



CIPAM Multi-Sector Private Lending Fund - Class P

Product Disclosure Statement

18 October 2021

CIPAM Multi-Sector Private Lending Fund - Class P

ARSN 620 882 019

APIR HOW6713AU

Responsible Entity

Fidante Partners Limited

ABN 94 002 835 592

AFSL 234 668

About this Product Disclosure Statement (PDS)

This document provides information to help investors and their advisers assess the merits of investing in the Class P class of units in the CIPAM Multi-Sector Private Lending Fund (ARSN 620 882 019). References in this PDS to the **CIPAM Multi-Sector Private Lending Fund - Class P** or the **Fund** are to the Class P units in the CIPAM Multi-Sector Private Lending Fund. No other class of units in the CIPAM Multi-Sector Private Lending Fund is offered in this PDS. You should read this document in full before making an investment decision about the Fund. The information provided in this PDS is general information only and does not take account of your personal financial situation or needs. You should obtain financial advice tailored to your own personal circumstances before investing in the Fund.

In preparing this PDS we did not take into account your particular investment objectives, financial circumstances or needs. As investors' needs and aspirations differ, you should consider whether investing in the Fund is appropriate for you in light of your particular objectives, financial circumstances or needs. You should also obtain independent advice before investing in the Fund, particularly about matters such as taxation, retirement planning and investment risk tolerance.

The Fund is only available to institutional, wholesale and sophisticated investors (as defined by the Corporations Act 2001 (Cth)).

Important notices

Fidante Partners Limited (ABN 94 002 835 592, AFSL 234 668) (**Fidante Partners, we, our, us, Responsible Entity**) is the Responsible Entity of the Fund and issuer of this PDS. Our ultimate parent is Challenger Limited (ABN 85 106 842 371). Fidante Partners is a member of the Challenger Limited group of companies (**Challenger Group**). Fidante Partners is not an authorised deposit-taking institution (**ADI**) for the purpose of the Banking Act 1959 (Cth), and its obligations do not represent deposits or liabilities of an ADI in the Challenger Group (**Challenger ADI**) and no Challenger ADI provides a guarantee or otherwise provides assurance in respect of the obligations of Fidante Partners. Investments in the Fund are subject to investment risk, including possible delays in repayment and loss of income or principal invested. Accordingly, the performance, the repayment of capital or any particular rate of return on your investments are not guaranteed by any member of the Challenger Group.

Fidante Partners authorises the use of this PDS as disclosure to investors and potential investors who wish to access the Fund directly (**Direct Investors**), or through an IDPS operator (**Indirect Investors**). This PDS may also be used for direct investment by IDPS operators. Please refer to 'Indirect investors' in the 'Additional information' section.

By investing in the Fund, you confirm that you have received a copy of the current PDS to which this investment relates, that you have read both documents and agree to the terms contained in them, and that you agree to be bound by the terms of the current PDS and the current constitution of the Fund (each as amended from time to time).

The offer or invitation to subscribe for units in the Fund under this PDS is only available to 'wholesale clients' (as defined in the *Corporations Act 2001* (Cth) (**Corporations Act**)) receiving this PDS in Australia and is subject to the terms and conditions described in this PDS.

We have appointed Challenger Investment Partners Limited (ABN 29 092 382 842, AFSL 234 678) (**CIPAM, CIP Asset Management** or the **investment manager**) as the investment manager of the Fund.

Updated information

The information in this PDS is up-to-date at the time of preparation. However, some information can change from time to time. If a change is considered materially adverse we will issue a replacement PDS. For updated or other information about the Fund (such as a copy of the PDS, or other information such as performance), please contact your financial adviser, call our Investor Services team or visit our website www.cipam.com.au. We will send you a copy of the updated information free of charge upon request.

Consents: CIPAM has provided consent to the statements about it in the form and context in which they are included. CIPAM was not otherwise involved in the preparation and distribution of this PDS and is not responsible for the issue of this PDS, nor is it responsible for any particular part of this PDS other than those parts that refer to it. CIPAM has not withdrawn its consent before the date of this PDS.

