

Ibbotson Balanced Growth Trust

Risk Profile

Low to moderate

Investment Horizon

5 years

Inception

30 May 2001

Trust Size \$Mil

245.7

Investment Summary

Investment Objective

To earn a rate of return that exceeds Consumer Price Index increases by at least 2.5% pa over rolling five year periods.

Multi-Manager Trust

Ibbotson selects specialist and complementary investment managers that are capable of generating portfolio returns in excess of their performance benchmarks.

Available to wholesale investors, and indirectly to retail investors via select retail platforms.

Diversified Growth and Income Assets

The portfolio is invested across shares, property securities, fixed interest securities and alternative strategies.

Key Attributes

Balanced between growth and income assets to enhance returns and reduce volatility.

Diversified across managers, asset classes and strategies.

Manager evaluation, selection and portfolio construction to deliver the investment objective maximises the potential for enhanced long-term portfolio performance.

The ability to identify exceptional managers throughout the world is assisted by our access to global resources.

Operations

| | |
|-----------------------------|---------------|
| Unit Pricing | Daily |
| Distributions | Quarterly |
| Management Fee ⁴ | Up to 0.82% |
| Buy/Sell Spread | 0.17% / 0.17% |

Performance ¹ 30-06-10



| Total Return % | 1 Month | 3 Months | FYTD | 1 Year | 5 Years (pa) |
|----------------|---------|----------|-------|--------|--------------|
| Trust | -0.73 | -2.23 | 11.68 | 11.68 | 3.80 |
| Benchmark | -0.84 | -3.11 | 10.15 | 10.15 | 4.05 |
| Active Return | +0.11 | +0.89 | +1.54 | +1.54 | -0.26 |

Portfolio Analysis ² 30-06-10

Strategic Asset Allocation %



| | |
|--------------------------------------|------|
| ● Australian shares | 26.0 |
| ● International shares (unhedged) | 7.0 |
| ● International shares (hedged) | 7.0 |
| ● Australian property securities | 5.0 |
| ● International property securities | 2.0 |
| ● Australian bonds | 15.0 |
| ● International bonds (hedged) | 9.0 |
| ● Global inflation-linked securities | 6.0 |
| ● Cash | 13.0 |
| ● Alternative investment strategies | 10.0 |

Actual Asset Allocation %



| | |
|--------------------------------------|------|
| ● Australian shares | 20.8 |
| ● International shares (unhedged) | 12.4 |
| ● International shares (hedged) | 1.7 |
| ● Australian property securities | 5.4 |
| ● International property securities | 1.6 |
| ● Australian bonds | 16.4 |
| ● International bonds (hedged) | 12.3 |
| ● Global inflation-linked securities | 5.2 |
| ● Cash | 12.3 |
| ● Alternative investment strategies | 11.9 |

Notes

1. Performance measures are expressed before fees, costs and taxes are deducted. 2. Allocations may not add up to 100% due to the rounding of individual components. 3. Other includes all non-manager holdings such as derivatives exposure due to dynamic asset allocation, cash and cash like securities held for currency hedging and the general operation of the Trust. 4. The Management fee is inclusive of GST and can be negotiated for direct investors. The Trust also has exposure to underlying investment managers (including Ibbotson) which charge performance fees and these are an additional cost to you and impact the return. 5. 12% of international shares is hedged via a currency overlay provided by Vanguard. 6. These alternative strategies are exposed to the performance of a diversified portfolio of absolute return strategies accessed via total return swaps, global listed infrastructure and commodities.

Manager Allocation % ³

| | |
|--------------------------|-------------|
| Australian shares | 20.8 |
| Atom | 0.6 |
| BlackRock | 4.1 |
| Dimensional | 3.2 |
| JF Capital | 2.0 |
| Northcape | 3.8 |
| Northcape Conc | 1.1 |
| Orbis | 0.6 |
| Other | -0.4 |
| Platypus | 1.1 |
| Wallara | 4.7 |

International shares ⁵

| | |
|--|-------------|
| International shares ⁵ | 14.1 |
| Altrinsic | 1.3 |
| AXA Rosenberg | 2.2 |
| Axiom | 0.9 |
| Bernstein | 0.5 |
| Dimensional | 1.1 |
| Marathon | 2.1 |
| Other | 0.5 |
| Sands Capital | 0.6 |
| Vanguard | 4.9 |

Australian property securities

| | |
|---------------------------------------|------------|
| Australian property securities | 5.4 |
| Vanguard | 5.4 |

International property securities

| | |
|--|------------|
| International property securities | 1.6 |
| ING Clarion | 1.0 |
| Perennial | 0.7 |

Australian bonds

| | |
|-------------------------|-------------|
| Australian bonds | 16.4 |
| Vanguard | 16.4 |

International bonds (hedged)

| | |
|-------------------------------------|-------------|
| International bonds (hedged) | 12.3 |
| Colchester | 2.8 |
| PIMCO Global Bond | 2.4 |
| PIMCO Global Credit | 2.6 |
| Vanguard | 4.4 |

Global inflation-linked securities

| | |
|---|------------|
| Global inflation-linked securities | 5.2 |
| Rogge | 5.2 |

Alternative investment strategies

| | |
|---|-------------|
| Alternative investment strategies | 11.9 |
| Ibbotson alternative investment strategies ⁶ | 11.9 |

Cash

| | |
|-------------|-------------|
| Cash | 12.3 |
| Other | 1.2 |
| Vanguard | 11.1 |