

Super Savings Investment Report

Quarter ended

31 December 2021

How to use this report

The Investment report provides a quarterly update on the economy and the market, and the management and performance of Australian Retirement Trust Super Savings investment options.

Australian Retirement Trust investment options for *Super Savings accounts* have adopted the premerger investment options and strategies of the Sunsuper Superannuation Fund.

Investment performance will include historical returns for Sunsuper Superannuation Fund for periods prior to 28 February 2022.

Commentary is provided for each option, along with details such as major holdings, manager descriptions and sector allocations.

For the diversified options you can refer to additional information on asset classes (with the exception of Balanced-Index). Where the asset class is available as an investment option, you'll be directed to the page for that option. Where the asset class isn't available as a single asset class option, a detailed description can be found in the Other diversified option asset classes section.

You should also refer to the information provided in your *Product Disclosure Statement (PDS)*, the *Super Savings Guide* and the *Super Savings Investment guide*.

Get the advice you need

It's great that you've chosen to look at your super in more detail, and we hope this report will help you make a more informed decision about where your super is invested.

It can be difficult to know which investment is right for you, or how much insurance you need to protect you and your family. Speak to your adviser or contact Australian Retirement Trust to get the advice you need. Call **13 11 84** to speak to one of our qualified financial

advisers¹ who can give you simple advice about your *Super Savings account* at no additional cost, quickly over the phone. For more comprehensive advice, we may refer you to an accredited external financial adviser.² Advice of this nature may incur a fee.

¹ Australian Retirement Trust employees provide advice as representatives of Sunsuper Financial Services Pty Ltd (ABN 50 087 154 818 AFSL No. 227867) (SFS), wholly owned by the Sunsuper Superannuation Fund. Australian Retirement Trust

² Australian Retirement Trust has established a panel of accredited external financial advisers who are not employees of Australian Retirement Trust. Australian Retirement Trust is not responsible for the advice provided by these advisers and does not receive or pay any referral fees. These advisers will explain to you how their advice fees are determined.

Investment Strategy and Economy & market update

Watch Australian Retirement Trust's Chief Economist Brian Parker explain what's happening around the world and at home, where markets are heading and what it all means for your super investment at australianretirementtrust.com.au/newsroom/market-watch

View Investment performance anytime anywhere

Want an easier and more interactive way to see how your Investment options are performing?

You can now see how each Investment option is performing online at australianretirementtrust.com.au/investments

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The Diversified option Asset Classes are not available as a stand-alone option, instead forming part of our Growth, Balanced, Retirement, Conservative and Diversified Alternatives options.

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i For more information on the features, investment return objectives, risks and fees go to the *Super Savings Investment guide* and the *Super Savings Guide* at australianretirementtrust.com.au/pds-guides

Diversified options

Lifecycle Investment Strategy

The Lifecycle Investment Strategy is designed for members who want to generate wealth over the long term, and gradually transition to lower-risk investments as they approach age 65. An example of how it works is shown below. The Lifecycle Investment Strategy is not available in *Income accounts*.

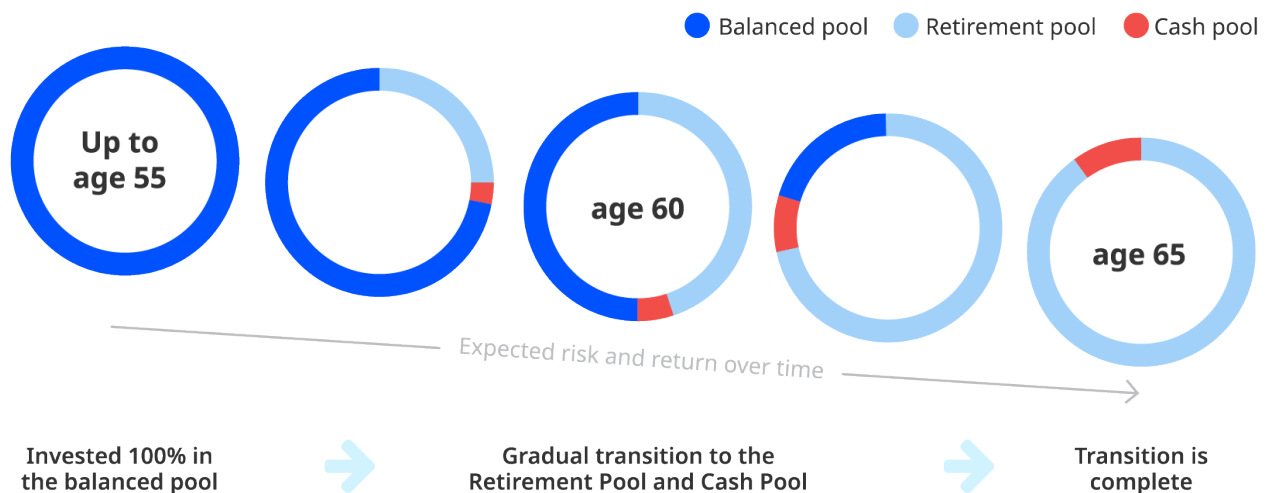
Option size¹

Super assets

\$ 55.4 Billion

¹ The Lifecycle Investment Strategy is not available in *Income accounts*

How the Lifecycle Investment Strategy works



Pool size
Investment returns to
31 December 2021¹

Balanced Pool

Super assets

\$ 47.2 Billion

	% p.a.
3 months	3.3
1 Year	16.3
3 Years	11.4
5 Years	9.6
7 Years	9.1
10 Years	10.1

Calendar year-by-year
investment returns¹

	% p.a.
2021	16.3
2020	3.2
2019	15.4
2018	1.9
2017	12.0
2016	8.9

For more information

The Balanced Pool invests in the same assets as the Balanced option. For indicative commentary, plus asset allocation, geographic and currency allocation information, refer to the Balanced option on page 6.

Retirement Pool

Super assets

\$ 7.5 Billion

	% p.a.
3 months	2.4
1 Year	12.1
3 Years	8.7
5 Years	7.4
7 Years	7.1
10 Years	7.7

	%p.a.
2021	12.1
2020	2.2
2019	11.9
2018	2.2
2017	9.1
2016	7.2

The Retirement Pool invests in the same assets as the Retirement option. For indicative commentary, plus asset allocation, geographic and currency allocation information, refer to the Retirement option on page 14.

Cash Pool

Super assets

\$ 695.8 Million

	% p.a.
3 months	0.0
1 Year	0.2
3 Years	0.7
5 Years	1.1
7 Years	1.3
10 Years	1.7

	% p.a.
2021	0.2
2020	0.6
2019	1.2
2018	1.8
2017	1.6
2016	1.7

The Cash Pool invests in the same assets as the Cash option. For indicative commentary, and investment manager information refer to the Cash option on page 38.

The *Super Savings* Lifecycle Investment Strategy commenced on 28 February 2022 and adopted the Lifecycle investment strategy of *Sunsuper for life* that commenced on 4 October 2013.

¹ Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Past performance is not an indication of future performance. The *Super Savings* Balanced Pool, Retirement Pool and the Cash Pool commenced on 28 February 2022 and adopted respectively the investment strategy of the *Sunsuper for Life* Balanced Pool, Retirement Pool and Cash Pool that commenced on 4 October 2013. The *Sunsuper* Balanced Pool, Retirement Pool and Cash Pool adopted respectively the investment strategy of the *Sunsuper* Balanced Option, Retirement Option and Cash Option.

² Actual investment fees may be less than or greater than that indicated. The indirect cost ratio is calculated using actual costs and reasonable estimates of actual costs incurred, refer to the *Super Savings Guide* for more information about investment fees and indirect cost ratios.

Investments

Diversified options

Growth

This investment option is designed for members who want to generate wealth over the long term, but with less risk than an option invested solely in shares.

Option size

Super assets \$ 9.5 Billion

Pension assets \$ 251 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	4.2	4.5
1 Year	20.5	22.3
3 Years	13.7	15.0
5 Years	11.2	12.2
7 Years	10.5	11.5
10 Years	11.2	12.3
Calendar Year-by-year investment returns (%)		
2021	20.5	22.3
2020	3.7	3.9
2019	17.7	19.6
2018	1.4	1.6
2017	13.9	15.2
2016	9.8	10.9

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Growth option for *Super Savings accounts* produced a 4.2% return for the December quarter and a 20.5% return over the year to December 2021. Longer term returns remain strong. The ten-year return of 11.2% p.a. is well above the option's return objective of CPI plus 4% p.a.

Share prices in the developed world mostly rose over the quarter, while the Emerging share markets produced negative returns. Australian shares had a solid quarter although underperforming the developed market index. The global economic recovery and the strength in world financial markets are being reflected in higher valuations and strong returns in Australian Retirement Trust's unlisted asset classes. Private capital returns have been particularly strong.

In the SuperRatings survey for December 2021, Australian Retirement Trust's Growth option for *Super Savings accounts* was ahead of the median fund for the quarter and over one, three, five, seven and ten years to the end of December 2021.

Outlook and Strategy

Geopolitical issues as well as interest rate and inflation concerns have unsettled markets at the start of 2022. At Australian Retirement Trust, we do not invest money on the basis of our own, or anyone else's short-term forecasts. We have no way of knowing with any certainty just how the world economy or current geopolitical tensions will evolve over the coming year. Our goal is to carefully construct portfolios with a view to meeting their medium to long-term investment objectives, while also capturing opportunities that unsettled market conditions provide. We continue to favour shares over both fixed income and cash, although our overweight exposure to shares has reduced over the past year as share prices rose sharply and bond yields increased.