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Contact details

Phone	Investor Services team 13 51 53 or +612 9994 7000 from outside Australia (during Sydney business hours)
Email	info@fidante.com.au
Fax	02 9994 6666
Mail	Fidante Partners Reply Paid 86049 Sydney NSW 2001. For any complaints please address to the 'Complaints Resolution Officer.'
Website	www.cipam.com.au.

About CIPAM

CIP Asset Management (**CIPAM**) is an institutional manager that works with clients across a global opportunity set in fixed income investments, real estate investments and derivative strategies.

CIPAM's clients include leading global and Australian institutions, including Challenger Life Company Limited. With clients benefiting from the CIPAM team's experience and scale.

CIPAM includes three businesses: Fixed Income, Real Estate and Solutions.

The CIPAM Fixed Income team is a fundamentals driven, active investment manager that adopts a long term focus. The team aims to provide diversified sources of income by seeking opportunities, whilst maintaining capital stability.

For more information on CIPAM you can visit www.cipam.com.au

About the Responsible Entity

Fidante Partners is the Responsible Entity of the Fund. As Responsible Entity, we issue units in the Fund and are legally responsible to the unitholders of the Fund for its operation.

Fidante Partners forms long term alliances with talented investment teams to support and grow specialist investment management businesses. Through these strategic partnerships, we're able to provide investors with some of the world's most compelling investment strategies. We have appointed CIPAM as the investment manager of the Fund. We provide support services to CIPAM, allowing CIPAM the freedom to focus on investing and managing the assets of the Fund.

Neither we, nor any of our related entities, nor CIPAM guarantee the repayment of your capital or the performance of your investment or any particular taxation consequences of investing.

Significant features and benefits of the Fund

- **Diversification:** The Fund provides diversification within the broader fixed income asset class in comparison to more traditional fixed income and equity securities. It offers exposure to specialised credit asset classes within private debt markets which can provide the potential for attractive returns with moderate risk to investors.
- **Opportunity set:** The Fund actively seeks to take advantage of the illiquidity premiums found in private lending markets. This illiquidity premium offers attractive risk adjusted returns when compared to the more liquid traditional fixed income investments. Increased and continued regulatory pressure supports a sustainable and growing investment opportunity, enhanced by the limited competition in this asset class.
- **Liquidity:** Investors should be aware of the liquidity trade-off required to obtain the illiquidity premium mentioned above and the potential for delays in receiving withdrawal proceeds. Please see 'Liquidity Risk' and 'Withdrawal Risk' for further information.
- **Highly experienced team:** The CIPAM Fixed Income team is uniquely positioned to manage this product given the extensive credit markets experience of the team. The team's average industry experience is approximately 16 years with an average tenure at CIPAM of almost eight years.
- **Track record:** The CIPAM Fixed Income team has a strong track record of managing fixed income strategies within private markets which have delivered consistent attractive risk adjusted returns for investors.
- **Strong governance:** Rigorous oversight and governance ensure the Fund is managed in a stable environment across extensive operational, legal and finance platforms.


