

Target Market Determination – Euree Multi-Asset Balanced Fund

Legal disclaimer

This Target Market Determination (**TMD**) is required under section 994B of the *Corporations Act 2001* (Cth) (**the Act**). It sets out the class of consumers for whom the product, including its key attributes, would likely be consistent with their likely objectives, financial situation and needs. In addition, the TMD outlines the triggers to review the target market and certain other information. It forms part of One Managed Investment Funds Limited's design and distribution arrangements for the product.

This document is **not** a product disclosure statement and is **not** a summary of the product features or terms of the product. This document does not take into account any person's individual objectives, financial situation or needs. Persons interested in acquiring this product should carefully read the Product Disclosure Statement (**PDS**) and Additional Information Booklet (**AIB**) for the Euree Multi-Asset Balanced Fund before making a decision whether to buy this product.

Important terms used in this TMD are defined in the TMD Definitions which supplement this document. Capitalised terms have the meaning given to them in the product's PDS, unless otherwise defined. The PDS is available at <https://www.oneinvestment.com.au/eureemulti-assetbalancedfund/>

Target Market Summary

This product is likely to be appropriate for a consumer seeking Capital Growth as the Fund invests in a diversified portfolio of growth orientated assets and defensive assets across Australian and global equities, fixed interest, property, cash and alternative asset classes. Therefore, the Fund's portfolio diversification is High and is most likely to be suitable for investors seeking a Core component (of up to approximately 50%) but may also be suitable for some investors seeking to make it a Satellite/Small allocation (<25%) and/or Standalone component (>75%) of their investment portfolio. This product is likely to be appropriate where the consumer has a Long investment timeframe and a Medium to High risk return profile. This product is appropriate for consumers seeking Income Distribution where they have notified the Responsible Entity.

Euree Multi-Asset Balanced Fund

Fund and Issuer identifiers

Issuer	One Managed Investment Funds Limited	APIR Code	OMF2231AU
Issuer ABN	47 117 400 987	Market Identifier Code	N/A
Issuer AFSL	297042	Date TMD approved	11 August 2023
Fund	Euree Multi-Asset Balanced	TMD Version	1
ARSN	669 663 665	TMD Status	Current

Description of Target Market

TMD indicator key

The Consumer Attributes for which the product is likely to be appropriate have been assessed using a red/amber/green rating methodology with appropriate colour coding:

In target market	Potentially in target market	Not considered in target market
------------------	------------------------------	---------------------------------

Instructions

In the tables below, Column 1, Consumer Attributes, indicates a description of the likely objectives, financial situation and needs of the class of consumers that are considering this product. Column 2, TMD indicator, indicates whether a consumer meeting the attribute in column 1 is likely to be in the target market for this product.

Generally, a consumer is unlikely to be in the target market for the product if:

- **one or more** of their Consumer Attributes correspond to a **red** rating, or
- **three or more** of their Consumer Attributes correspond to an **amber** rating.

Investment products and diversification

A consumer (or class of consumer) may intend to hold a product as part of a diversified portfolio (typically with an intended product use of *satellite/small allocation* or *core component*). In such circumstances, the product should be assessed against the consumer's attributes for the relevant portion of the portfolio, rather than the consumer's portfolio as a whole. For example, a consumer may seek to construct a conservative portfolio with a satellite/small allocation to growth assets. In this case, it may be likely that a product with a *High* or *Very High* risk/return profile is consistent with the consumer's objectives for that allocation notwithstanding that the risk/return profile of the consumer as a whole is *Low* or *Medium*. In making this assessment, distributors should consider all features of a product (including its key attributes).

