

Bendigo Managed Wholesale Funds

Active Funds

Quarterly fund update - March 2024

Investment approach

Each Fund invests via a selection of expert asset managers that specialise in managing specific asset classes. Sandhurst will invest the Fund's assets across a variety of asset classes. Together through the selection of expert asset managers and the asset allocation, Sandhurst will seek to meet or exceed the investment return objective of each Fund. Each Fund aims to provide a total return after fees in excess of a stated percentage above inflation over a full market cycle (typically 7 to 10 years).

Fund performance¹

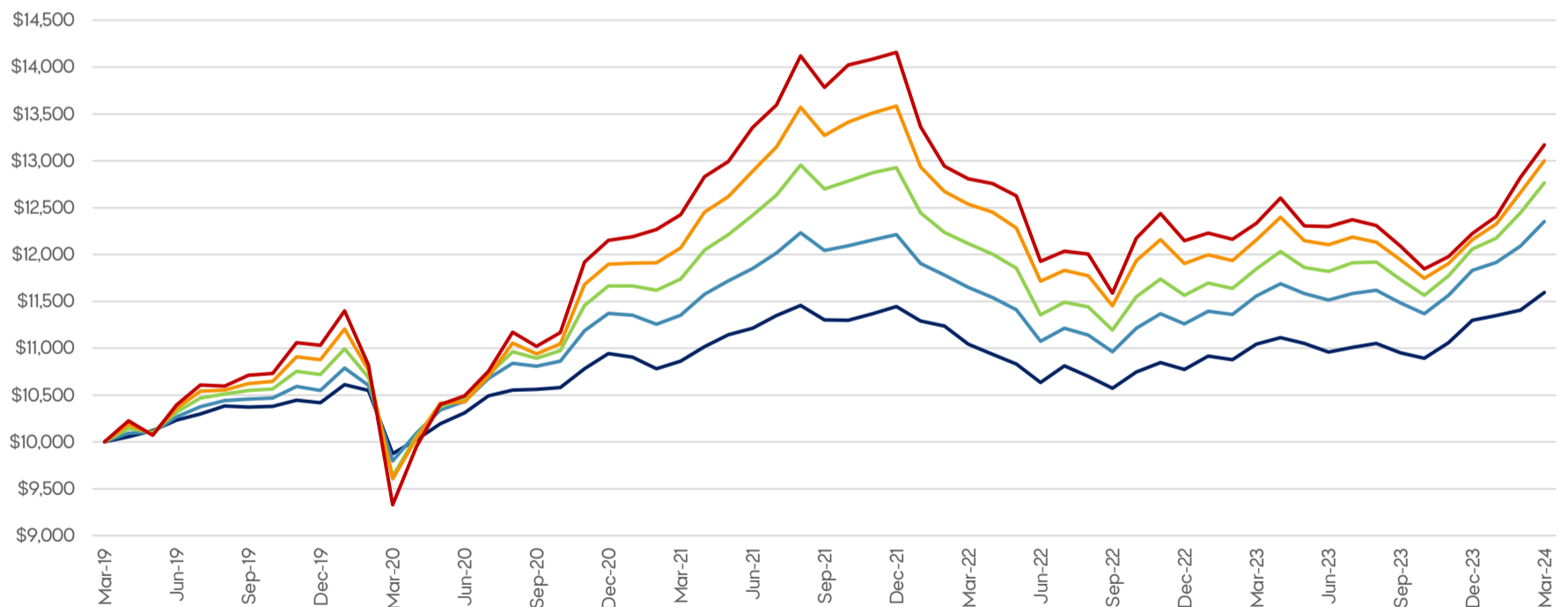
as at 31 March 2024

	Morningstar Rating™ Overall ²	Morningstar Category Rank 5 Year ²	3 months %	1 year %	3 years %p.a.	5 years %p.a.	Fund size \$m
Bendigo Defensive Wholesale Fund	★★★★	2 / 16	2.63	5.00	2.20	3.00	\$21.96
<i>Peer Comparison</i>			2.23	6.09	1.83	3.02	
Bendigo Conservative Wholesale Fund	★★★★★	5 / 96	4.41	6.89	2.86	4.32	\$1 07.65
<i>Peer Comparison</i>			3.15	7.64	2.99	3.25	
Bendigo Balanced Wholesale Fund	★★★	47 / 95	5.86	7.75	2.83	5.00	\$1 41.17
<i>Peer Comparison</i>			4.62	10.32	4.63	5.06	