Features at a glance

		Refer to Section
Minimum transaction and balance requirements¹	The Fund is only available to institutional, wholesale and sophisticated investors (as defined by the Corporations Act 2001 (Cth)).	'Making, withdrawing and monitoring your investment'
Initial investment	\$100,000.	
Additional investment	\$10,000.	
Minimum withdrawal	Nil (minimum balance must be maintained).	
Minimum balance	\$100,000.	
Indirect investors	If you are an indirect investor, you need to comply with any minimum transaction and balance requirements of your IDPS operator.	
Fees and costs		'Fees and other costs'
Management fees and costs	The management fees and costs of the Fund are 0.75% p.a. of the net asset value of the Fund.	
Buy/sell spread	+0.50% / -0.00% of the investment and withdrawal amount.	
Risks of investing in the Fund	A degree of risk applies to all types of investments, including investments in the Fund. The significant risks are described in 'Risks of investing in managed investment schemes'.	'Risks of investing in managed investment schemes'
Making and withdrawing your investment		'Making, withdrawing and monitoring your investment'
Investment and withdrawing	<p>Generally you can invest monthly subject to certain limits in the Fund's constitution and this PDS.</p> <p>Under the Fund's constitution, the Responsible Entity has a maximum period of three years from the date of receipt of a withdrawal request to process and pay withdrawals.</p> <p>Withdrawals are generally processed quarterly on the first business day of each calendar quarter (withdrawal period) with a minimum of 90 days' notice (notice period) and on a 'best endeavours' basis.</p> <p>For each withdrawal period, the Responsible Entity may determine the aggregate amount of withdrawal proceeds that are available.</p> <p>If the aggregate amount of withdrawal requests exceeds the aggregate amount of withdrawal proceeds that the Responsible Entity has determined are available for the relevant withdrawal period the Responsible Entity will process withdrawal requests on a pro-rata basis. In this instance, you will receive a pro-rata amount dependent on the total percentage of withdrawal proceeds available for that withdrawal period. The remaining balance will be carried forward to the following withdrawal period.</p> <p>If the Responsible Entity determines that there are no withdrawal proceeds available for a withdrawal period, your withdrawal request will be carried forward to the following withdrawal period.</p>	'Processing your withdrawal' and 'Delay of withdrawal payments'

Investment and withdrawing (continued)	<p>All withdrawal amounts carried forward will be processed prior to any subsequent withdrawal requests received for the Fund.</p> <p>The above application and withdrawal provisions have been designed having regard to the illiquid nature of the Fund's investments in the private lending market. These withdrawal provisions will apply while the Fund is liquid as defined in the Corporations Act. If the Fund at any time is not liquid, you may only withdraw when we make an offer to withdraw to all investors, as required by the Corporations Act. Please see 'Withdrawal risk' in the 'Risks of investing in managed investment schemes' for more information.</p>	
Application transaction cut-off times	Valid application requests received in our Sydney office before 3:00pm Sydney time on the last business day of the month, (referred to as the application transaction cut-off time), will usually be processed using the unit price determined as at the close of business on the first business day of the next month. Business day means NSW business day.	
Withdrawal transaction cut-off times	Valid withdrawal requests received in our Sydney office before 3:00pm Sydney time on a business day will usually be processed using the unit price determined as at the first business day of the next calendar quarter, following the notice period.	
Distribution payments		'Additional information'
Frequency	The Fund generally pays distributions quarterly; however, there may be periods in which reduced or no distributions are paid and we do not guarantee any level of distributions.	
Payment methods	Reinvested into the Fund as additional units or paid to your nominated account. For indirect investors, distributions will be paid to your IDPS operator as soon as practicable after the end of the distribution period.	
Valuations and pricing		'Additional information'
Valuing the Fund's assets	The Fund's assets are valued no less than monthly.	
Unit pricing	Unit prices are calculated no less than monthly.	
Investor reporting		'Making, withdrawing and monitoring your investment'
Transaction confirmations	We generally send transaction confirmations for investments and withdrawals.	
Regular reporting	We send quarterly periodic statements as at 31 March, 30 June, 30 September and 31 December with details of transactions and any income distributions.	
Annual tax reporting	We send an annual tax statement.	

¹ We may, at our discretion, accept lower minimum transaction and balance amounts.

