

### Monthly fund update - August 2021

#### Investment approach

Each Fund invests via a selection of expert asset managers that specialise in managing specific asset classes. Sandhurst will invest the Fund's assets across a variety of asset classes. Together through the selection of expert asset managers and the asset allocation, Sandhurst will seek to meet or exceed the investment return objective of each Fund. Each Fund aims to provide a total return after fees in excess of a stated percentage above inflation over a full market cycle (typically 7 to 10 years).

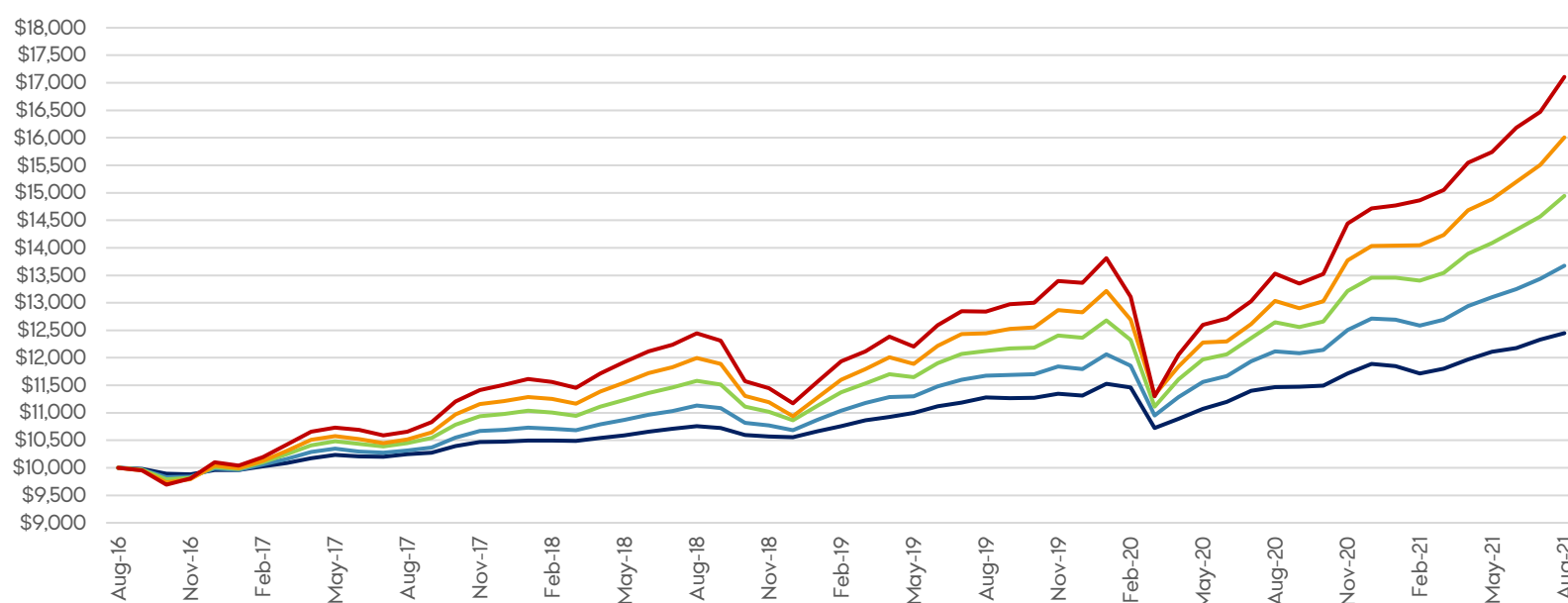
#### Fund performance<sup>1</sup>

as at 31 August 2021	Morningstar Rating™ Overall <sup>2</sup>	Morningstar Category Rank 5 Year <sup>2</sup>	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Fund size \$m
<b>Bendigo Defensive Wholesale Fund</b>	★★★★	4 / 21	2.81	8.57	4.99	4.48	\$37.23
<i>Peer Comparison</i>			2.00	5.42	3.76	3.29	
<b>Bendigo Conservative Wholesale Fund</b>	★★★★★	4 / 105	4.36	12.84	7.11	6.46	\$167.29
<i>Peer Comparison</i>			2.91	9.13	4.88	4.49	
<b>Bendigo Balanced Wholesale Fund</b>	★★★★★	6 / 111	6.09	18.17	8.87	8.37	\$212.98
<i>Peer Comparison</i>			4.06	15.31	6.66	6.50	
<b>Bendigo Growth Wholesale Fund</b>	★★★★★	8 / 169	7.57	22.78	10.09	9.87	\$89.97
<i>Peer Comparison</i>			5.34	20.54	7.93	8.12	
<b>Bendigo High Growth Wholesale Fund</b>	★★★★	25 / 119	8.68	26.42	11.18	11.34	\$50.70
<i>Peer Comparison</i>			6.62	26.83	9.58	10.33	