Bendigo Growth Wholesale Fund	★★	124 / 157	6.94	6.96	2.51	5.39	\$57.91
<i>Peer Comparison</i>			6.00	13.10	5.98	6.37	
Bendigo High Growth Wholesale Fund	★★	102 / 102	7.75	6.79	1.96	5.66	\$29.33
<i>Peer Comparison</i>			8.13	17.73	8.25	8.58	

An example of how your investment grows

Growth of \$10,000 over 5 years¹

(Based on historic Fund performance over 5 years)

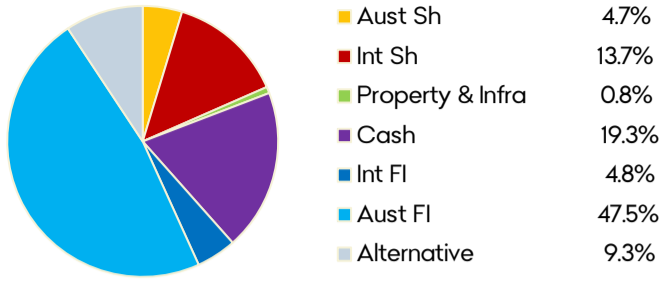


Fund Facts

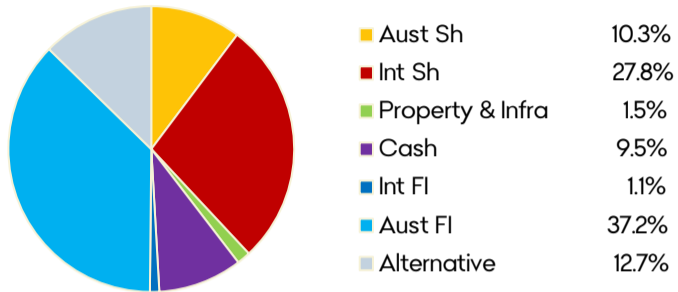
	APIR Code	Fund inception date	Distribution frequency	Return objective	Recommended investment timeframe	Risk level	Management fees & costs ³	Buy / Sell spread ³
Bendigo Defensive Wholesale Fund	STL0029AU	30 Sept 2011	Half yearly	CPI + 1%	2 years +	Low	0.61% p.a.	+0.10%/-0.12%
Bendigo Conservative Wholesale Fund	STL0012AU	6 June 2002	Half yearly	CPI + 2%	3 years +	Low to medium	0.73% p.a.	+0.14%/-0.15%
Bendigo Balanced Wholesale Fund	STL0013AU	6 June 2002	Half yearly	CPI + 3%	4 years +	Medium	0.83% p.a.	+0.17%/-0.17%
Bendigo Growth Wholesale Fund	STL0014AU	6 June 2002	Half yearly	CPI + 4%	5 years +	Medium to high	0.93% p.a.	+0.20%/-0.19%
Bendigo High Growth Wholesale Fund	STL0030AU	30 Sept 2011	Half yearly	CPI + 5%	7 years +	High	1.00% p.a.	+0.22%/-0.20%