How we invest your money

Investment return objective	The Fund aims to achieve a superior return of Bloomberg AusBond Bank Bill Index +5% (after fees).
Minimum suggested investment timeframe	At least three to five years
Benchmark	Bloomberg AusBond Bank Bill Index
Risk level	<div style="text-align: center;">  </div> <p>Refer to 'Additional information about the Fund's investments' and 'Risks of investing in managed investment schemes' for further information about the Fund's risk.</p>
Description of the Fund	<p>The CIPAM Fixed Income team is a fundamentals driven, active investment manager that adopts a long term focus. The team aims to provide diversified sources of income by seeking opportunities, whilst maintaining capital stability.</p> <p>The Fund is intended to be suitable for investors who are happy to invest for at least three to five years and who understand that due to the Fund's investments in the private sector, it may take a longer period for the processing of your redemption request with a maximum period of three years permitted under the Fund's constitution for withdrawal requests to be processed and paid.</p> <p>For information on the Funds application and redemption provisions please see 'processing your withdrawal' and 'Delay of withdrawal payments' in the 'Additional information about withdrawing' section of this document.</p> <p>Investment approach</p> <p>The Fund is a floating rate multi-sector credit strategy focused on private lending opportunities primarily in Australia and New Zealand.</p> <p>The Fund aims to generate a consistent, high level of income by harvesting the illiquidity premium that exists between the public and private lending markets. By keeping spread duration low and focusing on floating rate loans, the Fund aims to have a low correlation to interest rates and broader equity markets.</p> <p>Due to the allocation to the private lending market where assets are traded less frequently, the Fund aims to provide investors with a higher return than if the Fund invested in the same securities within the public market. This is due to a decreased level of liquidity (fewer buyers and sellers) available, providing for a higher level of return to compensate for the time it may take to realise your investment.</p> <p>Investors should be aware of this liquidity trade-off when entering the Fund as there is the potential for delays in receiving your withdrawal proceeds as outlined in the 'Features at a glance table' above and the 'Processing your withdrawal' section.</p> <p>The CIPAM Fixed Income team's investment philosophy values taking a multi-strategy approach to credit investing, allowing for a broader opportunity set and ensuring improved risk/return outcomes for clients. The team believe a disciplined focus on understanding and quantifying credit, liquidity, and complexity risk premia is essential for active fixed income managers to exploit market inefficiencies.</p> <p>Investment universe and portfolio construction</p> <p>The investment universe may include, but is not limited to, corporate bonds, corporate loans, loans backed by commercial real estate, asset backed securities, cash investments and derivatives (for hedging purposes only).</p> <p>The Fund also invests in non-Australian dollar denominated securities with a maximum non-Australian dollar limit of 25%.</p>

Description of the Fund (continued)

When constructing a portfolio, the CIPAM Fixed Income team considers the following factors:

- **Geography /Macro:** to avoid situations where macro themes are the key valuation drivers as market shifts can be unpredictable and binary;
- **Sector/ Industry:** by focusing on sectors that have ongoing financing needs rather than opportunistic issuers;
- **Company/ Issuer:** by focusing on refinancing risk, cash flows, debt distribution, financing costs, covenants etc, and the engagement of the Management team (including monitoring key person risk, track record, and stability);
- **Deal structure:** by actively engaging with issuers, ensuring the structure aligns economic incentives of the issuer with clients, and managing the Fund with a preference for structures that incentivise deleveraging to aid refinancing.

The investment process is based on a thorough due diligence process starting with an initial screening of the investment opportunity looking at long-term macroeconomic themes and then conducting a relative value assessment. This is followed by sectoral reviews, quantitative analysis and an evaluation of ESG risk factors. The CIPAM Fixed Income team will also consider the current asset allocation and the mix of assets within the portfolio before following a robust credit risk assessment process for final approval.

Once an investment is executed, the team conducts ongoing monitoring of various factors, including sector allocation, liquidity, credit and interest rate risk, and the income distribution profile.

Derivatives

The Fund uses derivatives to hedge currency and interest rate risk only. Please see 'How the Fund uses derivatives' for more information.

Currency strategy

The Fund aims to hedge all non-Australian dollar denominated investments into Australian dollars. Please see 'Currency Risk' in the 'Risks of investing in managed investment schemes' for more information.

Strategic asset allocation ranges¹

Asset class	Min (%)	Max (%)
Corporate loans and bonds	40	100
Asset backed lending	0	60
Real estate lending	0	25

¹These are asset allocation ranges for the Fund. If market movements, investments into or withdrawals from the Fund, or changes in the nature of an investment, cause the Fund to move outside these ranges, or a limit set out in this PDS, this will be addressed by us or CIPAM as soon as reasonably practicable.