Australian Retirement Trust continues to hold a substantial allocation to the key unlisted asset classes – property, infrastructure, private equity and private credit. As a large superannuation fund, we have well-diversified portfolios of these assets that deliver strong, long-term returns, while reducing our members' exposure to share market volatility.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia	44	50	48	48
Emerging markets	7	6	6	5
Europe	7	6	6	6
North America	31	32	34	35
UK	3	3	3	3
Other	8	3	3	3
Total	100	100	100	100
Currency (%)				
AUD	72	67	69	68
Foreign currency	28	33	31	32
Total	100	100	100	100

Investment mix¹

	Effective Asset allocation %²			
	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Australian Shares	34.1	34.2	34.3	34.2
International Shares	31.1	31.9	31.8	32.0
Private Capital	10.5	10.0	10.0	10.0
Property	8.4	8.5	8.5	7.5
Diversified Strategies	2.5	0.0	0.0	0.0
Infrastructure	8.4	8.5	8.5	8.5
Fixed Interest	0.0	1.9	1.9	2.8
Alternative Strategies	5.0	5.0	5.0	5.0
Cash	0.0	0.0	0.0	0.0
Total	100	100	100	100

¹ For additional information on these asset classes, strategic asset allocations and allowable ranges refer to the *Super Savings Investment guide*.

² Note that the effective asset allocation in the above table takes into account both the physical exposures to assets along with the effective market exposure from derivative instruments such as futures. These instruments are used by the Fund to bring effective market exposures closer to those represented by each option's strategic asset allocation.

Investments

Diversified options

Balanced

This investment option is designed for members who want to generate wealth over the long term, while being sensitive to the relative performance of other large Australian superannuation funds.

Option size

Super assets \$ 8.9 Billion

Pension assets \$ 1.8 Billion

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	3.3	3.7
1 Year	16.5	17.9
3 Years	11.5	12.6
5 Years	9.6	10.5
7 Years	9.2	10.1
10 Years	10.2	11.2
Calendar Year-by-year investment returns (%)		
2021	16.5	17.9
2020	3.1	3.5
2019	15.5	17.2
2018	1.9	2.1
2017	12.0	13.1
2016	8.9	10.0

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Balanced option for *Super Savings accounts* produced a return of 3.3% for the December quarter and 16.5% over the year to December 2021. The ten-year return of 10.2% p.a. is well above the option's return objective of CPI plus 3.5% p.a.

Share prices in the developed world mostly rose over the quarter, while the Emerging share markets produced negative returns. Australian shares had a solid quarter although underperforming the developed market index. Australian fixed income underperformed global bond markets over the quarter as Australian yields rose while yields elsewhere were broadly stable. The global economic recovery and the strength in world financial markets are being reflected in higher valuations and strong returns in Australian Retirement Trust's unlisted asset classes. Private capital returns have been particularly strong.

In the SuperRatings survey for December 2021, Australian Retirement Trust's Balanced option for *Super Savings accounts* was ahead of the median fund over all time periods.

Outlook and Strategy

Geopolitical issues as well as interest rate and inflation concerns have unsettled markets at the start of 2022. At Australian Retirement Trust, we do not invest money on the basis of our own, or anyone else's short-term forecasts. We have no way of knowing with any certainty just how the world economy or current geopolitical tensions will play out over the coming year. Our goal is to carefully construct portfolios with a view to meeting their medium to long-term investment objectives, while also capturing opportunities that unsettled market conditions provide. We continue to favour shares over both fixed income and cash, although our overweight exposure to shares has reduced over the past year as share prices rose sharply and bond yields increased.

Australian Retirement Trust continues to hold a substantial allocation to the key unlisted asset classes – property, infrastructure, private equity and private credit. As a large superannuation fund, we have well-diversified portfolios of these assets that deliver strong, long-term returns, while reducing our members' exposure to share market volatility.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia	45	50	48	47
Emerging markets	6	6	5	5
Europe	7	5	6	6
North America	31	33	35	36
UK	3	3	3	3
Other	8	3	3	3
Total	100	100	100	100
Currency (%)				
AUD	76	72	73	73
Foreign currency	24	28	27	27
Total	100	100	100	100

Investment mix¹

	Effective Asset allocation %²			
	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Australian Shares	26.4	26.8	26.9	27.1
International Shares	25.9	27.2	27.4	27.1
Private Capital	7.0	6.5	6.5	6.5
Property	10.5	9.5	9.5	8.5
Diversified Strategies	2.5	0.0	0.0	0.0
Infrastructure	7.5	7.5	7.5	7.5
Fixed Interest	10.5	13.0	13.0	13.5
Alternative Strategies	5.5	5.5	5.5	5.5
Cash	4.2	4.0	3.7	4.3
Total	100	100	100	100

¹ For additional information on these asset classes, strategic asset allocations and allowable ranges refer to the *Super Savings Investment guide*.

² Note that the effective asset allocation in the above table takes into account both the physical exposures to assets along with the effective market exposure from derivative instruments such as futures. These instruments are used by the Fund to bring effective market exposures closer to those represented by each option's strategic asset allocation.

Investments

Diversified options

Balanced – Index

This investment option is designed for members who want to accumulate wealth over the long term and who want exposure to a range of publicly traded assets invested in line with standard market indices, with a focus on Australian and international shares.

Option size

Super assets \$ 843 Million

Pension assets \$ 298 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	2.8	3.0
1 Year	12.9	14.0
3 Years	12.3	13.5
5 Years	8.7	9.7
7 Years	8.1	9.1
10 Years	10.0	11.0
Calendar Year-by-year investment returns (%)		
2021	12.9	14.0
2020	6.2	6.7
2019	18.3	20.1
2018	-1.0	-0.7
2017	8.3	9.3
2016	7.9	9.1

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Balanced – Index option for *Super Savings accounts* produced returns of 2.8% in the December quarter and 12.9% for the year to December 2021. The ten-year return of 10% p.a. is well above the option's return objective of CPI plus 3.25% p.a.

Share prices in the developed world mostly rose over the quarter, while the Emerging share markets produced negative returns. Australian shares had a solid quarter although underperforming the developed market index. Australian fixed income underperformed global bond markets over the quarter as Australian yields rose while yields elsewhere were broadly stable.

Benchmark Indices

Australian Shares: S&P/ASX 300 Accumulation Index®

International Shares: Strategically weighted combination of:
MSCI World ex Australia Index , MSCI World ex Australia Index (hedged to AUD) and MSCI Emerging Markets Index

Fixed interest: Strategically weighted combination of:
Bloomberg Barclays Global Aggregate Bond Index (hedged to AUD) and Bloomberg AusBond Composite Bond Index

Cash: Bloomberg AusBond Composite Bond Index

Investment mix¹

	Effective Asset allocation % ²			
	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Australian Shares	27.8	27.9	28.0	31.0
International Shares	42.0	42.1	41.7	39.0
Property	0.0	0.0	0.0	0.0
Fixed Interest	30.2	30.0	30.3	30.0
Cash	0.0	0.0	0.0	0.0
Total	100	100	100	100

¹ For additional information on these asset classes, strategic asset allocations and allowable ranges refer to the *Super Savings Investment guide*.

² Note that the effective asset allocation in the above table takes into account both the physical exposures to assets along with the effective market exposure from derivative instruments such as futures. These instruments are used by the Fund to bring effective market exposures closer to those represented by each option's strategic asset allocation.

Investments

Diversified options

Socially Conscious Balanced

This investment option is designed for members who are seeking to accumulate wealth over the long term and who want to ensure that their investments are made in line with an extended set of environmental, social and governance principles.

Option size

Super assets \$ 291 Million

Pension assets \$ 59 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	4.8	5.4
1 Year	15.7	17.3
3 Years	12.2	13.3
5 Years	9.0	9.9
7 Years	7.7	8.6
10 Years	9.4	10.3
Calendar Year-by-year investment returns (%)		
2021	15.7	17.3
2020	4.8	5.4
2019	16.5	17.7
2018	-0.6	-0.2
2017	9.6	10.6
2016	5.2	5.6

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

The Socially Conscious Balanced (SCB) option for *Super Savings accounts* returned 4.8% over the December quarter, resulting in performance over the year to 31 December 2021 of 15.7%.

Private capital, shares and property bolstered returns over the quarter, while fixed income detracted from performance. The SCB option's additional screening and exclusions added to relative returns over the period, with the exclusion of companies with material exposure to the exploration, production, refining and processing of fossil fuels and fossil-fuel power generation, being the main influence.

Outlook and Strategy

The outlook continues to depend on the course of the virus. Some central banks are starting to move away from highly accommodative policies put in place earlier in the pandemic, as labour markets tighten, and economic recoveries continue. As a result, it would not be surprising to see continued volatility in debt and equity markets.

Australian Retirement Trust continues to favour shares over fixed income and cash. Australian Retirement Trust continues to hold a substantial allocation to unlisted asset classes – property and private capital. We continue to seek out opportunities for the SCB option in infrastructure.

