

# Bendigo Income Generation Fund

## Why invest with us?

Sandhurst is a wholly owned subsidiary of Bendigo and Adelaide Bank Limited (the Bank) offering managed funds, commercial loans and the provision of corporate trustee and custodial services.

As part of the Bank, we share in the same philosophies around increasing prosperity of the people and communities we serve.

Sandhurst was formed in 1888 and recently celebrated a milestone of 130 years in business. We have approximately \$6.5 billion in funds under management as at 31 December 2020. The Investment Team has over 60 years of investment experience combined with over 100 years of financial services experience across the Sandhurst Board.

## About the Fund

The Bendigo Income Generation Fund (Fund) is a diversified investment portfolio that invests in a combination of credit/fixed income securities. This combination strives to generate income with greater predictability and certainty.

The Fund can be a suitable option for investors looking to generate a higher income without the high risk and volatility of the share market. It can offer:

- Liquidity (access to your funds)
- Regular income (quarterly distributions)
- Diversification (away from equity risk)

It is actively managed by our professional investment team, who carefully track the market and global economy, adjusting the portfolio to optimise your return whilst aiming to preserve your capital.

## Can suit the following financial goals



Building savings for the shorter term



Looking to enhance overall income without exposure to the share market



Provide regular income and diversity via a Self-Managed Super Fund



A business owner looking to diversify investment away from the business



**Defensive/  
Conservative**

### Investment style

A defensive/conservative investment style aims to achieve capital security that provides regular income. To invest in this style, you have a low tolerance for losses and risk, and are investing for the short-term. Generally, you prefer to have your money invested in defensive assets with less volatility.

### Recommended investment timeframe

**2+** years

## How the Fund works

The Fund invests in a combination of the following assets:

- Cash
- Term deposits
- Money market securities
- Corporate bonds (floating rate notes and fixed notes)
- Bank and financial notes (floating rate notes and fixed rate notes)
- Hybrid securities (corporate and financial)
- Asset backed securities
- Managed investment scheme (containing the above)

## Investment strategy

The Fund aims to deliver income returns of 2% above the AusBond Bank Bill Index (before fees).

This is achieved through the active management and allocation of assets, to allow the Fund to achieve higher returns than standard cash funds.

The credit securities the Fund invests in include corporate bonds, asset backed securities (including residential mortgage-backed securities), hybrid securities, and money market securities including syndicated loans.

Whilst this Fund allocates more assets to 'riskier' credit securities that can deliver a higher return, they are still considered as income assets (defensive assets that are generally more stable and less likely to experience large capital losses). The Fund does not invest in equities (shares).

## Features

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Low minimum initial investment of \$500

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Regular income stream through quarterly income distributions

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Regular savings plan available

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Add to your investment at any time (minimum additional is \$100 or \$50 per month via a regular savings plan)

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Access to a diversified income portfolio

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Easy access to your funds

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## Fees and costs

- No entry or exit fees\*
- No fees for additional deposits\*
- Management costs 0.61% p.a. of the net asset value of the Fund

\* Buy and sell costs will be applied

## How to invest

Apply online [bendigobank.com.au/managedfunds](https://bendigobank.com.au/managedfunds), visit your local Bendigo Bank branch or contact your financial adviser.

