounts	-	-	-	-	-	-	-	-
Decrease/(Increase) in receivables	929	(831)	-	-	-	-	-	-
Increase/(Decrease) in payables	(2)	-	28	4	(2)	(1)	3	(12)
Income reinvested	(24,224)	(31,584)	(10,156)	(16,577)	(11)	-	(14,163)	(18,570)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>(13,344)</b>	<b>(4,749)</b>	<b>(27,353)</b>	<b>(20,532)</b>	<b>3,151</b>	<b>2,950</b>	<b>5,774</b>	<b>10,671</b>
<b>6.2 Cash and cash equivalents</b>								
Cash at bank	20,253	30,315	7,689	16,432	38	116	5,450	8,404
Deposits at call	4	-	-	-	-	-	-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>20,257</b>	<b>30,315</b>	<b>7,689</b>	<b>16,432</b>	<b>38</b>	<b>116</b>	<b>5,450</b>	<b>8,404</b>
<b>6.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	4,989	4,650	-	-	-	-	8,629	11,295
Trust income reinvested	24,224	31,584	10,156	16,577	11	-	14,163	18,570
Other non-cash activities (in-specie assets purchase)	-	-	-	-	-	-	-	-
Other non-cash activities (in-specie assets sale)	-	-	-	-	-	-	-	-
Other non-cash activities (in-specie applications)	-	-	-	-	-	-	-	-

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**6. Reconciliation of cash flows from operating activities**

	13. MLC Wholesale Australian Share Index Fund		14. MLC Wholesale Diversified Debt Fund		15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>6.1 Operating profit/(loss) for the financial year</b>	11,143	(5,606)	121	(7,775)	58,459	(41,518)	32,904	(25,728)
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(6,463)	14,718	34	9,536	(40,737)	61,189	(22,293)	37,096
Realised foreign exchange (losses)/gains	-	-	-	-	-	-	-	-
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	10,360	15,370	13,705	16,132	43,663	49,199	65,042	66,015
Purchase of investments	(6,000)	(2,690)	(404)	(1,460)	(181,891)	(205,249)	(115,605)	(168,440)
Net movement in margin accounts	-	-	-	-	-	-	-	-
Decrease/(Increase) in receivables	1	-	1	-	4,894	(6,617)	1,878	(3,305)
Increase/(Decrease) in payables	2	(1)	(3)	(6)	37	11	22	8
Income reinvested	(4,896)	(9,340)	(380)	(2,036)	(23,409)	(13,612)	(13,022)	(8,443)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>4,147</b>	<b>12,451</b>	<b>13,074</b>	<b>14,391</b>	<b>(138,984)</b>	<b>(156,597)</b>	<b>(51,074)</b>	<b>(102,797)</b>
<b>6.2 Cash and cash equivalents</b>								
Cash at bank	2,626	7,843	323	109	10,497	18,429	4,990	7,039
Deposits at call	-	-	-	-	-	-	-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>2,626</b>	<b>7,843</b>	<b>323</b>	<b>109</b>	<b>10,497</b>	<b>18,429</b>	<b>4,990</b>	<b>7,039</b>
<b>6.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	1,165	465	-	-	69	714	45	952
Trust income reinvested	4,896	9,340	380	2,036	23,409	13,612	13,022	8,443
Other non-cash activities (in-specie assets purchase)	-	-	-	-	38,760	-	52,034	-
Other non-cash activities (in-specie assets sale)	-	-	-	-	(38,760)	-	(52,034)	-
Other non-cash activities (in-specie applications)	-	-	-	-	-	-	-	-

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**6. Reconciliation of cash flows from operating activities**

	17. MLC Wholesale Index Plus Growth Portfolio		18. MLC Wholesale Inflation Plus - Assertive Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio		20. MLC Wholesale Inflation Plus - Moderate Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>6.1 Operating profit/(loss) for the financial year</b>	37,162	(24,539)	41,924	(14,187)	10,608	(2,207)	34,998	(9,305)
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(26,603)	36,770	(28,737)	43,205	(6,973)	10,547	(23,142)	40,802
Realised foreign exchange (losses)/gains	-	-	-	-	-	-	-	-
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	30,597	25,057	21,220	39,390	37,800	23,660	97,560	66,200
Purchase of investments	(78,470)	(110,537)	(115,160)	(68,440)	(8,290)	(20,120)	(21,500)	(19,300)
Net movement in margin accounts	-	-	-	-	-	-	-	-
Decrease/(Increase) in receivables	3,666	(4,307)	-	-	-	-	(1)	-
Increase/(Decrease) in payables	20	6	91	18	(2)	4	9	(6)
Income reinvested	(14,680)	(8,260)	(16,276)	(31,613)	(4,273)	(9,012)	(14,360)	(34,328)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>(48,308)</b>	<b>(85,810)</b>	<b>(96,938)</b>	<b>(31,627)</b>	<b>28,870</b>	<b>2,872</b>	<b>73,564</b>	<b>44,063</b>
<b>6.2 Cash and cash equivalents</b>								
Cash at bank	5,925	11,000	13,963	30,384	3,087	6,389	9,719	28,519
Deposits at call	-	-	-	-	-	-	-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>5,925</b>	<b>11,000</b>	<b>13,963</b>	<b>30,384</b>	<b>3,087</b>	<b>6,389</b>	<b>9,719</b>	<b>28,519</b>
<b>6.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	141	737	328	221	37	46	368	264
Trust income reinvested	14,680	8,260	16,276	31,613	4,273	9,012	14,360	34,328
Other non-cash activities (in-specie assets purchase)	7,034	-	-	-	-	-	-	-
Other non-cash activities (in-specie assets sale)	(7,034)	-	-	-	-	-	-	-
Other non-cash activities (in-specie applications)	-	-	-	-	-	-	-	-

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**6. Reconciliation of cash flows from operating activities**

	21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged		24. Wholesale Global Share Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>6.1 Operating profit/(loss) for the financial year</b>	66,966	(31,256)	125,931	(38,949)	28,382	(33,459)	16,664	(9,344)
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>								
Change in fair value of investments	(40,648)	60,289	(116,535)	49,232	(16,902)	74,454	(3,370)	18,944
Realised foreign exchange (losses)/gains	-	-	250	692	-	-	-	-
<b>Changes in operating assets and liabilities:</b>								
Proceeds from sale of investments	115,119	646,071	319,619	630,443	147,854	62,164	23,900	18,310
Purchase of investments	(53,680)	(472,112)	(74,429)	(506,526)	(25,300)	(40,560)	(6,900)	(6,530)
Net movement in margin accounts	(311)	8	1,429	(614)	-	-	-	-
Decrease/(Increase) in receivables	(5,609)	581	470	(149)	29,569	(25,204)	-	-
Increase/(Decrease) in payables	356	(49)	(226)	(15)	(9)	11	3	(5)
Income reinvested	-	-	-	-	(41,110)	(15,906)	(13,725)	(10,053)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>82,193</b>	<b>203,532</b>	<b>256,509</b>	<b>134,114</b>	<b>122,484</b>	<b>21,500</b>	<b>16,572</b>	<b>11,322</b>
<b>6.2 Cash and cash equivalents</b>								
Cash at bank	2,789	2,116	4,854	1,678	429	665	10,535	9,537
Deposits at call	4,496	3,817	4,936	2,192	6	5	-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>7,285</b>	<b>5,933</b>	<b>9,790</b>	<b>3,870</b>	<b>435</b>	<b>670</b>	<b>10,535</b>	<b>9,537</b>
<b>6.3 Non-cash operating and financing activities</b>								
Distributions reinvested by unitholders in additional scheme units	75,820	23,545	111,740	45,135	27,399	46,946	906	1,703
Trust income reinvested	-	-	-	-	41,110	15,906	13,725	10,053
Other non-cash activities (in-specie assets purchase)	1,131,561	-	-	-	-	-	-	-
Other non-cash activities (in-specie assets sale)	-	-	-	-	-	-	-	-
Other non-cash activities (in-specie applications)	(1,131,561)	-	-	-	-	-	-	-

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**6. Reconciliation of cash flows from operating activities**

	25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>6.1 Operating profit/(loss) for the financial year</b>	40,120	8,266	5,660	(8,680)
<b>Adjustments for net realised and unrealised (gains)/losses on:</b>				
Change in fair value of investments	(14,543)	24,169	(3,889)	10,404
Realised foreign exchange (losses)/gains	-	-	-	-
<b>Changes in operating assets and liabilities:</b>				
Proceeds from sale of investments	47,070	70,000	9,115	12,110
Purchase of investments	(19,300)	(10,400)	(500)	(800)
Net movement in margin accounts	-	-	-	-
Decrease/(Increase) in receivables	1,232	(950)	(1)	-
Increase/(Decrease) in payables	(3)	-	5	(4)
Income reinvested	(22,755)	(29,466)	(2,066)	(2,075)
<b>Net cash inflow/(outflow) from operating activities</b>	<b>31,821</b>	<b>61,619</b>	<b>8,324</b>	<b>10,955</b>
<b>6.2 Cash and cash equivalents</b>				
Cash at bank	16,594	31,104	812	1,018
Deposits at call	-	-	-	-
<b>Cash and cash equivalents at the end of the financial year</b>	<b>16,594</b>	<b>31,104</b>	<b>812</b>	<b>1,018</b>
<b>6.3 Non-cash operating and financing activities</b>				
Distributions reinvested by unitholders in additional scheme units	7	6	327	325
Trust income reinvested	22,755	29,466	2,066	2,075
Other non-cash activities (in-specie assets purchase)	-	-	-	-
Other non-cash activities (in-specie assets sale)	-	-	-	-
Other non-cash activities (in-specie applications)	-	-	-	-



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## **Financial Report**

### **Notes to the Financial Statements**

#### **for the financial year ended 30 June 2023**

#### **7. Financial risk management**

##### **7.1 Introduction and overview**

The Schemes are exposed to a variety of financial risks from investments in financial instruments. These risks include:

- credit risk
- liquidity risk
- market risk

This note presents information about the Schemes' exposure to each of the above risks, the Schemes' objectives, policies and processes for measuring and managing risks, and the Schemes' management of unitholder funds.

##### **7.1.1 Risk management framework**

The Schemes' activities expose them to a variety of financial risks: credit risk, liquidity risk, and market risk (including currency risk, interest rate risk, equity price risk). The Schemes' overall risk management programme is aligned to the investment strategy of each Scheme as detailed in their Constitutions and PDSs. It focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Schemes' financial performance.

The Responsible Entity monitors the risk management framework, which is performed internally and reported on a quarterly basis. Certain Schemes may use derivative financial instruments to moderate certain risk exposures.

##### **7.1.2 Environmental, Social and Governance risks**

The Schemes' risk to Environmental, Social and Governance (ESG) issues are managed in accordance with the 'Responsible Investing Policy' and 'Proxy Voting Standard' covering MLC Investments Limited. This involves undertaking formal assessment of the investment manager's ESG practices when assessing, selecting and monitoring investment managers to protect investments and manage the risk profile for long-term returns.

#### **7.2 Credit risk**

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Schemes, resulting in a financial loss to the Schemes. It arises principally from interest bearing securities held, derivative instruments and cash and cash equivalents.

There was no significant credit risk in the Scheme as at 30 June 2023 (2022: Nil).

##### **7.2.1 Derivative financial instruments**

The Schemes may enter into two types of derivative transactions: exchange-traded derivatives (ETD) and over-the-counter (OTC) derivatives. Credit risk arising from ETD is mitigated by margin requirements. OTC derivatives expose the Schemes to the risk that the counterparties to the derivative financial instruments might default on their obligations to the Schemes.

Derivative financial instruments are transacted with counterparties on arm's length basis and within predetermined limits.

##### **7.2.2 Cash and cash equivalents**

The Schemes' cash and cash equivalents are held mainly by National Australia Bank Limited (NAB). The short term credit rating of NAB determined by Standard & Poor's is A-1+ (2022: A-1+), as at reporting date. Maximum credit risk exposure from cash and cash equivalents is represented by the carrying amount in the Statements of Financial Position.

##### **7.2.3 Settlement risk**

The Schemes' activities may give rise to risk at the time of settlement of transactions. Settlement risk is the risk of loss due to the failure of an entity to honour its obligations to deliver cash, securities or other assets as contractually agreed.

