

# BT Wholesale Split Growth Fund

Fact Sheet  
June 2009

ARSN: 087 594 198



## About the Fund

The Fund is a diversified share portfolio that invests primarily in Australian and international shares.

### Key benefits of the Fund:

- provides investors with the potential for income as well as capital growth
- allows for diversification across Australian and international shares
- offers access to investment solutions provided by some of the leading investment managers globally.

### Fund objective

The Fund aims to provide a return (before fees, costs and taxes) that exceeds the Fund's benchmark over the medium to long term. The suggested investment timeframe is five years or more.

### Benchmark

The benchmark for the Fund is created from a blend of indices based on the Fund's exposure to different asset classes. The benchmark is calculated by using the weighted average asset allocation neutral position and the index returns for each asset class.

### Investment process

BTIM's investment process for the Fund applies an active management approach across all asset classes. The underlying investments in the Fund are managed by BTIM together with external partners.

BTIM's Australian Equities team manages the Australian shares asset class; AQR Capital Management LLC (AQR) manages the Fund's international shares.

BTIM's investment process for shares is based on our core investment style and is unrestricted by a growth or value bias. Our team is focused on generating independent and unique investment ideas, so as to exploit opportunities not yet considered by the market.

AQR's disciplined approach uses bottom-up fundamental security selection indicators to generate excess returns through under and overweighting stocks and industries relative to the benchmark. Currency decisions for international shares are actively managed by BTIM's Macro Strategies team.

### Investment team

The Fund is managed by BTIM's Multi-Strategies team headed up by Robert Swift who has more than 25 years industry experience. The team has a diverse skill set, combining a range of global and domestic market experience and drawing on the resources of BTIM's other specialist teams: Macro Strategies, Income Strategies and Equity Strategies.

## Performance

(%)	Total Returns		Benchmark Return
	(post-fee)	(pre-fee)	
3 months	9.30	9.48	7.66
FYDT	-15.70	-14.98	-19.13
6 months	-0.98	-0.57	-2.59
1 year (pa)	-15.70	-14.98	-19.13
2 years (pa)	-19.15	-18.44	-18.64
3 years (pa)	-9.39	-8.57	-8.70
5 years (pa)	-0.16	0.74	-0.31

## Asset allocation

Australian Listed Shares:	19.9%
Overseas Listed Shares:	78.5%
Australian Liquidity (< 180 days):	1.6%

## Investment guidelines

Asset allocation ranges (%)	Neutral position	Ranges	
		Min	Max
Australian shares	20	15	25
International shares	80	75	85

## Other information

Fund size (as at 30 Jun 2009)	\$5 million
Date of inception	July 1999
Minimum investment	\$50,000
Minimum balance	\$50,000
Buy-sell spread	0.42%
Income distribution frequency	Quarterly
APIR code	BTA0126AU

## Fees

Management fee	0.99% pa*
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\* You should refer to the latest Product Disclosure Statement for full details of fees and other costs you may be charged.

## Market Review

In the June quarter, markets focused on economic data that indicated the rate of contraction in the global economy is decelerating, and there were also positive signs around the sustainability of China's recovery.

World sharemarkets gained 3.5% for the quarter in Australian dollar terms, but were up 16.6% in local dollar terms due to the strong rise of the AUD over the period. In the US, the S&P 500 gained 15.2% in the June quarter, erasing the losses of Q1 to post a gain of 1.8% for the year to date, the strongest quarterly performance since Q4 1998.

The Australian sharemarket rose 11.5% in the June quarter breaking a run of six straight quarterly declines and registering +9.4% for the year to date.

The Aussie dollar rebounded strongly in the second quarter, posting a gain of 16.6% against the USD to end June at USD\$0.81. The Australian economy narrowly avoided a technical recession with a rise in first quarter GDP of 0.4%, while the Reserve Bank cut its cash rate by 0.25% to 3%.

## Performance

A strong bounceback in world sharemarkets was supportive for fund performance over the quarter. As part of the portfolio is hedged, this also assisted performance with the Australian dollar gaining against the USD. The portfolio outperformed the benchmark for the June quarter, driven by good stock and currency selection in the international equities portfolio.

## Strategy & Outlook

We are into slower rates of deterioration in the global economy – this has helped the price of risk assets rise. Whilst equities have probably bottomed in this environment, we see limited prospects in the near term for dividend growth and earnings surprises and a need for more equity raising. We expect trading conditions to remain volatile which should provide increased opportunity for active managers.

For the international share component of the portfolio managed by AQR, tactically, we continue to maintain a positive tilt towards Value in Japan. We are now overweight Value in the UK, and slightly underweight Value in the US and Continental Europe.



## For more information

Please call 1800 813 886, contact your business development representative or visit [www.btim.com.au](http://www.btim.com.au)

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