Euree Multi-Asset Balanced Fund

Consumer Attributes	TMD Indicator	Product description including key attributes
Consumer's investment objective		
Capital Growth	In target market	<p>Investors seeking access to an actively managed and diversified portfolio of growth orientated assets and defensive assets by investing across Australian and global equities, fixed interest, property, cash and alternative asset classes. The Fund will invest in a mixture of asset classes to form a multi-asset portfolio by investing across Australian and global equities, fixed interest, property, cash and alternative asset classes. The Fund also aims to achieve growth in the value of investors' units targeting a return of CPI +3% over rolling 7-year periods. The Fund will use strategic asset allocation taking into account long term projections on asset class performance, as well as short term dynamic asset allocation tilts to provide returns and mitigate risk in the medium to long term.</p> <p>The Fund aims to provide investors with quarterly income distributions, which will be reinvested in the Fund automatically or, if the Responsible Entity is provided written notice by an investor, to be paid to the investor's nominated financial institution. Accordingly, the Fund will only be suitable for investors seeking Income Distribution where they provide written notice to the Responsible Entity.</p> <p>While an investment in the Fund is higher risk and more volatile than direct cash or fixed income securities, the Fund is expected to exhibit lower volatility than listed equities or listed Real Estate Investment Trusts (REIT) in a market downturn.</p>
Capital Preservation	Potentially in target market	
Capital Guaranteed	Not in target market	
Income Distribution	Potentially in target market	
Consumer's intended product use (% of Investable Assets)		
Solution/Standalone (75-100%)	In target market	<p>The Fund is designed to generate Capital Growth through a diversified portfolio of growth orientated assets and defensive assets across Australian and global equities, fixed interest, property, cash and alternative asset classes.</p> <p>The Fund is highly diversified across all asset classes and are specifically designed to form a "Core" portion of an investor's portfolio and also falls into the category of a standalone solution. When the Fund invests in other managed funds, these managed funds will encompass all asset classes with an average of 20+ funds within the multi asset funds, most of which will have over 30+ individual investments within them.</p> <p>Therefore, the Fund's portfolio diversification is High. It is most likely be suitable for investors seeking a Core component (of up to approximately 50%), but may also be</p>
Core Component (25-75%)	In target market	
Satellite/small allocation (<25%)	In target market	

Euree Multi-Asset Balanced Fund

Consumer Attributes	TMD Indicator	Product description including key attributes
		suitable for some investors seeking to make it a Satellite/Small allocation (<25%) and/or Standalone component (>75%) of their investment portfolio.
Consumer's investment timeframe		
Short (≤ 3 years)	Not in target market	Investors seeking to invest in the Fund for the Long term. The Fund is managed with the intention of generating returns over the Long term. It is recommended that investors keep their investment in the Fund for a minimum period of 7 years.
Medium (3 -7 years)	Not in target market	
Long (> 7 years)	In target market	Although the recommended timeframe for the Fund is 7 years, the Fund's probability of exceeding the benchmark return over a 5+ timeframe is high and potentially in target market for Medium, based on the back testing of a model portfolio conducted by the Investment Manager.
Consumer's Risk (ability to bear loss) and Return profile		
Low	Not in target market	Investors who are comfortable tolerating Medium to High risk and who typically prefer a diversified portfolio of growth orientated assets and defensive assets.
Medium	In target market	
High	In target market	While an investment in the Fund is expected to have reasonable prospects of Capital Growth and potential for Capital Preservation over a longer term, the value of the Fund's investments may decline, and capital is not guaranteed. While it is reasonably believed that investors can anticipate annual income, the income distributions are dependent on a variety of risks associated with an investment in the assets and are not guaranteed.
Very High	Not in target market	
Consumer's ability to request withdrawal of money		
Daily	In target market	Investors seeking an investment with an ability to submit redemption requests each business day. Under ordinary circumstances it is expected the Fund will be 'liquid' and investors can request to withdrawal all or part of their investment by submitting a withdrawal request.
Weekly	In target market	
Monthly	In target market	
Quarterly	In target market	Withdrawal requests are priced and processed daily, however proceeds are usually paid within 2-7 days after the withdrawal request is accepted and processed. In certain circumstances, however, such as a suspension on withdrawals or where the Fund is 'non-liquid', the investor has no ability to withdraw from the Fund unless the Responsible Entity has made a withdrawal offer in accordance with Corporations Act.
Annually or longer	In target market	

Appropriateness

The Issuer has assessed the product and formed the view that the product, including its key attributes, is likely to be consistent with the likely objectives, financial situation and needs of consumers in the target market as described above, as the features of this product in Column 3 of the table above are likely to be suitable for consumers with the attributes identified with a green TMD Indicator in Column 2.

