

Altius Sustainable Bond Fund

A fixed interest bond fund with a focus on sustainability



A fixed interest fund investing in companies that operate responsibly and sustainably. The fund is designed to align with investors' personal and social values without compromising on returns over the long-term. An ethical overlay is used to ensure corporate issuers involved in certain activities are not considered for inclusion in the Fund's investment universe.

Why invest in the Altius Sustainable Bond Fund?

Growing demand

Support the needs of a growing market of sustainable investors. A key component of an ethical portfolio.

Sustainable

A three-stage sustainability overlay prioritises responsible investments.

Flexible

Active management allows flexible risk budgeting and a positive response to market movements.

Top-down

A comprehensive investment approach with a Investment Advisory Committee.

Fixed interest for all cycles

A model that remains flexible and adapts to all market conditions.

A three-stage sustainability overlay prioritises responsible investments

1 Negative screen

Armaments, Gambling, Tobacco production, Fossil Fuel production, distribution, exploration and services; Uranium, Alcohol production, Pornography.

2 Positive sustainability ranking

Environmental effects, Social consequences, Quality of governance.

3 Sustainability Advisory Committee

Considers engagement and/or divestment where ranking does not trigger exclusion (generally due to materiality) but breach of the sustainability principle(s) is considered to be of a flagrant nature.

About Altius

Altius are a leader in the responsible investment space, specialising in sustainable cash and fixed interest, utilising our comprehensive environment, social and governance (ESG) framework.

Investment team

The Fund is managed by a team of highly experienced investment professionals with a proven track record in cash management and fixed income investment. Altius is widely acknowledged as a leader in the integration of responsible investment principles incorporating both active engagement and exclusion in the portfolio construction process.

Fund summary

Investment return objective	To outperform the benchmark (50% Reserve Bank of Australia Cash Rate and 50% Bloomberg AusBond Composite 0+Yr Index*) after fees over rolling three year periods. The Fund's investment objective may vary from time to time. Investors will be advised in writing of a change to the investment objective of the Fund.
Inception date	21 November 2014
Minimum initial investment	\$5,000
APIR	AUS0071AU
Management cost	Management fee: 0.37% p.a. of the net asset value of the fund. 0.12% estimated recoverable expenses. Consult PDS for full information.
Buy/Sell spread	0.05% / 0.05%
Distributions	Quarterly

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Philosophy

Altius's investment philosophy is founded on these core beliefs:

- ▲ We believe the key to capturing market inefficiencies is through a top down analysis of the domestic and global economies and financial markets.
- ▲ It is important to know what is happening across the world in addition to the Australian market in order to understand the pressures on interest rates and yield curves, and the interest rate differentials between bond issuers within and across different sectors of the bond market.
- ▲ Once these pressures are understood, relative value analysis can be used to exploit outright rate movements as well as changes in the shape of the yield curve and movements in the relativities of yields available across and within different sectors of the bond market after adjusting for credit risk.
- ▲ We believe through our specialist skills, we can extract value for clients through macro research, sector rotation, interest rate and credit management and technical investing.



SUSTAINABLE
CERTIFIED BY RIAA

The RI Certification Symbol is issued by Responsible Investment Association Australasia (RIAA) ACN (641 046 666), AFSL (554110) and signifies that a product or service offers an investment style that takes into account environmental, social, governance or ethical considerations. The Symbol also signifies that the Altius Sustainable Bond adheres to the operational and disclosure practices required under the Responsible Investment Certification Program for the category of Product. The Altius Sustainable Bond is assessed against RIAA's Responsible Investment Standard. The Certification Symbol is a Trademark of RIAA. For detailed information about RIAA, the Symbol and the Altius Sustainable Bond's methodology, performance, stock holdings, remuneration and details about other responsible investment products certified by RIAA, refer to www.responsibleinvestments.com.au and our Financial Services Guide.¹

The Altius business is now owned by Australian Ethical, however Australian Unity provides transitional support services to Australian Ethical for Altius investors and advisers. For more information on the Altius Sustainable Bond Fund, please contact your financial adviser or our Investor Services Team.

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The Altius Sustainable Bond Fund (ARSN 601 618 179) (the Fund) is issued by Australian Ethical Investment Ltd (ABN 47 003 188 930, AFSL 229949) (Australian Ethical). Units in the Fund are issued by Australian Ethical as Responsible Entity for the Fund. The information in this document is general information only and is not based on the objectives, financial situation or needs of any particular investor. You should consider obtaining financial advice relevant to your circumstances before making investment decisions. In deciding whether to acquire, hold or dispose of the product, investors should obtain the current Product Disclosure Statement, Additional Information Document, Ethical Guide and the Target Market Determination, available on altiusam.com, to consider whether the product is appropriate for them. The information provided on this page is current at the time of publishing.

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