For the majority of transactions, the Schemes mitigate this risk by conducting settlements through a broker to ensure that a trade is settled only when both parties have fulfilled their contractual settlement obligations.

## Financial Report

### Notes to the Financial Statements

#### for the financial year ended 30 June 2023

#### 7.2.4 Past due and impaired assets

No financial assets carried at amortised cost were past due or impaired either at 30 June 2023 or 30 June 2022.

#### 7.2.5 Credit risk exposure

The Schemes' maximum credit risk exposure (without taking into account collateral and other credit enhancements) is represented by the respective carrying amounts of the relevant financial securities in the Statements of Financial Position at reporting date.

The tables below detail the maximum exposure to credit risk for the assets held by the Schemes.

	3. Diversified Global Share Trust with Currency Hedged		23. Passive Global Share Trust with Currency Hedged	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
Derivatives	12,407	-	1,021	-
<b>Total</b>	<b>12,407</b>	<b>-</b>	<b>1,021</b>	<b>-</b>

#### 7.2.6 Offsetting financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount reported in the Statements of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

The gross and net positions of foreign currency forward contracts and swaps that have been offset in the Statements of Financial Position are disclosed in the following tables:

	3. Diversified Global Share Trust with Currency Hedged					
	Amounts offset in the Statement of Financial Position			Related amounts not offset in the Statement of Financial Position		
	Gross amounts of recognised financial instruments \$'000	Gross amounts of recognised financial instruments offset in the Statement of Financial Position \$'000	Net amount of financial instruments presented in the Statement of Financial Position \$'000	Financial instruments (including non-cash collateral) \$'000	Cash Collateral received/pledged \$'000	Net amount \$'000
<b>30 June 2023</b>						
<b>Financial assets</b>						
Derivative financial instruments	12,407	-	12,407	(5,975)	-	6,432
<b>Financial liabilities</b>						
Derivative financial instruments	(5,975)	-	(5,975)	5,975	-	-
<b>Total</b>	<b>6,432</b>	<b>-</b>	<b>6,432</b>	<b>-</b>	<b>-</b>	<b>6,432</b>
<b>30 June 2022</b>						
<b>Financial assets</b>						
Derivative financial instruments	1,077	-	1,077	(1,077)	-	-
<b>Financial liabilities</b>						
Derivative financial instruments	(41,979)	-	(41,979)	1,077	-	(40,902)
<b>Total</b>	<b>(40,902)</b>	<b>-</b>	<b>(40,902)</b>	<b>-</b>	<b>-</b>	<b>(40,902)</b>

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.2.6 Offsetting financial assets and financial liabilities**

	22. Passive Global Share Trust					
	Amounts offset in the Statement of Financial Position			Related amounts not offset in the Statement of Financial Position		
	Gross amounts of recognised financial instruments \$'000	Gross amounts of recognised financial instruments offset in the Statement of Financial Position \$'000	Net amount of financial instruments presented in the Statement of Financial Position \$'000	Financial instruments (including non-cash collateral) \$'000	Cash Collateral received/pledged \$'000	Net amount \$'000
<b>30 June 2023</b>						
<b>Financial assets</b>						
Derivative financial instruments	-	-	-	-	-	-
<b>Financial liabilities</b>						
Derivative financial instruments	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>30 June 2022</b>						
<b>Financial assets</b>						
Derivative financial instruments	2	-	2	(2)	-	-
<b>Financial liabilities</b>						
Derivative financial instruments	(6)	-	(6)	2	-	(4)
<b>Total</b>	<b>(4)</b>	<b>-</b>	<b>(4)</b>	<b>-</b>	<b>-</b>	<b>(4)</b>
	23. Passive Global Share Trust with Currency Hedged					
	Amounts offset in the Statement of Financial Position			Related amounts not offset in the Statement of Financial Position		
	Gross amounts of recognised financial instruments \$'000	Gross amounts of recognised financial instruments offset in the Statement of Financial Position \$'000	Net amount of financial instruments presented in the Statement of Financial Position \$'000	Financial instruments (including non-cash collateral) \$'000	Cash Collateral received/pledged \$'000	Net amount \$'000
<b>30 June 2023</b>						
<b>Financial assets</b>						
Derivative financial instruments	1,021	-	1,021	(331)	-	690
<b>Financial liabilities</b>						
Derivative financial instruments	(331)	-	(331)	331	-	-
<b>Total</b>	<b>690</b>	<b>-</b>	<b>690</b>	<b>-</b>	<b>-</b>	<b>690</b>
<b>30 June 2022</b>						
<b>Financial assets</b>						
Derivative financial instruments	-	-	-	-	-	-
<b>Financial liabilities</b>						
Derivative financial instruments	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.3 Liquidity risk**

Liquidity risk is the risk that the Schemes will encounter difficulty in meeting obligations arising from their financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Schemes.

**7.3.1 Management of liquidity risk**

The Schemes' policy and the investment managers' approaches to managing liquidity is to have sufficient liquidity to meet their liabilities, including estimated redemptions of units, as and when they fall due, without incurring undue losses.

The Schemes' PDSs allow for the daily creation and cancellation of units and they are therefore exposed to the liquidity risk of meeting unitholder redemptions at each redemption date. The amounts attributable to unitholders are considered to be on call.

The Schemes' payables are expected to be settled within less than one month.

The Schemes' listed securities are considered to be readily realisable as they are exchange traded.

The Schemes hold investments in unlisted unit trusts, which may be subject to redemption restrictions. As a result, the Schemes may not be able to liquidate some of their investments in these instruments in due time in order to meet their liquidity requirements. If the Schemes are unable to meet liquidity requirements this may impact on unitholder redemptions. If the Schemes are unable to meet liquidity requirements, the Responsible Entity has the power to suspend redemptions in certain circumstance, or may delay the timing of unitholder redemption payments.

The Schemes' liquidity risk is managed on a daily basis and the investment managers' approaches are in accordance with their investment mandates. Daily monitoring of cash flow and liquidity levels is conducted to ensure appropriate and timely action which is in the best interests of the unitholders. In addition to monitoring daily cash flows, the Schemes' portfolio of assets are maintained within defined mandate limits and monitoring these positions is part of liquidity risk management.

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.3.2 Liquidity risk exposure**

The tables below detail the financial instruments that give rise to liquidity exposure. Information is provided on a contractual basis.

	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	8,191,581	3,990,546	8,860,683	4,640,475	2,044,806	1,309,209	37,458	45,145
<b>Total net assets attributable to unitholders</b>	<b>8,191,581</b>	<b>3,990,546</b>	<b>8,860,683</b>	<b>4,640,475</b>	<b>2,044,806</b>	<b>1,309,209</b>	<b>37,458</b>	<b>45,145</b>
<b>Derivative financial liabilities</b>								
Fair value								
< 1 month	-	-	-	-	2,827	41,979	-	-
≥ 1 month but < 6 months	203	591	-	-	3,148	-	-	-
<b>Total derivative financial liabilities</b>	<b>203</b>	<b>591</b>	<b>-</b>	<b>-</b>	<b>5,975</b>	<b>41,979</b>	<b>-</b>	<b>-</b>
	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	356,168	384,682	1,156,577	1,116,632	2,517,667	2,322,864	723,522	644,892
<b>Total net assets attributable to unitholders</b>	<b>356,168</b>	<b>384,682</b>	<b>1,156,577</b>	<b>1,116,632</b>	<b>2,517,667</b>	<b>2,322,864</b>	<b>723,522</b>	<b>644,892</b>
<b>Derivative financial liabilities</b>								
Fair value								
< 1 month	-	-	-	-	-	-	-	-
≥ 1 month but < 6 months	-	-	-	-	-	-	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		11. MLC Global Property Fund		12. MLC Wholesale Australian Share Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	379,186	317,396	184,532	129,657	25,843	31,183	145,321	129,046
<b>Total net assets attributable to unitholders</b>	<b>379,186</b>	<b>317,396</b>	<b>184,532</b>	<b>129,657</b>	<b>25,843</b>	<b>31,183</b>	<b>145,321</b>	<b>129,046</b>
<b>Derivative financial liabilities</b>								
Fair value								
< 1 month	-	-	-	-	-	-	-	-
≥ 1 month but < 6 months	-	-	-	-	-	-	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.3.2 Liquidity risk exposure**

	13. MLC Wholesale Australian Share Index Fund		14. MLC Wholesale Diversified Debt Fund		15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	81,937	74,508	53,570	66,391	686,153	491,026	462,557	376,654
<b>Total net assets attributable to unitholders</b>	<b>81,937</b>	<b>74,508</b>	<b>53,570</b>	<b>66,391</b>	<b>686,153</b>	<b>491,026</b>	<b>462,557</b>	<b>376,654</b>
<b>Derivative financial liabilities</b>								
Fair value								
< 1 month	-	-	-	-	-	-	-	-
≥ 1 month but < 6 months	-	-	-	-	-	-	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	17. MLC Wholesale Index Plus Growth Portfolio		18. MLC Wholesale Inflation Plus - Assertive Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio		20. MLC Wholesale Inflation Plus - Moderate Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	352,175	266,890	563,666	426,268	164,691	183,396	450,348	490,952
<b>Total net assets attributable to unitholders</b>	<b>352,175</b>	<b>266,890</b>	<b>563,666</b>	<b>426,268</b>	<b>164,691</b>	<b>183,396</b>	<b>450,348</b>	<b>490,952</b>
<b>Derivative financial liabilities</b>								
Fair value								
< 1 month	-	-	-	-	-	-	-	-
≥ 1 month but < 6 months	-	-	-	-	-	-	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
	21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged		24. Wholesale Global Share Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Net assets attributable to unitholders</b>								
On call amounts	1,565,235	409,876	555,622	589,672	160,597	219,629	73,645	75,605
<b>Total net assets attributable to unitholders</b>	<b>1,565,235</b>	<b>409,876</b>	<b>555,622</b>	<b>589,672</b>	<b>160,597</b>	<b>219,629</b>	<b>73,645</b>	<b>75,605</b>
<b>Derivative financial liabilities</b>								
Fair value								
< 1 month	-	-	-	6	331	12,071	-	-
≥ 1 month but < 6 months	-	37	-	116	-	-	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>37</b>	<b>-</b>	<b>122</b>	<b>331</b>	<b>12,071</b>	<b>-</b>	<b>-</b>

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.3.2 Liquidity risk exposure**

	25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Net assets attributable to unitholders</b>				
On call amounts	342,310	332,575	70,937	73,645
<b>Total net assets attributable to unitholders</b>	<b>342,310</b>	<b>332,575</b>	<b>70,937</b>	<b>73,645</b>
<b>Derivative financial liabilities</b>				
Fair value				
< 1 month	-	-	-	-
≥ 1 month but < 6 months	-	-	-	-
<b>Total derivative financial liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**7.4 Market risk**

Market risk is the risk that changes in market prices, such as interest rates, equity prices, foreign exchange rates and credit spreads (not relating to changes in the obligor's/issuer's credit standing), will affect the Schemes' income or the fair value of their holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

**7.4.1 Management of market risk**

The Schemes' strategy for the management of market risk is driven by each Scheme's investment objectives. The Schemes' market risk is managed on a daily basis by the investment managers in accordance with the investment guidelines of each Scheme's investment mandates.

The Schemes use derivatives to manage their exposure to foreign currency, interest rate and other price risks. The instruments used include interest rate swaps, forward contracts, futures and options. The Schemes do not apply hedge accounting.

**7.4.2 Interest rate risk**

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair value of financial instruments.

There was no significant direct interest rate risk in the Schemes as at 30 June 2023 (2022: Nil).

**7.4.3 Currency risk**

The Schemes invest in financial instruments and may enter into transactions that are denominated in currencies other than their functional currency. Consequently, the Schemes are exposed to risk that the exchange rate of their currency relative to other foreign currencies may change in a manner that has an adverse effect on the fair value or future cash flows of that portion of the Schemes' financial assets or liabilities denominated in currencies other than the Australian dollar.

The Schemes' currency risk is actively managed on a regular basis by the investment managers in accordance with its defined currency management process, and within the guidelines and constraints of the Schemes' investment mandates in order to enhance total returns. The investment managers may use derivative contracts such as options, futures, swaps and forward contracts as permitted by the mandates in managing currency risk.

