

This is a medium risk fund, which suits a long term investor who wishes to

Receive a regular income

Preserve the real value of their capital

Invest ethically

### Annual Fund Returns to 30/6/2017

	1 Year	3 Years	5 Years	10 Years
<b>Total Return</b>				
Actual	6.7%	5.3%	9.8%	4.2%
Target	6.9%	6.5%	7.0%	7.4%
Excess	-0.2%	-1.2%	2.8%	-3.2%
<b>Income Paid</b>				
Actual	5.3%	5.1%	5.5%	6.1%
Target	5.0%	5.0%	5.0%	5.0%
Excess	0.3%	0.1%	0.5%	1.1%

- All returns are % per annum.
- Total return assumes that income is reinvested. All returns are after fees have been deducted. Past performance is not a guarantee of future performance.
- Endowment Fund Total Return Target is CPI plus 5% per annum.

### Fund Description

The Fund has been designed to meet the investment needs of organisations affiliated with the Anglican Church who have a long-term investment perspective.

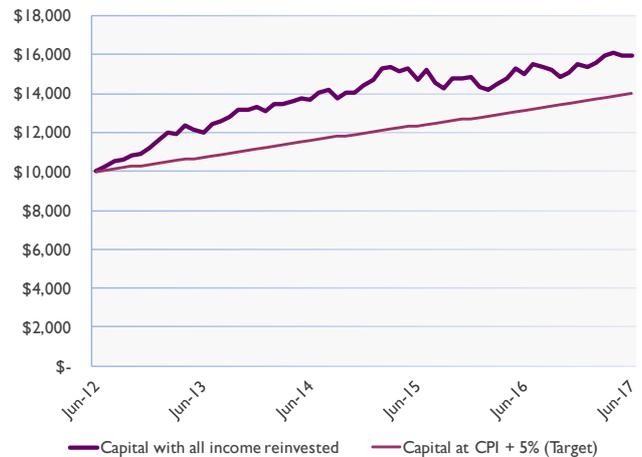
Over a rolling 5-year timeframe, the fund aims to produce income of 5%pa, paid semi-annually, and produce a combined return of income and capital growth, after fees, of 5%pa above CPI.

At 30 June 2017, the fund held \$77.2 million in net assets. Management fees of 1%pa are paid at the fund level before returns are calculated.

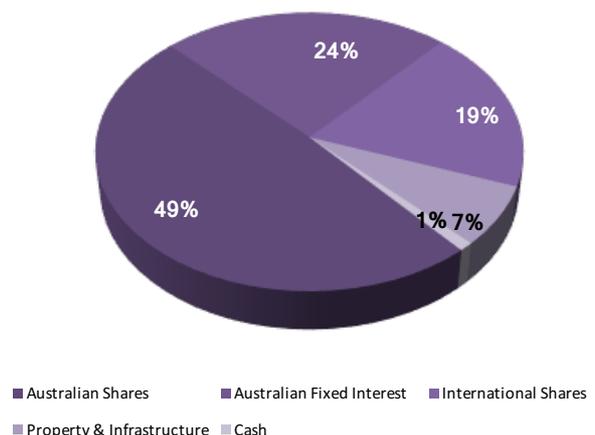
For enquiries please call

(08) 8305 9305

Value of \$10,000 invested in June 2012



Asset Mix as at 30 June 2017



### Our partners in managing your money

Australian Shares



Property & Infrastructure



International Shares



Fixed Interest

Asset Consultants



## News and Other Information about Your Investment

### Performance

#### 5-Year Historical View

Since June 2012, the fund has made a total return of 9.8%pa, which is favourable to its target of 7.0%pa.

Over this period, the Endowment Fund has fulfilled its primary objective of paying income semi-annually equivalent to a yield of 5.5%pa. The graph to the right shows the distribution history of the fund.

