Our Investment Growth Bond

Investment approach
Adviser use only

Issue date: 4 August 2024

Resolution Life

Our investment advantage

This paper provides an insight into our investment approach and the strategies we use to reduce risk and increase risk-adjusted returns.

Our Investment Growth Bond options are designed to deliver enhanced risk-adjusted returns and use various techniques including diversification, pooling of liquidity risks, style neutral approach and the selective use of active management to enhance investment outcomes.

Strong focus on risk in the investment process

Our investment approach is focused on understanding and managing investment risk.

Risk factor analysis is undertaken to determine what drives the return and risk for each asset class in each investment option.

Risk is examined holistically for each investment option, looking at the risk of individual strategies and how they come together. We're comfortable taking on a particular risk (e.g. currency risk for global shares) if our analysis shows that the risk offers diversification benefits for an investment option.

The risk for investment options is reduced through diversification by:

- Investing globally
- Limiting the exposure to any one sector or issuer
- Investing in a breadth of risk premia (equity, credit, illiquidity and others) through listed, unlisted and alternative strategies.

Considering Environmental, Social and Governance (ESG) factors when making investment decisions

Environment, Social and Corporate Governance (ESG) considerations are embedded into Resolution Life's investment decision making and active ownership practices.

Making better investment decisions by reducing behavioural biases

Investment processes are designed to reduce behavioural biases. As an example, we proactively challenge our own ideas when formulating investment strategies.

Benefiting from size and smarter portfolio construction

Our size and how we structure investment portfolios leads to economies of scale, lower overall costs and greater control over investments. For example, we use multi-manager single sector trusts exclusively for our products, including the single sector and multisector investment options for the Investment Growth Bond.

Enhancing returns by pooling liquidity risk

We pool liquidity risk by using trusts used solely by us across funds with diverse liquidity needs. This enables less liquid and higher returning assets to be held for the benefit of investors.

Selectively using active management

Active management is used selectively to add value and keep costs lower. For instance, asset classes are managed actively by specialist managers, where there is evidence that managers are more likely to outperform benchmarks.

Resolution Life Australasia Limited ABN 84 079 300 379, AFSL No. 233671

For more information about how our Resolution Life's Investment Growth Bond could help your clients, please contact your Retirement Business Development Manager or call us on 133 731.

Call 133 731 between 9am and 5pm (AEST/AEDT), Monday to Friday, excluding public holidays.
Visit us online at resolutionlife.com.au/igb

Resolution Life

Investment Growth Bond
GPO Box 3306
Sydney NSW 2001
resolutionlife.com.au/igb

What you need to know

Resolution Life Australasia Limited ABN 84 079 300 379, AFSL No. 233671 (Resolution Life) is the issuer of Investment Growth Bond. The information contained in this document is factual information only and it does not contain any financial product advice or make any recommendations about a financial product or service being right for you. Any guarantee offered in this product is only provided by Resolution Life.

Resolution Life can be contacted via resolutionlife.com.au/contact-us or by calling 133 731.

RLA00190 09/25