

Allan Gray Australia Balanced Fund

FUND FACT SHEET 30 APRIL 2023

ALLAN GRAY
CONTRARIAN INVESTING

For investors who wish to balance risk whilst seeking capital growth from a diversified portfolio of shares, fixed income and commodity investments from Australia and overseas. The Fund seeks to earn long-term returns that are higher than the custom benchmark.

INVESTMENT APPROACH

In carrying out our contrarian investment approach, the Balanced Fund has significant freedom to invest in different asset classes to take advantage of the best opportunities. This means we have great flexibility and can capitalise when markets are cheap. Our target range is to have anything between 40%-90% of the Fund invested in shares and 10%-50% in fixed income, depending on where the opportunities are.

As a result, the Balanced Fund can look very different to other funds of its kind, as the investment mix is based on finding the best value. For example, when Australian shares are expensive, more of the Fund may be invested in global shares. The same applies for other asset classes and regions. The Fund may experience periods of underperformance in pursuit of its long-term objective, particularly given this exposure to local and overseas markets.

KEY INFORMATION

| | |
|--------------------------------|-----------------------------|
| Fund size | AUD 156 million |
| Launch date | 1 March 2017 |
| Price (net asset value) | AUD 1.3006 |
| Buy/sell spread | +0.2 / -0.2% |
| Minimum | AUD 10,000 or AUD 500/month |
| Pricing frequency | Daily |
| Distribution frequency | Annual |
| Base fee | 0.75% p.a. |
| Performance fee | 20% |
| APIR code | ETL4654AU |
| mFund Code | AQY03 |
| ISIN | AU60ETL46546 |

FEES AND EXPENSES FOR THE LAST 12 MONTHS

| | |
|----------------------------------|--------------|
| Base fee | 0.76% |
| Performance fee | 0.01% |
| Other expenses | 0.02% |
| Indirect cost ratio (ICR) | 0.79% |

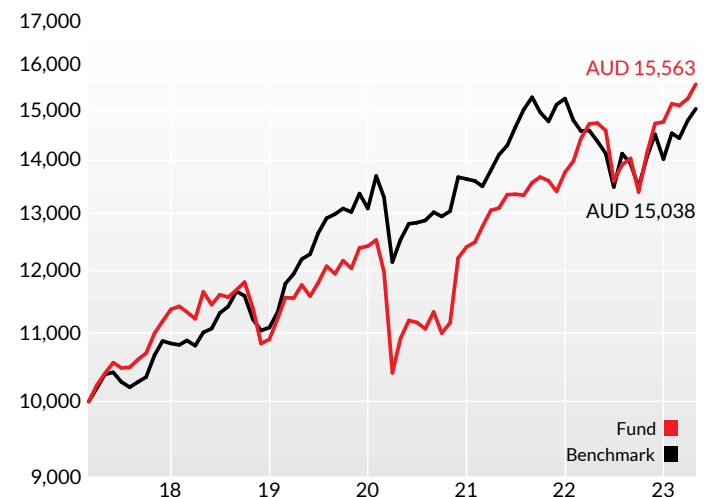
PERFORMANCE NET OF ALL FEES AND EXPENSES

| | FUND | BENCHMARK | RELATIVE |
|---------------------------|------|-----------|----------|
| Annualised % | | | |
| Since launch (1 Mar 2017) | 7.4 | 6.8 | 0.6 |
| 5 years | 6.0 | 6.4 | (0.4) |
| 3 years | 12.6 | 6.3 | 6.3 |
| 1 year | 5.6 | 4.6 | 1.0 |
| Not Annualised % | | | |
| Financial year to date | 14.4 | 11.5 | 2.9 |
| Calendar year to date | 5.4 | 7.3 | (1.9) |
| 3 months | 2.8 | 3.5 | (0.7) |
| 1 month | 2.0 | 1.6 | 0.4 |

Past performance is not necessarily an indicator of future performance.

The custom benchmark comprises the S&P/ASX 300 Accumulation Index (36%), S&P/ASX Australian Government Bond Index (24%), MSCI World Index (net dividends reinvested) expressed in AUD (24%) and JP Morgan Global Government Bond Index expressed in AUD (16%). All performance returns shown are net of fees and assume reinvestment of distributions. Returns are annualised for periods of one year and over. Annualised returns show the average amount earned on an investment in the Fund each year over the given period. Actual investor performance may differ as a result of the investment date, the date of reinvestment of income distributions, and withholding tax applied to income distributions.