#### An example of how your investment grows

Growth of \$10,000 over 5 years<sup>1</sup>

(Based on historic Fund performance over 5 years)

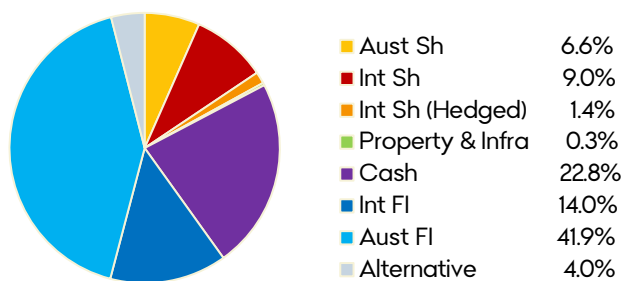


#### Fund Facts

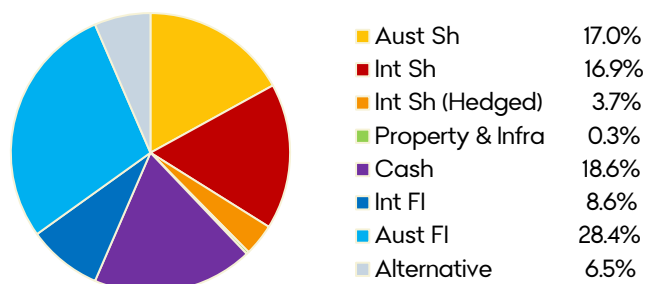
	APIR Code	Fund inception date	Distribution frequency	Return objective	Recommended investment timeframe	Risk level	Management costs <sup>3</sup>	Buy / Sell spread <sup>3</sup>
<b>Bendigo Defensive Wholesale Fund</b>	STL0029AU	30 Sept 2011	Half yearly	CPI + 1.5%	2 years +	Low	0.600% p.a.	+0.12%/-0.15%
<b>Bendigo Conservative Wholesale Fund</b>	STL0012AU	6 June 2002	Half yearly	CPI + 2%	3 years +	Low to medium	0.834% p.a.	+0.15%/-0.17%
<b>Bendigo Balanced Wholesale Fund</b>	STL0013AU	6 June 2002	Half yearly	CPI + 3%	4 years +	Medium	0.962% p.a.	+0.17%/-0.17%
<b>Bendigo Growth Wholesale Fund</b>	STL0014AU	6 June 2002	Half yearly	CPI + 4%	5 years +	Medium to high	1.089% p.a.	+0.20%/-0.20%
<b>Bendigo High Growth Wholesale Fund</b>	STL0030AU	30 Sept 2011	Half yearly	CPI + 5%	7 years +	High	1.280% p.a.	+0.23%/-0.23%