Geographic allocation International Shares

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
North America	61	63	65	65
Europe ex UK	13	12	11	12
Asia ex Japan	10	10	9	10
United Kingdom	3	4	4	4
Japan	8	7	7	7
Australasia	0	0	0	0
Others	4	4	4	2
Cash	1	0	0	0
Total	100	100	100	100

Investment mix¹

	Effective Asset allocation % ²			
	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Australian Shares	27.5	27.3	26.9	27.0
International Shares	31.2	29.7	29.1	28.4
Property	28.8	19.3	20.0	20.0
Infrastructure	0.0	0.0	0.0	0.0
Fixed Interest	16.1	16.1	18.0	18.0
Cash	3.9	3.9	2.0	2.0
Private Capital ²	2.5	3.8	4.0	4.6
Total	100	100	100	100

¹ For additional information on these asset classes, strategic asset allocations and allowable ranges refer to the *Super Savings Investment guide*.

² Note that the effective asset allocation in the above table takes into account both the physical exposures to assets along with the effective market exposure from derivative instruments such as futures. These instruments are used by the Fund to bring effective market exposures closer to those represented by each option's strategic asset allocation.

Largest Holdings

Australian Shares

COMMONWEALTH BANK OF AUSTRALIA	FORTESCUE METALS GROUP LTD
CSL LTD	WESTPAC BANKING CORPORATION
AUSTRALIA AND NEW ZEALAND BANKING	NATIONAL AUSTRALIA BANK LTD
MACQUARIE GROUP LTD	GOODMAN GROUP
WESFARMERS LTD	SONIC HEALTHCARE LTD

International Shares

APPLE INC	TERADYNE INC
MICROSOFT CORP	ASML HOLDING
ALPHABET INC	BANK OF AMERICA CORP
AMAZON COM INC	ROCHE HOLDINGS
NVIDIL CORP	CAPITAL ONE FINANCIAL CORP

Investments

Diversified options

Diversified Alternatives

The Diversified Alternatives investment option is designed for members who want to generate wealth over the medium to long term, but with reduced fluctuations in returns compared to those of equity markets.

Option size

Super assets \$ 221 Million

Pension assets \$ 121 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	5.9	6.4
1 Year	20.5	22.7
3 Years	10.5	11.5
5 Years	nil	nil
7 Years	nil	nil
10 Years	nil	nil
Calendar Year-by-year investment returns (%)		
2021	20.5	22.7
2020	2.5	2.4
2019	9.2	10.3
2018	9.3	10.3
2017	nil	nil
2016	nil	nil

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Diversified Alternatives option for *Super Savings accounts* produced a return of 5.9% for the quarter and 20.5% over the year to December 2021. The improvement in the global and Australian economies and the strength in world share and credit markets continue to be reflected in higher valuations across all components of the portfolio – private capital, infrastructure and alternative strategies. Private capital returns were particularly strong at just under 50% (pre-tax) for the year to December 2021.

Outlook and Strategy

Following the very strong investment returns over the past year and the intense competition to acquire assets – particularly in private capital and infrastructure – we are maintaining a cautious and disciplined approach to making new investments.

Our private capital team continued to make new commitments to selected funds and co-investments in the December quarter. These have been with high-quality managers across different geographies where we believe there is limited downside risk under the current market environment but significant potential upside in the medium-to-long term.

Our infrastructure team were successful in acquiring a large stake in Evolution Healthcare, one of the leading private hospital providers in NZ. And as part of the Brookfield consortium, Australian Retirement Trust was nominated as part of the preferred bidding group for AusNet, a listed Australian utility Infrastructure business (with regulatory and shareholder consents obtained post quarter end).

During the quarter, our alternative strategies team committed to several direct lending opportunities over the quarter, including a US heavy machinery rental business, a UK dental practice aggregator, as well as lending to the buy-out of US cybersecurity software provider McAfee.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Currency (%)				
AUD	100	100	100	100
Foreign currency	0	0	0	0
Total	100	100	100	100

Investment mix¹

	Effective Asset allocation % ²			
	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Private Capital	35.0	35.6	35.3	35.4
Infrastructure	35.0	33.9	34.3	34.2
Alternative Strategies	25.0	25.5	25.3	25.3
Cash	5.0	5.0	5.1	5.1
Total	100	100	100	100

¹ For additional information on these asset classes and their underlying investments, refer to the *Investment guide*.

² Note that the effective asset allocation in the above table takes into account both the physical exposures to assets along with the effective market exposure from derivative instruments such as futures. These instruments are used by the Fund to bring effective market exposures closer to those represented by each option's strategic asset allocation.

Investments

Diversified options

Retirement

This investment option is designed for members who are close to, or have reached retirement. It is structured to generate wealth over the medium to long term, while providing some reduction to the fluctuation of returns in the short term.

Option size

Super assets \$ 2.5 Billion

Pension assets \$ 3 Billion

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	2.4	2.7
1 Year	12.1	13.3
3 Years	8.7	9.7
5 Years	7.5	8.4
7 Years	7.1	8.0
10 Years	7.7	8.7
Calendar Year-by-year investment returns (%)		
2021	12.1	13.3
2020	2.2	2.6
2019	12.1	13.7
2018	2.2	2.5
2017	9.2	10.3
2016	7.3	8.3

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Retirement option for *Super Savings accounts* produced a 2.4% return for the December quarter and a 12.1% return over the year to December 2021. Longer term returns remain strong. The ten-year return of 7.7% p.a. is well above the option's return objective of CPI plus 2.75% p.a.

Share prices in the developed world mostly rose over the quarter, while the Emerging share markets produced negative returns. Australian shares had a solid quarter although underperforming the developed market index. Australian fixed income underperformed global bond markets over the quarter as Australian yields rose while yields elsewhere were broadly stable. The global economic recovery and the strength in world financial markets are being reflected in higher valuations and strong returns in Australian Retirement Trust's unlisted asset classes. Private capital returns have been particularly strong.

In the SuperRatings survey for December 2021, Australian Retirement Trust's Retirement option for *Super Savings accounts* was ahead of the median fund for the quarter and over one, three, five, seven and ten years to the end of December 2021.

Outlook and Strategy

Geopolitical issues as well as interest rate and inflation concerns have unsettled markets at the start of 2022. At Australian Retirement Trust, we do not invest money on the basis of our own, or anyone else's short-term forecasts. We have no way of knowing with any certainty just how the world economy or current geopolitical tensions will play out over the coming year. Our goal is to carefully construct portfolios with a view to meeting their medium to long-term investment objectives, while also capturing opportunities that unsettled market conditions provide. We continue to favour shares over both fixed income and cash, although our overweight exposure to shares has reduced over the past year as share prices rose sharply and bond yields increased.

Australian Retirement Trust continues to hold a substantial allocation to the key unlisted asset classes – property, infrastructure, private equity and private credit. As a large superannuation fund, we have well-diversified portfolios of these assets that deliver strong, long-term returns, while reducing our members' exposure to share market volatility.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia	44	50	48	48
Emerging markets	5	5	4	4
Europe	7	4	5	5
North America	33	36	37	38
UK	3	2	3	2
Other	8	3	3	3
Total	100	100	100	100
Currency (%)				
AUD	83	78	79	78
Foreign currency	17	22	21	22
Total	100	100	100	100

Investment mix¹

	Effective Asset allocation %²			
	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Australian Shares	19.0	19.1	19.3	19.8
International Shares	15.6	15.7	15.5	15.4
Private Capital	6.0	6.0	6.0	6.0
Property	9.5	9.5	9.5	8.0
Diversified Strategies	2.5	0.0	0.0	0.0
Infrastructure	6.5	6.5	6.5	7.0
Fixed Interest	21.5	27.3	27.3	27.8
Alternative Strategies	8.0	7.0	7.0	7.0
Cash	11.4	8.9	8.9	9.0
Total	100	100	100	100

¹ For additional information on these asset classes, strategic asset allocations and allowable ranges refer to the *Super Savings Investment guide*.

² Note that the effective asset allocation in the above table takes into account both the physical exposures to assets along with the effective market exposure from derivative instruments such as futures. These instruments are used by the Fund to bring effective market exposures closer to those represented by each option's strategic asset allocation.

Investments

Diversified options

Conservative

This investment option is designed for members who seek less volatile returns for their super while maintaining some growth exposure. Using your money in the short term is likely to be your main purpose.

Option size

Super assets \$ 2.3 Billion

Pension assets \$ 1.1 Billion

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	1.5	1.7
1 Year	7.5	8.4
3 Years	6.1	6.8
5 Years	5.5	6.2
7 Years	5.5	6.2
10 Years	6.1	6.9
Calendar Year-by-year investment returns (%)		
2021	7.5	8.4
2020	1.9	2.0
2019	9.0	10.3
2018	2.3	2.6
2017	6.9	7.8
2016	6.0	6.9

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Conservative option for *Super Savings accounts* produced a 1.5% return for the December quarter and a 7.5% return over the year to December 2021. Longer term returns remain in excess of the option's cash plus 1% return objective, with the Conservative option posting returns of 5.5% p.a. over the five years to the end of December 2021.

Australian fixed income underperformed global bond markets over the quarter as Australian yields rose while yields elsewhere were broadly stable. Share prices in the developed world mostly rose over the quarter, while the Emerging share markets produced negative returns. Australian shares had a solid quarter although underperforming the developed market index. The global economic recovery and the strength in world financial markets are being reflected in higher valuations and strong returns in Australian Retirement Trust's unlisted asset classes. Private capital returns have been particularly strong.