Labour standards or environmental, social or ethical considerations

CIPAM takes into account labour standards and environmental, social and ethical considerations when selecting, retaining or realising investments. CIPAM does not adhere to any particular set of standards but will consider general factors such as (but not limited to) climate change, biodiversity, energy resources and management, demographics, human rights, employee relations, supply chain management, business integrity, shareholder rights, incentive structures and fiduciary duty. While not screening out specific sectors, the team has adopted an integration and engagement approach, particularly focused on private lending activities where the ability to drive positive change is far greater. The team's philosophy is based on aiming to generate excess returns for clients by increasing the cost of capital for borrowers with ESG issues and actively engaging with these borrowers to mitigate or eliminate any ESG issues, thereby reducing risk premia to the benefit of its clients.

Changes to investment policy

The Constitution permits a wide range of investments and gives us, as Responsible Entity, broad investment powers. We may change the investment manager and/or vary the investment objectives, strategies, benchmarks, asset allocation ranges and processes of the Fund. We will give unitholders written notice of any material variation which we believe they would not have reasonably expected.

Additional information about the Fund's investments

About the Fund's risk level

The risk level, also known as the Standard Risk Measure, is based on the estimated number of negative annual returns that a managed investment scheme may experience in any 20-year period. In other words, it is a measure of the expected variability of the return of the Fund.

The Fund's anticipated risk level is 'Medium risk' – the Fund offers the potential for favourable returns over the long term with some income but could potentially exhibit moderate levels of volatility over the short to medium term. The estimated number of negative annual returns in any 20-year period based on this risk level is approximately between 2 and 3. Note that this is an estimate only. Negative annual returns may or may not occur in consecutive years and, should they be negative, the estimate does not indicate the size of the potential negative return (which may vary considerably from strategy to strategy).

The stated risk levels are based on industry guidance and are designed to allow investors to compare investments with different investment strategies and characteristics. However, investment managers and investment administrators may employ different methodologies to determine a risk level and therefore may not be representative of the same considerations. Furthermore, it is not a complete assessment of the risks of investing, nor does it indicate if an investment strategy is designed to meet an investor's investment objectives.

For further information, or to ask about the methodology for determining the risk level, please call our Investor Services team.

Borrowings of the Fund

The Fund's constitution allows for borrowing; however, we will generally not borrow on behalf of the Fund, except from time to time to cover short-term cash flow needs or if emergency or extraordinary situations arise. Borrowings may be from a variety of sources, including related entities. Where funds are borrowed from related entities, the terms are set on a commercial and arm's length basis and will be for reasonable remuneration.

The availability and terms of borrowings are subject to the market for borrowings (including market conditions in debt and other markets) and therefore borrowings may not always be available. Lenders may refuse to provide borrowings, renew an existing borrowing facility or refuse

to renew on commercially acceptable terms. This may be for reasons specific to the Fund or due to market-wide events.

We may change the lending financial institution (if any) from time to time and may also seek to vary the terms of any borrowing facility where it is believed it would be in the best interests of unitholders.

Asset allocation ranges

The Fund gains exposure to various investment markets and asset classes by investing into direct assets and/or indirectly via managed funds. References to asset allocations are references to the exposure of the Fund, not necessarily the physical unit or security held.

Refer to 'How we invest your money' for strategic asset allocations for the Fund.

If market movements, investments into or withdrawals from the Fund, or changes in the nature of an investment cause the Fund to exceed these asset allocations, or a limit set out in the PDS, this will be addressed by us or CIPAM as soon as reasonably practicable.

Transactions involving related parties

The Fund may transact with related parties of the Responsible Entity either as a buyer or a seller. Accordingly, any transactions involving related parties or the interest of related parties must be at arm's length, using prices determined in accordance with our security pricing policy, and comply with the asset allocation parameters and liquidity requirements for the Fund. Furthermore, the Responsible Entity and CIPAM must adhere to Challenger Limited's related party transaction policy which establishes a protocol for negotiating and entering transactions between entities in the Challenger group.