## Asset allocation

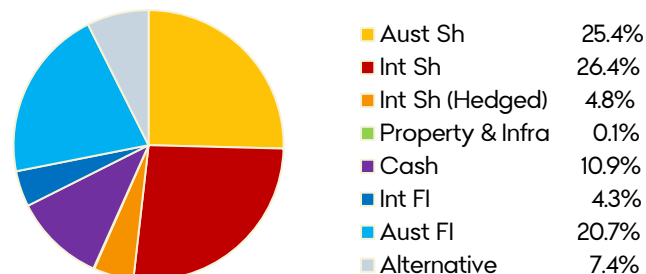
### Bendigo Defensive Wholesale Fund



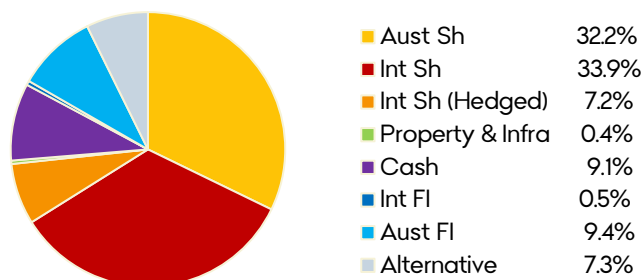
### Bendigo Conservative Wholesale Fund



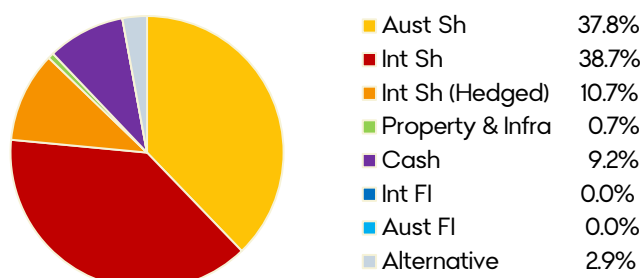
### Bendigo Balanced Wholesale Fund



### Bendigo Growth Wholesale Fund



### Bendigo High Growth Wholesale Fund



## Unit prices

as at 31 August 2021

	Application price	Withdrawal price
<b>Bendigo Defensive Wholesale Fund</b>	\$1.10391	\$1.10093
<b>Bendigo Conservative Wholesale Fund</b>	\$1.10579	\$1.10226
<b>Bendigo Balanced Wholesale Fund</b>	\$1.08902	\$1.08532
<b>Bendigo Growth Wholesale Fund</b>	\$1.04793	\$1.04375
<b>Bendigo High Growth Wholesale Fund</b>	\$1.50512	\$1.49821

## Make the most of your investment

**You need \$50,000 to start an investment in one of our Bendigo Managed Wholesale Funds**

### ► The power of compounding

Compounding can be a powerful tool in wealth creation. Reinvesting distributions can be one of the easiest and cheapest ways to increase your holdings over time. You're compounding your investment's growth by continually adding more units which, in turn, will generate distributions of their own.

### Why not reinvest your half yearly distributions?

### ► The benefits of making it regular

Making regular contributions to your investment can both grow your investment and smooth the effects of market highs and lows.

### Why not add a Regular Savings Plan to your investment?

**You can establish one from as little as \$50 per month.**

You can also use BPAY® to add to your investment at any time with as little as \$100. See your statement for your BPAY reference number.

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## Do you have any questions?

For further information contact us on 1800 634 969 or visit [www.bendigobank.com.au/managedfunds](http://www.bendigobank.com.au/managedfunds)

## Performance commentary

All risk profiles outperformed the Morningstar peer group over the month as strong performance from our active managers boosted returns. The pick of our managers was Bennelong, with the Fund returning 8.7% for the month. Positions in the Nasdaq 100 (6.2% return) and Ellerston Micro Caps (7.5% return) were also strong contributors to the Fund.

Recently the Funds introduced an exposure in natural resource stocks through our addition of manager Ausbil. We believe this exposure provides portfolio diversification protection against supply led inflation as well as protection against rapid climate change. We also introduced an exposure to Asian equities, managed by Fidelity, in which provides exposure to the growth thematic of the rising Asian consumer.

Overall we believe the Funds are well diversified, with a balance of growth opportunities in Asian equities, global technology and Australian small cap stocks, as well as inflation protection through holdings in gold, natural resources, and inflation linked bonds.

## Economic commentary

Over the month of August, global equity markets on aggregate rose. Since April markets have second guessed economic growth and inflation expectations, factoring in a reduced growth outlook. Monetary support continues and over the past three months we have seen impressive price appreciation in high growing companies such as technology stocks. Bond yields and the Australian dollar followed growth expectations lower, providing good returns in fixed income markets. Inflation expectations have followed bond yields lower, but not at the same rate, which suggests the market expects supply inflationary pressures to persist, given covid trade bottlenecks.

Central banks globally have provided guidance in reducing aggressive bond purchase programs, in which the result of these artificially pushes interest rates across all maturities lower. However, neither the Australian Reserve Bank nor the United States Federal Reserve have committed to cash interest rate rises, with communication reflecting their belief that inflationary pressures are mostly transitory.

Within Australia, August provides insight into the health of Australian corporates, with earnings season in full swing. As expected, Australian miners took centre stage, producing spectacular outsized earnings given high commodity prices reflected in a revenue jump, while ongoing cost out programs initiated over the past five years, reflected in bottom line earnings. Bank stocks also reported fantastic earnings growth given the high demand for new loans and reduced credit expenses.

