

Update OnePath Active Growth, OnePath Conservative and OnePath Income funds

JULY 2012

Strategic asset allocation and investment changes

OnePath recently undertook a review of the following funds (referred to collectively as 'the Funds'):

- OnePath Active Growth
- OnePath Conservative
- OnePath Income

As a result, some changes will be implemented for the Funds as detailed below.

Strategic asset allocation changes from 1 July 2012

The strategic asset allocation review approved a change to the benchmark and maximum and minimum allocations for each of the underlying asset classes. This review also approved the introduction of a new asset class, being 'alternative assets' for the OnePath Active Growth Fund and the OnePath Income Fund. Alternative assets include a broad range of exposures outside the traditional areas of shares, bonds and listed property.

In addition, the Funds will no longer invest in 'diversified fixed interest', (which is a pre-packaged combination of international and domestic fixed interest securities) but will be able to invest separately into Australian and international fixed interest securities.

Details of the changes to the strategic asset allocations are provided for each Fund in the tables below. It is expected that these changes, will allow the Funds to continue to meet their investment objectives, while offering increased diversification opportunities, lower investment volatility and more consistent returns.

OnePath Active Growth Fund

Asset class*	Previous range (%)	New range (%)	Nature of change
Cash	0-50	0-50	No change
Australian fixed interest	N/A	0-50	New asset class
Diversified fixed interest	0-50	N/A	Asset class removed
International fixed interest	0-50	0-50	No change
Property securities	0-30	0-20	Maximum allocation has reduced
Global property securities	0-20	0-20	No change
Australian shares	0-80	0-80	No change
International shares	0-40	0-40	No change
Alternative assets	N/A	0-12	New asset class

* The maximum asset allocation to growth assets remains at 100%.

The OnePath Active Growth Fund is managed within permitted ranges without reference to a benchmark weight.

OnePath Conservative Fund

Asset Class†	Previous benchmark (%)	New benchmark (%)	Previous range (%)	New range (%)	Nature of change
Cash (previously including Enhanced Cash)	19	20	0-30	6-34	Benchmark has increased, maximum allocation has increased
Australian fixed interest	N/A	24	N/A	1-60	New asset class
Diversified fixed interest	30	N/A	10-50	N/A	Asset class removed
International fixed interest	20	23	5-35	1-60	Benchmark has increased, minimum has reduced and maximum has increased
Property securities	3	2	0-10	0-8	Benchmark has reduced, maximum has reduced
Global property securities	2	2	0-10	0-10	No change
Australian shares	15	9	10-20	0-15	Benchmark has reduced, minimum and maximum have reduced
International shares	10	10	5-15	0-34	Minimum has reduced and maximum has increased
Alternative assets	1	10	0-15	3-23	Benchmark has increased, minimum and maximum have increased

† The maximum asset allocation to growth assets has decreased to 34%. The maximum asset allocation to property assets remains at 10%.

OnePath Income Fund

Asset Class†	Previous benchmark (%)	New benchmark (%)	Previous range (%)	New range (%)	Nature of change
Cash (previously including Enhanced Cash and Mortgages)	30	25	0-30	13-34	Benchmark has reduced, maximum has increased
Australian fixed interest	N/A	28	N/A	14-40	New asset class
Diversified fixed interest	55	N/A	35-75	N/A	Asset class removed
International fixed interest	N/A	27	N/A	9-45	New asset class
Property securities	3	5	0-10	0-10	Benchmark has increased
Global property securities	2	5	0-10	0-9	Benchmark has increased, maximum has reduced
Australian shares	10	8	5-15	2-14	Benchmark has reduced, minimum and maximum have reduced
Alternative assets	N/A	2	N/A	0-4	New asset class

† The maximum asset allocation to growth assets remains at 25%. The maximum asset allocation to property assets has increased to 15%.



OnePath Conservative Fund – OptiMix will manage the active component of the portfolio commencing on or after 1 August 2012

A review of the investment management for the OnePath Conservative Fund was also carried out recently. Whereas the actively managed component of the Fund is currently managed by a combination of single sector managers, from about 1 August 2012, that component will be managed by the multi-manager OptiMix team which blends the active investment styles of a number of specialist investment managers.

There is no change to the 'passive management' component of the Fund which will continue to be managed by UBS Asset Management (Australia) Ltd.

No changes will be made to the investment styles for the OnePath Active Growth Fund and OnePath Income Fund.

Which Product Disclosure Statements (PDSs) are affected by these changes?

- ANZ OneAnswer Investment Portfolio PDS
- ANZ OneAnswer Investment Portfolio // Select PDS
- ANZ OneAnswer Personal Super and Pension PDS

Please note these changes will be reflected in the relevant Product Disclosure Statements at their next issue date.

Any questions?

If you have any questions or require further information, please:

- call Customer Services on 13 38 63, weekdays between 8.30am and 6.30pm (Sydney time)
- email anz.investments@onepath.com.au
- speak with your financial adviser.

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