#### Year ended 30 June 2017

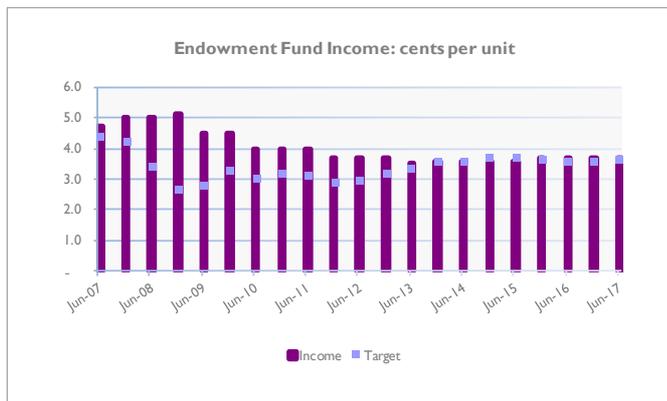
Investment markets were quite volatile in the first half of the financial year following the outcome of the presidential election in the USA. Markets then stabilised providing investors with less volatility for the latter half of the year.

All asset classes that the fund invested in produced positive returns for the year except for listed property trusts. The fund's international investments provided the strongest returns for the year (up 15%) followed by our investments in Australian shares (up 9%).

Though the AFSA Endowment Fund's total return for the year of 6.7% underperformed its target of 6.9% (CPI + 5%), income distribution remained above target at 5.3%.

The unit price opened at \$1.41240 on 30 June 2016, and closed the year at \$1.43257, a 1.4% increase. Semi-annual income distributions totalling 7.4c per unit over the year provided a yield of 5.3%, bringing the total performance of the Endowment Fund for the year to 6.7%.

Overall, this year proved the value of the fund's adoption of the Yale style rounding model, as distribution rates were maintained through reserves built during stronger market performances in recent years.



### Ethical Investment

Investing ethically is very important to us. It is not our policy to invest in a company that is principally involved in activities such as polluting the atmosphere; the exploitation of people; encouraging repressive regimes; or the manufacture, sale, or distribution of armaments, gambling devices, tobacco and other products that damage the health or wellbeing of people.

### Outlook

The key strength of the Endowment Fund continues to be the stability of its income payments to investors, along with its deliberate and balanced investment approach.

With the assistance of our asset consultants and our asset managers, the Fund's asset mix will be amended during 2017-18. The pie chart on the previous page shows the asset mix as at 30 June 2017. The proposed change will further diversify the fund's investments with the aim of securing more stable returns over the long term.

To find out more, please contact

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Telephone **(08) 8305 9305**  
or visit [www.anglicanfundssa.com.au](http://www.anglicanfundssa.com.au)

**Sue Arnold**  
Acting Head of AFSA

**Important Information:** The AFSA Endowment Fund is a charitable investment fundraiser whose activities meet the requirements of ASIC Corporations (Charitable Investment Fundraisers) Instrument 2016/813 (the ASIC Instrument). The ASIC Instrument provides exemption from various fundraising, managed investment and licensing provisions of the Corporations Act 2001 for qualifying charitable investment fundraisers. Neither AFSA, the Synod itself, nor its products, nor promotional material and offer documents have been examined or approved by ASIC. By issuing interests in the Fund, the Synod promotes the charitable purposes of the Anglican Church in the Diocese of Adelaide by providing an income stream directly to missional activities, while providing governance and stewardship of Church capital. Investment in the Fund is only intended to attract investors whose primary purpose is to support the charitable purposes of the Anglican Church in the Diocese of Adelaide. The Synod is required by law to notify investors: that its products and their offering are not subject to the usual protections for investors under the Corporations Act or regulation by ASIC; investors may be unable to get some or all of their money back when the investor expects, or at all; and the investment is not comparable to investments with banks, finance companies or fund managers. The Fund is not prudentially supervised by the Australian Prudential Regulation Authority therefore, an investor in the Fund will not receive the benefit of the financial claims scheme or the depositor protection provisions in the Banking Act 1959. The Identification Statement lodged and accepted by ASIC may be viewed on the AFSA website.