Bendigo Income Generation Fund

SandhurstTrustees

Monthly fund update - September 2021

Investment approach

The Fund aims to provide customers with regular income. The Fund will invest in a portfolio of Credit Securities to generate regular income consistently higher than traditional cash investments. The Fund will be actively managed to balance risk and return opportunities through different market conditions.

Fund performance[1]

as at 30 September 2021	Fund return	Benchmark [2]	Excess return
1 month (%)	0.07	0.00	0.07
3 months (%)	0.47	0.01	0.46
6 months (%)	1.44	0.01	1.43
1 year (%)	3.84	0.04	3.80
Since inception (%)	3.99	0.05	3.94

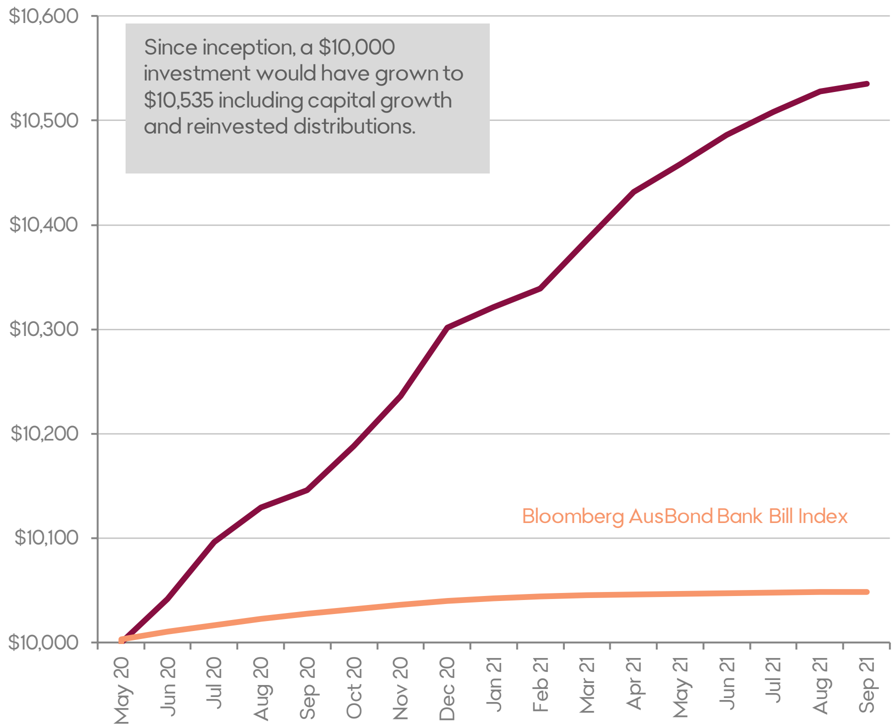
Fund facts

Fund APIR code	STL8864AU
Fund start date[3]	20 May 2020
Management costs[4]	0.60% p.a.
Buy / Sell spread[4]	+0.04% / -0.20%
Minimum investment / minimum balance	$2,000
Recommended investment timeframe	2 years +
Risk level	Low to medium

An example of how your investment grows

Growth of $10,000[1]

(Based on historic Fund performance since inception)



Unit price (ex distribution)

as at 30 September 2021

Application price	$1.02386
Withdrawal price	$1.02140

Distribution details (cents per unit)

31 Dec 20	$0.00450
31 Mar 21	$0.00510
30 Jun 21	$0.01006
30 Sep 21	$0.00770

Do you have any questions?

For further information contact us on 1800 634 969 or visit www.bendigobank.com.au/managedfunds

Benefits of investing

- regular income from quarterly distributions;
- access to a diversified credit portfolio therefore reducing your risk and potentially enhancing returns;
- there's no requirement to rollover or lock away your investment for a fixed term; and
- a regular savings plan option from $50 per month.

Refer to the next page for footnotes

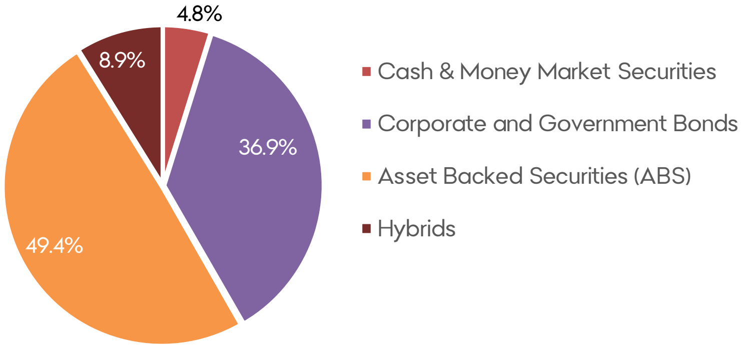
Portfolio performance

For the month of September 2021, the Bendigo Income Generation Fund achieved a 0.07% return (after fees). Returns were impacted by volatility in credit markets over the month. The Fund has produced a positive return of 3.83% over the 12 months to 30 September 2021.

Markets ended the quarter broadly flat after a weak September. Despite the weakness, risk assets across the developed world still show strong gains for the year. In contrast, emerging markets have struggled after persistent negative news flow from China dragged on market performance. The Chinese government announced private tutoring companies would become non-for-profit organisations. The news unsettled investors who grew concerned with that thinking being applied to other sectors. Additionally, more regulations were announced on the technology sector, including a ban on children playing more than three hours of video games per week. The announcements caused investors to become more circumspect on China's growth outlook. Further intensifying the caution was the potential default of Evergrande, one of China's largest property developers.

The US and European markets were dominated by the central bank announcements. The Federal Reserve announced that it would soon begin to slow its asset purchases with the expectation that they would end purchases in the second half of next year. Federal Reserve projections for interest rates over the next few years indicate a funds rate of 1.75% by the end of 2024 which was a quicker pace then the market had expected. Yields in Treasuries rose as a result reversing the declining trend from earlier in the quarter. The European Central Bank also announced a reduction in the pace of its purchases but contrastingly advised that ending purchases would not occur in the near term.

Asset allocation



Australian equities were weaker in September with resource stocks struggling on the back of a falling iron ore price despite oil and coal increasing sharply. Australian investors grappled with COVID-19 ravaging through the Nation's two largest capital cities and the negative news flow globally casting doubts on the economic recovery.

The Fund's focus remains on short, dated investments with minimal volatility. The Fund has 4.7% in cash instruments, 37.0% in corporate bonds, 49.4% in securities assets and 8.9% in Hybrid securities.

Footnotes

1. Fund performance figures are calculated before tax and after fees and costs; using withdrawal prices and assumes distributions are reinvested. Past performance is not an indication of future performance.
2. The benchmark for the Fund is Bloomberg AusBond Bank Bill Index.
3. The Fund commenced on 20 May 2020 and issued as a retail offering 11 February 2021.
4. Management costs are based on costs incurred by the Fund in the past financial year and may be different in the current and future financial years. Other fees and costs may apply. See the Product Disclosure Statement for full details.