Asset allocation

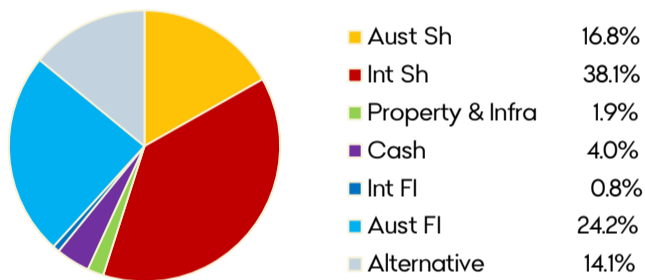
Bendigo Defensive Wholesale Fund



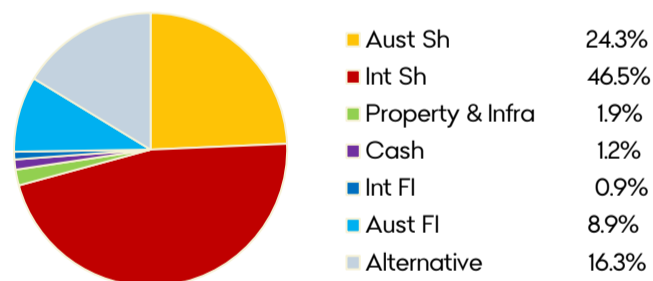
Bendigo Conservative Wholesale Fund



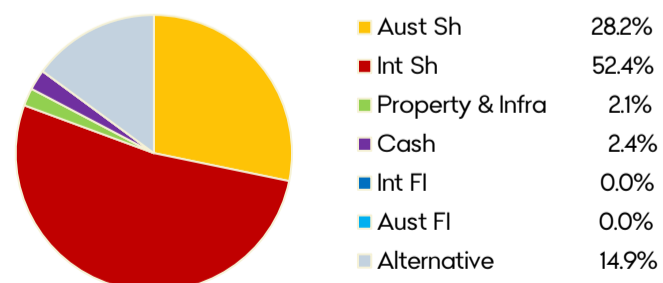
Bendigo Balanced Wholesale Fund



Bendigo Growth Wholesale Fund



Bendigo High Growth Wholesale Fund



Unit prices

as at 31 March 2024

	Application price	Withdrawal price
Bendigo Defensive Wholesale Fund	\$1.08504	\$1.08265
Bendigo Conservative Wholesale Fund	\$1.06127	\$1.05819
Bendigo Balanced Wholesale Fund	\$1.00738	\$1.00396
Bendigo Growth Wholesale Fund	\$0.93851	\$0.93485
Bendigo High Growth Wholesale Fund	\$1.35967	\$1.35397

Quarterly commentary

Performance

Returns for the quarter across the Funds were strong, on the back of buoyant equity markets driven by the increasing probability of a soft landing. A soft landing implies a return to average inflation, without a significant slowdown in the economy. Over the quarter on a relative perspective detracting from performance was the exposure to alternative investments in Riparian Water and Duxton agriculture, in which these Funds are designed to hold a low correlation to listed equity markets. DNR Australian Emerging Companies was the strongest performer from the active manager suite, while the Funds tactical tilts in Japanese equities favourably benefited the Funds, as well as the underweight to global fixed income. Over the quarter Japanese Nikkei climbed 20.7%, aided by a depreciating Japanese Yen, rising Japanese incomes and supportive monetary policy, in which are all factors that support earnings growth in the region.

Further aiding the Funds was the positioning in gold. An important feature of the Bendigo Diversified Funds relative to peers, is the inclusion of a gold exposure under the alternative's asset class. Gold provides great diversification to that of fixed income and equities, in which it covers a range of geopolitical and monetary risks.

Economic

The past quarter was a strong quarter for risk assets with Australian shares up 5.3% (S&P ASX 300 accumulation Index), global shares rose 10.1% (MSCI World Ex Australia Hedged AUD Total Return Index), gold was up 8.1%, while global fixed income fell -0.3% (Bloomberg Global Aggregate Total Return Index Hedged AUD) and Australian fixed income returned a modest 1.0% (Bloomberg AusBond Composite Index).

Risk assets have run sharply higher since last November. Driving the rally has been central bank communication regarding the possibility of sooner interest rate cuts, as well as favourable liquidity conditions. The backdrop relative to historical periods is one of high asset values and wealth, propped up by post covid stimulus. This combined with high global debt levels, results in markets that are highly sensitive to changes in interest rates and liquidity conditions. Over the past two years investments have experienced extreme volatility and we expect that looking forward central bank policy and government fiscal impacts will continue to amplify markets.