In the SuperRatings survey for December 2021, Australian Retirement Trust's Conservative option for *Super Savings accounts* was ahead of the median fund over all time periods.

Outlook and Strategy

Geopolitical issues as well as interest rate and inflation concerns have unsettled markets at the start of 2022. At Australian Retirement Trust, we do not invest money on the basis of our own, or anyone else's short-term forecasts. We have no way of knowing with any certainty just how the world economy or the current geopolitical tensions will play out over the coming year. Our goal is to carefully construct portfolios with a view to meeting their investment objectives, while also capturing opportunities that unsettled market conditions provide. We continue to favour shares over both fixed income and cash, although our overweight exposure to shares has reduced over the past year as share prices rose sharply and bond yields increased.

Australian Retirement Trust continues to hold a substantial allocation to the key unlisted asset classes – property, infrastructure, private equity and private credit. As a large superannuation fund, we have well-diversified portfolios of these assets that deliver strong, long-term returns, while reducing our members' exposure to share market volatility.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia	43	48	51	52
Emerging markets	4	5	4	3
Europe	7	4	4	4
North America	35	39	36	36
UK	3	2	2	2
Other	8	2	3	3
Total	100	100	100	100
Currency (%)				
AUD	89	84	85	83
Foreign currency	11	16	15	17
Total	100	100	100	100

Investment mix¹

	Effective Asset allocation % ²			
	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Australian Shares	9.2	9.2	9.3	9.4
International Shares	7.1	7.2	6.7	7.6
Private Capital	5.0	5.0	5.0	5.0
Property	8.5	8.0	8.0	7.0
Diversified Strategies	2.5	0.0	0.0	0.0
Infrastructure	5.5	6.0	6.0	6.0
Fixed Interest	30.8	34.8	34.7	35.3
Alternative Strategies	8.0	8.0	8.0	8.0
Cash	23.4	21.8	22.3	21.7
Total	100	100	100	100

¹ For additional information on these asset classes, strategic asset allocations and allowable ranges refer to the *Super Savings Investment guide*.

² Note that the effective asset allocation in the above table takes into account both the physical exposures to assets along with the effective market exposure from derivative instruments such as futures. These instruments are used by the Fund to bring effective market exposures closer to those represented by each option's strategic asset allocation.

Investments

Single asset options

Shares

This investment option is designed for members who are seeking to accumulate wealth over the long term and who can accept full exposure to the ups and downs of share markets.

Option size

Super assets	\$ 1.5 Billion
Pension assets	\$ 57.7 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	3.6	3.8
1 Year	19.6	21.1
3 Years	16.3	17.4
5 Years	12.1	13.0
7 Years	10.8	11.6
10 Years	12.1	13.1
Calendar Year-by-year investment returns (%)		
2021	19.6	21.1
2020	6.5	6.6
2019	23.4	25.4
2018	-2.8	-3.0
2017	16.0	17.3
2016	10.2	11.2

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Shares portfolio for *Super Savings accounts* produced returns of 3.6% for the quarter and 19.6% for the year to December 2021.

Although Australian Shares, Developed Markets and Emerging Markets underperformed the relative benchmarks over the quarter, Australian Shares and Emerging Markets have outperformed over the year to December 2021.

Outlook and Strategy

The Shares option invests in a globally diversified portfolio, utilising a combination of passive and active management. After very strong returns since March 2020, geopolitical, inflation and interest rate concerns are unsettling markets at the start of 2022 and this is the kind of environment that tends to favour value, rather than growth-style shares and investment managers.

The Australian Shares portfolio is currently overweight Communication Services, Consumer Discretionary and Materials and underweight Financials and Real Estate.

The Developed Market portfolio favours UK, European and overseas-listed Chinese shares and is overweight the Consumer Discretionary, Financials and Materials sectors. The portfolio is underweight US and Japanese shares and at the sector level underweight Communications Services and Real Estate.

Our EM portfolio favours Hong Kong listed emerging markets shares as well as shares in Russia and Taiwan where our managers believe geopolitical concerns are more than adequately reflected in share prices. Our managers are less favourably disposed to mainland listed Chinese shares as well as shares in India and Saudi Arabia. At the sector level our emerging markets managers prefer IT, Financial and Utilities shares and are underweight in Industrials and Communications Services.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia	48	47	49	48
Emerging markets	7	7	7	7
Europe	8	8	8	8
North America	29	30	29	30
UK	3	3	2	3
Other	5	5	5	4
Total	100	100	100	100
Currency (%)				
AUD	75	75	75	75
Foreign currency	25	25	25	25
Total	100	100	100	100

Investment mix¹

	Effective Asset allocation %²			
	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Australian Shares	49.1	49.7	50.0	49.6
International Shares	50.9	50.3	50.0	50.4
Total	100	100	100	100

¹ For additional information on these asset classes, strategic asset allocations and allowable ranges refer to the *Super Savings Investment guide*.

² Note that the effective asset allocation in the above table takes into account both the physical exposures to assets along with the effective market exposure from derivative instruments such as futures. These instruments are used by the Fund to bring effective market exposures closer to those represented by each option's strategic asset allocation.

Investments

Single asset options

Australian Shares

This investment option is designed for members who are seeking to accumulate wealth over the long term and who can accept full exposure to the ups and downs of share markets.

Option size

Super assets \$ 880 Million

Pension assets \$ 90.5 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	2.6	2.7
1 Year	19.2	20.9
3 Years	13.9	15.3
5 Years	10.0	11.0
7 Years	9.5	10.5
10 Years	11.0	12.0
Calendar Year-by-year investment returns (%)		
2021	19.2	20.9
2020	1.5	2.1
2019	22.1	24.2
2018	-2.8	-3.1
2017	12.4	13.5
2016	11.7	12.9

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Australian Shares option, for *Super Savings accounts*, generated returns of 2.6% over the quarter and 19.2% for the year ended December 2021.

The Materials, Utilities and Real Estate posted the strongest returns for the quarter, while share prices in the Energy and IT sectors fell.

Australian Retirement Trust's Australian Shares portfolio underperformed the benchmark slightly in the December quarter as the positive impacts of an underweight position in Financials and good stock selection in IT were more than offset by stock selection decisions in the Industrials sector and an underweight exposure to a strong Utilities sector.

Outlook and Strategy

Inflation and interest rate concerns are unsettling markets at the start of 2022 and this is the kind of environment that tends to favour value, rather than growth-style shares and investment managers.

Our investment managers favour Communications services, Consumer discretionary and Materials shares while adopting a more cautious stance towards shares in the Financials and Real Estate sectors.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Sector (%)				
Consumer Discretionary	9	9	9	10
Consumer Staples	5	5	5	5
Energy	4	4	4	4
Financials	34	34	35	31
Healthcare	10	10	10	10
Industrials	7	7	7	8
Materials	21	21	18	20
Technology	4	4	5	5
Telecommunications	5	5	5	6
Utilities	1	1	2	1
Total	100	100	100	100

10 Largest holdings

	%
BHP GROUP LTD	4.9
COMMONWEALTH BANK OF AUSTRALIA	4.9
CSL LTD	4.7
NATIONAL AUSTRALIA BANK LTD	3.7
AUSTRALIA AND NEW ZEALAND BANKING	3.3
MACQUARIE BANK	2.9
TELSTRA CORPORATION LTD	2.9
WESTPAC BANKING CORPORATION	2.5
WESFARMERS LTD	1.8
ARISTOCRAT LEISURE LTD	1.7
Total	33.3

Managers¹

	%
Vinva	35
Maple-Brown Abbott	14
Acadian	12
Wavestone	12
Tribeca	8
Other	19
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Investments

Single asset options

Australian Shares – Index

This investment option is designed for members who are seeking to earn returns from investment in the Australian shares asset class with passive management aiming to achieve long term returns that are close to the returns of the standard market index for this sector.

Option size

Super assets	\$ 1.2 Billion
Pension assets	\$ 315 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	2.4	2.6
1 Year	17.2	18.8
3 Years	13.5	15.0
5 Years	10.0	11.2
7 Years	9.2	10.4
10 Years	10.9	12.0
Calendar Year-by-year investment returns (%)		
2021	17.2	18.8
2020	2.1	2.6
2019	22.1	24.8
2018	-1.0	-1.1
2017	11.2	13.1
2016	11.9	13.4

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Australian Shares – Index portfolio, for *Super Savings accounts*, produced returns of 2.4% over the quarter and 17.2% for the year ended December 2021.

The Materials, Utilities and Real Estate sectors posted the strongest returns for the quarter, while share prices in the Energy and IT sectors were down.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Sector (%)				
Financials	29	30	31	29
Materials	20	20	17	19
Property Trusts	7	7	7	8
Industrials	7	7	7	7
Consumer Staples	6	5	5	5
Health Care	10	10	10	11
Consumer Discretionary	8	8	8	8
Energy	4	3	3	3
Telecom. Services	4	4	5	4
Utilities	1	2	2	1
Information Technology	4	4	5	5
Total	100	100	100	100

Managers¹

	%
State Street Global Advisors (SSGA)	100
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Investments

Single asset options

International Shares – Index (hedged)

This investment option is designed for members who are seeking to earn returns from investment in international shares. Most currency exposure is hedged back to the Australian dollar and some active management is employed, aiming to achieve better long term returns than are available in the standard market index.