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.4.4 Exposure and sensitivity analysis - currency risk**

The Schemes' total net direct exposure to fluctuations in foreign currency exchange rates as at the reporting date is shown in Note 7.4.5 Currency risk exposure and sensitivity analysis.

A sensitivity analysis reflects how 'Net assets attributable to unitholders' and Profit/(loss) for the financial year/Total comprehensive income would have been affected by changes in the relevant risk at the end of the reporting period. Management has determined that a movement in the Australian dollar of 10% is reasonably possible, considering the current economic environment in which the Schemes operate.

The tables at Note 7.4.5 Currency risk exposure and sensitivity analysis set out the effect on the Schemes' Net assets attributable to unitholders' and the 'Change in net assets attributable to unitholders/Total comprehensive income' of a possible strengthening or weakening of the Australian dollar of 10% as at 30 June 2023 (2022: 10%).

**7.4.5 Currency risk exposure and sensitivity analysis**

At reporting date the value of the Schemes' net foreign currency exposure expressed in Australian dollars and the currency risk sensitivity analysis is detailed in the tables below.

	2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged	
	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000
United States Dollar	1,458,774	17	1,388,723	850,982	416,683	494,996	108,353	172,871
Euro	110,831	-	205,538	173,224	58,757	62,710	17,568	27,151
Pound Sterling	87,460	-	77,903	56,080	23,900	30,437	6,480	11,602
Japanese Yen	133,694	-	141,725	81,838	37,588	43,880	9,831	16,334
Hong Kong Dollar	10,953	-	39,779	47,952	4,143	6,456	1,592	3,094
Canadian Dollar	113,993	-	45,387	15,041	19,758	26,201	5,046	9,276
Swiss Franc	62,140	-	55,665	50,204	17,841	22,299	4,481	7,244
Other Currencies#	88,070	-	69,173	41,655	15,930	18,092	-	-
<b>Foreign currency exposure</b>	<b>2,065,915</b>	<b>17</b>	<b>2,023,893</b>	<b>1,316,976</b>	<b>594,600</b>	<b>705,071</b>	<b>153,351</b>	<b>247,572</b>
Australian Dollar	-	-	(2,017,462)	(1,357,878)	-	(7,981)	(152,661)	(259,642)
<b>Net foreign currency exposure</b>	<b>2,065,915</b>	<b>17</b>	<b>6,431</b>	<b>(40,902)</b>	<b>594,600</b>	<b>697,090</b>	<b>690</b>	<b>(12,070)</b>
<b>Sensitivity analysis</b>	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income</b>								
Currency risk - 10% upward movement in AUD (2022: 10%)*	(206,591)	(2)	(643)	4,090	(59,460)	(69,709)	(69)	1,207

\* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

# Other Currencies include Danish Krone.



## Financial Report

### Notes to the Financial Statements

#### for the financial year ended 30 June 2023

#### 7.4.6 Other price risk

At the reporting date, other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or factors affecting all instruments traded in the market. Other price risk is managed by the investment managers by diversifying the portfolio and economically hedging using derivative financial instruments such as options and future contracts, in accordance with the PDSs or information memorandum.

The Schemes' financial instruments which are carried at fair value have any change in the fair value of investments recognised in the Statements of Comprehensive Income in the line item 'Net change in fair value of investments'.

#### 7.4.7 Exposure and Sensitivity analysis - other price risk

The other price risk exposure of financial instruments is equal to the fair value of financial instruments as reported in the Statements of Financial Position and in Note 4 Financial assets and liabilities.

A sensitivity analysis reflects how 'Net assets attributable to unitholders' and Profit/(loss) for the financial year/Total comprehensive income would have been affected by changes in the relevant risk at the end of the reporting period.

Changes in price as disclosed in this note set out below are illustrative only and are based on simplified scenarios. These represent what is considered to be a reasonably possible change rather than extreme fluctuations that may occur from time to time. As such, actual future market movement may differ.

Management has determined that a movement in market prices of 10% is possible, considering the economic environment in which the Schemes operate.

The tables at Note 7.4.8 Other price risk and sensitivity analysis set out the effect on the Schemes' Net assets attributable to unitholders' and Profit/(loss) for the financial year/Total comprehensive income of a possible increase or decrease in market prices of 10% (2022: 10%).

#### 7.4.8 Other price risk and sensitivity analysis

At the reporting date, the Schemes' other price risk sensitivity analysis is detailed in the tables below:

	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
Equities	8,037,003	3,173,961	2,051,564	-	-	-	-	-
Unlisted unit trusts	18,894	1,224,771	7,304,790	5,332,677	1,924,875	1,167,438	36,913	45,154
Derivatives	212	(591)	-	-	6,432	(40,902)	-	-
<b>Total</b>	<b>8,056,109</b>	<b>4,398,141</b>	<b>9,356,354</b>	<b>5,332,677</b>	<b>1,931,307</b>	<b>1,126,536</b>	<b>36,913</b>	<b>45,154</b>
<b>Sensitivity analysis</b>								
	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income</b>								
Price risk - increase of 10% (2022: 10%)*	805,611	439,814	935,635	533,268	193,131	112,654	3,691	4,515

\* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.4.8 Other price risk and sensitivity analysis**

	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	356,010	384,209	1,155,272	1,108,990	2,519,793	2,317,313	721,824	637,701
Derivatives	-	-	-	-	-	-	-	-
<b>Total</b>	<b>356,010</b>	<b>384,209</b>	<b>1,155,272</b>	<b>1,108,990</b>	<b>2,519,793</b>	<b>2,317,313</b>	<b>721,824</b>	<b>637,701</b>
<b>Sensitivity analysis</b>	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income</b>								
Price risk - increase of 10% (2022: 10%)*	35,601	38,421	115,527	110,899	251,979	231,731	72,182	63,770

  

	9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		11. MLC Global Property Fund		12. MLC Wholesale Australian Share Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	378,852	315,617	182,368	125,548	25,868	31,117	149,047	134,634
Derivatives	-	-	-	-	-	-	-	-
<b>Total</b>	<b>378,852</b>	<b>315,617</b>	<b>182,368</b>	<b>125,548</b>	<b>25,868</b>	<b>31,117</b>	<b>149,047</b>	<b>134,634</b>
<b>Sensitivity analysis</b>	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income</b>								
Price risk - increase of 10% (2022: 10%)*	37,885	31,562	18,237	12,555	2,587	3,112	14,905	13,463

  

	13. MLC Wholesale Australian Share Index Fund		14. MLC Wholesale Diversified Debt Fund		15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	81,780	74,780	53,419	66,374	679,441	477,067	460,562	369,684
Derivatives	-	-	-	-	-	-	-	-
<b>Total</b>	<b>81,780</b>	<b>74,780</b>	<b>53,419</b>	<b>66,374</b>	<b>679,441</b>	<b>477,067</b>	<b>460,562</b>	<b>369,684</b>
<b>Sensitivity analysis</b>	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income</b>								
Price risk - increase of 10% (2022: 10%)*	8,178	7,478	5,342	6,637	67,944	47,707	46,056	36,968

\* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.4.8 Other price risk and sensitivity analysis**

	17. MLC Wholesale Index Plus Growth Portfolio		18. MLC Wholesale Inflation Plus - Assertive Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio		20. MLC Wholesale Inflation Plus - Moderate Portfolio	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
Equities	-	-	-	-	-	-	-	-
Unlisted unit trusts	348,223	259,067	562,276	423,322	164,791	183,055	449,276	487,834
Derivatives	-	-	-	-	-	-	-	-
<b>Total</b>	<b>348,223</b>	<b>259,067</b>	<b>562,276</b>	<b>423,322</b>	<b>164,791</b>	<b>183,055</b>	<b>449,276</b>	<b>487,834</b>
<b>Sensitivity analysis</b>	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000

**Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income**

Price risk - increase of 10% (2022: 10%)*	34,822	25,907	56,228	42,332	16,479	18,306	44,928	48,783
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	21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged		24. Wholesale Global Share Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
Equities	1,569,036	456,131	586,155	685,379	-	-	-	-
Unlisted unit trusts	-	-	-	-	147,960	217,263	74,806	74,711
Derivatives	63	(37)	116	(120)	690	(12,071)	-	-
<b>Total</b>	<b>1,569,099</b>	<b>456,094</b>	<b>586,271</b>	<b>685,259</b>	<b>148,650</b>	<b>205,192</b>	<b>74,806</b>	<b>74,711</b>
<b>Sensitivity analysis</b>	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000

**Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income**

Price risk - increase of 10% (2022: 10%)*	156,910	45,609	58,627	68,526	14,865	20,519	7,481	7,471
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	25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
Equities	-	-	-	-
Unlisted unit trusts	340,633	331,105	70,970	73,630
Derivatives	-	-	-	-
<b>Total</b>	<b>340,633</b>	<b>331,105</b>	<b>70,970</b>	<b>73,630</b>
<b>Sensitivity analysis</b>	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000

**Impact on Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income**

Price risk - increase of 10% (2022: 10%)*	34,063	33,111	7,097	7,363
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\* A decrease will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income.

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.4.9 Derivative financial instruments**

The Schemes' derivative financial instruments are susceptible to market price risk arising from uncertainties about future prices of the instruments. As at 30 June 2023, the overall direct market exposures were as follows:

	1. Diversified Australian Share Trust				3. Diversified Global Share Trust with Currency Hedged			
	30 June 2023 Contract/Notional value \$'000	30 June 2022 Contract/Notional value \$'000	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000	30 June 2023 Contract/Notional value \$'000	30 June 2022 Contract/Notional value \$'000	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000
<b>Derivative financial instruments:</b>								
Foreign currency forward contracts	-	-	-	-	6,432	(40,902)	6,432	(40,902)
Futures	129,435	72,954	212	(591)	-	-	-	-
<b>Total</b>	<b>129,435</b>	<b>72,954</b>	<b>212</b>	<b>(591)</b>	<b>6,432</b>	<b>(40,902)</b>	<b>6,432</b>	<b>(40,902)</b>

	21. Passive Australian Share Trust				22. Passive Global Share Trust			
	30 June 2023 Contract/Notional value \$'000	30 June 2022 Contract/Notional value \$'000	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000	30 June 2023 Contract/Notional value \$'000	30 June 2022 Contract/Notional value \$'000	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000
<b>Derivative financial instruments:</b>								
Foreign currency forward contracts	-	-	-	-	-	-	-	(4)
Futures	9,667	5,690	63	(37)	7,510	9,916	116	(116)
<b>Total</b>	<b>9,667</b>	<b>5,690</b>	<b>63</b>	<b>(37)</b>	<b>7,510</b>	<b>9,916</b>	<b>116</b>	<b>(120)</b>

	23. Passive Global Share Trust with Currency Hedged			
	30 June 2023 Contract/Notional value \$'000	30 June 2022 Contract/Notional value \$'000	30 June 2023 Fair value \$'000	30 June 2022 Fair value \$'000
<b>Derivative financial instruments:</b>				
Foreign currency forward contracts	690	(12,071)	690	(12,071)
Futures	-	-	-	-
<b>Total</b>	<b>690</b>	<b>(12,071)</b>	<b>690</b>	<b>(12,071)</b>

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## Financial Report

### Notes to the Financial Statements

#### for the financial year ended 30 June 2023

#### 7.5 Valuation of financial instruments

The Schemes' accounting policy on fair value measurement is discussed in Note 3.2.5 Fair value measurement principles.

The Schemes measure financial assets and financial liabilities held at fair value through profit or loss using the following fair value hierarchy:

**Level 1** - Quoted price (unadjusted) in an active market for an identical instrument.

The quoted market price used for financial assets is the current bid price. The quoted market price used for financial liabilities is the current ask price.

**Level 2** - Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

This category includes instruments valued using: quoted prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques for which all significant inputs are directly or indirectly observable from market data.

**Level 3** - Valuation techniques using significant unobservable inputs.

This category includes all instruments that use a valuation technique which includes inputs not based on observable data and the unobservable inputs have a significant effect on the instruments valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Responsible Entity. The Responsible Entity considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The valuation of Level 2 equities which are subject to transfer restrictions may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

The valuation of managed investment schemes included in Level 2 and Level 3 is based on the daily net asset value of the managed investment scheme provided by the relevant Responsible Entities.