Throughout 2023, markets were favoured by falling inflation rates and surprisingly strong economic growth particularly in the US. Unlike many global regions, the US has been supported by excessive government fiscal support, combined with a consumer that is insensitive to rising interest rates given long term fixed mortgages. As a result, inflation in the US continues to be sticky and demand robust, with inflation measures for January and February indicating an acceleration in core inflation. Outside of the US a different story persists with weaker consumer demand experienced across Europe, the UK, Japan and Australia.

Within Australia, GDP growth has continued to fall, with the labour market softening. Without the effect of the current large immigration policy, Australia on a per capita basis is in a recession. Looking forward, an economic rebound can be expected in the event the RBA cash rate is reduced, in which markets, being forward looking, continue to front run.

Asset positioning commentary

Over the quarter the Funds held relatively tight positions to the neutral asset allocation of the Funds, however within asset classes material tilts have occurred at the sub asset class level. Overall, at the end of March our process indicates favourable conditions for equities, however valuations are high, and investors hold above average exposures to risk assets.

Australian Shares

Over the quarter the Funds held a slight underweight to Australian equities, with a bias to global equities. The Australian sharemarket is dominated by mining companies and banks. Relative to global peers, Australian banks are extremely overpriced, and offer little yield over cash investments.

The outlook for Australian miners is difficult to ascertain, given the high dependence on fiscal policy in China. Australian commodity producers provide good diversification benefits in an overall portfolio given the inflation protection dynamics embedded in commodity prices.



International Shares

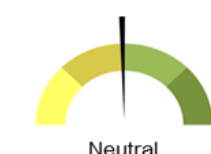
We continue our slight bias to global equities over Australian stocks. Global shares offer greater earnings growth and is dominated by the world's greatest companies, not just Australia's. Over the period we have held an overweight to US and Japanese equities. Japan offers attractive returns given favourable valuations, low debt levels, and stimulatory domestic backdrop driven by falling Japanese Yen favouring Japanese exporters. Further monetary conditions remain stimulatory with interest rates held close to zero.



Property & Infrastructure

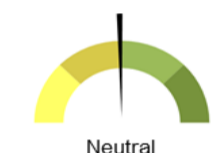
A favourable aspect of the Bendigo Funds relative to peers is the absence of unlisted property. Unlisted property faces several headwinds with high valuations, rising interest rates and falling demand for office property is likely to be drawn out drag in portfolios that hold these positions.

The Funds hold no exposure to listed property and currently hold a neutral exposure to listed infrastructure. We believe listed infrastructure does not face the same supply to demand issues to that of property. Further listed infrastructure on aggregate, has better inflation linked cash flows to that of property. Infrastructure provides diversification benefits in a portfolio due to its dependable cash flow stream.



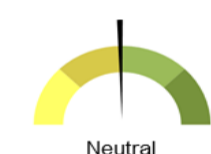
Fixed Income

Overall, we have held a neutral weight to fixed income, with material divergences within the fixed income asset class. The Funds have held an underweight to global fixed income, given less favourable currency hedged yields on offer to that of domestic fixed interest. The Funds hold an exposure to Australian Inflation Linked Bonds, which increases the diversification benefits within the Funds and further has held overweight positions in Australian investment grade credit which has offered attractive yields.



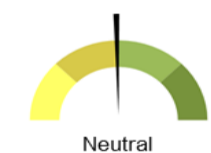
Alternatives

The Funds hold a number of alternative exposures in water, gold, agriculture, distressed debt opportunities and private credit. These exposures are designed to have diversification benefits to that of equities and fixed income, meaning the return stream will differ through time, creating an overall smoother portfolio return stream.



Cash

Cash is used as a balancing item based on views of other asset classes.



Footnotes

1. Fund performance figures are calculated before tax and after fees and costs; using withdrawal prices and assumes distributions are reinvested. Past performance is not an indication of future performance.
2. Morningstar rates mutual funds from one to five stars based on how well they've performed (after adjusting for risk) in comparison to similar funds. Within each Morningstar Category, the top 10% of funds receive five stars, the next 22.5% four stars, the middle 35% three stars, the next 22.5% two stars, and the bottom 10% receive one star. Funds are rated for up to three time periods— three-, five-, and 10 years—and these ratings are combined to produce an overall rating. Funds with less than three years of history are not rated. Ratings are objective, based entirely on a mathematical evaluation of past performance. They're a useful tool for identifying funds worthy of further research, but shouldn't be considered buy or sell recommendations.