Option size

Super assets \$ 779 Million

Pension assets \$ 202 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	7.1	7.7
1 Year	21.5	23.9
3 Years	18.7	20.3
5 Years	12.9	14.0
7 Years	11.0	12.1
10 Years	13.3	14.8
Calendar Year-by-year investment returns (%)		
2021	21.5	23.9
2020	10.3	10.9
2019	24.7	26.6
2018	-7.2	-7.8
2017	18.2	20.1
2016	9.8	11.0

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's International Shares – Index (Hedged) portfolio, for *Super Savings accounts* generated returns of 7.1% for the quarter and 21.5% for the year to 31 December 2021. The Australian dollar was slightly stronger over the quarter, resulting in the outperformance of the International Shares – Index (Hedged) option compared to the International Shares – Index (Unhedged) option.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Emerging markets	0	0	0	0
Europe	15	15	15	14
Japan	8	7	8	7
North America	71	71	71	72
UK	5	5	5	4
Other	1	2	1	2
Total	100	100	100	100
Currency (%)				
AUD	97	96	100	100
Foreign currency	3	4	0	0
Total	100	100	100	100
Sector (%)				
Consumer Discretionary	12	12	12	12
Consumer Staples	7	7	7	7
Energy	3	3	3	3
Financials	17	17	17	16
Healthcare	12	12	12	13
Industrials	12	12	12	11
Materials	5	4	4	4
Technology	21	21	22	23
Telecommunications	8	9	8	8
Utilities	3	3	3	3
Total	100	100	100	100

Managers¹

	%
State Street Global Advisors (SSGA)	100
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Investments

Single asset options

International Shares – Index (unhedged)

This investment option is designed for members who are seeking to earn returns from investment in international shares. Currency exposure is unhedged and management aiming to achieve long term returns that are close to the returns of the standard market index for this sector is employed.

Option size

Super assets	\$ 1.1 Billion
Pension assets	\$ 184 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	6.1	6.5
1 Year	26.7	28.9
3 Years	18.6	20.2
5 Years	13.7	14.8
7 Years	12.6	13.6
10 Years	15.8	17.1
Calendar Year-by-year investment returns (%)		
2021	26.7	28.9
2020	4.9	5.4
2019	25.6	27.8
2018	1.2	1.3
2017	12.7	13.5
2016	8.1	8.7

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's International Shares – Index (Unhedged) portfolio, for *Super Savings accounts* generated returns of 6.1% for the quarter and 26.7% for the year to December 2021.

The Australian dollar was slightly stronger over the quarter, resulting in the underperformance of the International Shares – Index (Unhedged) option compared to the International Shares – Index (Hedged) option.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Emerging markets	0	0	0	0
Europe	15	15	15	14
Japan	8	7	8	7
North America	71	71	71	72
UK	5	5	5	4
Other	1	2	1	2
Total	100	100	100	100
Currency (%)				
AUD	0	0	0	0
Foreign currency	100	100	100	100
Total	100	100	100	100
Sector (%)				
Consumer Discretionary	12	12	12	12
Consumer Staples	7	7	7	7
Energy	3	3	3	3
Financials	17	17	17	16
Healthcare	12	12	12	13
Industrials	12	12	12	11
Materials	5	4	4	4
Technology	21	21	22	23
Telecommunications	8	9	8	8
Utilities	3	3	3	3
Total	100	100	100	100

Managers¹

	%
State Street Global Advisors (SSGA)	100
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Investments

Single asset options

Emerging Markets Shares

This investment option is designed for members who are seeking to earn returns from investment in emerging markets shares. Passive investment aiming to achieve long term returns.

Option size

Super assets \$ 128 Million

Pension assets \$ 20.6 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	-1.5	-1.6
1 Year	5.8	6.2
3 Years	9.7	10.6
5 Years	9.4	10.2
7 Years	6.9	7.4
10 Years	7.6	8.4
Calendar Year-by-year investment returns (%)		
2021	5.8	6.2
2020	7.5	7.9
2019	16.1	18.0
2018	-5.2	-5.6
2017	25.0	27.7
2016	10.8	11.9

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

Australian Retirement Trust's Emerging Markets shares portfolio, for *Super Savings accounts*, produced returns of -1.5% over the quarter and 5.8% over the year to Dec 2021.

Emerging market shares saw some recovery at the beginning of last quarter but subsequently lost momentum in the second half of the quarter. In aggregate, emerging market shares underperformed the strong returns of developed market shares over the quarter. Gains in the IT sector were more than offset by losses in the Health Care, Consumer Discretionary and Real Estate sectors. Geographically, Hong Kong and Turkey were among the largest detractors from performance..

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Americas	8	6	8	7
Asia	80	84	78	79
Europe, Middle East and Africa	12	10	14	13
Other	0	0	0	1
Total	100	100	100	100
Sector (%)				
Consumer Discretionary	17	18	14	13
Consumer Staples	6	6	6	6
Energy	5	5	5	5
Financials	20	20	21	21
Healthcare	5	5	6	5
Industrials	6	5	6	6
Materials	9	8	9	9
Technology	21	20	21	22
Telecommunications	11	11	10	10
Utilities	2	2	2	3
Total	100	100	100	100

10 Largest holdings

	%
Taiwan Semiconductor Manufacturing Co. Ltd.	6.2
Tencent Holdings Ltd.	3.8
Samsung Electronics Co. Ltd.	3.6
Alibaba Group Holding Ltd. ADR	2.6
Meituan Dianping Class B	1.3
Reliance Industries Ltd.	1.0
Infosys Ltd.	1.0
China Construction Bank Corp. Class H	0.7
Media Tek Inc	0.7
JD.com Inc.	0.7
Total	21.6

Managers¹

	%
State Street Global Advisors (SSGA)	100
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Investments

Single asset options

Property

This option is designed for members who are seeking to earn returns from investment in the property asset class with active management aiming to achieve better long term returns than available in the standard market index for this sector.

Option size

Super assets \$ 179 Million

Pension assets \$ 37.9 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	6.6	7.4
1 Year	18.0	19.7
3 Years	9.2	10.1
5 Years	8.7	9.5
7 Years	8.1	8.7
10 Years	9.7	10.6
Calendar Year-by-year investment returns (%)		
2021	18.0	19.7
2020	0.9	0.7
2019	9.5	10.8
2018	5.6	6.3
2017	10.6	10.9
2016	7.0	7.4

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

The Property option for the *Super Savings accounts* generated total returns of 6.6% for the quarter and 18.0% over the year to December 2021.

Australian listed REITs continued to generate strong returns over the past quarter and year. The unlisted property portfolio also generated solid performance due to portfolio positioning, diversification into alternative asset classes such as multi-family (residential-for-rent), industrial and data centres and the focus on long lease assets to strong credit counterparties.

Outlook and Strategy

Despite the ongoing effects of COVID-19, valuations for core real estate have been relatively stable.

Retail properties with a greater proportion of discretionary retail and hospitality exposure continue to face uncertainties due to the ongoing impacts of COVID combined with the acceleration of online shopping. However, increased transaction activity by institutional investors seeking higher relative yields has proven there is still demand for core retail properties. Lead indicators for the office sector are positive with growth in white collar employment and positive office take-up, however uncertainties remain over the impact of future working practices. Office assets with long term leases backed by strong credit quality tenants remain attractive for investors seeking yield in a low interest rate environment. Industrial properties continue to benefit from the tailwinds of ecommerce and continue to be the strongest performing traditional property sector over the few past years. Our investments into alternative sectors such as data centres, self-storage and multifamily have continued to perform well due to the demographically linked nature of the investments and have provided strong diversification benefits to the portfolio.

Given the uncertainty in the current environment, we remain selective of investment opportunities and will continue the strategy to seek opportunities that are accretive from a risk-adjusted return perspective that also contributes positively to portfolio diversification.

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia	49	48	46	47
North America	33	34	37	37
Europe	11	12	10	10
Asia	7	6	7	6
Other	0	0	0	0
Total	100	100	100	100
Sector (%)				
Office	17	17	17	17
Retail	15	14	12	12
Industrial	13	13	14	15
REITs	25	25	25	25
Other	30	31	32	31
Total	100	100	100	100

5 Largest holdings

	%
Discovery Parks Holding	9.2
South Eveleigh, NSW	3.0
The Locomotive Workshop, NSW	2.3
Hulk Logistic Investments Holdings Ltd	2.3
330 Collins Street, VIC	1.9
Total	18.7

Investments

Single asset options

Australian Property – Index

This option is designed for members who are seeking to earn returns from investment in the Australian property asset class with passive management aiming to achieve long term returns that are close to the returns of the standard market index for this sector.

Option size

Super assets \$ 311 Million

Pension assets \$ 83.9 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	8.9	10.1
1 Year	24.0	26.9
3 Years	12.2	13.4
5 Years	9.0	9.9
7 Years	9.9	11.0
10 Years	13.0	14.1
Calendar Year-by-year investment returns (%)		
2021	24.0	26.9
2020	-3.3	-3.8
2019	17.7	19.4
2018	2.9	3.2
2017	6.0	6.6
2016	11.9	13.3

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

The Australian Property Index option for *Super Savings accounts* generated total returns of 8.9% over the quarter and 24.0% over the year to December 2021, relative to the broader Australian share market index which returned 17.5% over the year to December 2021.