### 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. Morningstar rates managed funds from one to five stars based on how well they've performed (after adjusting for risk) in comparison to similar funds. Within each Morningstar Category, the top 10% of funds receive five stars, the next 22.5% four stars, the middle 35% three stars, the next 22.5% two stars, and the bottom 10% receive one star. Funds are rated for up to three time periods - three, five, and 10 years - and these ratings are combined to produce an overall rating. Funds with less than three years of history are not rated. Ratings are objective, based entirely on a mathematical evaluation of past performance. They're a useful tool for identifying funds worthy of further research, but shouldn't be considered buy or sell recommendations.

Bendigo Defensive Wholesale Fund received a 4-Star Overall Morningstar Rating™ out of 21 Multisector Conservative funds as of 31 August 2021. In the Morningstar Multisector Conservative Category, the Bendigo Defensive Wholesale Fund 5 year return was ranked 4 out of 21 funds as of 31 August 2021. Source: [www.morningstar.com.au/Funds/FundReport/19293](http://www.morningstar.com.au/Funds/FundReport/19293)

Bendigo Conservative Wholesale Fund received a 5-Star Overall Morningstar Rating™ out of 108 Multisector Moderate funds as of 31 August 2021. In the Morningstar Multisector Moderate Category, the Bendigo Conservative Wholesale Fund 5 year return was ranked 4 out of 105 funds as of 31 August 2021. Source: [www.morningstar.com.au/Funds/FundReport/13196](http://www.morningstar.com.au/Funds/FundReport/13196)

Bendigo Balanced Wholesale Fund received a 5-Star Overall Morningstar Rating™ out of 120 Multisector Balanced funds as of 31 August 2021. In the Morningstar Multisector Balanced Category, the Bendigo Balanced Wholesale Fund 5 year return was ranked 6 out of 111 funds as of 31 August 2021. Source: [www.morningstar.com.au/Funds/FundReport/13195](http://www.morningstar.com.au/Funds/FundReport/13195)

Bendigo Growth Wholesale Fund received a 5-Star Overall Morningstar Rating™ out of 174 Multisector Growth funds as of 31 August 2021. In the Morningstar Multisector Growth Category, the Bendigo Growth Wholesale Fund 5 year return was ranked 8 out of 169 funds as of 31 August 2021. Source: [www.morningstar.com.au/Funds/FundReport/13197](http://www.morningstar.com.au/Funds/FundReport/13197)

Bendigo High Growth Wholesale Fund received a 4-Star Overall Morningstar Rating™ out of 124 Multisector Aggressive funds as of 31 August 2021. In the Morningstar Multisector Aggressive Category, the Bendigo High Growth Wholesale Fund 5 year return was ranked 25 out of 119 funds as of 31 August 2021. Source: [www.morningstar.com.au/Funds/FundReport/19294](http://www.morningstar.com.au/Funds/FundReport/19294)

'Peer Comparison' performance refers to the performance of the relevant 'Morningstar Category' for the stated period. Investments are placed into Morningstar Categories based on their compositions and portfolio statistics so that investors can make meaningful comparisons. 'Morningstar Category Rank' is the Fund's performance rank relative to all funds in the same Morningstar Category.

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3. 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.

The managed funds detailed in this update (individually referred to as 'Fund' or collectively as 'Funds') are issued by Sandhurst Trustees Limited (Sandhurst) ABN 16 004 030 737 AFSL 237906 a subsidiary of Bendigo and Adelaide Bank Limited (the Bank) ABN 11 068 049 178 AFSL 237879. Sandhurst and the Bank receive remuneration on the issue of the Funds or the service they provide, full details of which are contained in the relevant Product Disclosure Statement (PDS). Investments in the Funds are not deposits with, guaranteed by, or liabilities of the Bank or any of its related entities. Economic and outlook forecasts are not guaranteed to occur. Sandhurst has prepared this document based on information available to it. The information and opinions provided in this document have not been verified and Sandhurst has no obligation to notify you in the event that any information or opinions change. No representation is made to the fairness and accuracy of the information, opinions and conclusions contained in this document. This update is provided by Sandhurst and contains general advice only. Please consider your situation and read the relevant PDS available at [www.bendigobank.com.au/managedfundsforms](http://www.bendigobank.com.au/managedfundsforms), any Bendigo Bank branch or by phoning 1800 634 969 before making an investment decision.

The information is current as at 31 August 2021 (unless stated otherwise) and is subject to change without notice.

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