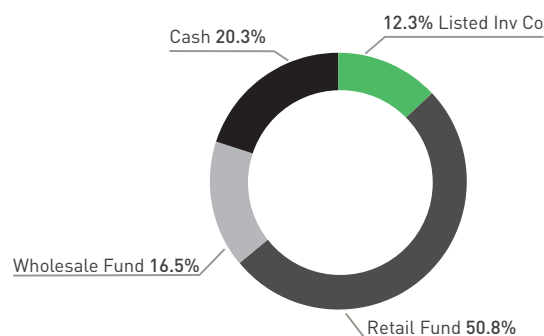


We aim to construct a diversified investment portfolio across different asset classes. We do this by investing in a number of different types of funds, run by, in our opinion, the best managers available in Australia. We have a number of processes to identify attractive investments including screening for historical performance, volatility and other criteria. We use many information sources, external researchers and manager interviews to assist in this process.

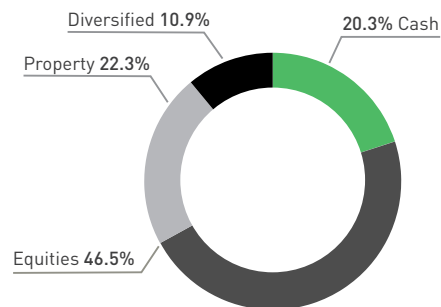
We Invest in Different Fund Types Run by the Best Managers

Underlying Investment Types



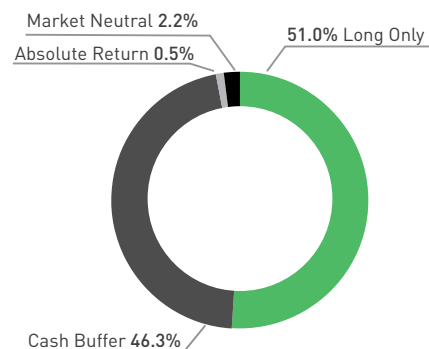
Which In Turn Invest In Many Asset Classes To Provide Diversification

Asset Class



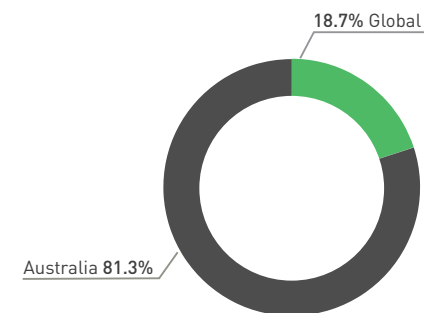
We Choose Strategies We Believe Will Reduce Downside Risk

Equities Strategies



We Seek Some Global Exposure To Assist in Diversification

Geographic Exposure



The largest investments of the Fund outlined below and their respective weightings are subject to change as we continue to identify further attractive investment opportunities.

Investment	Fund Manager	Asset Class	Investment Description	Why We Like It	Weight
Cash		Cash	High interest at-call savings accounts	The near term outlook remains uncertain and it pays to have cash on hand to take advantage of buying opportunities when they arise.	20.3%
Cromwell Direct Property Fund	Cromwell Funds Management	Property	This unlisted property fund owns stakes in a number of large buildings. It also holds a significant amount of cash although this can change.	Most buildings have very long leases to quality tenants. The fund should be stable in times of market turmoil. The assets are valued below where we are seeing comparable transactions in the market, providing potential for upside.	17.3%
Phoenix Opportunities Fund	Phoenix Portfolios	Equities	A portfolio of small and micro-cap ASX listed stocks.	Value based, exceptional managers. We worked with Stuart and Richard for a number of years and remain enormously impressed with their process and performance. The combination of outperformance with downside volatility is rare in this space.	8.6%
Wentworth Williamson Fund	Wentworth Williamson Management	Equities	A concentrated portfolio of ASX listed stocks with a mid-small cap bias. Also usually holds significant cash.	The manager has generally delivered well above average results, with much less volatility than average. Cash holding allows them to take advantage of opportunities. Very careful investors with low turnover.	8.4%

Investment	Fund Manager	Asset Class	Investment Description	Why We Like It	Weight
Deep Value Microcap Fund	Microequities Asset Management Pty Ltd	Equities	A concentrated portfolio of 20-25 ASX listed micro-cap stocks. The top 5 investments may be 40 - 60% of the portfolio.	This manager has delivered exceptional returns over a long period and has many of the qualities we admire. They have a value focus and a stable investor base. The Fund has performed well in negative markets, which is very unusual for a fund in this sector.	8.1%
Insync Global Titans Fund	Insync Funds Management	Equities	The Fund invests in international brand name companies.	As well as quality investments, Insync also overlays some downside protection which has proven very effective in the past. Quality managers who have delivered impressive results and have an eye for large-cap international stocks that can outperform.	7.8%
Cromwell Riverpark Trust	Cromwell Funds Management	Property	This fund owns a large office building in Brisbane, majority tenanted by a government owned electricity retailer.	A quality income stream and asset. The Fund is closed and the asset is due to be sold during 2016, with potential for upside. We are also looking to buy other similar funds from this and other managers.	5.0%
Katana Australian Equity Fund	Katana Asset Management	Equities	A broad mix of ASX listed stocks plus usually 20 - 30% cash.	A great team with a focus on long term investing. Significant co-investment. Large cash holding buffers against market corrections, but have still delivered above average results.	4.3%
Baker Steel Gold Fund	Baker Steel Capital Managers	Commodities	Global listed gold mining stocks	The Fund invests in one of the most beaten down asset classes we can find. We may be a little early with this call, hence the small allocation, but we are confident we will achieve very good returns over the medium term.	4.2%
Pengana Global Resources Fund	Pengana Capital Limited	Commodities	Global listed resource stocks.	Small fund run by a dedicated and talented team under the wing of a quality fund manager (Pengana). Have delivered exceptional outperformance over many years. We expect that resources generally are bottoming over the next 12-24 months.	3.6%
Global Value Fund	Metage Capital	Diversified	This LIC holds a concentrated portfolio of deep value international investments.	The manager is very astute investor with an eye for a bargain. The LIC and the manager are well supported by a number of prominent investors in this space who we admire.	2.0%
Barrack Street Investments	ECP Asset Management Pty Ltd	Equities	Concentrated portfolio of ASX small-mid cap stocks.	The manager has demonstrated a good performance history over a long period and is a co-investor. This small LIC can be picked up at a substantial discount to the underlying net asset value of the stocks it owns.	1.1%
Katana Capital	Katana Asset Management Ltd	Equities	A broad mix of ASX listed stocks plus usually a high cash holding.	Similar strategy to the unlisted fund, however likely holds less cash as it is able to buy back the LIC shares if they trade at a discount.	1.1%
Watermark Market Neutral Fund Limited	Watermark Funds Management Pty Limited	Equities	Buys and sells an equal value of ASX listed stocks so they are "market neutral". Typically 40-80 positions both long and short.	Although coming off a bad year, this LIC has recently recovered some underperformance and the manager has delivered exceptional results during recent market volatility. This LIC, the unlisted fund and the ALF LIC all run a similar strategy. The market neutral strategy tends to outperform in down markets.	1.0%
Other Investments					7.2%

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Regular income



Long term stability



High quality, vastly diversified portfolio

Invest Differently



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