Having been heavily discounted during the depths of COVID, retail and office property stocks have both rallied due to increased transaction activity by institutional investors seeking higher relative yields. Retail properties with a higher exposure to discretionary spending are still at risk given ongoing impacts from COVID and shifting spending patterns towards online shopping, whilst office properties continue to face the uncertainty of long term tenant demand and future space requirements. Industrial assets performed strongly, benefiting from the shift toward e-commerce increasing tenant demand and therefore rental growth. Recent transaction activity in industrial property has also been at record low cap rates, reflecting the high demand from institutional capital, driving capital values higher.

10 Largest holdings

	%
Goodman Group	28.0
Scentre Group	10.2
Dexus AU	7.5
Mirvac Group	7.1
GPT Group	6.5
Stockland	6.3
Charter Hall Group	6.0
Vicinity Centres	4.1
Shopping Centres Australasia WProperty Group	2.0
Charter Hall Long Wale REIT	1.9
Total	79.6

Investments

Single asset options

Diversified Bonds

This investment option is designed for members who are seeking to earn returns from investment in the fixed interest asset class with active management aiming to achieve better long term returns than available in the standard market index for this sector.

The characteristics of the fixed interest asset class for the Growth, Balanced, Retirement and Conservative options differ from those of the Diversified Bonds option. The information below relates to the option and should be used as a guide only in relation to the asset class.

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	-0.6	-0.7
1 Year	-1.4	-1.6
3 Years	3.2	3.6
5 Years	3.1	3.5
7 Years	3.0	3.4
10 Years	4.0	4.6
Calendar Year-by-year investment returns (%)		
2021	-1.4	-1.6
2020	4.7	5.4
2019	6.5	7.4
2018	1.5	1.8
2017	4.2	4.8
2016	4.2	4.8

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Option size

Super assets \$ 232 Million

Pension assets \$ 129 Million

Performance Commentary

The Diversified Bonds option for *Super Savings accounts* returned -0.6% after tax and fees over the December quarter of 2021. Net returns over the year were negative at -1.4% but positive over three and five years, at 3.2% and 3.1% p.a., respectively. The option has performed in line with the SuperRatings Index of comparable investment options over one year and outperformed the SuperRatings Index over three and five years.

Over the quarter, strong performance from managers investing in more opportunistic sectors such as bank loans, high yield bonds and emerging market debt were offset by managers investing in sovereign and investment grade credit as bond yields rose.

Exposure

	Government Bonds	Corporates	Securitised	Cash	Grand Total
Currency Denomination					
Australia	40%	3%	0%	1%	44%
US	14%	10%	10%	2%	36%
Europe	7%	2%	1%	0%	10%
Japan	5%	0%	0%	0%	5%
UK	2%	0%	0%	0%	2%
Canada	1%	0%	0%	0%	1%
Other	2%	0%	0%	0%	2%
Total	71%	15%	11%	3%	100%

Credit Risk

	Duration
AUD	2.22
USD	1.49
EUR	0.62
GBP	0.20
JPY	0.45
Other	0.66
Total	5.64
S&P Rating	A+

Managers¹

	%
State Street Global Advisors (SSGA)	85
Lazard	5
TCW	4
Bain	4
Payden and Rygel	2
Other	0
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Investments

Single asset options

Diversified Bonds – Index

This option is designed for members who are seeking to earn returns from investment in the sovereign/government fixed interest asset class with passive management aiming to achieve long term returns that are close to the returns of the standard market index for this sector.

Option size

Super assets	\$ 325 Million
Pension assets	\$ 236 Million

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	-0.6	-0.7
1 Year	-2.6	-2.5
3 Years	2.6	3.1
5 Years	2.6	3.2
7 Years	2.9	3.4
10 Years	4.0	4.5
Calendar Year-by-year investment returns (%)		
2021	-2.6	-2.6
2020	4.4	4.8
2019	6.2	7.3
2018	2.5	3.0
2017	3.0	3.5
2016	4.3	5.0

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Performance Commentary

The Diversified Bonds Index option invests in a mix of global and Australian government bonds and credit securities. Over the December quarter of 2021, the option returned -0.6% for *Super Savings accounts*, after tax and fees. Both Australian and Global bonds markets delivered negative returns over the quarter. Over one, three and five years, the option has achieved net returns of -2.6%, 2.6% and 2.6% p.a., respectively.

Credit Risk

	Duration
AUD	5.88
USD	7.72
EUR	7.58
GBP	11.45
JPY	9.73
Other	3.65
Total	6.68
S&P Rating	AA/AA-

Exposure

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia	44	45	45	45
United States	22	21	22	24
Japan	5	5	5	7
Germany	4	4	4	3
Supranational	3	4	4	3
France	3	3	3	2
Canada	3	3	2	3
United Kingdom	2	3	2	2
Italy	2	2	2	2
Spain	2	1	1	1
Other	10	9	9	8
Total	100	100	100	100

	Government Bonds	Corporates	Securitised	Cash	Derivatives	Grand Total
Currency Denomination						
Australia	46.5	3.2	0.3	0.8	0	50.8
US	13.4	6.1	5.8	0	-3.7	21.7
Europe	8.4	2.1	0.6	0.2	0	11.3
Japan	6.3	0	0	0	0	6.3
UK	1.9	0.4	0.1	0.1	0	2.4
Canada	1.1	0.3	0	0	0	1.4
Other	2.1	0	0	0.3	3.7	6.1
Total	79.6	12.1	6.7	1.4	0	100

Quality

	Duration
AAA	60
AA	18
A	13
Baa	9
Total	100

Managers¹

	%
State Street Global Advisors (SSGA)	100
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Investments

Single asset options

Cash

This investment option is designed for members who are seeking to accumulate a lump sum or derive income over time by earning returns that are close to the level of short term interest rates in the Australian economy.

The characteristics of the cash asset class for the Growth, Balanced, Retirement and Conservative options differ from those of the Cash option. The information below relates to the option and should be used as a guide only in relation to the asset class.

Performance to 31 December 2021

	Accumulation accounts	Retirement Income accounts
Investment returns (% p.a.)		
3 months	0.0	0.1
1 Year	0.3	0.3
3 Years	0.9	1.1
5 Years	1.4	1.6
7 Years	1.6	1.9
10 Years	2.1	2.5
Calendar Year-by-year investment returns (%)		
2021	0.3	0.3
2020	0.8	0.9
2019	1.8	2.1
2018	2.0	2.3
2017	2.0	2.3
2016	2.2	2.5

Returns shown are after Investment fees, indirect costs and investment taxes (where applicable) but before Administration fees. Investment tax does not apply to *Income accounts*. Past performance is not a reliable indicator of future performance.

Option size

Super assets	\$ 1.5 Billion
Pension assets	\$ 468 Million

Performance Commentary

Australian Retirement Trust's Cash option for *Super Savings accounts* returned 0.05% after tax and fees over the December quarter of 2021. Over one, three and five years the option has returned 0.25%, 0.95% and 1.36% p.a. respectively. In the December 2021 SuperRatings survey of options with a similar asset allocation, the Cash option has exceeded the median return over all time periods.

Managers¹

	%
Australian Retirement Trust <i>Super Savings</i>	89
State Street Global Advisors (SSGA)	11
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Outlook and Strategy

The Cash option's primary objective is to invest with a focus on maintaining liquidity and a good credit quality and is expected to continue to deliver very stable returns at a margin above the Bloomberg AusBond Bank Bill Index. The Cash option's returns are derived from bank deposits and short-term money market securities. We will continue to allocate a substantial portion of the Cash option to term deposits with approved deposit-taking institutions across a range of maturities up to one year, thus enhancing returns to members while ensuring reliable liquidity and flexibility to take advantage of opportunities in a judicious fashion.

The Reserve Bank of Australia (RBA) is likely to maintain interest rates at their current low level in the short-term. However longer-term money market rates have risen as markets have begun to expect higher official interest rates over the coming year.

Diversified option Asset Classes

i The Diversified option Asset Classes are not available as a stand-alone option, instead forming part of our Growth, Balanced, Retirement, Conservative and Diversified Alternatives options.

Private Capital

Super Savings Private Capital portfolio invests in a range of assets where we expect to extract a premium return relative to listed equity markets resulting from various forms of private ownership.

Investments are made into mostly illiquid assets on an opportunistic basis across the following broad categories, including domestic and offshore investments in:

- Buyout.
- Venture Capital.
- Special situations.
- Distressed debt.
- Natural resources.
- Opportunistic property.
- Other.

Allocation

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia/NZ	10	11	10	13
Europe	13	13	13	13
North America	63	64	64	62
Other	14	12	13	12
Total	100	100	100	100
Sector (%)				
Buyout	79	82	82	84
Natural Resources	1	1	1	1
Special Situations / Distressed	8	8	7	7
Venture	1	0	0	0
Opportunistic Property	0	0	0	0
Other	11	9	10	8
Total	100	100	100	100

How this Asset Class is Managed

Assets are diversified across both regions and industries, and include consumer discretionary, industrials, materials, financials, consumer staples, energy, health care, technology and telecommunications.

