

# FUNDAMENTALS



## PERPETUAL GEARED AUSTRALIAN SHARE FUND

The Perpetual Geared Australian Share Fund is an actively managed portfolio designed to offer higher potential returns through gearing (borrowing within the fund).

With broad market exposure, it aims to provide long-term capital growth.

### FUND AT A GLANCE

#### INVESTMENT OBJECTIVE

The Fund aims to enhance long-term capital growth through borrowing (gearing) to invest in quality industrial and resource shares and to outperform the S&P/ASX 300 Accumulation Index (before fees and taxes) over rolling three-year periods.

#### INVESTMENT GUIDELINES

 Australian shares 90-100%

 Cash 0-10%

 Gearing level 0-60%

 Maximum offshore listed stock 20%

Inception date March 2003

Distributions Half-yearly

APIR Code PER0071AU

Management fee (% pa)\* 1.17%

Typical tracking error range 10-20% (net)

Number of stocks 30-80

Active stock limit +/-5% (net)

Buy spread 0.375%

Sell spread 0.375%

#### PLATFORM AVAILABILITY

AMP North, Asgard, Asgard eWrap, Asgard Infinity, Asteron Optimum PST, Asteron WealthSmart, BT Panorama, BT Wrap, Colonial First State FirstWrap, Hub24, IOOF Portfolio Services, IOOF Pursuit, Macquarie Wrap, MLC Navigator, MLC Wrap, Netwealth, Oasis, OnePath PortfolioOne, Perpetual WealthFocus, Portfoliocare (Hillross), Summit (AXA)

#### BENCHMARK

S&P/ASX 300 Accumulation Index

#### PORTFOLIO MANAGER



#### VINCE PEZZULLO

Deputy Head of Equities  
Perpetual Investments



## ABOUT THE FUND

The Fund offers a diverse portfolio of high quality Australian shares, focused on capturing long-term capital growth and sustainable, long-term returns for investors. The return potential is enhanced by gearing (borrowing) within the Fund.

The Fund's investment team conducts extensive fundamental research and only invests in a company when they believe the share price is attractive relative to its return potential. They seek to hold the positions long-term, provided that the quality of the business remains unchanged and the price remains attractive, underlining the focus on sustainable long-term investment returns.

While all geared investments increase the impact of volatility, the geared fund's benefits include: no margin calls, no credit checks and no need for collateral or assets as security.



## HOW DOES THE FUND FIT INTO A WELL-BALANCED PORTFOLIO?

The Perpetual Geared Australian Share Fund is a diversified, actively managed portfolio that provides investors with broad exposure to quality Australian shares with the potential for capital growth. The Fund has a gearing mechanism designed to provide leveraged returns.

Perpetual's strict quality and value investment philosophy is designed for investors seeking the typical downside protection this style and process is accustomed to delivering.



## WHY INVEST WITH PERPETUAL?

Perpetual Investments is one of Australia's most highly regarded and awarded investment managers, with an enduring passion for protecting and growing our clients' wealth with extensive experience in investing in Australian shares. Our disciplined process of identifying high-quality, attractively valued investment opportunities, has been tested and proven for 50+ years.

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.

Today we have a large, dedicated and highly regarded team, with extensive investment management experience.

## FIND OUT MORE

**Financial advisers:** contact Adviser Services on 1800 062 725 or email [investments@perpetual.com.au](mailto:investments@perpetual.com.au)

**Investors:** contact Investor Services on 1800 022 033 or email [investments@perpetual.com.au](mailto:investments@perpetual.com.au)

### 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.

\*This percentage is based on the Fund's gross asset value. If the Fund's average gearing level is 50%, the management fee will be 2.34% of the Fund's net asset value. If the average gearing level over the year is higher than 50%, the management fee will be higher than 2.34% of net asset value. The maximum management fee under the Fund's constitution is 5% of the gross asset value of the Fund. Information on Management Costs (including estimated indirect costs) is set out in the Fund's PDS.

This information has been prepared by Perpetual Investment Management Limited (PIML) ABN 18 000 866 535, AFSL 234426. It is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. You should consider, with a financial adviser, whether the information is suitable for your circumstances. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. The product disclosure statement (PDS) for the Perpetual Geared Australian Share Fund issued by PIML, should be considered before deciding whether to acquire or hold units in the Fund. The PDS can be obtained by calling 1800 022 033 or visiting our website [www.perpetual.com.au](http://www.perpetual.com.au). No company in the Perpetual Group (Perpetual Limited ABN 86 000 431 827 and its subsidiaries) guarantees the performance of any fund or the return of an investor's capital. 2887\_0819