

# Ibbotson International Bonds Passive (Hedged) Trust

<b>Risk Profile</b>	<b>Investment Horizon</b>	<b>Inception</b>	<b>Trust Size \$Mil</b>	<b>Benchmark</b>
Moderate	3 years	7 July 2000	34.1	Barclays Global Treasury (A\$ Hedged) Index

## Investment Summary

### Investment Objective

Aims to match and, where possible, enhance performance relative to the benchmark (Barclays Global Treasury (A\$ Hedged) Index) over rolling three year periods, by investing predominantly in international investment grade bonds.

### Index Manager Trust

Ibbotson selects specialist index manager(s) that utilise sophisticated techniques that are expected to deliver investment returns which closely mirror their performance benchmarks.

Available to wholesale investors, and indirectly to retail investors via select retail platforms.

### International Government Bonds

The portfolio is invested in international government bonds and utilises a passive currency overlay manager to hedge its currency exposure.

### Key Attributes

Delivery of market index like returns for international government bonds, provided at a low cost.

The ability to identify exceptional managers throughout the world is assisted by our access to global resources.

### Operations

Unit Pricing	Daily
Distributions	Quarterly
Maximum Tracking Error	1.5% pa
Management Fee <sup>3</sup>	Up to 0.35%
Buy/Sell Spread	0.10% / 0.10%

## Performance <sup>1</sup> 31-12-11



Total Return %	1 Month	3 Months	FYTD	1 Year	5 Years (pa)
Trust (Net of Fees)	2.07	1.59	6.71	10.18	7.86
Benchmark	2.02	1.93	7.24	10.77	8.64
Active Return	+0.05	-0.34	-0.53	-0.58	-0.78

## Portfolio Analysis <sup>2</sup> 31-12-11

Sector Allocations	%	+/- Bmark %
Government	80.0	-20.0
Quasi Government	8.9	+8.9
Supranational/Agency	0.9	+0.9
Cash	10.2	+10.2

Regional Allocations	%	+/- Bmark %
Europe ex-UK	28.8	+1.7
North America	27.9	+0.7
Asia ex-Japan	11.9	+8.4
UK	8.9	+1.8
Japan	7.4	-25.9
Australia/N.Z.	4.0	+3.1
Other	0.9	+0.0
Cash	10.2	+10.2

Characteristics	%	+/- Bmark %
Modified Duration (years)	6.7	+0.1

## Manager Weightings



Manager	Style	%
● Omega	Passive - enhanced	100.0

## Manager Styles

**Passive-enhanced:** An approach that aims to attain returns at or moderately above the benchmark while still maintaining the risk characteristic of a nominated benchmark.