Level 2 fair values for simple, over the counter derivative financial instruments are based on the amount to terminate the contract at the end of reporting period taking into account current market conditions. Fair values reflect the credit risk of the instrument and include an adjustment to take account of the credit risk of the Schemes and counterparty where appropriate.

The Schemes recognise transfers between levels of the fair value hierarchy as of the end of the reporting period during which the transfer has occurred. Changes in Level 2 and 3 fair values are analysed at each reporting date and the reasons for the fair value movements are explained. There were no transfers between Level 1, Level 2 and Level 3 of the fair value hierarchy during the financial year ended 30 June 2023.

The carrying value of assets and liabilities not held at fair value such as cash and cash equivalents and term deposits approximate fair value.

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.5.1 Financial instruments hierarchy**

**7.5.1.1 Recurring fair value measurements**

All Schemes, except listed below, invest only in unlisted unit trusts which are classified as Level 2. There have been no transfers between levels during the period.

The tables below detail financial instruments measured at fair value at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

	Note	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		21. Passive Australian Share Trust	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Financial assets held at fair value through profit or loss</b>									
<b>Equities:</b>									
Level 1		8,037,003	3,173,961	2,051,564	-	-	-	1,567,223	455,372
Level 2		-	-	-	-	-	-	-	9
Level 3		-	-	-	-	-	-	1,813	750
<b>Unlisted unit trusts:</b>									
Level 1		-	-	-	-	-	-	-	-
Level 2		18,894	1,224,771	7,304,790	5,332,677	1,924,875	1,167,438	-	-
Level 3		-	-	-	-	-	-	-	-
<b>Derivative assets:</b>									
Level 1		415	-	-	-	-	-	63	-
Level 2		-	-	-	-	12,407	1,077	-	-
Level 3		-	-	-	-	-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>4.1</b>	<b>8,056,312</b>	<b>4,398,732</b>	<b>9,356,354</b>	<b>5,332,677</b>	<b>1,937,282</b>	<b>1,168,515</b>	<b>1,569,099</b>	<b>456,131</b>
<b>Financial liabilities held at fair value through profit or loss</b>									
<b>Equities held on short position:</b>									
Level 1		-	-	-	-	-	-	-	-
Level 2		-	-	-	-	-	-	-	-
Level 3		-	-	-	-	-	-	-	-
<b>Derivative liabilities:</b>									
Level 1		203	591	-	-	-	-	-	37
Level 2		-	-	-	-	5,975	41,979	-	-
Level 3		-	-	-	-	-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>4.2</b>	<b>203</b>	<b>591</b>	<b>-</b>	<b>-</b>	<b>5,975</b>	<b>41,979</b>	<b>-</b>	<b>37</b>

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**7.5.1.1 Recurring fair value measurements**

	Note	22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged	
		30 June 2023 \$'000	30 June 2022 \$'000	30 June 2023 \$'000	30 June 2022 \$'000
<b>Financial assets held at fair value through profit or loss</b>					
<b>Equities:</b>					
Level 1		586,155	685,379	-	-
Level 2		-	-	-	-
Level 3		-	-	-	-
<b>Unlisted unit trusts:</b>					
Level 1		-	-	-	-
Level 2		-	-	147,960	217,263
Level 3		-	-	-	-
<b>Derivative assets:</b>					
Level 1		116	-	-	-
Level 2		-	2	1,021	-
Level 3		-	-	-	-
<b>Total financial assets held at fair value through profit or loss</b>	<b>4.1</b>	<b>586,271</b>	<b>685,381</b>	<b>148,981</b>	<b>217,263</b>
<b>Financial liabilities held at fair value through profit or loss</b>					
<b>Equities held on short position:</b>					
Level 1		-	-	-	-
Level 2		-	-	-	-
Level 3		-	-	-	-
<b>Derivative liabilities:</b>					
Level 1		-	116	-	-
Level 2		-	6	331	12,071
Level 3		-	-	-	-
<b>Total financial liabilities held at fair value through profit or loss</b>	<b>4.2</b>	<b>-</b>	<b>122</b>	<b>331</b>	<b>12,071</b>

**7.5.1.2 Non - recurring fair value measurements**

The Schemes have no assets or liabilities measured at fair value on a non - recurring basis in the current reporting period.

## Financial Report

### Notes to the Financial Statements

#### for the financial year ended 30 June 2023

#### 7.5.2 Movements of Level 3 securities

Level 3 securities held are securities valued by using inputs not derived from observable market data. Inputs are prices derived from external sources which use various valuation techniques that include unobservable inputs. Transfers are considered when the underlying conditions of the financial instruments change.

The following tables detail a reconciliation of opening balances to the closing balances for fair value measurements in Level 3 of the fair value hierarchy:

		21. Passive Australian Share Trust									
		Financial assets & liabilities at fair value through profit or loss 30 June 2023					Financial assets & liabilities at fair value through profit or loss 30 June 2022				
		Equities \$'000	Interest bearing securities \$'000	Unlisted unit trusts/Private equities \$'000	Derivatives \$'000	Total \$'000	Equities \$'000	Interest bearing securities \$'000	Unlisted unit trusts/Private equities \$'000	Derivatives \$'000	Total \$'000
<b>Financial assets and liabilities at fair value through profit or loss</b>											
Opening balance		750	-	-	-	750	-	-	-	-	-
Total gains or losses in profit or loss*		(181)	-	-	-	(181)	(308)	-	-	-	(308)
Purchases		1,259	-	-	-	1,259	-	-	-	-	-
Sales		(15)	-	-	-	(15)	-	-	-	-	-
Transfers in/(out) of Level 3		-	-	-	-	-	1,058	-	-	-	1,058
<b>Closing balance</b>		<b>1,813</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,813</b>	<b>750</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>750</b>
<b>Total unrealised gains or losses for the period included in profit or loss for assets held at the end of the reporting period*</b>		<b>(154)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(154)</b>	<b>(308)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(308)</b>

\* These amounts are included in 'Net change in fair value of investments' within the Statements of Comprehensive Income.

#### 7.5.3 Level 3 fair value measurements unobservable inputs and sensitivity analysis

Although the Responsible Entity of the Schemes believes that its estimates of fair value are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value. For fair value measurements in Level 3, changing one or more of the assumptions used as reasonably possible alternative assumptions by 10% (2022: 10%) upwards (favourable) or downwards (unfavourable) would effect on profit or loss.

The tables below detail the effect on profit or loss and the quantitative information about the significant unobservable inputs used in Level 3 fair value measurements. These Level 3 assets are often infrequently traded and the valuation can be subjective. As observable prices are not available for these assets, the Responsible Entity has used valuation techniques to derive fair value. These unobservable inputs may include discounts for the lack of marketability or restrictions on redemptions, liquidity market adjustments using comparable trading, and benchmarking to similar assets. Changes in assumptions about these factors could affect the reported fair value.

Type	Valuation Approach	Key Unobservable Inputs	21. Passive Australian Share Trust			
			Fair Value \$'000	Fair Value \$'000	Favourable * \$'000	Favourable * \$'000
			30 June 2023	30 June 2022	30 June 2023	30 June 2022
Stale priced securities	Latest available trade price less appropriate discounts	Valuation of underlying assets of company	1,813	750	181	75
		Liquidity				

\* A decrease (unfavourable) will have an equal and opposite effect on the Profit/loss from operating activities and Net assets attributable to unitholders / Other comprehensive income

There were no significant inter-relationships between unobservable inputs that materially affect fair values.



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**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023****7.5.4 Valuation processes**

The Responsible Entity has established a Unit Pricing and Valuations Forum (UPVF) which incorporates the valuation of investments. The purpose of the UPVF is to support the Responsible Entity through: identifying, assessing, and managing key risks for activities impacting unit pricing and valuation of investments, endorse valuation related discretions and matters related to unit pricing and valuation, and facilitating senior management oversight of policies, processes, and systems, by establishing a single point of review while considering implications on stakeholders. The UPVF has overall responsibility for the valuation of investments. Specific valuation controls may include: analysis and investigation of significant daily valuation movements, benchmarking Scheme performance, reviewing significant unobservable inputs and valuation adjustments, verification of observable pricing inputs, reviewing methodologies to value assets for which market quotes are not readily available, and determining where escalation is warranted for assets have been stale for an extended period. When third party information, such as custodian valuations, broker quotes or pricing services, is used to measure fair value, the UPVF assess the evidence from these third parties to support the conclusion that these valuations meet the fair value requirements. This may include: information and inputs from the Responsible Entity, verifying that the custodian valuation, broker or pricing service, is appropriate to use in pricing the relevant type of financial instruments, understanding how the fair value has been arrived and the extent at which it represents actual market transactions, and whether it represents a quoted price in an active market for an identical asset.

**8. Related parties****8.1 Responsible Entity**

The Responsible Entity of the Schemes is MLC Investments Limited (ABN 30 002 641 661). MLC Investments Limited (MLCI) is a subsidiary of Insignia Financial Ltd (Insignia).

**8.2 Key management personnel**

The Schemes do not employ personnel in their own right. However, the Schemes are required to have an incorporated Responsible Entity to manage the activities and this is considered to be key management personnel. The directors of the Responsible Entity, which are key management personnel, during or since the end of the financial year are:

<b>Name</b>	<b>Position Held</b>	<b>Date Appointed</b>
K A Watt	Independent Non-Executive Director, Chair	Appointed 05/12/2016
J Selak	Independent Non-Executive Director	Appointed 31/05/2021
M A Joiner	Independent Non-Executive Director	Appointed 01/01/2021
G J Mulcahy	Executive Director	Appointed 07/07/2014

The Schemes have not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel at any time during the reporting period.

No director has entered into a material contract with the Schemes since the end of the previous financial year and there were no material contracts involving directors' interests existing at financial year end.

**8.3 Related party transactions**

All related party transactions are conducted on commercial terms and conditions.

The Directors of the Responsible Entity may also be employees and/or directors of other companies owned by Insignia. The Responsible Entity may also be involved in activities other than the business of managed investment schemes.

The Schemes have not made, guaranteed or secured, directly or indirectly, any loans to the Responsible Entity at any time during the reporting period.

During the financial period, there was no compensation paid directly by the Schemes to the Directors of the Responsible Entity. Directors' compensation was paid by MLC Wealth Ltd (a wholly owned subsidiary of Insignia Financial Ltd, the ultimate parent company of MLCI).

From time to time the Directors of MLC Investments Limited may invest or withdraw from the Schemes. These investments or withdrawals are on the same terms and conditions as those entered into by other unitholders in the Schemes.

## Financial Report

### Notes to the Financial Statements

#### for the financial year ended 30 June 2023

#### 8.4 Responsible Entity and Performance fees

The Responsible Entity is entitled to management fees which are calculated as a proportion of net assets attributable to unitholders. All transactions with related parties are conducted on normal commercial terms and conditions. Management fees are reflected as 'Responsible Entity fees' in the Statements of Comprehensive Income. Fees received and receivable by the Responsible Entity at unit class level for the year ended 30 June 2023 are as follows:

	Total management fees paid and payable to the RE during the financial year	
	2023	2022
	\$	\$
1. Diversified Australian Share Trust	13,262,870	7,950,965
2. Diversified Global Share Trust	2,346,959	-
3. Diversified Global Share Trust with Currency Hedged	280,892	222,198
4. Horizon 1 Bond Portfolio	141,281	144,912
5. Horizon 2 Income Portfolio	1,931,633	1,933,009
6. Horizon 3 Conservative Growth Portfolio†	(7,526,685)	(7,805,050)
7. Horizon 4 Balanced Portfolio†	(4,331,548)	(6,389,574)
8. Horizon 5 Growth Portfolio†	(4,299,169)	(4,288,353)
9. Horizon 6 Share Portfolio†	(997,236)	(1,527,644)
10. Horizon 7 Accelerated Growth Portfolio	1,144,964	966,315
11. MLC Global Property Fund	131,927	173,509
12. MLC Wholesale Australian Share Fund	769,593	797,067
13. MLC Wholesale Australian Share Index Fund	227,590	227,547
14. MLC Wholesale Diversified Debt Fund	234,807	275,046
15. MLC Wholesale Index Plus Balanced Portfolio	855,279	558,593
16. MLC Wholesale Index Plus Conservative Growth Portfolio	573,155	379,802
17. MLC Wholesale Index Plus Growth Portfolio	483,850	335,791
18. MLC Wholesale Inflation Plus - Assertive Portfolio	3,141,398	2,594,647
19. MLC Wholesale Inflation Plus - Conservative Portfolio	657,807	671,683
20. MLC Wholesale Inflation Plus - Moderate Portfolio	2,551,659	2,829,659
21. Passive Australian Share Trust	2,576,463	2,267,915
22. Passive Global Share Trust	2,403,278	3,265,304
23. Passive Global Share Trust with Currency Hedged	37,401	61,139
24. Wholesale Global Share Fund	438,598	453,109
25. Wholesale Income Builder†	(2,780,511)	(2,969,176)
26. Wholesale Property Securities Fund	301,320	351,426

† The Scheme received a rebate from the Responsible Entity to reduce the effect of management fee paid. Net rebates are reflected as "Other income" in the Statement of Comprehensive Income.