The Issuer considers that the distribution conditions below will make it likely that the investors who acquire units in the Fund are in the target market because of the following:

- The Fund's advertisements and website content is directed towards consumers in the Fund's target market.
- The online application forms for the Fund include filtering questions and alerts relevant to the distribution conditions.
- Where applicable, the restrictions imposed by, and level of supervision required under, the terms of any distribution agreements entered into by the Issuer and the distributors of the Fund.
- The distributors' past performance in relation to the distribution of financial products, about which the Issuer is aware.
- Due diligence being conducted on distributor's to confirm their product governance arrangements.
- Any other relevant information about a distributor, about which the Issuer is aware.

Distribution conditions/restrictions

Distribution Channel	Distribution Condition
Direct—Ordinary Units	Investors who are Retail Clients will only be admitted to the Fund on completion of an online application form which includes filtering questions and alerts including, in certain circumstances, prompting investors to seek further advice before progressing with the application and preventing applicants from progressing with their application. The Issuer will monitor this.
Platform/Wrap—Ordinary Units	<ul style="list-style-type: none"> • Additional steps are not required for advised clients beyond consideration of the issuer's TMD by the adviser. • Unadvised clients may not be able to access the Fund unless the platform provider has a process where client is asked basic filtering questions relating to the TMD.
Adviser—Ordinary Units	<ul style="list-style-type: none"> • Investor to confirm through online or paper application, they are financially advised. • Financial advisers to provide details of their AFS licence, including their adviser number from the Moneysmart website, and confirm they have reviewed and considered the TMD in providing personal advice to the investor.

Review triggers
Material change to key attributes, fund investment objective and/or fees.
Material deviation from benchmark / objective over sustained period.
A significant dealing of the product to consumers outside the target market occurs.
Key attributes have not performed as disclosed by a material degree and for a material period.
A significant change in economic market conditions over a sustained period.
Determination by the issuer of an ASIC reportable Significant Dealing.
Material or unexpectedly high number of complaints (as defined in section 994A(1) of the Act) about the product or distribution of the product.
The use of Product Intervention Powers, regulator orders or directions that affects the product.

Mandatory review periods	
Review period	Maximum period for review
Initial review	12 months from the date of this TMD.
Subsequent reviews	At least once a year from date of last review of the TMD (for whatever reason).

Distributor reporting requirements		
Reporting requirement	Reporting period	Which distributors this requirement applies to
Complaints (as defined in section 994A(1) of the Act) relating to the product design, product availability and distribution. The distributor should provide all the content of the complaint, having regard to privacy.	Within 10 business days following end of calendar quarter.	All distributors

Euree Multi-Asset Balanced Fund

Significant dealing outside of target market, under s994F(6) of the Act. See Definitions for further detail.	As soon as practicable but no later than 10 business days after distributor becomes aware of the significant dealing.	All distributors
To the extent a distributor is aware, dealings outside the target market, including reason why acquisition is outside of target market, and whether acquisition occurred under personal advice.	Within 10 business days following end of calendar quarter.	All distributors

If practicable, distributors should adopt the FSC data standards for reports to the issuer. Distributors must report to One Managed Investment Funds Limited using the email address DDO@oneinvestment.com.au method specified at <https://www.oneinvestment.com.au/ddo/>. This link also provides contact details relating to this TMD for One Managed Investment Funds Limited