Value of AUD 10,000 invested since launch



DISTRIBUTIONS

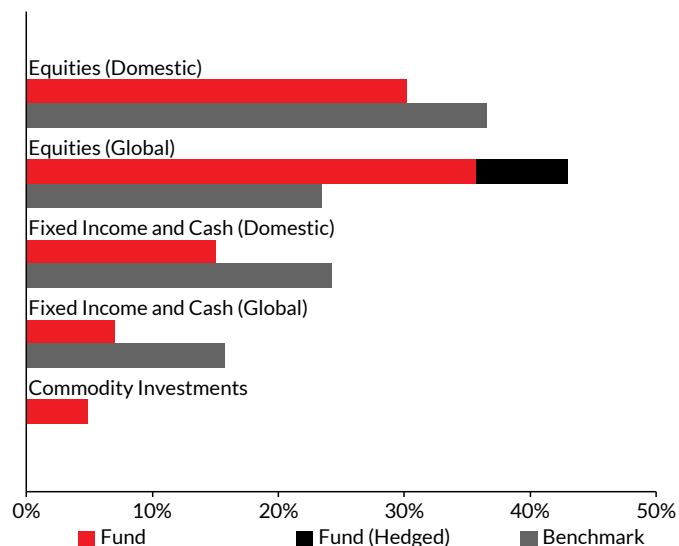
| YEAR | CENTS PER UNIT | DISTRIBUTION RETURN |
|--------------|----------------|---------------------|
| 30 June 2022 | 10.0074 | 8.2% |
| 30 June 2021 | 0.5587 | 0.5% |
| 30 June 2020 | 3.3465 | 3.0% |
| 30 June 2019 | 3.5594 | 3.2% |
| 30 June 2018 | 3.8373 | 3.6% |

TARGET ASSET ALLOCATION RANGES

| ASSET TYPE | RANGE (%) | BENCHMARK (%) | |
|-----------------------|-----------|---------------|-----------|
| | | International | Australia |
| Equity | 40-90 | 24 | 36 |
| Fixed Income and Cash | 10-50 | 16 | 24 |
| Commodity Investments | Up to 10 | 0 | 0 |

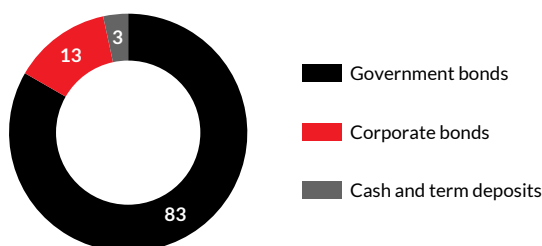
The portfolio may from time to time move outside these ranges in pursuit of the Fund’s investment objectives.

ASSET ALLOCATION



The composition of the Fund has not changed significantly over the last month.

FIXED INCOME AND CASH (%)



GEOGRAPHICAL ALLOCATION

| | AUSTRALIA | NORTH AMERICA | EUROPE AND UK | ASIA | OTHER | TOTAL |
|-----------------------|-----------|---------------|---------------|-----------|----------|------------|
| Net Equity | 30 | 9 | 14 | 10 | 3 | 66 |
| Hedged Equity | 0 | 4 | 2 | 1 | 0 | 7 |
| Fixed Income and Cash | 15 | 5 | 1 | 0 | 0 | 22 |
| Commodity Investments | | | | | | 5 |
| TOTAL | 45 | 19 | 18 | 11 | 3 | 100 |

This table highlights the Fund’s exposure to regions. Net equity is calculated by taking into account the exchange-traded derivatives used to reduce market exposure. The geographical region of a security is generally based on the region allocated to that security by third-party data providers for comparability purposes. As exchange rate fluctuations can have a significant impact on returns, the Fund uses over-the-counter derivatives such as currency forwards to manage foreign exchange risk. Commodity Investments are not specifically allocated to a geographical region.

TOP FUND HOLDINGS AS AT 31 MARCH 2023

| HOLDINGS | % OF FUND |
|---|-----------|
| Australian Government Bonds 1 - 3 Years | 15 |
| SPDR® Gold Trust | 5 |
| Newcrest Mining | 4 |
| US TIPS 3 - 5 Years | 3 |
| Alumina | 3 |
| Kinder Morgan | 3 |
| Woodside Energy Group | 3 |
| QBE Insurance Group | 2 |
| Samsung Electronics | 2 |
| Sims | 2 |
| TOTAL | 42 |

FIXED INCOME CHARACTERISTICS

| | FUND | BENCHMARK ¹ |
|------------------------------------|------|------------------------|
| Duration (years) ² | 2.6 | 6.9 |
| Yield to Maturity (%) ² | 3.4 | 3.2 |

¹The Benchmark’s fixed income data relates to the fixed income portion of the Benchmark only.