Performance fees are payable to the Responsible Entity. All transactions with related parties are conducted on normal commercial terms and conditions.

	Total performance fees paid and payable to the RE during the financial year	
	2023	2022
	\$	\$
1. Diversified Australian Share Trust	5,435,122	1,249,910

# Financial Report

## Notes to the Financial Statements

### for the financial year ended 30 June 2023

#### 8.5 Related party investments held by the Schemes

The Schemes may purchase and sell units in other schemes managed by the below related responsible entities in the ordinary course of business at application and redemption prices calculated in accordance with the Constitutions of the Schemes. The below responsible entities are wholly owned subsidiaries of Insignia Financial Ltd, the ultimate parent company:

- IOOF Investment Services Limited (IISL);
- MLC Investments Limited (MLCI).

Details of the Schemes' investments in other schemes operated by the above responsible entities are set out in the table below:

Name of entity Name of related entity	Fair value of investment		% Interest held in the Scheme/Entity		Distributions/Dividends received/receivable (including Return of Capital)		Number of units/shares held	
	2023 \$	2022 \$	2023 %	2022 %	2023 \$	2022 \$	2023	2022
<b>1. Diversified Australian Share Trust</b>								
WM Pool - Equities Trust No. 19	-	-	-	-	-	38,693,467	-	-
WM Pool - Equities Trust No. 35	-	-	-	-	-	26,014,837	-	-
WM Pool - Equities Trust No. 49	18,894,016	1,224,770,943	3.68	45.49	52,033,684	63,935,353	172,891	11,967,641
<b>2. Diversified Global Share Trust</b>								
WM Pool - Equities Trust No. 1	1,600,190,417	897,047,450	76.31	47.08	61,125,677	94,528,430	649,465,358	410,907,411
WM Pool - Equities Trust No. 20	1,386,313,097	1,174,187,003	100.00	75.68	220,621,848	138,065,660	17,500,420	15,059,931
WM Pool - Equities Trust No. 26	4,398,783	819,270,653	45.76	43.95	287,238,272	108,444,884	178,949	5,889,276
WM Pool - Equities Trust No. 33	976,761,980	538,870,736	76.49	40.34	20,446,677	102,361,118	785,587,653	552,598,952
WM Pool - Equities Trust No. 39	1,540,430,065	836,660,391	77.72	38.52	86,084,379	81,079,905	1,135,233,458	697,204,792
WM Pool - Global Equities Trust No. 4	1,010,656	823,210	41.35	41.35	30,913	3,544	54,883	53,198
WM Pool - Global Equities Trust No. 6	1,795,685,133	1,065,817,924	70.91	38.35	114,211,310	109,850,953	11,986,761	8,154,583
<b>3. Diversified Global Share Trust with Currency Hedged</b>								
Diversified Global Share Trust	1,924,875,082	1,167,438,105	21.73	25.11	112,762,718	181,195,578	20,907,151	14,705,762
<b>4. Horizon 1 Bond Portfolio</b>								
Antares Enhanced Cash Trust	-	-	-	-	-	32,777	-	-
IOOF Income Trust	20,673,525	-	1.19	-	336,563	-	20,236,418	-
WM Pool - Fixed Interest No. 29	2,602,445	3,540,241	0.70	0.71	-	-	2,900,459	3,888,521
WM Pool - Fixed Interest Trust No. 17	5,531,355	6,741,407	2.65	1.58	226,632	162,707	55,872	68,168
WM Pool - Fixed Interest Trust No. 25	5,037,990	6,591,001	0.10	0.15	180,346	12,554	5,047,646	6,607,493
WM Pool - Fixed Interest Trust No. 5	3,067,954	3,348,584	0.15	0.17	2,739	186,906	30,817	35,466
WM Sector - Diversified Debt (Short) Trust	-	24,932,633	-	1.23	3,677	190,874	-	268,856
<b>5. Horizon 2 Income Portfolio</b>								
Antares Enhanced Cash Trust	-	-	-	-	-	173,148	-	-
IOOF Income Trust	63,002,180	-	3.63	-	1,025,671	-	61,670,106	-
Low-Correlation Strategy Trust	524,573	17,933,748	2.26	1.45	1,158,639	1,995,326	465,847	12,990,480
WM Pool - Australian Equities No. 2	10,119,768	10,611,786	0.10	0.12	585,967	1,152,398	142,808	162,336
WM Pool - Equities Trust No. 29	3,122,823	2,991,742	1.15	1.33	113,814	57,687	4,963,438	4,848,645
WM Pool - Equities Trust No. 47	7,913,483	6,733,278	1.13	0.35	461,773	655,184	82,137	76,926
WM Pool - Equities Trust No. 58	-	27,569,578	-	10.46	40,669	1,413,107	-	281,100
WM Pool - Equities Trust No. 59	16,514,703	9,293,500	3.03	1.48	562,149	631,042	161,182	95,234
WM Pool - Equities Trust No. 73	-	820,684	-	0.72	12,979	4,058	-	8,429
WM Pool - Equities Trust No. 82	18,532,353	-	4.80	-	-	-	317,900	-
WM Pool - Equities Trust No. 84	5,823,223	-	2.45	-	-	-	5,700,000	-
WM Pool - Fixed Interest Trust No. 18	11,961,922	8,886,227	0.57	0.45	471,349	11,743	90,984	69,368
WM Pool - Fixed Interest Trust No. 24	22,192,833	36,059,750	1.78	2.62	460,661	46,311	214,628	356,046
WM Pool - Fixed Interest Trust No. 25	18,887,840	34,902,639	0.34	0.78	697,421	66,481	18,924,042	34,989,973
WM Pool - Fixed Interest Trust No. 5	16,025,703	7,520,774	0.77	0.37	7,749	397,366	160,975	79,656

# Financial Report

## Notes to the Financial Statements

### for the financial year ended 30 June 2023

#### 8.5 Related party investments held by the Schemes

Name of entity Name of related entity	Fair value of investment		% Interest held in the Scheme/Entity		Distributions/Dividends received/receivable (including Return of Capital)		Number of units/shares held	
	2023 \$	2022 \$	2023 %	2022 %	2023 \$	2022 \$	2023	2022
<b>5. Horizon 2 Income Portfolio</b>								
WM Pool - Global Properties Trust	3,939,421	5,193,421	0.36	0.47	1,667	-	39,625	48,889
WM Pool - Inflation Linked Securities Trust	6,770,787	8,044,162	2.89	2.05	86,521	32,897	5,727,248	7,058,393
WM Sector - Australian Equities Trust	24,579,875	26,826,618	1.66	0.70	2,098,185	3,671,675	231,435	267,009
WM Sector - Diversified Debt (All) Trust	88,493,850	62,118,106	1.45	1.28	690,747	665,087	1,024,968	716,588
WM Sector - Diversified Debt (Short) Trust	-	71,406,912	-	3.52	11,426	815,250	-	770,002
WM Sector - Global Equities (Hedged) Trust	11,551,341	8,826,586	1.28	0.76	36	-	72,785	65,155
WM Sector - Global Equities (Unhedged) Trust	26,184,574	38,338,786	0.97	0.71	4,427,114	4,511,997	257,020	391,364
<b>6. Horizon 3 Conservative Growth Portfolio</b>								
MLC MasterKey Unit Trust Conservative Growth Portfolio	1,155,271,591	1,108,989,608	93.59	91.73	5,972,340	48,346,394	1,116,044,847	1,140,546,242
<b>7. Horizon 4 Balanced Portfolio</b>								
Antares Enhanced Cash Trust	-	-	-	-	-	58,194	-	-
IOOF Income Trust	23,626,017	-	1.36	-	384,630	-	23,126,485	-
Low-Correlation Strategy Trust	710,154	27,010,077	3.05	2.18	1,745,030	3,005,167	630,652	19,565,006
MLC MasterKey Unit Trust Balanced Portfolio	1,596,851,467	1,465,065,798	82.58	80.82	32,985,848	110,107,755	1,056,705,754	1,033,155,248
WM Pool - Australian Equities No. 2	65,570,147	54,563,419	0.62	0.60	3,660,700	5,894,699	925,311	834,693
WM Pool - Equities Trust No. 29	25,331,211	26,059,539	9.75	11.11	959,691	477,396	42,025,647	40,461,292
WM Pool - Equities Trust No. 47	106,725,118	79,039,703	15.28	4.06	6,227,696	7,690,983	1,107,737	903,008
WM Pool - Equities Trust No. 59	-	23,605,649	-	3.76	41,945	1,576,672	-	241,896
WM Pool - Equities Trust No. 73	-	7,565,215	-	6.66	68,200	37,408	-	77,697
WM Pool - Equities Trust No. 82	49,182,888	-	12.73	-	-	-	843,673	-
WM Pool - Equities Trust No. 84	37,799,866	-	15.93	-	-	-	37,000,000	-
WM Pool - Fixed Interest Trust No. 18	29,935,714	20,068,122	1.42	1.01	1,179,591	26,498	227,694	156,656
WM Pool - Fixed Interest Trust No. 24	32,298,000	32,454,105	2.60	2.34	635,488	41,480	313,865	318,903
WM Pool - Fixed Interest Trust No. 25	13,631,272	12,871,050	0.28	0.29	452,154	24,516	13,657,399	12,903,256
WM Pool - Fixed Interest Trust No. 5	30,149,615	16,343,544	1.44	0.81	16,983	678,928	302,848	173,102
WM Pool - Global Properties Trust	35,009,946	30,258,521	3.19	2.76	14,819	-	352,148	284,840
WM Pool - Inflation Linked Securities Trust	11,661,567	32,196,891	4.98	8.21	405,256	90,157	9,864,243	28,251,337
WM Pool - LTAR Part 1 NS Trust	62,961,850	56,766,827	7.45	7.98	1,987,712	3,997,264	710,142	681,207
WM Sector - Australian Equities Trust	158,067,394	138,189,605	10.68	3.62	13,156,162	19,608,639	1,488,301	1,375,420
WM Sector - Diversified Debt (All) Trust	80,881,803	108,042,591	1.33	2.23	619,120	2,028,851	936,802	1,246,368
WM Sector - Diversified Debt (Short) Trust	-	8,880,856	-	0.44	1,369	194,158	-	95,765
WM Sector - Global Equities (Hedged) Trust	88,817,325	95,415,549	9.83	8.27	348	-	559,640	704,321
WM Sector - Global Equities (Unhedged) Trust	70,425,878	83,072,093	2.60	1.55	11,481,079	10,010,944	691,279	848,004
<b>8. Horizon 5 Growth Portfolio</b>								
MLC MasterKey Unit Trust Growth Portfolio	721,824,023	637,701,475	87.71	86.51	19,815,663	45,835,588	502,766,253	480,601,134
<b>9. Horizon 6 Share Portfolio</b>								
Low-Correlation Strategy Trust	-	1,371,423	-	0.11	88,603	152,586	-	993,403