- The portfolio includes investments in buyouts, venture capital, special situations, distressed debt, natural resources, opportunistic property and listed assets.
- Various experts are engaged to assist with the implementation of the investment strategy, including consultants, asset managers and specialists.
- A formal portfolio and strategy review and on-site manager visits are undertaken annually.
- Given the illiquid nature of the asset class, valuations are undertaken periodically, typically every 3 months.

Outlook and Strategy

Australian Retirement Trust seeks to maintain a diversified private capital portfolio on both a geographical and strategy basis. Our portfolio has posted a strong recovery from COVID-19 leading to highly attractive returns in 2021. With substantial investment opportunities and favourable market sentiment, we remain active but are still maintaining a cautious approach when making new investments, with commitments to selected funds and co-investments in the December quarter. These have been with high-quality managers across different geographies where we believe there is limited downside risk under the current market environment but significant potential upside in the medium-to-long term.

Infrastructure

Infrastructure refers to the fundamental assets of a society that are required to provide essential services to its population and are accessible by most people.

Infrastructure investments are characterised by several key features including:

- Typically long duration;
- Large initial capital outlays;
- Monopolistic qualities;
- Stable income;
- Inflation linked earnings; and
- Returns dominated by income, once mature.

Allocation

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Geographic (%)				
Australia	53	55	57	57
Emerging Markets	15	13	12	11
Europe	6	6	5	5
North America	15	15	17	19
UK	11	11	9	8
Total	100	100	100	100
Sector (%)				
Transport	47	48	43	42
Utilities	18	16	14	13
Renewables/ Energy	8	8	7	7
Other	27	28	36	38
Total	100	100	100	100

How this Asset Class is Managed

The infrastructure portfolio is constructed to provide a diverse portfolio of assets across a number of sectors and geographic regions. Assets include airports, ports, toll roads, water utilities, transmission assets, distribution assets and land registries.

- The infrastructure investments have been made through both direct investments in assets and pooled funds. Australian Retirement Trust *Super Savings* currently does not invest in listed infrastructure in this asset class, though we may do so in the future.
- Various experts are engaged to assist with the implementation of the investment strategy including consultants, asset managers and specialists.
- A formal portfolio and strategy review and on-site manager visits are undertaken annually.
- Given the illiquid nature of the asset class, independent valuations are undertaken periodically, typically every 3 to 6 months.

Largest holdings

	%
Brisbane Airport	9
Bristol & Birmingham Airports	8
Amplitel	8
Macquarie Infrastructure Partners IV	7
The Infrastructure Fund	6
Other	62
Total	100

Outlook and Strategy

The Infrastructure asset class continued to deliver attractive returns over the quarter, while high levels of broad-based deal activity and fundraising persisted. Strong investor demand for Infrastructure assets was underpinned by the asset class's resilience through the COVID-19 impacted period, and a desire by investors to hedge against emerging inflation risks through exposure to inflation-linked income streams.

During the quarter Australian Retirement Trust, as part of the Brookfield consortium, was nominated as the preferred bidder for AusNet, a listed Australian utility Infrastructure business (with regulatory and shareholder consents obtained post quarter end). Australian Retirement Trust was also successful in acquiring a large stake in Evolution Healthcare, one of the leading private hospital providers in NZ.

Alternative Strategies

This is a globally diversified alternatives program, with flexibility to opportunistically invest in public and private markets, asset classes, and capital structures with a focus on specialist credit. This includes core credit strategies such as direct private corporate lending and asset backed credit (real estate, infrastructure), as well as core plus opportunities in mezzanine credit and distressed or specialist situations.

The portfolio returns do not follow the normal investment cycles of the traditional public market asset classes and aims to deliver absolute returns over the medium term, with low correlation to listed equities and public credit. The objective is to deliver a 2% p.a. margin over a combined 50% cash and 50% Burgiss Private Debt index, net of fees, over rolling three year periods.

The portfolio should provide exposure to a set of risks that differ from the risks found elsewhere in the Fund thus providing important diversification benefits.

Allocation

	31 Dec 2021
Strategy Weighting (%)	
Specialist credit	68
Opportunistic	32
Total	100

How this Asset Class is Managed

The portfolio invests via four distinct sub-portfolios:

- Specialist Credit : 63%
- Opportunistic : 37%

Within these strategies, capital is allocated to specialist investment managers chosen by *Super Savings* internal investment team. This team, in conjunction with various advisors, perform thorough investment and operational due diligence to gain conviction in the manager. We visit our managers onsite at least once a year.

Managers¹

	%
SIRA	13
Blackrock	9
PAG	9
EIG	9
Hayfin	7
Other	53
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Outlook and Strategy

The Australian Retirement Trust Alternative Strategies portfolio produced a net AUD return of 0.16% in the December Quarter of 2021. While the portfolio generated a positive return over the period, underlying investments generated mixed performance, largely attributable to macroeconomic factors and headwinds in the Asian high yield bond markets.

During the quarter, we rotated capital out of hedge fund trading strategies into specialist private credit opportunities that offer attractive relative value, including:

- structured real estate credit;
- asset backed credits (renewables, mining, and industrials); and
- dislocated areas of credit markets.

We also continue to find attractive opportunities in private mid-risk assets, including initiating a direct holding in a large, diversified agriculture platform.

Property

Institutional quality property investments typically include office buildings, retail centres and industrial warehouses however can also include residential, hotels, retirement villages, health care, education, leisure, storage, data centres, development land and rural exposures.

The objective of the Property portfolio is to provide returns between that of listed equity and fixed income whilst being positively correlated to inflation. Its performance target is to exceed the benchmark index comprised of the ANREV Australia Core Open End Fund Monthly Index, NCREIF Open End Diversified Core Equity Index and INREV Open End Diversified Core Equity Fund Index over rolling three year periods.

A diversified Property portfolio should provide exposure to a portfolio of risks that differ from the risks found elsewhere in the Fund thus also providing diversification benefits to the Fund.

Allocation

	31 Mar 2021	30 Jun 2021	30 Sep 2021	31 Dec 2021
Sector (%)				
Office	23	22	23	23
Retail	19	19	16	15
Industrial	17	18	18	20
Residential	22	20	23	21
Other	19	21	20	21
Total	100	100	100	100

How this Asset Class is Managed

The Property portfolio is constructed to provide a diverse portfolio of property assets and includes exposure to:

- Direct investments in property,
- Investment in unlisted pooled funds, and
- Investments are largely held in commercial, retail, and industrial assets and are diversified by geography, tenant mix, asset strategies and lease expiries.
- Our exposure to property includes investments in both equity and debt and generally targets lower levels of leverage to reduce correlation to equities and increase the income portion of returns.
- Various experts are engaged to assist with the implementation of the investment strategy including consultants, asset managers and specialists.
- A formal portfolio and strategy review and on-site manager visits are undertaken annually.

Top 5 holdings

	%
Discovery Parks Holding	12.3
South Eveleigh, NSW	4.0
The Locomotive Workshop, NSW	3.1
Hulk Logistic Investments Holdings Ltd	3.0
330 Collins Street, VIC	2.5
Other	75.1
Total	100

Managers¹

	%
Allegro Funds	12
Berkshire	12
AMP Capital	10
Stepstone RE	8
Mirvac Group	7
Other	51
Total	100

¹ Refer to page 45 for information about the Managers listed above.

Outlook and Strategy

Global real estate generated moderate returns over the past quarter, though returns varied based on sector.

Valuations for retail properties in Australia increased slightly over the quarter with increased demand from institutional investors seeking higher relative yields in light of vacancy rates stabilising despite the ongoing impacts of COVID. As online penetration of the retail sector continues there will be an increased shift towards assets in prime locations with mixed-use potential. Despite the continuation of remote working practices in addition to medium term interest rate pressures, Australian office valuations continue to be supported by transaction activity as yield-driven investors seek assets backed by long term leases to high credit quality tenants. However, risk in the sector remains elevated given uncertainties regarding office space requirements in the short to medium term. Led by the strength of ecommerce activity, industrial properties continued to generate strong performance, underpinned by significant rent growth and further yield compression. Other sectors such as self-storage, residential and data centres continue to be resilient.

