

FUND PROFILE

Mercer Australian Shares Fund for Tax Exempt Investors

Overview

APIR code	MIN0087AU
Investment approach	Multi-manager, single asset class
Investment timeframe	7 years plus
Fund size	\$547 million
Commencement date	31 May 2013
Risk label	High
Benchmark	S&P/ASX 300 Accumulation Index Gross of Franking Credits
Unit pricing	Daily
Distributions	Quarterly
Minimum investment	\$100,000
Investment management fee*	1.05%

* **Additional fees and charges apply.** Direct investors should refer to the Product Disclosure Statement (PDS) for the Fund. Indirect investors accessing the Fund through a Service, such as an Investor Directed Portfolio Service (IDPS) or IDPS-like service, should refer to the offer documents (e.g. PDS) from their Service provider.

Investment performance to 31 Dec 2016

Total return	1 year %	3 years % p.a.	5 years % p.a.	7 years % p.a.	Since inception %
Before tax and fees	13.5	9.0	n/a	n/a	11.2
After fees and costs ¹	12.2	7.9	n/a	n/a	9.9
Benchmark	13.4	8.2	n/a	n/a	10.3

Notes: **Past performance is not a reliable indicator of future performance.**

Returns are calculated on an annualised basis using month end exit prices and assume distributions are reinvested.

1. The Total return after fees and costs allows for a deduction of investment management fees, expense allowance and any applicable performance based fees. See the PDS for details of current fees and costs.

Investment strategy

The Fund invests in Australian shares via a multi-manager approach by selecting investment managers who utilise tax effective strategies. This Fund is designed specifically for investors who are tax exempt and can reclaim franking credits.

Investment objectives

To outperform the benchmark by 1.5 to 2.5% per annum over the medium to long term.

Top 10 stock holdings as at 31 Dec 2016

Stock	%
Commonwealth Bank	9.8
ANZ Banking Group	7.0
Westpac Banking Corporation	6.0
BHP Billiton	5.7
National Australia Bank	4.1
Telstra Corporation	3.9
Wesfarmers	3.3
CSL	2.4
Macquarie Group	2.1
Woodside Petroleum	2.1

Asset allocation

Asset classes	Neutral %	Range %
Australian Shares	100	90-100
Cash	0	0-10

This provides investors with exposure to approximately 100% growth investments.

Investment managers

Mercer selects investment managers for the Fund, drawing on our extensive research network to establish an optimal combination of specialist managers. Mercer's investment manager research focuses on each manager's strength in idea generation, portfolio construction, implementation and business management.

We manage and monitor the managers on your behalf. Therefore we may remove, replace, or appoint additional investment managers at our discretion at any time.

Manager	Style	Weight %
Macquarie Investment Management	Style neutral, quantitative, tax effective	50.5
Plato Investment Management	Style neutral, quantitative, tax effective	29.4
JCP Investment Partners	Growth, tax effective	20.1
Total		100.0

For more detailed information on the Fund's investment managers, please refer to the MMF Manager List available at mercerc.com.au/mmf.

FURTHER INFORMATION

Please contact your financial advisor or:

Go to mercerc.com.au/mmf

Email pacific.investments@mercerc.com

Call 1300 728 928

This Fund Profile has been prepared by Mercer Investments (Australia) Limited (MIAL) ABN 66 008 612 397, Australian Financial Services Licence #244385. MIAL is the Responsible Entity of the Mercer Multi-Manager Funds (MMFs). This Fund Profile contains confidential and proprietary information of Mercer (Australia) Pty Limited (Mercer) and is intended for the exclusive use of the parties to whom it was provided by Mercer. Its content may not be modified, sold or otherwise provided, in whole or in part, to any other person or entity, without Mercer's prior written permission. Investors should be aware that the value of an investment in any MMF may rise and fall from time to time and that neither MIAL nor Mercer guarantees the investment performance, earnings or return of capital invested in any MMF. Past performance does not guarantee future results.

The findings, ratings and/or opinions expressed herein are the intellectual property of Mercer and are subject to change without notice. Information contained herein has been obtained from a range of third party sources. While the information is believed to be reliable, Mercer has not sought to verify it independently. As such, Mercer makes no representations or warranties as to the accuracy of the information presented and takes no responsibility or liability (including for indirect, consequential or incidental damages), for any error, omission or inaccuracy in the data supplied by any third party.

This does not constitute an offer or a solicitation of an offer to buy or sell securities, commodities and/or any other financial instruments or products or constitute a solicitation on behalf of any of the investment managers, their affiliates, products or strategies that Mercer may evaluate or recommend. If you are investing directly into any MMF, you will need to complete an application form included in, or accompanying, a current Product Disclosure Statement (PDS), which is issued by and available from MIAL. If you are investing indirectly into an MMF through an Investor Directed Portfolio Service (IDPS) or an IDPS-like service (such as a master trust, wrap account, custody or nominees service) (Service) you will need to complete the forms or documents your Service provider requires.

'MERCER' is a registered trademark of Mercer (Australia) Pty Ltd ABN 32 005 315 917.

Copyright 2017 Mercer LLC. All rights reserved.