# Financial Report

## Notes to the Financial Statements

### for the financial year ended 30 June 2023

#### 8.5 Related party investments held by the Schemes

Name of entity Name of related entity	Fair value of investment		% Interest held in the Scheme/Entity		Distributions/Dividends received/receivable (including Return of Capital)		Number of units/shares held	
	2023 \$	2022 \$	2023 %	2022 %	2023 \$	2022 \$	2023	2022
<b>9. Horizon 6 Share Portfolio</b>								
MLC MasterKey Unit Trust Share Portfolio	291,228,759	256,198,116	81.17	76.31	16,652,083	26,233,350	275,049,261	258,974,844
WM Pool - Australian Equities No. 2	9,547,129	6,429,950	0.09	0.07	559,196	665,903	134,727	98,363
WM Pool - Equities Trust No. 29	2,850,386	1,042,382	1.10	0.44	97,802	19,096	4,728,922	1,618,452
WM Pool - Equities Trust No. 47	10,809,698	5,953,588	1.55	0.31	630,775	579,316	112,198	68,018
WM Pool - Equities Trust No. 84	4,117,121	-	1.73	-	-	-	4,030,000	-
WM Pool - Global Properties Trust	2,085,163	1,187,960	0.19	0.11	883	-	20,974	11,183
WM Pool - LTAR Part 1 NS Trust	5,272,199	6,064,269	0.72	0.74	180,433	371,244	68,398	63,267
WM Sector - Australian Equities Trust	22,555,466	16,191,351	1.52	0.42	2,306,577	2,186,769	212,373	161,155
WM Sector - Global Equities (Hedged) Trust	13,797,384	7,121,814	1.53	0.62	62	-	86,938	52,571
WM Sector - Global Equities (Unhedged) Trust	15,796,586	14,848,087	0.58	0.28	3,412,235	1,789,330	155,055	151,570
<b>10. Horizon 7 Accelerated Growth Portfolio</b>								
MLC Horizon 7 Trust	141,553,947	101,011,224	12.14	9.98	9,867,014	16,214,932	103,285,374	83,794,546
WM Pool - Equities Trust No. 29	5,502,140	3,523,796	2.12	1.50	187,002	64,554	9,128,304	5,471,215
WM Pool - Equities Trust No. 84	9,249,309	-	3.90	-	-	-	9,053,588	-
WM Pool - LTAR Part 1 NS Trust	-	3,430,830	-	0.48	-	297,603	-	41,170
WM Sector - Global Equities (Hedged) Trust	24,101,752	17,582,377	2.67	1.52	82	-	151,866	129,786
WM Sector - Global Equities (Unhedged) Trust	1,960,866	-	0.07	-	101,839	-	19,247	-
<b>11. MLC Global Property Fund</b>								
WM Pool - Global Properties Trust	25,867,752	31,117,438	2.36	2.84	11,250	-	260,191	292,926
<b>12. MLC Wholesale Australian Share Fund</b>								
WM Pool - Equities Trust No. 41	149,046,912	134,633,906	62.65	11.88	14,163,020	18,570,173	1,629,191	1,542,465
<b>13. MLC Wholesale Australian Share Index Fund</b>								
WM Pool - Equities Trust No. 30	81,779,607	74,780,233	43.97	6.08	4,896,305	9,339,940	69,131,922	68,441,709
<b>14. MLC Wholesale Diversified Debt Fund</b>								
WM Pool - Fixed Interest No. 29	2,477,480	4,353,654	0.66	0.87	-	-	2,761,183	4,781,954
WM Pool - Fixed Interest Trust No. 5	3,085,449	3,262,535	0.15	0.16	2,712	255,761	30,993	34,555
WM Sector - Diversified Debt (All) Trust	47,856,135	58,757,726	0.78	1.21	377,369	1,780,184	554,287	677,823
<b>15. MLC Wholesale Index Plus Balanced Portfolio</b>								
Antares Enhanced Cash Trust	-	-	-	-	-	62,108	-	-
IOOF Income Trust	41,975,864	-	2.42	-	683,364	-	41,088,356	-
WM Pool - Australian Equities No. 2	183,117,145	123,917,755	1.73	1.37	9,085,406	13,199,936	2,584,107	1,895,654
WM Pool - Equities Trust No. 29	20,310,394	-	7.82	-	534,374	-	33,695,881	-
WM Pool - Equities Trust No. 60	34,125,831	28,033,650	17.30	9.16	951,162	1,668,770	341,032	292,488
WM Pool - Equities Trust No. 65	107,030,048	71,360,999	11.96	10.39	695	631	632,159	485,561
WM Pool - Equities Trust No. 73	-	4,842,383	-	4.26	8,549	23,944	-	49,733
WM Pool - Equities Trust No. 74	123,157,421	97,614,784	6.25	5.79	5,722,190	3,775,656	640,459	582,248
WM Pool - Equities Trust No. 77	27,369,156	19,193,417	14.37	10.75	9,017	6,143	30,782,677	20,482,022

# Financial Report

## Notes to the Financial Statements

### for the financial year ended 30 June 2023

#### 8.5 Related party investments held by the Schemes

Name of entity Name of related entity	Fair value of investment		% Interest held in the Scheme/Entity		Distributions/Dividends received/receivable (including Return of Capital)		Number of units/shares held	
	2023 \$	2022 \$	2023 %	2022 %	2023 \$	2022 \$	2023	2022
<b>15. MLC Wholesale Index Plus Balanced Portfolio</b>								
WM Pool - Fixed Interest Trust No. 24	13,222,736	20,844,752	1.06	1.51	240,322	25,692	127,878	205,816
WM Pool - Fixed Interest Trust No. 25	10,632,239	12,736,089	0.21	0.28	360,780	24,259	10,652,618	12,767,958
WM Pool - Inflation Linked Securities Trust	13,943,568	8,573,879	5.95	2.19	178,180	25,683	11,794,533	7,523,197
WM Sector - Diversified Debt (All) Trust	104,556,608	67,761,627	1.71	1.40	738,662	1,196,883	1,211,013	781,691
WM Sector - Diversified Debt (Short) Trust	-	22,187,605	-	1.09	3,815	220,748	-	239,256
<b>16. MLC Wholesale Index Plus Conservative Growth Portfolio</b>								
Antares Enhanced Cash Trust	-	-	-	-	-	129,658	-	-
IOOF Income Trust	53,751,360	-	3.10	-	875,068	-	52,614,879	-
WM Pool - Australian Equities No. 2	81,596,100	62,562,536	0.77	0.69	4,189,558	6,671,987	1,151,465	957,061
WM Pool - Equities Trust No. 29	9,488,317	-	3.65	-	273,079	-	15,741,556	-
WM Pool - Equities Trust No. 60	23,641,848	22,104,468	11.98	7.55	668,258	1,215,039	236,261	230,626
WM Pool - Equities Trust No. 65	51,994,268	34,533,386	5.81	5.03	349	305	307,097	234,975
WM Pool - Equities Trust No. 73	-	2,351,136	-	2.07	4,151	11,626	-	24,147
WM Pool - Equities Trust No. 74	61,779,110	54,905,887	3.14	3.49	2,954,444	2,199,328	321,272	327,500
WM Pool - Equities Trust No. 77	13,925,455	11,226,615	7.31	6.28	4,417	3,336	15,662,258	11,980,347
WM Pool - Fixed Interest Trust No. 24	13,527,952	18,171,144	1.09	1.32	250,975	22,704	130,829	179,418
WM Pool - Fixed Interest Trust No. 25	26,577,147	28,592,794	0.53	0.64	900,119	54,462	26,628,087	28,664,340
WM Pool - Inflation Linked Securities Trust	13,356,967	11,940,892	5.70	3.05	170,684	29,109	11,298,341	10,477,601
WM Sector - Diversified Debt (All) Trust	110,923,018	60,740,212	1.82	1.25	804,569	833,842	1,284,751	700,693
WM Sector - Diversified Debt (Short) Trust	-	62,555,117	-	3.08	9,987	576,748	-	674,550
<b>17. MLC Wholesale Index Plus Growth Portfolio</b>								
Antares Enhanced Cash Trust	-	-	-	-	-	21,472	-	-
IOOF Income Trust	6,891,573	-	0.40	-	112,194	-	6,745,863	-
WM Pool - Australian Equities No. 2	114,878,107	80,923,040	1.09	0.90	5,773,305	8,648,310	1,621,134	1,237,934
WM Pool - Equities Trust No. 29	10,630,725	-	4.09	-	301,692	-	17,636,863	-
WM Pool - Equities Trust No. 60	17,170,230	15,592,908	8.70	5.10	504,984	886,893	171,588	162,688
WM Pool - Equities Trust No. 65	70,019,626	48,535,489	7.82	7.06	455	442	413,562	330,250
WM Pool - Equities Trust No. 73	-	1,988,314	-	1.75	3,510	9,694	-	20,421
WM Pool - Equities Trust No. 74	79,971,600	66,090,266	4.06	3.92	3,920,135	2,644,288	415,878	394,212
WM Pool - Equities Trust No. 77	13,815,187	10,636,624	7.25	5.95	4,660	3,404	15,538,238	11,350,744
WM Pool - Fixed Interest Trust No. 24	2,979,596	5,606,736	0.24	0.41	58,344	6,982	28,816	55,360
WM Pool - Fixed Interest Trust No. 25	3,215,670	4,196,699	0.06	0.09	102,611	7,994	3,221,834	4,207,200
WM Pool - Inflation Linked Securities Trust	3,240,367	3,084,339	1.38	0.79	41,407	7,406	2,740,949	2,706,370
WM Sector - Diversified Debt (All) Trust	25,410,584	19,556,227	0.42	0.40	190,466	272,956	294,315	225,599
WM Sector - Diversified Debt (Short) Trust	-	2,856,435	-	0.14	440	57,477	-	30,802
<b>18. MLC Wholesale Inflation Plus - Assertive Portfolio</b>								
WM Pool - LTAR Part 1 NS Trust	562,275,760	423,322,493	66.53	59.54	16,276,365	31,613,297	6,341,867	5,079,907

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**8.5 Related party investments held by the Schemes**

Name of entity Name of related entity	Fair value of investment		% Interest held in the Scheme/Entity		Distributions/Dividends received/receivable (including Return of Capital)		Number of units/shares held	
	2023 \$	2022 \$	2023 %	2022 %	2023 \$	2022 \$	2023	2022
<b>19. MLC Wholesale Inflation Plus - Conservative Portfolio</b> WM Pool - Equities Trust No. 58	164,790,885	183,054,545	100.00	69.37	4,272,984	9,011,656	1,616,413	1,866,427
<b>20. MLC Wholesale Inflation Plus - Moderate Portfolio</b> WM Pool - Equities Trust No. 59	449,276,308	487,833,868	82.45	77.66	14,360,450	34,328,274	4,384,901	4,999,028
<b>23. Passive Global Share Trust with Currency Hedged</b> Passive Global Share Trust	147,960,078	217,262,683	26.64	36.79	11,540,793	41,109,505	79,046,526	131,508,334
<b>24. Wholesale Global Share Fund</b> WM Sector - Global Equities (Unhedged) Trust	74,806,294	74,711,314	2.76	1.39	13,724,981	10,052,653	734,276	762,656
<b>25. Wholesale Income Builder</b> MLC MasterKey Unit Trust IncomeBuilder	340,632,844	331,105,186	24.88	25.06	22,754,549	29,466,369	157,860,883	159,982,947
<b>26. Wholesale Property Securities Fund</b> WM Sector - Property Securities Trust	70,969,793	73,630,346	15.70	15.91	2,065,840	2,074,502	788,598	861,512

# Financial Report

## Notes to the Financial Statements

### for the financial year ended 30 June 2023

#### 8.6 Units in the Schemes held by related parties

As at the reporting date, details of the unit holdings in the Schemes by related parties are set out in the table below. The below related parties are wholly owned subsidiaries of Insignia Financial Ltd, the ultimate parent company:

- IOOF Investment Management Limited (the Trustee for IOOF Portfolio Service Superannuation Fund and AvWrap Retirement Service);
- NULIS Nominees (Australia) Limited (Trustee for MLC Super fund and the Trustee for MLC Superannuation Fund which is invested through the MLC Pooled Superannuation Trust);
- Oasis Fund Management Limited (the Trustee for Oasis Superannuation Master Trust);
- OnePath Custodians Pty Limited (the Trustee for Retirement Portfolio Service); and
- Other schemes operated by Antares Capital Partners Limited, IOOF Investment Services Limited, MLC Investments Limited, Navigator Australia Limited and OnePath Funds Management Limited.