Managers appendix

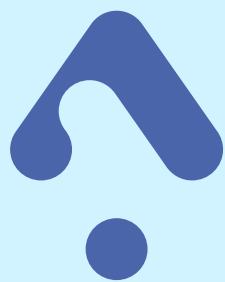
Name	Description
Acadian	Acadian is a quantitative equity fund manager that is based in Sydney and has its head-quarters in Boston. Acadian invests based on systematic analysis of company fundamentals and implements through a highly structured and disciplined investment process. The Sydney based team benefits from the firm's global research on investment factors and implementation insights to construct their Australian equity portfolios.
Allegro	Allegro Funds is an independently owned Australian fund manager that manages Australian Retirement Trust's investment in Discovery Parks.
AMP Capital	Direct property investments and a pooled shopping centre fund comprising sector-specific investment-grade retail assets. AMP seeks to add value through active property and development management.
Asteron Life	Asteron Life, owned by the life insurance company – TAL Dai-ichi Life, offers units in their statutory fund to institutional investors. The statutory fund pays a pre-determined fixed crediting rate to investors and is varied by Asteron from time to time based on the market environment. The portfolio predominantly consists of fixed income and cash related investments with 10% allocated to growth assets like Australian equities, property and infrastructure.
Bain	Bain Credit primarily invests in below investment grade senior loans with the ability to dynamically allocate to high yield bonds and structured credit. The Manager has a strong emphasis on bottom-up fundamentally driven security research and may invest in both private and public transactions. The Manager may use hedges to mitigate volatility.
Berkshire Residential Investments	Berkshire Residential Investments is a privately held US real estate investment management firm that focusses on debt and equity investments in the multifamily sector in the US.
Blackrock	BlackRock Alternative Advisors (BAA), BlackRock's external hedge fund investment team, has been building and managing portfolios of hedge funds for over 20 years. As of December 31, 2019, BAA's assets under management totaled more than \$21.5 billion USD, making it one of the world's largest allocators to hedge funds. In 2006, BAA launched its first dedicated co-investment fund to pursue intermediate-term opportunities; since then, BAA has raised and closed four vintages of the co-investment fund, most recently in 2017.
EIG	EIG Global Energy Partners is a leading provider of institutional capital to the global energy industry, providing financing for companies and projects in the oil & gas, midstream, infrastructure, power and renewables sectors globally. The firm's deep sector expertise and internal technical capabilities permit EIG to structure creative solutions for our industry partners in complex situations, ranging across the balance sheet, including originated senior debt, hybrid debt, structured equity, and private equity.
Goodman	Goodman is an Australian based property group that develops and manages industrial real estate assets including warehouses, large scale logistics facilities, business and office parks.
GPT Group	GPT Group engages in intensive asset management across two pooled property funds investing in core and core plus shopping centres and commercial office buildings.
Hayfin	Hayfin is an alternative asset management firm focused primarily on credit-related strategies across western Europe.

Managers appendix

Name	Description
J.P. Morgan	J.P. Morgan's strategy is a liquid, global tactical asset allocation (GTAA) strategy. The proposed strategy seeks to deliver asset allocation alpha through three primary performance drivers: (1) strategic tilts against <i>Super Savings</i> performance benchmark, (2) implementation within benchmarks and (3) tactical asset allocation. The strategy is diversified across multiple sources of alpha with tactical asset allocation views being implemented through the prudent use of futures. J.P. Morgan expects to hedge the currency exposure back to benchmark weights.
Lazard	Lazard invests across the entire emerging market debt (EMD) universe and believes in taking a holistic approach, actively seeking returns across the various sub-sectors of EMD which can diverge significantly. The manager uses a combination of bottom up security specific analysis and understanding fundamental global macroeconomic themes to generate returns.
Macquarie	Macquarie Investment Management manages an Australian Core Fixed Interest strategy, which primarily invests in investment grade Australian Commonwealth Government, Semi-government Bonds, Supranational, Collateralised and Credit securities. The investment manager aims to combine both top-down and bottom-up techniques to create an overall portfolio which offers diversified sources of alpha within the constraints of the portfolio risk parameters.
Makena	Makena invests across a full range of asset classes, geographies and strategies building highly diversified portfolios balancing risk and return. They combine liquid, public market securities with concentrated allocations to alternative investments, including private equity, real estate and debt structures.
Maple-Brown Abbott	MBA invest in companies that are priced at an attractive discount to their assessment of their underlying value. MBA's investment philosophy can also be described as contrarian in that it tends to be buying investments that have fallen out of favour in the market and selling or avoiding investments that are market favourites.
Morgan Stanley Investment Management	Morgan Stanley Investment Management is our global sovereign and specialist credit manager, employing a value driven style supported by security credit analysis and quantitative modeling. Returns are enhanced through the management of a range of types of fixed income securities, security selection, credit sector allocation, duration and yield curve management, country selection and minor currency positions. The portfolio is hedged back to the Australian dollar.
PAG	PAG is one of Asia's leading investment firms, offering a world-class platform and an unparalleled network of local, experienced investment professionals. PAG manages US\$40 billion in capital across strategies including private equity, real estate and absolute returns.
Payden and Rygel	This is a global multi asset credit strategy, which primarily invests in government/government related securities, corporate credits and securitised assets. It is a best ideas strategy that reflects the most attractive risk-adjusted opportunities globally and seeks to provide diversified sources of return.
PineBridge	PineBridge's multi-asset strategy applies a dynamic asset allocation process based on forward looking fundamentals over an intermediate term horizon (9-18 months). The process is applied to a broad investment universe covering equities, fixed income and liquid alternatives. This is a customised strategy that aims to deliver excess returns over a growth-oriented reference portfolio as assigned by Australian Retirement Trust. The manager aims to derive the majority of its excess returns through active asset allocation, and to a lesser extent through security selection. The strategy is managed by the multi-asset team and this team leverages the broader PineBridge platform of around 200 investment professionals to gain insights on markets.

Name	Description
Platypus	Platypus are an Australian boutique investment manager specialising in Australian Equities. They manage a concentrated portfolio of 20-30 Australian shares spanning large, midcap and small cap companies and tilt towards fast growing companies. Platypus believe that the growth in a company's profitability, and paying a sensible price for that growth, will ultimately determine total shareholder returns. They identify the drivers of a company's history of earnings growth and then assess whether the future will see a deviation from the company's long term historic earnings growth trend. Their process leads them towards companies that have a long history of earnings and transparent forecastable earnings.
Schroders	Schroder Investment Management Australia manages an Australian government bond portfolio with a top down fundamentally based style, adding value through yield curve positioning, duration management, stock selection and government sector allocation. The manager may invest 30% of the portfolio in overseas government bonds issued by GIO nations, which are fully hedged back to the Australian dollar.
SIRA	StepStone Infrastructure & Real Assets provides tailored solutions to meet the needs of institutional investors at any stage of their investment programs.
State Street Global Advisors (SSGA)	State Street Global Advisors (SSGA) manage an enhanced passive mandate that aims to provide returns that slightly exceed the index in a risk-controlled way with an overriding requirement for liquidity and credit quality.
StepStone Real Estate	StepStone Real Estate is a global real estate investment firm with experience in investing across a range of real estate strategies within the US and Europe.
Australian Retirement Trust	<i>Super Savings</i> manages a portfolio of Australian term deposits placed with high quality banks regulated by APRA.
Tribeca	The fund employs both a top-down and bottom-up process. The top-down process uses a proprietary quantitative framework to select between different segments in the market. The bottom-up process involves a rigorous framework of analysis and valuation which leverages off proven expertise in stock selection.
Trust Company of the West (TCW)	TCW is a Los Angeles based manager and this portfolio invests in a range of U.S. collateralised securities. TCW manages to a style which combines a top down macro-economic view with security selection and sector allocation across a range of collateralised securities. Specialised modeling is used to help identify relative value and market trends. TCW structures the portfolio using a combination of security types that behave differently in a range of market environments, delivering good overall returns with low volatility. The portfolio is hedged back to the Australian dollar.
Two Sigma	Two Sigma is a process-driven, systematic investment manager primarily focused on liquid markets. Two Sigma applies its technology and expertise in financial markets to seek to consistently generate uncorrelated alpha across a wide range of market conditions. Two Sigma seeks to achieve a 360 degree view of the relevant drivers of asset prices and believes its systematic approach combines, and improves upon, the best of traditional quantitative and discretionary methods. Intelligent computational systems translate vast amounts of information into a diversified set of investment strategies and integrate real-time risk management into the portfolio construction process.

Name	Description
State Street Global Advisors (SSGA)	SSGA is one of the world's largest asset managers specialising in passive management. The Manager uses index replication to provide returns that very closely match the benchmark, and by doing so SSGA provides market returns in an efficient, scalable and cost effective way with minimal risk.
Vinva	Vinva is mandated to run an enhanced index portfolio for <i>Super Savings</i> , taking very marginal bets around the benchmark. The manager employs a quantitative approach looking to exploit valuation-based and behavioural mis-pricings in Australian shares.
Wavestone	Wavestone is one of our largest idiosyncratic managers in the Australian shares portfolio. Wavestone is a fundamental Australian investment manager that believes that over the long term winning companies have to exhibit a sustainable competitive advantages and researches companies with above average earnings growth. They are a quality growth manager with a secondary valuation discipline.



Australian Retirement Trust

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This document was prepared 13 May 2022 and issued on behalf of Australian Retirement Trust Pty Ltd (ABN 88 010 720 840), the Trustee of Australian Retirement Trust (ABN 60 905 115 063). While it has been prepared with all reasonable care, no responsibility or liability is accepted for any errors or omissions or misstatement however caused. Rounding variations may apply to all data contained herein. All forecasts and estimates are based on certain assumptions which may change. If those assumptions change, our forecasts and estimates may also change. This document has been prepared for general information purposes only and not as specific advice to any particular person. The information contained in this publication is given in good faith and is not a substitute for professional advice. Any advice contained in this document is general advice and does not take into account any particular person's objectives, financial situation or needs. Because of this, before acting on any advice, you should consider its appropriateness, having regard to your own particular objectives, financial situation and needs. You should obtain and consider the *Super Savings Product Disclosure Statement (PDS)*, the *Super Savings guide* and the *Super Savings Investment guide* before making any decision about whether to acquire or continue to hold the product. The *PDS* and *guides* are available online at australianretirementtrust.com.au/pds-guides or call us on 13 11 84.