

IML Value & Income Fund

The Investment Managers

Investors Mutual Limited (IML) was established in 1998 and is based in Sydney. As an Australian equity specialist, IML is focused solely on the Australian equity market and applies its unique funds management style to meet its client's investment goals. The experienced IML investment team is led by Anton Tagliaferro, as Investment Director.

Global Value Investors (GVI) manages the global equities component of this fund. GVI is an Australian based global equities manager established in 2005. GVI uses a non-index bottom-up, value style with a conservative approach focusing on high yielding stocks on attractive PEs. The global portfolio is substantially hedged back into AUD, to minimise currency effects.

Who Should Invest?

Investors who are seeking a product that offers diversification, regular income, reduced capital volatility and the potential for long term capital growth from equity investments.

It is ideal for investors:

- Cautious on committing new funds to the market today
- Re-balancing portfolios away from strongly performing assets/sectors
- Dissatisfied with long term returns from traditional balanced funds
- As a conservative investment for allocated pensions and superannuation funds

Fund Objectives

The Diversified Value Fund invests in a broad range of assets (see table below). The fund aims to deliver a consistent total return, made up of regular income and some capital growth. The Fund's focus on higher yielding assets should ensure a consistent total return from a portfolio that has strong defensive qualities.

The total return objective of the fund over the long term is cash + 3%, before fees.

Asset ranges	Australian equities (incl. LPTs):	20 – 80%
	International equities:	0 – 50%
	Cash:	0 – 50%

Key differences from traditional diversified funds

The Value & Income Fund has been designed to offer investors a more actively managed alternative to 'traditional' diversified funds. An important distinction of the Value & Income Fund, when compared to many 'traditional' diversified funds, is that it will only hold an asset if it offers an attractive yield, and meets IML's quality and valuation criteria. The fund is not compelled to hold an asset (or sector) if it appears overvalued.

Factors unique to the Fund:

- The broad asset ranges give IML greater flexibility in managing the investments of the fund.
- The asset allocation is bottom-up and driven totally by the value available from a particular security, within an asset class.
- For a security to be included in the fund it must have the prospect of delivering a return of at least Cash + 3% per annum over the long term.
- The fund is not index-constrained within the various asset classes into which it invests.

Fund Facts

For Wholesale Investors:

Minimum Initial Investment*	\$500,000
Additional Investment	\$10,000
Minimum Account Balance	\$500,000
Minimum Redemption	\$10,000

* IML has the discretion to accept investments below this amount

For IDPS, Master Trust or Wrap Account Investors:

The minimum initial and additional investment amounts shall be those specified by that particular Trust, Fund or Service.

Currently is available on:

- Macquarie Wrap Solutions
- BT Wrap
- ASGAR & eWrap
- ING Portfolio One

Application Fee	Nil
Exit Fee	Nil
Brokerage:	Nil
Buy/Sell Margin	0.25% on Application 0.25% on Exit
Total Buy/Sell Margin	0.5%
Investment Costs	1.025% (incl. GST)
Withdrawals	Within 7 days
Distributions	Quarterly
Valuations	Daily

For Further Information

Investors Mutual Limited

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