

FUND PROFILE

Mercer Global Sovereign Bond Fund

Overview

APIR code	MIN0028AU
Investment approach	Multi-manager, single asset class
Investment timeframe	At least three years
Fund size	\$971 million
Commencement date	31 July 2007
Risk label	Medium to high
Benchmark	JP Morgan Global Sovereign Bond Index - in A\$ (Hedged)
Unit pricing	Daily
Distributions	Six monthly
Minimum investment	\$100,000
Investment management fee*	0.35%

***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 strategy

The Fund invests in global sovereign bonds utilising a partly active managed, multi-manager approach. Diversification is achieved across a range of countries, sovereign ratings and bond maturities with a focus on operational efficiency. The Fund has currency hedging arrangements in place to reduce the impact of fluctuations in the Australian dollar against other currencies.

Investment objective

The Fund aims to exceed the benchmark, before management costs, over the medium term.

Asset allocation

Asset classes	Neutral %	Range %
Defensive Fixed Interest	100	70-100

Investment performance to 31 December 2018

Total return	1 year %	3 years % p.a.	5 years % p.a.	7 years % p.a.	Since inception % p.a.
Before tax and fees	4.2	4.6	6.2	6.1	7.3
After fees and costs ¹	3.8	4.3	5.8	5.7	7.0
Benchmark	2.4	3.6	5.1	5.0	6.7

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 returns - after fees and costs' allow 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 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 %
Challenger	Index-Plus	24.9
Colchester	Active, Fundamental/value	37.5
H2O Asset Management	Active, Macro-driven	37.6
TOTAL		100.0

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

FURTHER INFORMATION

Please contact your financial advisor or:

Go to	mercer.com.au/mmf
Email	pacific.investments@mercer.com
Call	1300 728 928

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