²Real effective duration and yield to maturity are used for inflation-linked bonds. Please refer to Notices for further details.

Allan Gray Australia Pty Limited is the appointed investment manager of the Allan Gray Australia Balanced Fund ARSN 615 145 974. The Fund is offered by Equity Trustees Limited, ABN 46 004 031 298, AFSL 240975, as the Fund’s Responsible Entity. Equity Trustees Limited is a subsidiary of EQT Holdings Limited, a publicly listed company on the Australian Stock Exchange (ASX:EQT). Equity Trustees Limited may be contacted on +61 3 8623 5000.

General Investors should consider the Fund’s Product Disclosure Statement (PDS) & Target Market Determinations (TMDs) before making any investment decision. The PDS, daily unit prices and additional information about the Fund can be obtained free of charge by contacting Allan Gray or from www.allangray.com.au. TMDs for the Allan Gray Funds can be found at www.allangray.com.au/PDS-TMD-documents. Each TMD sets out who an investment in the Fund might be appropriate for and the circumstances that trigger a review of the TMD. Managed investment schemes are generally medium to long-term investments. They are traded at prevailing prices and the value of units may go down as well as up. There are risks with investing in the Fund and there is no guarantee of repayment of capital or return on your investment. Managed investment schemes may borrow and engage in securities lending. Past performance is not a reliable indicator of future results. Investors should always consider seeking professional financial advice. This document has been prepared without considering any person’s financial circumstances, needs or objectives. It also does not constitute a recommendation, an offer to sell or a solicitation to buy units in the Fund. While Allan Gray has endeavoured to ensure the accuracy of this document neither Allan Gray, Equity Trustees Limited nor any of its related parties, their employees or directors, provide any warranty of accuracy or reliability in relation to such information or accepts any liability to any person who relies on it. Totals presented in this document may not sum due to rounding.

Notice to foreign persons The Fund does not accept US persons as investors and is not marketed in the European Economic Area (EEA). Investors resident in the EEA can only invest in the Fund under certain circumstances as determined by, and in compliance with, applicable law.

Valuation and pricing times The Fund’s net asset value is calculated at 5.30pm (Bermuda time) each business day, with prices determined the following day. Application and redemption requests must be received by 2pm (Sydney time) each business day to receive that day’s price. A different cut-off time applies if transacting via the ASX mFund Settlement Service. Prices are cum-distribution.

Notes on key information The performance fee is 20% of the Fund’s outperformance, net of the base fee, in comparison to the Benchmark. It is only payable where the Fund’s outperformance exceeds the high water mark, which represents the highest level of outperformance, net of base fees, since the Fund’s inception. The base fee and the performance fee (if applicable) are calculated and accrued daily, and paid monthly. Goods and Services Tax, net of Reduced Input Tax Credits, is applicable to the base fee and the performance fee. Benchmark related information is as at the date of production based on data provided by the official benchmark and/or third party data providers. There may be timing differences between the date at which data is captured and reported.

Fees and expenses for the last 12 months The indirect cost ratio (ICR) is a measure of the actual costs incurred by the Fund over a 12 month period. The costs are expressed as a percentage of the average daily value of the Fund during that period in order to determine the ICR. Fund performance is shown after taking into account costs in the ICR. Costs may vary and the current ICR should not be used as an indication of future ICRs.

Fixed Income refers to fixed income instruments issued by corporate bodies, governments and other entities, such as bonds, money market instruments and cash. Net Fixed Income is Gross Fixed Income minus bond market hedging. Except where otherwise noted, government fixed income securities are aggregated by time to maturity and issuer. TIPS are not aggregated with ordinary treasuries. Duration is calculated using the modified duration of the fixed income instruments in the portfolio, or the effective duration in the case of fixed income instruments with embedded options and real effective duration in the case of inflation-linked bonds. Yield to Maturity (“YTM”) for the Fund and the JP Morgan Global Government Bond Index is the average of the portfolio’s fixed income instruments’ YTM, weighted by their net asset value. The calculations are gross and exclude non-performing fixed income instruments.