Definitions

Term	Definition
Consumer's investment objective	
Capital Growth	The consumer seeks to invest in a product designed to generate capital return. The consumer prefers exposure to growth assets (such as shares or property) or otherwise seeks an investment return above the current inflation rate.
Capital Preservation	The consumer seeks to invest in a product to reduce volatility and minimise loss in a market down-turn. The consumer prefers exposure to assets that are generally lower in risk and less volatile than growth investments.
Capital Guaranteed	The consumer seeks a guarantee or protection against capital loss whilst still seeking the potential for Capital Growth (typically gained through a derivative arrangement). The consumer would likely understand the complexities, conditions and risks that are associated with such products.
Income Distribution	The consumer seeks to invest in a product designed to distribute regular and/or tax-effective income. The consumer prefers exposure to income-generating assets (typically, high dividend-yielding equities, fixed income securities and money market instruments).
Consumer's intended product use (% of Investable Assets)	
Solution/Standalone (75-100%)	The consumer intends to hold the investment as either a part or the majority (up to 100%) of their total <i>investable assets</i> (see definition below). The consumer typically prefers exposure to a product with at least High <i>portfolio diversification</i> (see definitions below).

Euree Multi-Asset Balanced Fund

Term	Definition
Core Component (25-75%)	The consumer intends to hold the investment as a major component, up to 75%, of their total <i>investable assets</i> (see definition below). The consumer typically prefers exposure to a product with at least Medium <i>portfolio diversification</i> (see definitions below).
Satellite (<25%)	The consumer intends to hold the investment as a smaller part of their total portfolio, as an indication it would be suitable for up to 25% of the total <i>investable assets</i> (see definition below). The consumer is likely to be comfortable with exposure to a product with Low <i>portfolio diversification</i> (see definitions below).
Investable Assets	Those assets that the investor has available for investment, excluding the residential home.
Portfolio diversification (for completing the key product attribute section of consumer's intended product use)	
Low	Single asset class, single country, low or moderate holdings of securities - e.g. high conviction Aussie equities.
Medium	1-2 asset classes, single country, broad exposure within asset class, e.g. Aussie equities "All Ords".
High	Highly diversified across either asset classes, countries or investment managers, e.g. Australian multi-manager balanced fund or global multi-asset product (or global equities).
Consumer's intended investment timeframe	
Short (≤ 3 years)	The consumer has a short investment timeframe and may wish to redeem within three years.
Medium (3 - 7 years)	The consumer has a medium investment timeframe and is unlikely to redeem within three to seven years.
Long (> 7 years)	The consumer has a long investment timeframe and is unlikely to redeem within seven years.
Consumer's Risk (ability to bear loss) and Return profile	
The Issuer has adopted the Standard Risk Measure (SRM) to calculate the likely number of negative annual returns over a 20 year period, using the guidance and methodology outlined in the <i>Standard Risk Measure Guidance Paper For Trustees</i> . The assessment has been undertaken assuming likely returns after fees and costs but before taxes. SRM is not a complete assessment of risk and potential loss. For example, it does not detail important issues such as the potential size of a negative return or that a positive return could still be less than a consumer requires to meet their investment objectives/needs.	
Low	The consumer is conservative or low risk in nature, seeks to minimise potential losses (e.g. has the ability to bear up to 1 negative return over a 20 year period (SRM 1 to 2)) and is comfortable with a low target return profile. Consumer typically prefers defensive assets such as cash and fixed income.
Medium	The consumer is moderate or medium risk in nature, seeking to minimise potential losses (e.g. has the ability to bear up to 4 negative returns over a 20 year period (SRM 3 to 5)) and comfortable with a moderate target return profile.

