
ipac adds new manager in Global Emerging Markets

The Global Emerging Markets sector is an important component of ipac's diversified portfolios. Exposure to this sector offers portfolio diversification benefits, and provides the potential for attractive returns, as global emerging markets provide exposure to high growth economies.

ipac has increased the allocation to Global Emerging Markets in the diversified portfolios, with the aim of improving diversification and capturing a greater breadth of investment opportunities. The increased scale now available in this sector has enabled ipac to appoint an additional manager which will provide the sector with:

- ~ more diversification of risk and volatility
- ~ greater breadth of ideas and sources of return

The new manager appointed to the sector is GMO. GMO is a private partnership founded in 1977, whose sole business is investment management. GMO has approximately A\$90 billion in funds under management (as at 30 June 2009) and more than 400 employees, of which more than 100 are investment professionals. The global emerging markets team is well resourced, with 15 investment professionals based mainly in San Francisco.

how GMO brings added value to the sector

The global emerging markets strategy managed by GMO is predominantly a quantitative process with supplementary judgemental input at both the country allocation and stock selection levels. The strategy has a value orientation but also incorporates momentum for diversification purposes. The manager's alpha edge is driven by:

- ~ robust and disciplined modelling framework
- ~ clear and sensible synergy of modelling and fundamental insights
- ~ commitment and resources dedicated to quantitative research in emerging markets
- ~ well-regarded and experienced team led by Arjun Divecha.

This publication has been prepared for distribution to professional financial advisers only and is intended to provide general information. ipac asset management limited ABN 22 003 257 225 (ipac) AFS Licence No. 234655 does not authorise the distribution of this publication to or use by existing or potential investors. Existing or potential investors should base their investment decision on the detailed information contained in the current Product Disclosure Statement (PDS) and should consult their financial adviser. While ipac has released this information for guidance purposes only and believes the information contained herein is correct, no warranty of accuracy, reliability or completeness is given and, except for liability under statute which cannot be excluded, no liability for errors or omissions is accepted.

ipac asset management limited Level 31 Grosvenor Place 225 George Street Sydney NSW 2000 Australia Sydney Office Locked Bag 15 Grosvenor Place NSW 1220. DX 10328 Sydney Stock Exchange.
Telephone 02 9373 7000. Facsimile 02 9373 7111. Adviser Services 1800 812 950. Investor Services 1800 624 542.