

CFS Index and Enhanced Index Series

Multi-Asset options

Colonial First State (CFS) has an experienced team of investment professionals that specialise in constructing and managing multi-asset options across enhanced indexing and market cap index strategies.

The CFS Index Series includes a range of multi-asset options that offer broad market exposure while keeping costs low.

Index

CFS multi-asset options use a market capitalisation weighted index approach for all asset classes:

- 1 CFS Index Conservative
- 2 CFS Index Diversified
- 3 CFS Index Moderate
- 4 CFS Index Balanced
- 5 CFS Index Growth
- 6 CFS Index High Growth

Enhanced Index

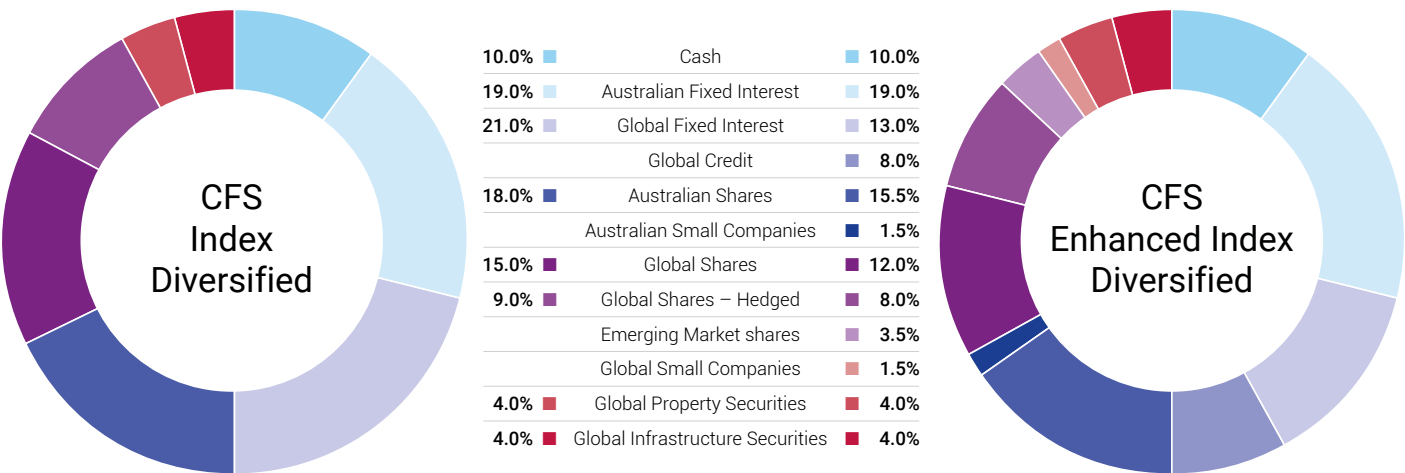
Multi-asset options combine systematic investment approaches to manage the allocations to shares with a market capitalisation index approach for other assets:

- 1 CFS Enhanced Index Conservative
- 2 CFS Enhanced Index Diversified
- 3 CFS Enhanced Index Moderate
- 4 CFS Enhanced Index Balanced
- 5 CFS Enhanced Index Growth
- 6 CFS Enhanced Index High Growth

CFS Index Series	CFS Enhanced Index Series
Offers low-cost exposure to a wide range of securities across a diversified range of sectors	Offers low-cost exposure that aims to outperform the index across a diversified range of sectors
Uses market capitalisation indexing to closely track the respective benchmarks for each asset class	Uses systematic investment approaches to manage the allocations to shares, combined with a traditional market capitalisation index approach for other asset classes
Underlying managers include CFS, First Sentier Investors, State Street Global Advisors and Blackrock Investments	Underlying managers include CFS, ReallIndex, Macquarie and State Street Global Advisors
Multiple underlying building blocks across cash, fixed interest, equities, property and infrastructure	Multiple underlying building blocks across cash, fixed interest, equities, credit and small companies
Low risk of underperformance relative to the benchmark	Aims to outperform the benchmark over the long term



Broad access across asset classes



Index approach

Market capitalisation indexing

Market capitalisation indexing aims to fully replicate the index and track very closely to the stated benchmark.

Market capitalisation indexing applies different weights to each company based on the company’s share price and the number of shares the company has listed on the stock exchange.

The advantages of the traditional market capitalisation index approach include cost-effectiveness, lower turnover, greater diversification and improved liquidity. When compared to actively managed alternatives, there is a risk this method can result in increased exposure to overvalued and expensive companies, reducing exposure to undervalued and cheap companies.

The CFS Index Series uses market capitalisation index strategies only.

Enhanced Index approach

Systematic investing

The CFS Enhanced Index Series uses a combination of systematic investment approaches for equity allocation and market capitalisation index approaches for other asset classes.

This approach uses a set of rules and strategies to make investment decisions, rather than relying on human judgement. The goal is to outperform the market average while keeping costs low.

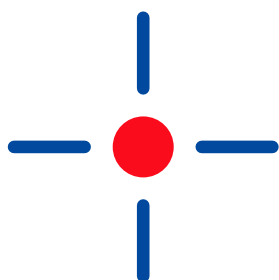
A number of investment factors such as value, quality and momentum, each with differing risk and return profiles across different time horizons, are used with the aim of delivering more consistent returns over an investment cycle.

The emerging market shares and small company share allocations use a ‘value’ approach which aims to generate returns over the market capitalisation index by investing in companies based on their economic footprint. The economic footprint of a company is measured by using factors such as the company’s sales, cashflow, dividends and book value.

Both the diversified alpha and value approaches provide the same benefits as a traditional market capitalisation index approach, such as lower cost, lower turnover, diversification and liquidity.

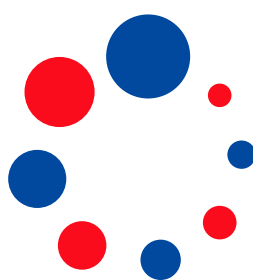
Why invest with CFS?

CFS has an experienced team of investment professionals that specialise in constructing and managing multi-asset and single-asset portfolios across active management, smart beta and market cap index strategies. Our investment team has an enviable track record of navigating investment market cycles and partnering with advisers to deliver their clients' objectives.



Experience

A long and stable track record in helping advisers deliver diversified, professionally managed portfolios for their clients.



Scale

Our investment experts manage over \$66 billion¹, giving investors better access to institutional-only offerings.



Expertise

Responsible for building and managing multiple multi-sector and single-sector investment options across index, enhanced index and fully active products.

Find out more

To find out more about these funds, please contact your [local Business Development Manager](#), call Adviser Services on 13 18 36 (8:30am to 6pm Sydney time) or visit cfs.com.au/investments

¹ As of March 2024.

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