Term	Definition
	Consumer typically prefers a balance of growth assets such as shares, property and alternative assets and defensive assets such as cash and fixed income.
High	<p>The consumer is higher risk in nature and can accept higher potential losses (e.g. has the ability to bear up to 6 negative returns over a 20 year period (SRM 6)) in order to target a higher target return profile.</p> <p>Consumer typically prefers predominantly growth assets such as shares, property and alternative assets with only a smaller or moderate holding in defensive assets such as cash and fixed income.</p>
Very high	<p>The consumer has a more aggressive or very high-risk appetite, seeks to maximise returns and can accept higher potential losses (e.g. has the ability to bear 6 or more negative returns over a 20 year period (SRM 7)).</p> <p>Consumer typically prefers growth assets such as shares, property and alternative assets.</p>
Review triggers and Distributor Reporting	
Significant Dealings	<p>Section 994F(6) of the Act requires distributors to notify the issuer if they become aware of a significant dealing in the product that is not consistent with the TMD. Section 994G of the Act requires the Issuer to notify ASIC if it becomes aware of a significant dealing in the Fund that is not consistent with the TMD. Neither the Act nor ASIC defines when a dealing is ‘significant’ and distributors and the Issuer have discretion to apply its ordinary meaning. Whether or not a dealing is significant is a matter to be determined in the circumstances of each case and must be determined having regard to ASIC’s policy in RG 274.</p> <p>The issuer will rely on notifications of significant dealings to monitor and review the product, this TMD, and its distribution strategy, and to meet its own obligation to report significant dealings to ASIC.</p> <p>Dealings outside this TMD may be significant because:</p> <ul style="list-style-type: none"> • they constitute an individual transaction which has resulted in, or will or is likely to result in, significant detriment to the consumer (or class of consumer). <p>In each case, the distributor should have regard to:</p> <ul style="list-style-type: none"> • the nature and risk profile of the product (which may be indicated by the product’s risk rating or withdrawal timeframes), • the actual or potential harm to a consumer (which may be indicated by the value of the consumer’s investment, their intended product use or their ability to bear loss), and • the nature and extent of the inconsistency of distribution with the TMD (which may be indicated by the number of red or amber ratings attributed to the consumer). <p>Objectively, a distributor may consider a dealing (or group of dealings) outside the TMD to be significant if:</p> <ul style="list-style-type: none"> • the consumer’s intended product use is <i>Solution</i> / <i>Standalone</i>, or

Euree Multi-Asset Balanced Fund

Term	Definition
	<ul style="list-style-type: none">the consumer's intended product use is <i>Core component</i> and the consumer's risk (ability to bear loss) and return profile is <i>Low</i>.

Disclaimer

This document is issued by One Managed Investment Funds Limited (ABN 47 117 400 987) (AFSL 297042) (**OIG**) as responsible entity of the Euree Multi-Asset Balanced ARSN 669 663 665 (the **Fund**). Euree Asset Management Pty Ltd ABN 40 665 390 241 is the investment manager of the Fund (**Investment Manager**). The information provided in this document is general in nature and does not constitute investment advice or personal financial product advice. This information does not take into account your investment objectives, particular needs or financial situation. You should seek independent financial advice.

The content of this document does not constitute an offer or solicitation to subscribe for units in the Fund or an offer to buy or sell any financial product.

Accordingly, reliance should not be placed on this document as the basis for making an investment, financial or other decision.

Past performance is not a reliable indicator of future performance. Performance comparisons are provided purely for information purposes only and should not be relied upon. The information included in this document may include information that is predictive in character which may be affected by inaccurate assumptions or by known or unknown risks and uncertainties and may differ materially from results ultimately achieved.

Whilst all care has been taken in preparation of this document, neither OIG nor the Investment Manager give any representation or warranty as to the reliability, completeness or accuracy of the information contained in this document. Neither OIG nor the Investment Manager accepts liability for any inaccurate, incomplete or omitted information of any kind or any losses caused by using this information.

You should obtain and carefully consider the PDS and AIB for the Fund before making any decision about whether to acquire, or continue to hold, an interest in the Fund. Applications for units in the Fund can only be made pursuant to the application form relevant to the Fund. A copy of the PDS and AIB continuous disclosure notices and relevant application form may be obtained from <https://www.oneinvestment.com.au/eureemulti-assetbalancedfund/>