Allocation of investments

The CIPAM Fixed Income team must adhere to its allocations policy when allocating investments and divestments to ensure they are made on a fair and reasonable basis.

How the Fund uses derivatives

The Fund may at times invest in or obtain exposure to derivatives, such as futures and options, foreign exchange forwards and cross currency swaps.

The term 'derivative' is used to describe any financial product that has a value that is derived from another security, liability, or index.

Derivatives may be used to gain exposure when they offer a more cost-effective way of purchasing the underlying security. Derivatives can be used to implement

investment decisions (including hedging), managing the duration of the Fund, and as a risk management tool (such as managing the effect of interest rates or foreign currency movements). They may also be used to adjust or implement investment decisions and to gain, or avoid, exposure to a particular market rather than purchasing physical assets. The Fund will only use derivatives for the hedging of currency and interest rate risk.

The Fund's constitution permits the use of derivatives; however CIPAM does not intend to gear the Fund through the use of derivatives. If market movements, investments into or withdrawals from the Fund, or changes in the nature of an investment result in the Fund being geared through derivatives, this will be addressed by CIPAM or us as soon as reasonably practicable. Where the Fund uses derivatives, CIPAM aims to manage the Fund so as to keep sufficient liquid assets in the Fund to meet all obligations associated with the derivatives.

The use of derivatives may expose the Fund to certain risks. Please refer to 'Derivative risk' for more information.

Labour standards or environmental, social or ethical considerations

The Responsible Entity (Fidante Partners) has delegated investment decisions for the purposes of selecting, retaining or realising investments for the Fund to CIPAM who operates the Fund in accordance with the investment management agreement. Fidante Partner's parent Challenger Limited is a member of The PRI Association (PRI), a leading promoter of responsible investment practices supported by the United Nations. Fidante Partners incorporates consideration of environmental, social and governance considerations when selecting, appointing and monitoring investment managers. Fidante Partners does not adhere to any particular set of labour standards, environmental, social and ethical considerations.

CIPAM takes into account labour standards and environmental, social and ethical considerations when selecting, retaining or realising investments. CIPAM does not adhere to any particular set of standards but will consider general factors such as (but not limited to) climate change, biodiversity, energy resources and management, demographics, human rights, employee relations, supply chain management, business integrity, shareholder rights, incentive structures and fiduciary duty.

These factors are incorporated into CIPAM's research process by analysing the investment's ESG performance. As an investor CIPAM applies a relative value approach, integrating ESG risk factors into its pricing and valuation considerations. The focus of ESG analysis is largely to identify and protect against significant event risk that can impact issuer/originator creditworthiness and that of asset cover pools.

CIPAM will continue to monitor ESG related issues throughout the term of the investment. Changes in such matters may impact on whether the investment is retained, and how CIPAM interacts with the issuer/originator.

For more information on CIPAM's ESG Policy please contact our client services team on 13 51 53 or email info@fidante.com.au.

Risks of investing in managed investment schemes

All investments carry risk. Different strategies carry different levels of risk depending on the assets that make up the strategy. Generally, assets with the potential for the highest long-term returns may also carry the highest level of risk.

When investing in an MIS, it is important to note that the value of assets in the MIS and the level of returns will vary. No return is guaranteed. Future returns may differ from past returns and investors may lose some or all of

their money invested. Additionally, laws (including tax laws) that affect MIS may change in the future, which may have an adverse effect on the returns of MIS,

The level of acceptable risk will vary across investors and will depend upon a range of factors such as age, investment timeframe, where other parts of the investor's wealth is invested and the investor's level of risk tolerance.

