

## Client Communication

19 DECEMBER 2012



### Responsible Investment Leaders Diversified Fixed Income Fund - Wholesale update

The Responsible Investment Leaders Diversified Fixed Income Fund - Wholesale is an actively managed diversified fixed income solution for clients seeking exposure to a range of fixed income strategies managed within an Environmental Social and Governance (ESG) framework. The Fund is also utilised by the Responsible Investment Leaders Balanced Fund (fixed income allocation of 23.2%).

As part of our ongoing review of managers within the Fund we have appointed AMP Capital Investors Limited (AMP Capital) as the interim manager of the Fund's Australian bonds sector allocation, replacing Vianova Asset Management Pty Ltd (Vianova). The appointment follows the announcement by Vianova that its Chief Investment Officer tendered his resignation. We believe this will result in uncertainty for Vianova. The new manager allocation is outlined below:

Sector	Target allocation (%)	Managers
Australian bonds	50.0	AMP Capital
Global credit	25.0	Alliance Bernstein
Global government	25.0	Kapstream

#### Interim allocation

The allocation to the AMP Capital strategy is an interim solution as we are currently reviewing the structure of the Fund and will update clients early in 2013 on the outcome of the review. In the best interest of investment outcomes we work to ensure that any adjustments are undertaken in a cost effective manner, while ensuring that the Fund remains fully exposed to the market.

The AMP Capital strategy is a market oriented core plus approach with an ESG overlay and has proven adept at modulating risk through market cycles.

In recognition of the interim nature of the allocation, our investment guidelines for the interim strategy for the Fund will be to remain liquid in order to minimise future transaction costs. We do not expect that this will impact the medium term performance for the Fund. We remain confident in the Fund's ability to achieve its investment objectives.

## No changes to benchmark or ESG characteristics of current strategy

The benchmark for the Fund's Australian bond portfolio remains unchanged, and the Fund's performance will be measured relative to the UBS Composite Bond Index.

It is important to note that there is no change to ESG characteristics of the Fund's strategy. The ESG screening implemented by Vianova was undertaken by AMP Capital.

## Further information

If you have any questions about this update or have any questions about your AMP Capital investments, please contact your Account Manager or our Client Services Team on 1800 658 404, between 8.30am and 5.30pm (Sydney time) Monday to Friday.

Yours sincerely,



Sean Henaghan  
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AMP Capital

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