Name of entity Name of related entity	Fair value of unit holdings		% Interest held		Distributions paid/payable		Number of units held	
	2023 \$	2022 \$	2023 %	2022 %	2023 \$	2022 \$	2023	2022
<b>1. Diversified Australian Share Trust</b>								
MLC Super Fund	8,191,583,530	3,990,546,000	100.00	100.00	301,866,152	632,226,251	124,259,437	66,478,294
<b>2. Diversified Global Share Trust</b>								
Diversified Global Share Trust with Currency Hedged	1,924,875,082	1,167,438,105	21.73	25.11	112,762,718	181,195,578	20,907,151	14,705,762
MLC Super Fund	6,935,538,294	3,475,343,954	78.27	74.89	406,239,881	540,469,217	75,320,271	43,864,270
<b>3. Diversified Global Share Trust with Currency Hedged</b>								
MLC Super Fund	2,044,806,574	1,309,208,605	100.00	100.00	5,694	210,634	18,981,385	14,232,018
<b>4. Horizon 1 Bond Portfolio</b>								
MLC Investments Ltd	3,382	3,291	0.01	0.01	25	31	3,537	3,521
MLC Pooled Superannuation Trust	17,371,072	20,669,145	46.37	45.78	129,540	205,601	18,170,304	22,116,832
Oasis Superannuation Master Trust	20,718	-	0.06	-	158	-	21,579	-
<b>5. Horizon 2 Income Portfolio</b>								
MLC Investments Ltd	4,017	3,761	-	-	47	133	4,067	3,956
MLC Pooled Superannuation Trust	154,603,211	152,986,763	43.41	39.77	1,836,669	5,273,526	156,528,796	160,910,074
Oasis Superannuation Master Trust	2,328,700	2,735,784	0.65	0.71	27,691	98,056	2,339,462	2,877,472
Retirement Portfolio Service	366,964	344,021	0.10	0.09	4,276	12,180	368,660	361,838
<b>6. Horizon 3 Conservative Growth Portfolio</b>								
AvWrap Retirement Service	87,394	85,326	0.01	0.01	965	4,236	77,808	80,766
MLC Pooled Superannuation Trust	566,384,130	504,302,013	48.97	45.16	6,226,648	24,740,128	503,234,942	477,353,384
Oasis Superannuation Master Trust	1,351,203	2,246,496	0.12	0.20	16,175	112,625	1,195,121	2,126,449
Retirement Portfolio Service	42,127	235,385	-	0.02	995	9,305	37,261	222,807
<b>7. Horizon 4 Balanced Portfolio</b>								
AvWrap Retirement Service	209,948	9,186,386	0.01	0.40	4,612	624,853	172,783	8,070,366
IOOF Portfolio Service Superannuation Fund	8,514,026	-	0.34	-	190,729	-	7,006,479	-
MLC Pooled Superannuation Trust	1,282,357,084	1,101,876,607	50.93	47.44	27,806,566	76,325,585	1,052,524,537	968,013,767
Oasis Superannuation Master Trust	20,149,122	20,078,750	0.79	0.86	438,289	610,034	16,324,332	17,639,458
Retirement Portfolio Service	5,374,877	4,970,563	0.21	0.21	114,689	343,470	4,354,595	4,366,708
<b>8. Horizon 5 Growth Portfolio</b>								
MLC Pooled Superannuation Trust	438,163,199	363,625,881	60.56	56.39	11,762,098	24,950,802	323,728,090	292,494,386
Oasis Superannuation Master Trust	4,572,874	4,240,250	0.62	0.66	123,753	299,834	3,332,756	3,410,784
Retirement Portfolio Service	1,158,929	1,056,531	0.16	0.16	30,426	73,918	844,639	849,855
<b>9. Horizon 6 Share Portfolio</b>								
MLC Pooled Superannuation Trust	156,326,007	122,252,696	41.23	38.52	8,430,552	11,598,189	130,503,891	110,669,743
Oasis Superannuation Master Trust	2,061,862	2,029,518	0.52	0.64	105,854	192,542	1,638,609	1,837,229
Retirement Portfolio Service	297,602	203,147	0.07	0.06	15,279	19,273	236,511	183,900
<b>10. Horizon 7 Accelerated Growth Portfolio</b>								
AvWrap Retirement Service	-	167,470	-	0.13	-	15,987	-	107,727
IOOF Portfolio Service Superannuation Fund	840,892	-	0.46	-	25,387	-	467,022	-
MLC Pooled Superannuation Trust	124,713,720	85,240,690	67.58	65.74	3,756,289	8,137,043	68,922,724	54,831,820
Oasis Superannuation Master Trust	3,339,259	2,565,139	1.77	1.98	98,113	244,867	1,800,237	1,650,048



**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**8.6 Units in the Schemes held by related parties**

Name of entity Name of related entity	Fair value of unit holdings		% Interest held		Distributions paid/payable		Number of units held	
	2023 \$	2022 \$	2023 %	2022 %	2023 \$	2022 \$	2023	2022
<b>10. Horizon 7 Accelerated Growth Portfolio</b>								
Retirement Portfolio Service	205,201	144,471	0.11	0.11	6,029	13,791	110,626	92,932
<b>11. MLC Global Property Fund</b>								
MLC Investments Ltd	137	147	-	-	0	-	217	217
MLC Pooled Superannuation Trust	12,973,392	15,424,301	50.20	49.46	4,110	-	20,550,680	22,779,075
<b>12. MLC Wholesale Australian Share Fund</b>								
MLC Pooled Superannuation Trust	27,540,777	22,601,258	18.95	17.51	2,250,969	2,853,178	31,473,596	27,337,249
Oasis Superannuation Master Trust	262,285	233,923	0.17	0.18	20,428	29,907	282,940	282,940
<b>13. MLC Wholesale Australian Share Index Fund</b>								
MLC Investments Ltd	-	208	-	-	-	28	-	169
<b>14. MLC Wholesale Diversified Debt Fund</b>								
MLC Investments Ltd	166	166	-	-	1	4	191	191
MLC Pooled Superannuation Trust	29,993,550	35,578,048	55.99	53.59	90,764	1,003,595	34,660,403	41,056,417
<b>15. MLC Wholesale Index Plus Balanced Portfolio</b>								
IOOF Portfolio Service Superannuation Fund	5,550,292	-	0.81	-	73,151	-	4,872,747	-
MLC Pooled Superannuation Trust	564,749,094	395,663,560	82.31	80.58	11,086,356	14,667,986	494,577,022	375,329,464
MLC Super Fund	-	-	-	-	-	15,935	-	-
<b>16. MLC Wholesale Index Plus Conservative Growth Portfolio</b>								
IOOF Portfolio Service Superannuation Fund	4,001,592	-	0.87	-	34,905	-	3,648,844	-
MLC Pooled Superannuation Trust	357,729,152	285,955,541	77.34	75.92	5,228,231	6,471,972	325,559,674	277,294,593
MLC Super Fund	-	-	-	-	-	47,610	-	-
<b>17. MLC Wholesale Index Plus Growth Portfolio</b>								
IOOF Portfolio Service Superannuation Fund	2,404,622	-	0.69	-	35,665	-	2,014,701	-
MLC Pooled Superannuation Trust	296,231,725	218,954,752	84.11	82.04	6,537,837	9,005,976	247,265,206	201,299,069
MLC Super Fund	137,506	3,968,628	0.04	1.49	8,165	190,288	114,777	3,648,613
<b>18. MLC Wholesale Inflation Plus - Assertive Portfolio</b>								
AvWrap Retirement Service	558,485	-	0.10	-	11,506	-	581,090	-
IOOF Portfolio Service Superannuation Fund	218,948	-	0.04	-	4,558	-	227,855	-
MLC Pooled Superannuation Trust	291,281,005	169,737,012	51.68	39.82	4,258,790	9,366,636	302,463,405	188,277,683
Retirement Portfolio Service	208,142	-	0.04	-	4,201	-	212,195	-
<b>19. MLC Wholesale Inflation Plus - Conservative Portfolio</b>								
MLC Investments Ltd	-	130	-	-	-	6	-	130
MLC Pooled Superannuation Trust	83,209,754	82,440,926	50.52	44.95	1,826,881	3,540,734	80,064,318	82,436,880
<b>20. MLC Wholesale Inflation Plus - Moderate Portfolio</b>								
AvWrap Retirement Service	120,626	-	0.03	-	2,181	-	114,164	-
IOOF Portfolio Service Superannuation Fund	624,739	-	0.14	-	11,293	-	591,245	-
MLC Investments Ltd	-	135	-	-	-	8	-	135
MLC Pooled Superannuation Trust	256,967,006	200,123,563	57.06	40.76	5,147,596	11,495,853	242,888,998	199,437,125
Retirement Portfolio Service	51,359	-	0.01	-	912	-	47,741	-

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**8.6 Units in the Schemes held by related parties**

Name of entity Name of related entity	Fair value of unit holdings		% Interest held		Distributions paid/payable		Number of units held	
	2023 \$	2022 \$	2023 %	2022 %	2023 \$	2022 \$	2023	2022
<b>21. Passive Australian Share Trust</b>								
MLC Investments Ltd	306	240	-	-	17	42	214	180
MLC Super Fund	1,565,234,204	357,602,154	100.00	87.25	36,173,184	64,805,848	1,091,887,015	268,502,616
<b>22. Passive Global Share Trust</b>								
MLC Investments Ltd	431	320	-	-	34	61	230	194
MLC Super Fund	407,580,353	298,812,585	73.36	50.67	31,773,458	56,623,763	217,626,424	181,138,078
Passive Global Share Trust with Currency Hedged	147,960,078	217,262,683	26.64	36.79	11,540,793	41,109,505	79,046,526	131,508,334
<b>23. Passive Global Share Trust with Currency Hedged</b>								
MLC Investments Ltd	356	273	-	-	-	34	238	212
MLC Super Fund	160,596,423	130,044,126	100.00	59.21	-	16,223,010	107,574,704	101,140,958
<b>24. Wholesale Global Share Fund</b>								
MLC Pooled Superannuation Trust	25,987,830	25,048,216	35.29	33.13	4,058,233	2,852,998	28,843,159	29,291,554
Oasis Superannuation Master Trust	69,600	57,399	0.08	0.08	9,444	6,538	67,123	67,123
Retirement Portfolio Service	131,457	108,753	0.16	0.14	17,838	12,387	126,779	127,177
<b>25. Wholesale Income Builder</b>								
AvWrap Retirement Service	19,214	1,316,919	0.01	0.40	837	151,720	12,270	874,890
IOOF Portfolio Service Superannuation Fund	1,521,505	-	0.44	-	114,381	-	971,540	-
MLC Pooled Superannuation Trust	68,935,635	66,725,511	20.14	20.06	5,176,603	8,050,766	44,011,894	44,328,852
Oasis Superannuation Master Trust	663,979	643,416	0.19	0.19	47,967	77,182	406,277	427,451
Retirement Portfolio Service	220,435	192,398	0.06	0.06	15,626	23,043	134,881	127,819
<b>26. Wholesale Property Securities Fund</b>								
AvWrap Retirement Service	43,211	44,084	0.06	0.06	1,062	1,027	57,685	61,877
MLC Pooled Superannuation Trust	24,223,826	25,465,703	34.15	34.58	609,665	592,324	32,328,179	35,743,965
Oasis Superannuation Master Trust	1,239,506	1,260,057	1.73	1.71	30,008	29,557	1,636,528	1,768,631
Retirement Portfolio Service	189,864	280,615	0.26	0.38	4,748	6,563	250,679	393,874

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**9. Interests in unconsolidated structured entities**

The Schemes' maximum exposure to loss from their investments in unlisted managed investment schemes, which have been assessed to be structured entities, is restricted to their fair value which are disclosed in 8.5 Related party investments held by the Schemes. The Schemes have not sponsored or provided support and have no intention of providing support, financial or otherwise to the unlisted managed investment schemes they hold.