Bendigo Defensive Wholesale Fund received a 4-Star Overall Morningstar Rating™ out of 19 Multisector Conservative funds as of 31 March 2024. The Bendigo Defensive Wholesale Fund returns were ranked 2 out of 16 Morningstar Multisector Conservative funds for 5 years to 31 March 2024. Source: www.morningstar.com.au/Funds/FundReport/19293

Bendigo Conservative Wholesale Fund received a 5-Star Overall Morningstar Rating™ out of 104 Multisector Moderate funds as of 31 March 2024. The Bendigo Conservative Wholesale Fund returns were ranked 5 out of 96 Morningstar Multisector Moderate funds for 5 years to 31 March 2024. Source: www.morningstar.com.au/Funds/FundReport/13196

Bendigo Balanced Wholesale Fund received a 3-Star Overall Morningstar Rating™ out of 104 Multisector Balanced funds as of 31 March 2024. The Bendigo Balanced Wholesale Fund returns were ranked 47 out of 95 Morningstar Multisector Balanced funds for 5 years to 31 March 2024. Source: www.morningstar.com.au/Funds/FundReport/13195

Bendigo Growth Wholesale Fund received a 2-Star Overall Morningstar Rating™ out of 168 Multisector Growth funds as of 31 March 2024. The Bendigo Growth Wholesale Fund returns were ranked 124 out of 157 Morningstar Multisector Growth funds for 5 years to 31 March 2024. Source: www.morningstar.com.au/Funds/FundReport/13197

Bendigo High Growth Wholesale Fund received a 2-Star Overall Morningstar Rating™ out of 111 Multisector Aggressive funds as of 31 March 2024. The Bendigo High Growth Wholesale Fund returns were ranked 102 out of 102 Morningstar Multisector Aggressive funds for 5 years to 31 March 2024. Source: www.morningstar.com.au/Funds/FundReport/19294

'Peer Comparison' performance refers to the performance of the relevant 'Morningstar Category' for the stated period. Investments are placed into Morningstar Categories based on their compositions and portfolio statistics so that investors can make meaningful comparisons. 'Morningstar Category Rank' is the Fund's performance rank relative to all funds in the same Morningstar Category.

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The Morningstar Rating is an assessment of a fund's past performance—based on both return and risk—which shows how similar investments compare with their competitors. A high rating alone is insufficient basis for an investment decision.

3. Management fees & costs are based on fees and costs incurred by the Fund in the past financial year and may be different in the current and future financial years. Other fees and costs may apply. See the Product Disclosure Statement for full details.

The managed funds detailed in this update (individually referred to as 'Fund' or collectively as 'Funds') are issued by Sandhurst Trustees Limited (Sandhurst) ABN 16 004 030 737 AFSL 237906 a subsidiary of Bendigo and Adelaide Bank Limited (the Bank) ABN 11 068 049 178 AFSL 237879. Sandhurst and the Bank receive remuneration on the issue of the Funds or the service they provide, full details of which are contained in the relevant Product Disclosure Statement (PDS). Investments in the Funds are not deposits with, guaranteed by, or liabilities of the Bank or any of its related entities. Economic and outlook forecasts are not guaranteed to occur. Sandhurst has prepared this document based on information available to it. The information and opinions provided in this document have not been verified and Sandhurst has no obligation to notify you in the event that any information or opinions change. No representation is made to the fairness and accuracy of the information, opinions and conclusions contained in this document. This update is provided by Sandhurst and contains general advice only. Please consider your situation and read the relevant PDS available at www.bendigobank.com.au/managedfundsforms, any Bendigo Bank branch or by phoning 1800 634 969 before making an investment decision.

For target market determination: www.bendigobank.com.au/TMD

The information is current as at 31 March 2024 (unless stated otherwise) and is subject to change without notice.

Sandhurst Trustees