Risks of investing in managed investment schemes

Risk	Explanation
Asset backed securities risk	<p>The value of asset backed securities are affected by the value and cashflow of the underlying collateral. Asset backed securities are subject to more structural and legal complexities than other fixed income securities.</p> <p>Risks associated with asset backed securities include credit risk, liquidity risk and interest rate risk. These risks could impact the timing and size of the cashflows paid by the securities and could negatively impact the returns of the securities.</p>
Collateral risk	<p>The Fund enters into derivatives arrangements that require it to deliver (or 'post') collateral to the derivative counterparty or clearer. As a result, the Fund may be exposed to certain risks in respect of that collateral including the credit risk of the counterparty or clearer.</p>
Counterparty risk	<p>The Fund is, to a certain extent, reliant on external counterparties in connection with its operation and investment activities. There is a risk with these arrangements that the other party to a contract (such as derivatives contract, physical security or foreign exchange contract trade) may fail to perform its contractual obligations either in whole or part (refer to 'Credit risk' for more information). In such circumstances, any collateral lodged with counterparties related to these derivatives may also be at risk. This may result in the investment activities of the Fund being adversely affected.</p>
Credit risk	<p>The risk that the issuer of the fixed income security (e.g. asset backed security, corporate bond, corporate loan or derivative counterparty) is unable or unwilling to make interest and/or capital repayments in full and/or on time, or may not meet other financial obligations. Fixed income securities are subject to legal, political, macro-economic, industry and business risks which may lead to a loss of capital or interest payments.</p> <p>Losses may be complete or partial and may occur at any time depending on the extent of financial deterioration, the position of the fixed income security in the capital structure of the issuer or whether the fixed income security has security of assets in the case of default.</p> <p>Fixed income securities are generally assigned a credit rating from rating agencies such as Standard and Poor's or Moody's Investor Services. A credit rating is only an opinion of creditworthiness that is subject to change. Credit risk is generally considered to be lower with investment grade credit quality fixed income securities and moves increasingly higher, the further down the credit quality spectrum.</p> <p>Deterioration in the creditworthiness of an issuer is likely to lead to volatility in the fixed income security secondary market price. A downgrade in credit rating may impact the spread causing the value of a fixed income security to fall.</p>
Currency risk	<p>Some investments held by the Fund may be denominated in a currency different to Australian Dollars. The value of these investments may fluctuate in Australian dollar terms because of fluctuations in currency exchange rates.</p> <p>As an example, a rise in the Australian dollar relative to other currencies may negatively impact investment value or returns. Conversely, a decline in the Australian dollar relative to other currencies may positively impact investment returns.</p> <p>The Fund aims to hedge all non-Australian dollar denominated investments into Australian dollars. However, it should be noted that such hedging strategies could also reduce the potential for increased gains where the value of that currency increases relative to the Australian dollar.</p>

Derivative risk

The value of a derivative is linked to the value of an underlying asset and can be volatile. While the use of derivatives offers the opportunity for higher gains, it can also magnify losses to the Fund. Risks associated with using derivatives might include the value of the derivative failing to move in line with that of the underlying asset, potential illiquidity of the derivative, the Fund not being able to meet payment obligations as they arise or the risk that the other party with whom the derivative contract is held will fail to perform its contractual obligations (refer to 'Counterparty risk') (and 'Collateral risk').

CIPAM does not intend to gear the Fund through the use of derivatives. CIPAM aims to keep derivative risk to a minimum by:

- constantly monitoring the Fund's use of derivatives;
- aiming to ensure that the Fund keeps sufficient liquid assets to meet all obligations, costs, liabilities and potential losses associated with derivatives; and
- entering into derivative contracts with reputable counterparties.

Fixed income security risk

A fund investing in fixed income securities may experience a decline in income where market interest rates are falling and securities are reinvested at a lower yield. The impact of interest rate risk will largely depend on the term to maturity of the security. Refer to 'Interest rate risk' for further information.

There are a number of additional risks which can result in significant variability in investment returns and a loss of income or capital value, including market risk and credit risk. The level of credit risk will generally depend on the creditworthiness of the security issuer. Refer to 'Credit risk' for further information.

Investors are also exposed to risks associated with the terms and conditions of the individual financial security.

