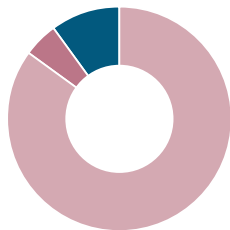


**FUTURITY SECTORAL ACTIVE – RESPONSIBLE INVESTMENT – 2 (Australian Ethical Australian Shares Fund (Wholesale))**

<b>Fund Code</b>	SA8	<b>Inception date</b>	31 August 2022
<b>Futurity APIR Code</b>	FIG1790AU	<b>Total Management Fee<sup>1</sup></b>	1.40%
<b>Category</b>	Specialist Managers Range	<b>Buy/Sell Spread</b>	0.15 / 0.15%
<b>Investment Style</b>	Active	<b>Underlying strategy APIR code</b>	AUG0018AU
<b>UMF PDS available at</b>	australianethical.com.au	<b>Suggested Minimum Investment Time<sup>2</sup></b>	Seven years

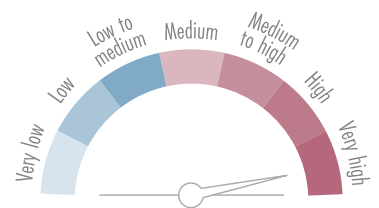
**Asset Allocation**

Aust. & NZ Equities	<b>85-100%</b>
Unlisted Shares	<b>0-5%</b>
Cash	<b>0-15%</b>



**Investment Risk Rating\***

Very High – 7



**Investment Objective, Strategy and Benchmark**

To outperform (before fees and tax) the Investment Option’s Performance Benchmark – S&P/ASX 300 Accumulation Index. It may invest in one or multiple UMFs and/or directly invest in Authorised Investments to have a diverse actively managed portfolio of predominately Australian Equity Investments whilst adopting a lens based on social, environmental, ethical, responsible investing and financial credentials.

<sup>1</sup> Total Management Fees is provided on an after-taxation basis and comprised of the Futurity Management Fees and UMF Investment Fees (includes the estimated UMF indirect costs) – see ‘Fees and Other Costs’ – Part A of PDS.

<sup>2</sup> Longer investment timeframes maximise the benefits of investment compounding, especially for medium and higher taxed investors doing this under an Education Bond’s Tax-Paid investment structure. Education Bonds also have an ‘Investment Bond 10-Year Advantage’ meaning the benefits of Tax-Free access to your Bond after 10 years from its Commencement Date, subject to certain conditions as explained in Part A of our PDS.

\* Performance is measured by Investment Option price movements (after Tax and Management fees). It is quoted using the sell (exit) price and is net of all portfolio taxes, management fees, and fund expenses, however does not take into account any stamp duty, transaction costs and management fee rebates. Past performance is not a reliable indicator of future performance.

**ABOUT THE INVESTMENT MANAGER**

**Australian Ethical**

Australian Ethical is one of Australia’s leading ethical fund managers. By investing responsibly, Australian Ethical delivers competitive financial performance to their clients and positive change to society and the environment.



Since inception in 1986, the Ethical Charter has guided all investment decisions and underpinned their business practices. Every year 10 per cent of Australian Ethical profits (after tax and before bonuses) are distributed to charitable organisations and social impact initiatives through The Australian Ethical Foundation

**PERFORMANCE HISTORY**

**Futurity Sectoral Active – Responsible Investment – 2 at 31 December 2024<sup>3</sup>**

1 Mth	3 Mths	6 Mths	1 Yr	2 Yrs	3 Yrs	4 Yrs
-1.49%	-1.09%	6.46%	12.25%	9.88%	n/a	n/a

<sup>3</sup> Other costs relating to the operation of the Investment Option can be charged directly to the Investment Option or reimbursed to Futurity if paid by the Management Fund e.g. acquisition, disposal, valuation and transaction costs, such as brokerage, state duty, insurance, custody, as well as auditor, actuary and legal fees. They are reflected in the Unit Price and capped to a maximum of 0.1% pa, with any excess absorbed by the Management Fund.

<sup>n/a</sup> As these Investment Options have only recently been established, no return data is available.



**GENERAL MARKET UPDATE**

Over the December 2024 quarter, investment markets have been driven by central bank interest rate adjustments, persistent inflation trends, rising bond yields, mixed equity market performance, economic indicators showing contraction, and political tensions impacting investor sentiment.

The December 2024 quarter saw mixed performances in global markets. Global equities rose, with the MSCI World index up 1.9% hedged to AUD and 12.1% unhedged to AUD, while emerging market equities rose by 3.0%.

Developed market bond yields increased, reflecting a shift in investor sentiment. The Federal Reserve's slower-than-expected rate-cutting cycle and political tensions in the U.S. contributed to market volatility.

In the U.S., 10-year Treasury yields rose to near 4.6%, nearing their annual peak. Rising yields negatively impacted bond

performance, particularly long-duration U.S. Treasuries, which saw a sharp decline.

Central banks made several policy adjustments: the Federal Reserve reduced its policy rate by 25 basis points to 4.5%, the European Central Bank cut its rate to 3%, and the Bank of Canada reduced its rate by 50 basis points to 3.25%. The Reserve Bank of Australia maintained its cash rate at 4.35%.

Australian equities fell by 0.8%, with the S&P/ASX 300 Accumulation Index lagging the S&P 500.

The Australian dollar depreciated against the U.S. dollar, with the AUD/USD ending the quarter 0.62. The Judo Bank Australia Manufacturing PMI indicated continued contraction, and consumer confidence declined.

**STAY IN TOUCH**

**A copy of the PDS is available on the website. We also have a range of information on our website for you to access including:**

- Cost of education calculator
- Financial Adviser calculator
- Market Insights

You can also subscribe to stay informed with Insights, market research and business news.

**CONTACT US**

**W:** [futurityinvest.com](http://futurityinvest.com)

**P:** 1300 345 456

**H:** 9am to 5.00pm (Mon–Fri) Melbourne time

**E:** [advisercare@futurityinvest.com](mailto:advisercare@futurityinvest.com)

**FOLLOW US ON LINKEDIN, FACEBOOK AND INSTAGRAM**



Futurity Investment Group Limited ABN 21 087 648 879, AFSL 236665 (Futurity) is the product issuer of Futurity's Education Bonds (Education Bonds).

This document has been prepared for the purpose of providing general information, without taking account of any individual's objectives, financial situation or needs. Before making any investment decision (including switching between Investment Options), personal circumstances need to be considered.

It is important that prospective or existing Bond Owners read the relevant Combined Financial Services and Product Disclosure Statement (PDS) (available on our website [www.futurityinvest.com](http://www.futurityinvest.com) or by calling us on 1300 345 456) before deciding to acquire, to switch between Investment Options or dispose of Education Bonds.

The licensed financial adviser remains responsible for any advice/services provided to clients including making their own inquiries and ensuring advice/services are appropriate and in accordance with all legal requirements. Therefore, any advice/services must not be attributed to Futurity or in any way suggest that Futurity is the author of the advice/services. Any representations or statements made beyond those stated in the PDS are expressly disclaimed.

Neither Futurity nor any of the underlying fund managers guarantee (whether expressly or impliedly) the repayment of capital or the performance of the Education Bond or any individual Investment Option. The Investment Options are subject to investment and market risks, which could include delays in repayment and loss of earnings and capital invested.

This information may not be copied, reproduced or redistributed without the express consent of Futurity. While the content is believed to be accurate, it may be subject to change without notice. Futurity does not warrant or represent that it is free from errors or omissions or that it is suitable for any particular person's intended use.

This information is current as at December 2024.

INV034 V10\_20250115