

IFM Indexed Australian Equities



Industry Funds Management (IFM) specialises in the management of investment products across listed equity, debt, infrastructure and private equity, with clients and teams located in three of the four largest pension markets in the world. It is differentiated via a compelling ownership structure and philosophical alignment, genuinely focused on the investor.

In indexed Australian equities, IFM focuses on achieving an efficiently traded portfolio designed to closely track the benchmark that is both cost and tax effective.

Approach to indexed Australian equities

IFM's approach is based on managing portfolios that are fully replicated to the index, while pragmatically using trading and tax enhancement strategies to exploit market inefficiencies. Typical enhancements include trading around index changes, arbitrage strategies, investment in initial public offerings and placements, and strategies that add value on an after-tax basis.

Importantly, IFM does not commingle funds. We manage separate strategies for superannuation and tax exempt investors, as enhancements can have varying outcomes depending on the investor's tax status (a strategy that adds value for one type of investor, could detract value for another). In this

way, we aim to ensure that for any enhancement, the risk return trade-off holds true after considering the tax effect.

Key features

- ◇ Tailored to the needs of institutional investors
- ◇ Separate funds designed for superannuation and tax exempt investors
- ◇ Aim to outperform the S&P/ASX 200 Accumulation Index by 0.75% p.a. before fees and after tax over rolling three-year periods
- ◇ Targeted tracking error is 0% to 0.5% p.a.
- ◇ Portfolios reported on an after-tax basis with after-tax benchmarking.

Benefits of investing with IFM

- ◇ Experienced team with a strong track record in indexed Australian equities
- ◇ Accessible, transparent and trustworthy
- ◇ Closely aligned to needs of superannuation and 'not for profit' investors
- ◇ Focus on the total net return - after tax and fees
- ◇ Strong risk management
- ◇ Very competitive fees.

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