

# Perpetual Dynamic Fixed Income Fund



## About the Fund

The Perpetual Dynamic Fixed Income Fund actively invests in fixed and floating rate, credit and government securities.

We seek to take advantage of credit and interest rate opportunities and believe that this flexibility can help the Fund achieve stable returns.

The Fund has a strategic interest rate risk (duration) exposure. We seek to make tactical adjustments to duration risk to reflect our interest rate views. We believe that tactical shifts to duration tend to be most effective during periods of extreme market movement.

The Fund is actively managed by an experienced team that has invested together for over a decade, using an investment approach that seeks to identify quality credit investments while actively managing duration.



## How does the Fund fit into a well-balanced portfolio?

A well-constructed defensive portfolio allows investors to take risks in other parts of their portfolio with more confidence.

The Perpetual Dynamic Fixed Income Fund actively manages credit and interest rate risk through independent processes, helping with capital stability and downside protection through all market conditions and providing investors with the defensive characteristics they are typically seeking.

The Fund has been designed for investors who are looking for an actively managed portfolio that blends floating and fixed rate exposures adjusted to market conditions.



## Why invest with Perpetual?

Perpetual has been managing investment portfolios since 1966 and has some of Australia's most experienced and specialist investment managers.

Our disciplined process of identifying high-quality, attractively valued investment opportunities, has been tested and proven in Australian Equities for 50+ years and the fixed income process has been developed and refined for over 15 years with proven results through different market cycles.

We actively manage the investments of our clients, based on fundamental research and analysis. To augment this process, we constantly invest in the quality and depth of our team. The senior fixed income team at Perpetual have more than 80 years' combined experience in investment management and have worked together as a team for more than a decade.

## How to invest

Whether you're a first-time investor or an investment professional, you can access our investment expertise in the way that best suits your individual needs:

### ► Direct investment

You can invest directly as an investor or adviser with a minimum amount of \$25,000. You can apply online or using our paper application.

### ► Invest via a platform

You can invest with us via a platform, which is generally offered through a financial planner. A platform bundles a range of managed funds and investments as one single product to provide consolidated administration, tax, and distribution reporting.

## Fund at a glance

### Investment objective

The Fund aims to provide capital stability and regular income by investing in a diversified range of income generating assets and to provide a positive return (before fees and taxes) irrespective of market conditions over a rolling three-year period.

### Benchmark

50% Bloomberg AusBond Composite Index/50% Bloomberg AusBond Bank Bill Index

### Investment guidelines

Fixed rate exposure	<b>0-100%</b>
Floating rate exposure	<b>0-100%</b>
Cash and investment grade securities	<b>75-100%</b>
Sub-investment grade securities and non-rated securities limit	<b>0-25%</b> (subject to a 5% issuer limit)
Inception date	<b>November 2010</b>
Distributions	<b>Quarterly</b>
APIR Code	<b>PER0557AU</b>
Management fee (% pa)*	<b>0.45%</b>
Typical number of securities	<b>50-375</b>
Modified duration limit	<b>+/- 2 years</b> against the strategic duration
Buy spread#	<b>0.10%</b>
Sell spread#	<b>0.12%</b>

### Portfolio manager



**Greg Stock**

Head of Credit Research

### What are the risks?

All investments carry risk and different strategies may carry different levels of risk. The relevant product disclosure statement or offering document for a fund should be considered before deciding whether to acquire or hold units in that fund. Your financial adviser can assist you in determining whether a fund is suited to your financial needs.

\* Information on Management Costs (including estimated indirect costs) is set out in the Fund's PDS.

# As at 12 November 2020. Subject to change. Refer to the Fund's PDS for the latest spreads.

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## Find out more

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