



Product Viewpoint

IOOF MultiMix Australian Shares Trust

ISSUE DATE 15-04-2021

Key information

APIR CODE	IOF0092AU
STATUS	OPEN
ASSET CLASS	AUSTRALIAN EQUITIES
SECTOR	AUSTRALIAN LARGE CAP
SUB SECTOR	MULTI-MANAGER
PRODUCT TYPE	WHOLESALE
LEGAL TYPE	UNIT TRUST
PDS OBJECTIVE	TO PROVIDE CAPITAL GROWTH OVER THE LONG TERM BY INVESTING IN A DIVERSIFIED PORTFOLIO OF AUSTRALIAN SHARES, AND TO ACHIEVE A TOTAL RETURN AFTER FEES IN EXCESS OF THE BENCHMARK OVER A ROLLING SEVEN-YEAR PERIOD.
FUND SIZE	\$546M
MINIMUM INITIAL / ADDITIONAL INVESTMENT	\$25,000 / \$5,000
MINIMUM INVESTMENT BALANCE	\$25,000
DISTRIBUTION FREQUENCY	BI-ANNUAL

Fees & costs

MANAGEMENT COSTS	1.11% P.A. (INCL. MANAGEMENT FEE 0.80% P.A AND PERFORMANCE RELATED FEES 0.31%)
PERFORMANCE FEE	MAY BE CHARGED ON SOME UNDERLYING STRATEGIES
ICR % PA	0.8%
BUY/SELL DIFFERENTIAL	0.28%

Returns after fees (at 31-5-2021)

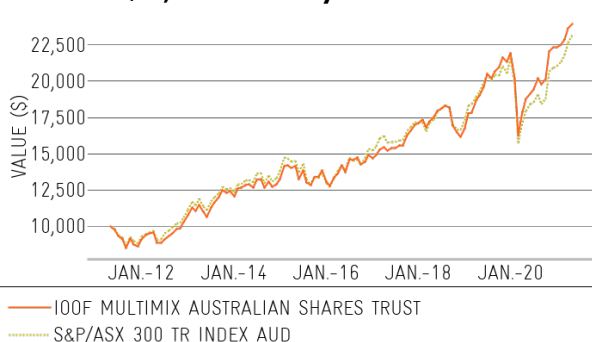
	1 YR	3 YR	5 YR	10 YR
TOTAL RETURN (% PA)	27.30	10.85	11.00	9.11
INCOME RETURN (% PA)	11.25	11.36	9.05	6.11
GROWTH RETURN (% PA)	16.04	-0.51	1.96	3.00
LONSEC BENCHMARK (% PA)	28.72	10.10	10.22	8.75
EXCESS RETURN (% PA)	-1.42	0.75	0.79	0.36

BENCHMARK USED: S&P/ASX 300 TR INDEX AUD

Asset allocation (at 31-3-2021)

	%ACTUAL	%MIN	%MAX	%TARGET
AUSTRALIAN EQUITIES	99.4	90.0	100.0	100.0
CASH	0.6	1.0	10.0	0.0

Growth of \$10,000 over 10 years



What this Rating means

The 'Recommended' rating indicates that Lonsec has strong conviction the financial product can generate risk adjusted returns in line with relevant objectives. The financial product is considered an appropriate entry point to this asset class or strategy.

Lonsec Opinion of this Fund

Overall

Lonsec has maintained the Trust's 'Recommended' rating following its most recent review. The rating reflects the high regard and conviction for the experience and calibre of the investment team underpinned by Lonsec's positive view of the Trust's robust and repeatable investment process. Lonsec believes the Trust encompasses a differentiated feature in its willingness to back boutique investment managers early in their lifecycle, and the usage of small, micro cap and more niche strategies such as health care funds.

Nevertheless, Lonsec will be closely monitoring the progress of the MLC Wealth acquisition and its impact on the investment team and Trust performance.

Strengths

- IOOF implements a robust and consistently applied research process underpinning underlying manager selection and portfolio construction functions.
- The Manager demonstrates active management of the portfolio and a willingness to engage early-stage investment managers.
- The investment team and manager research process is further supported by external asset consultant, Mercer.

Weaknesses

- Upcoming MLC Wealth and IOOF merger may serve as a distraction to the investment team.

Product Risk Characteristics

	LOW	MODERATE	HIGH
BUSINESS SUSTAINABILITY RISK		●	
CAPITAL VOLATILITY			●
SECURITY CONCENTRATION RISK		●	
SECURITY LIQUIDITY RISK		●	

Risk categories are based on Lonsec's qualitative opinion of the risks inherent in the financial product's asset class and the risks relative to other financial products in the relevant Lonsec sector universe.

ESG BIometric

	LOW	MODERATE	HIGH
		●	

ANALYST: ROBBIE LEW | APPROVED BY: DARRELL CLARK

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What is this Fund?

The IOOF MultiMix Australian Shares Trust ('the Trust') invests in a single asset class via a selection of Australian equity investment managers.

Using this Fund

Single Asset Class Multi-Manager Funds may be suitable for investors seeking exposure to a core, typically style neutral fund that offers a higher degree of diversification than that available from a single manager fund. Due to the diversified nature of these funds they typically achieve second or third quartile (as opposed to first quartile) performance with lower volatility than single manager funds.

Suggested Lonsec risk profile suitability

SECURE DEFENSIVE CONSERVATIVE BALANCED GROWTH HIGH GROWTH



For guidance on appropriate asset allocations and risk profiles, refer to the latest Lonsec Strategic Asset Allocation Review and Risk Profile Definitions on our website.

Manager Profile

IOOF is a wealth management company offering products and services across; financial advice and distribution, portfolio and estate administration and investment management. IOOF is listed on the Australian Securities Exchange (ASX Code: IFL). As of 31 December 2020, IOOF had \$202bn in Funds Under Management, Administration and Advice.

Glossary

[Click here for the glossary of terms.](#)

About Lonsec

Lonsec Research Pty Ltd (Lonsec) is an investment research house with specialist areas of expertise, that was originally established in 1994 and the current entity was registered on 23 June 2011. From 1 July 2011, Lonsec became a fully owned subsidiary of Lonsec Fiscal Holdings Pty Ltd, a privately owned entity with a multi-brand strategy of providing leading financial services research and investment execution. Lonsec believes that professional financial advisers need informed opinions on the best investment strategies and financial products to provide real value for their clients. To meet this need, Lonsec has in place an experienced research team, which draws on a robust research process to undertake in-depth assessment of managed fund products.

Analyst Disclosure and Certification

Analyst remuneration is not linked to the research or rating outcome. Where financial products are mentioned, the Analyst(s) may hold the financial product(s) referred to in this document, but Lonsec considers such holdings not to be sufficiently material to compromise the rating or advice. Analyst holdings may change during the life of this document. The Analyst(s) certify that the views expressed in this document accurately reflect their personal, professional opinion about the matters and financial product(s) to which this document refers.

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