**10. Auditor's remuneration**

During the year, the following Auditor's remuneration fees were paid or payable by the Responsible Entity for services provided by KPMG as the auditor of the Schemes:

	1. Diversified Australian Share Trust		2. Diversified Global Share Trust		3. Diversified Global Share Trust with Currency Hedged		4. Horizon 1 Bond Portfolio	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	\$	\$	\$	\$	\$	\$	\$	\$
<b>KPMG</b>								
- Audit Services								
Audit & Review of financial reports	6,637	8,935	6,637	8,935	6,637	8,935	6,637	8,935
- Other assurance services								
Other compliance & regulatory audit services	2,793	3,534	2,793	3,534	2,793	3,534	2,793	3,534
<b>Total audit fees paid</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>
	5. Horizon 2 Income Portfolio		6. Horizon 3 Conservative Growth Portfolio		7. Horizon 4 Balanced Portfolio		8. Horizon 5 Growth Portfolio	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	\$	\$	\$	\$	\$	\$	\$	\$
<b>KPMG</b>								
- Audit Services								
Audit & Review of financial reports	6,637	8,935	6,637	8,935	6,637	8,935	6,637	8,935
- Other assurance services								
Other compliance & regulatory audit services	2,793	3,534	2,793	3,534	2,793	3,534	2,793	3,534
<b>Total audit fees paid</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>
	9. Horizon 6 Share Portfolio		10. Horizon 7 Accelerated Growth Portfolio		11. MLC Global Property Fund		12. MLC Wholesale Australian Share Fund	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	\$	\$	\$	\$	\$	\$	\$	\$
<b>KPMG</b>								
- Audit Services								
Audit & Review of financial reports	6,637	8,935	6,637	8,935	6,637	8,935	6,637	8,935
- Other assurance services								
Other compliance & regulatory audit services	2,793	3,534	2,793	3,534	2,793	3,534	2,793	3,534
<b>Total audit fees paid</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**10. Auditor's remuneration**

	13. MLC Wholesale Australian Share Index Fund		14. MLC Wholesale Diversified Debt Fund		15. MLC Wholesale Index Plus Balanced Portfolio		16. MLC Wholesale Index Plus Conservative Growth Portfolio	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	\$	\$	\$	\$	\$	\$	\$	\$
<b>KPMG</b>								
- Audit Services								
Audit & Review of financial reports	6,637	8,935	6,637	8,935	6,637	8,935	6,637	8,935
- Other assurance services								
Other compliance & regulatory audit services	2,793	3,534	2,793	3,534	2,793	3,534	2,793	3,534
<b>Total audit fees paid</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>
	17. MLC Wholesale Index Plus Growth Portfolio		18. MLC Wholesale Inflation Plus - Assertive Portfolio		19. MLC Wholesale Inflation Plus - Conservative Portfolio		20. MLC Wholesale Inflation Plus - Moderate Portfolio	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	\$	\$	\$	\$	\$	\$	\$	\$
<b>KPMG</b>								
- Audit Services								
Audit & Review of financial reports	6,637	8,935	6,637	8,935	6,637	8,935	6,637	8,935
- Other assurance services								
Other compliance & regulatory audit services	2,793	3,534	2,793	3,534	2,793	3,534	2,793	3,534
<b>Total audit fees paid</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>
	21. Passive Australian Share Trust		22. Passive Global Share Trust		23. Passive Global Share Trust with Currency Hedged		24. Wholesale Global Share Fund	
	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022	30 June 2023	30 June 2022
	\$	\$	\$	\$	\$	\$	\$	\$
<b>KPMG</b>								
- Audit Services								
Audit & Review of financial reports	6,637	8,935	6,637	8,935	6,637	8,935	6,637	8,935
- Other assurance services								
Other compliance & regulatory audit services	2,793	3,534	2,793	3,534	2,793	3,534	2,793	3,534
<b>Total audit fees paid</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>

**Financial Report**  
**Notes to the Financial Statements**  
**for the financial year ended 30 June 2023**

**10. Auditor's remuneration**

	25. Wholesale Income Builder		26. Wholesale Property Securities Fund	
	30 June 2023 \$	30 June 2022 \$	30 June 2023 \$	30 June 2022 \$
<b>KPMG</b>				
- Audit Services				
Audit & Review of financial reports	6,637	8,935	6,637	8,935
- Other assurance services				
Other compliance & regulatory audit services	2,793	3,534	2,793	3,534
<b>Total audit fees paid</b>	<b>9,430</b>	<b>12,469</b>	<b>9,430</b>	<b>12,469</b>

**11. Commitments and contingencies**

There were no commitments or contingencies for the Schemes as at the reporting date (30 June 2022: Nil).

**12. Events subsequent to reporting date**

No significant events have occurred since the end of the reporting period which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 30 June 2023 or on the results of the Schemes for the financial year ended on that date.

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## Financial Report Directors' Declaration for the financial year ended 30 June 2023

MLC Investments Limited presents the Directors' Declaration in respect of the following Schemes:

1. Diversified Australian Share Trust
2. Diversified Global Share Trust
3. Diversified Global Share Trust with Currency Hedged
4. Horizon 1 Bond Portfolio
5. Horizon 2 Income Portfolio
6. Horizon 3 Conservative Growth Portfolio
7. Horizon 4 Balanced Portfolio
8. Horizon 5 Growth Portfolio
9. Horizon 6 Share Portfolio
10. Horizon 7 Accelerated Growth Portfolio
11. MLC Global Property Fund
12. MLC Wholesale Australian Share Fund
13. MLC Wholesale Australian Share Index Fund
14. MLC Wholesale Diversified Debt Fund
15. MLC Wholesale Index Plus Balanced Portfolio
16. MLC Wholesale Index Plus Conservative Growth Portfolio
17. MLC Wholesale Index Plus Growth Portfolio
18. MLC Wholesale Inflation Plus - Assertive Portfolio
19. MLC Wholesale Inflation Plus - Conservative Portfolio
20. MLC Wholesale Inflation Plus - Moderate Portfolio
21. Passive Australian Share Trust
22. Passive Global Share Trust
23. Passive Global Share Trust with Currency Hedged
24. Wholesale Global Share Fund
25. Wholesale Income Builder
26. Wholesale Property Securities Fund

In the opinion of the Directors:

1. The financial statements and notes to the financial statements of the Schemes, set out on pages 5 to 77 are in accordance with the *Corporations Act 2001*, including:
  - 1.1 giving a true and fair view of the Schemes' financial positions as at 30 June 2023 and their performance for the financial year ended on that date.
  - 1.2 complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.
2. The financial statements and notes to the financial statements of the Schemes, set out on pages 5 to 77 comply with International Financial Reporting Standards.
3. There are reasonable grounds to believe that the Schemes will be able to pay their debts as and when they become due and payable.

This Declaration is made in accordance with a resolution of the Directors of MLC Investments Limited.



**Kathryn Watt**

**Director**

Melbourne

11 September 2023



# Independent Auditor's Report

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To the respective unitholders of the following Schemes:

- Diversified Australian Share Trust
- Diversified Global Share Trust
- Diversified Global Share Trust with Currency Hedged
- Horizon 1 Bond Portfolio
- Horizon 2 Income Portfolio
- Horizon 3 Conservative Growth Portfolio
- Horizon 4 Balanced Portfolio
- Horizon 5 Growth Portfolio
- Horizon 6 Share Portfolio
- Horizon 7 Accelerated Growth Portfolio
- MLC Global Property Fund
- MLC Wholesale Australian Share Fund
- MLC Wholesale Australian Share Index Fund
- MLC Wholesale Diversified Debt Fund
- MLC Wholesale Index Plus Balanced Portfolio
- MLC Wholesale Index Plus Conservative Growth Portfolio
- MLC Wholesale Index Plus Growth Portfolio
- MLC Wholesale Inflation Plus - Assertive Portfolio
- MLC Wholesale Inflation Plus - Conservative Portfolio
- MLC Wholesale Inflation Plus - Moderate Portfolio
- Passive Australian Share Trust
- Passive Global Share Trust
- Passive Global Share Trust with Currency Hedged
- Wholesale Global Share Fund
- Wholesale Income Builder
- Wholesale Property Securities Fund

For the purpose of this report, the terms 'Scheme' and 'Schemes' denote the individual and distinct entity for which the financial information is prepared and upon which our audit is performed. Each is to be read as a singular subject matter.



## Opinion

We have audited the **Financial Report** of the Schemes.

In our opinion, the accompanying **Financial Report** of the Schemes is in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the Schemes' financial position as at 30 June 2023 and of their financial performance for the year ended on that date; and
- complying with *Australian Accounting Standards* and the *Corporations Regulations 2001*.

The **Financial Report** comprises:

- Statements of financial position as at 30 June 2023;
- Statements of comprehensive income, Statements of changes in equity, and Statements of cash flows for the year then ended;
- Notes including a summary of significant accounting policies; and
- Directors' Declaration.

## Basis for opinion

We conducted our audit in accordance with *Australian Auditing Standards*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report.

We are independent of the Schemes in accordance with the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the Financial Report in Australia. We have fulfilled our other ethical responsibilities in accordance with these requirements.





## Other Information

Other Information is financial and non-financial information in the Schemes' annual reporting which is provided in addition to the Financial Report and the Auditor's Report. The Directors of MLC Investments Limited (the Responsible Entity) are responsible for the Other Information.

Our opinion on the Financial Report does not cover the Other Information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Financial Report, our responsibility is to read the Other Information. In doing so, we consider whether the Other Information is materially inconsistent with the Financial Report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We are required to report if we conclude that there is a material misstatement of this Other Information, and based on the work we have performed on the Other Information that we obtained prior to the date of this Auditor's Report we have nothing to report.

## Responsibilities of the Directors for the Financial Report

The Directors of MLC Investments Limited (the Responsible Entity) are responsible for:

- preparing the Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*;
- implementing necessary internal control to enable the preparation of a Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and
- assessing the Scheme's ability to continue as a going concern and whether the use of the going concern basis of accounting is appropriate. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Scheme or to cease operations, or have no realistic alternative but to do so.



## Auditor's responsibilities for the audit of the Financial Report

Our objective is:

- to obtain reasonable assurance about whether the Financial Report as a whole is free from material misstatement, whether due to fraud or error; and
- to issue an Auditor's Report that includes our opinions.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with *Australian Auditing Standards* will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error. They are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Financial Report.

A further description of our responsibilities for the audit of the Financial Report is located at the *Auditing and Assurance Standards Board* website at: [http://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our Auditor's Report.

KPMG

Joshua Pearce

*Partner*

Melbourne

11 September 2023



## Lead Auditor's Independence Declaration under Section 307C of the Corporations Act

To the Directors of MLC Investments Limited, the Responsible Entity for the following Schemes:

- Diversified Australian Share Trust
- Diversified Global Share Trust
- Diversified Global Share Trust with Currency Hedged
- Horizon 1 Bond Portfolio
- Horizon 2 Income Portfolio
- Horizon 3 Conservative Growth Portfolio
- Horizon 4 Balanced Portfolio
- Horizon 5 Growth Portfolio
- Horizon 6 Share Portfolio
- Horizon 7 Accelerated Growth Portfolio
- MLC Global Property Fund
- MLC Wholesale Australian Share Fund
- MLC Wholesale Australian Share Index Fund
- MLC Wholesale Diversified Debt Fund
- MLC Wholesale Index Plus Balanced Portfolio
- MLC Wholesale Index Plus Conservative Growth Portfolio
- MLC Wholesale Index Plus Growth Portfolio
- MLC Wholesale Inflation Plus - Assertive Portfolio
- MLC Wholesale Inflation Plus - Conservative Portfolio
- MLC Wholesale Inflation Plus - Moderate Portfolio
- Passive Australian Share Trust
- Passive Global Share Trust
- Passive Global Share Trust with Currency Hedged
- Wholesale Global Share Fund
- Wholesale Income Builder
- Wholesale Property Securities Fund



I declare that as at the date of this declaration, both the Firm and I are independent in accordance with professional rules and statutory requirements on auditor independence. To the best of my knowledge and belief, in relation to the audit for the half year ended 31 December 2022 and the financial year ended 30 June 2023, the only matter which requires disclosure in relation to auditor independence requirements, as set out in the Corporations Act 2001 or any applicable code of professional conduct, is the situation described below:

In August 2023, a Partner in the KPMG Melbourne office became aware that his spouse, through a Power of Attorney arrangement, from September 2022, held a financial interest in MLC Wholesale Inflation Plus - Conservative Portfolio. The Partner has provided no services to MLC Wholesale Inflation Plus - Conservative Portfolio, or any entity of the MLC Wholesale Inflation Plus - Conservative Portfolio, on behalf of the Firm during this time, and was not part of the audit engagement team. The partner's spouse disposed of the interest held in MLC Wholesale Inflation Plus - Conservative Portfolio, on 23 August 2023.

KPMG

Joshua Pearce

*Partner*

Melbourne

11 September 2023