



Product Viewpoint

IOOF MultiMix Cash Enhanced Trust

ISSUE DATE 14-04-2021

Key information

APIR CODE	IOF0091AU
STATUS	OPEN
ASSET CLASS	FIXED INTEREST
SECTOR	SHORT TERM INCOME
PRODUCT TYPE	WHOLESALE
LEGAL TYPE	UNIT TRUST
PDS OBJECTIVE	TO PROVIDE STABLE RETURNS WITH LOW RISK OVER THE SHORT-TERM BY INVESTING IN A RANGE OF CASH AND SHORT-TERM SECURITIES, AND TO ACHIEVE A TOTAL RETURN AFTER FEES IN EXCESS OF THE BENCHMARK OVER A ROLLING ONE-YEAR PERIOD.
FUND SIZE	\$201.7M
MINIMUM INITIAL / ADDITIONAL INVESTMENT	\$25,000 / \$5,000
MINIMUM INVESTMENT BALANCE	\$25,000
DISTRIBUTION FREQUENCY	QUARTERLY

Fees & costs

MANAGEMENT COSTS	0.36% P.A.
ICR % PA	0.36%
BUY/SELL DIFFERENTIAL	0.05%

Returns after fees (at 31-5-2021)

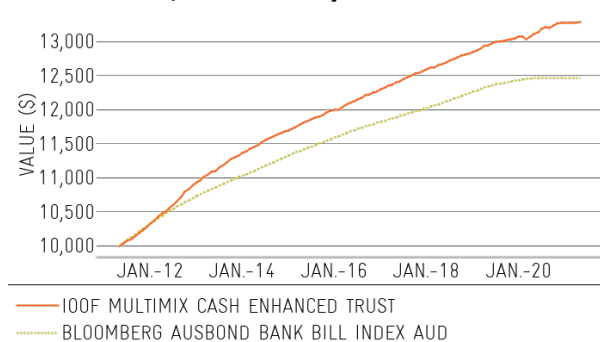
	1 YR	3 YR	5 YR	10 YR
TOTAL RETURN (% PA)	1.35	1.59	1.89	2.88
INCOME RETURN (% PA)	0.81	1.61	1.89	2.98
GROWTH RETURN (% PA)	0.54	-0.02	-0.01	-0.10
LONSEC BENCHMARK (% PA)	0.06	1.01	1.33	2.23
EXCESS RETURN (% PA)	1.29	0.58	0.56	0.65

BENCHMARK USED: BLOOMBERG AUSBOND BANK BILL INDEX AUD

Asset allocation (at 31-3-2021)

	%ACTUAL	%MIN	%MAX	%TARGET
CASH	100.0	0.0	100.0	100.0

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 at the latest review. Lonsec believes that the Trust provides access to a well researched line-up of underlying managers and is supported by a robust and repeatable investment process. Lonsec believes that Acosta is of suitable experience to be managing the Trust. Lonsec is of the view that the combination of the three underlying strategies places the Trust in a good position to meet its investment objectives. 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 Trust has exceeded its investment objectives over all time periods assessed.

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 RISK		●	
CREDIT RISK		●	
FOREIGN CURRENCY EXPOSURE		●	
INTEREST RATE RISK		●	
LEVERAGE RISK	●		
REDEMPTION RISK		●	
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: SEBASTIAN LANDER

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What is this Fund?

The IOOF MultiMix Cash Enhanced Trust ('the Trust') is a multi-manager style strategy that provides exposure to a diversified portfolio of investments that are liquid, offer a high degree of income stability and are of relatively high credit quality. The Trust aims to outperform the Bloomberg AusBond Bank Bill Index by 0.45% p.a. (before fees) over rolling three year periods.

Using this Fund

Enhanced Cash and Deposit sector products are typically managed with the aim of generating returns that exceed cash (or a cash proxy such as the Bloomberg AusBond Bank Bill Index). Product risk expectations (Standard Deviation, credit risk and interest rate risk) are generally positioned as 'low', barring periods of exceptional market circumstances.

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.

ANALYST: ROBBIE LEW | APPROVED BY: SEBASTIAN LANDER

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