

January Update

MONTHLY PERFORMANCE UPDATE 2023

The Outlook Group Pty Ltd has sourced old life policies and managed the investment into these assets, on an exclusive basis, in the Australian market for over 20 years.

These secondhand life policies carry components of which are Capital Guarantees and are referred to as **Traded Endowment Policies** or **TEPs**.

The Aussie TEP Fund offers investors access to invest into this unique asset class via a wholesale managed investment scheme.

Key Features of the Asset Class

- **The fund is now available to wholesale investors on the Netwealth Investment platform**
- The fund aims to deliver returns of 350 bps over the 5/10-year Commonwealth Bond rate, (measured on a Pre-Tax basis- Top Marginal Tax Rate taxpayers).
- The fund offers quarterly redemptions.
- The TEP assets offer rising values regulated by the Commonwealth Life Act 1995.
- The Aussie TEP Fund has unique ATO Tax Rulings offering Insurance Bond tax outcomes in a managed fund.

January Performance¹

Ordinary Units Net Return - 1 month	0.13%
Ordinary Units Net Return - 3 months	0.38%
Ordinary units Net Returns - 12 months	6.52%
Ordinary units Net Returns - Since Inception (8/2019)	6.08%
Annual Return (pa) - Since Inception	1.74%

Manager's Comments

- We welcome access to The Aussie TEP Fund when using the Netwealth investment platform.
- Netwealth's following products can now be used to access The Aussie TEP Fund
 - Investment Wrap & Accelerator Wrap
- Our first 10-year tax exempt gains on TEPs will occur in the 2029 year,(refer our tax rulings).
- Don't wait for 10 years in an insurance bond for tax exempt gains when The Aussie TEP Fund is expected to start producing these exempt gains in less than 5 years for new investors!
- Many TEPs are expected to start maturing in the 2025 accounting year providing tax effective quarterly cashflows to investors

Investment Strategy & Objective

To invest in a portfolio of Traded Endowment Policies (TEPs), that deliver capital returns to Investors over the medium term. Target returns for TEPs are 350 basis points or higher than 5/10-year Commonwealth Bond rates measured on a Pre-Tax basis - Top Marginal Taxpayers.

Key Fund Information

Target Pre Tax Return (1/2/23) ²	7.20% p.a.
Distributions ³	Quarterly
Liquidity	Quarterly
Ordinary Unit Price	\$1.0608

NOTES:

1. All performance and returns figures are for ordinary units after fund costs.
2. Target is average of 5/10 Commonwealth bond rate +350bps – Top Marginal tax rate payer.
3. Subject to TEP maturities and liquidity