Fund risk

Fund risk refers to specific risks associated with the Fund, such as termination, changes to fees, or changes in government policies (including taxation, investment sanctions, regulations and laws) that may affect the Fund or investors in the Fund. We may close the Fund to further investments if, for example, we consider it appropriate given the investment objective and investment strategy of the Fund. We may also terminate the Fund by notice to unitholders.

Your investment in the Fund is governed by the terms of the constitution and the PDS of the Fund (each as amended from time to time), the Corporations Act (where applicable), and other laws. The value or tax treatment of an investment in the Fund or its underlying assets, or the effectiveness of the Fund's trading or investment strategy may also be adversely affected by changes in government policies (including taxation), regulations and laws, or changes in generally accepted accounting policies or valuation methods. Such changes could also make some investors consider the Fund to be a less attractive investment option than other investments, prompting greater than usual levels of withdrawals, which could have adverse effects on the Fund.

There is also a risk that investing in the Fund may give different results from holding the underlying assets of the Fund directly because of:

- income or capital gains accrued in the Fund at the time of investing; and
- the consequences of investment and withdrawal decisions made by other investors in the Fund; for example, a large level of withdrawals from the Fund may lead to the need to sell underlying assets which would potentially realise income and/or capital gains.

We aim to manage these risks by monitoring the Fund and by acting in investors' best interests. In the event of winding up the Fund, we will realise all the Fund's assets, which will generally result in the crystallisation of tax positions (both income and capital) at that time.

High yield bond risk

High yield bonds rated sub-investment grade, or bonds which are unrated but judged to be of comparable quality with sub-investment grade bonds, may be more volatile than higher-rated bonds of similar maturity. High yield bonds may be subject to greater levels of credit default. High yield bonds may be less liquid and more difficult to sell at an advantageous time or price or to value than higher-rated bonds.

Interest rate risk

The market price of fixed income securities (such as bonds) can be affected by movements in interest rates. For example, when interest rates rise, the capital value of the bond tends to fall and vice versa. Generally, the longer the maturity (or duration) of the bond, the greater the impact that a given change in interest rates will have on the value of that bond.

Liquidity risk

Liquidity risk is the risk that the Fund will not have adequate cash resources to meet its short-term financial commitments as they fall due (including meeting the Fund's objective and investors' expectations for payment of redemptions).

Liquidity risk may also occur due to the absence of an established market or a shortage of buyers for an investment which can result in a loss if the holder of the investment needs to sell it within a particular timeframe.

Liquidity risk can also occur due to pandemics and other widespread public health emergencies such as the outbreak of COVID-19 which may cause volatility and declines in markets for financial assets (refer to 'Market risk' below) which in turn may impact the liquidity of the Fund.

Certain investments may be typically less liquid than other investments or pose a higher risk of becoming illiquid during times of market stress. The less liquid the investment, the more difficult it may be to sell the investment when it is desirable to do so or to realise what the investment manager perceives to be fair value in the event of a sale.

If an investor or a group of investors in a fund with exposure to less liquid assets seek to make large withdrawals, then selling assets to meet those withdrawals may result in a detrimental impact on the price we receive for those assets. In certain circumstances, we may suspend or otherwise restrict withdrawals (refer to 'Withdrawal risk') to allow sufficient time for a more orderly liquidation of assets to meet the withdrawals.

The liquidity risk factors above have been considered in designing the application and withdrawal provisions specific to the Fund.

Due to the Fund's investments in the less liquid private lending market, the Fund offers quarterly withdrawals with a minimum 90 day notice period and on a 'best endeavours' basis. Please see 'Making and withdrawing your investment' in the 'Features at a glance' section for more information. This provides the investment manager with time to liquidate assets orderly, reducing the need for a forced sale resulting in a detrimental impact on the price received and performance of the Fund overall.

Market risk

The Fund may experience investment losses due to factors that result in market volatility and disruption and affect the overall performance of the financial markets. These events may include changes in spreads, macro-economic, regulatory, social and political conditions, weather events, terrorism, changes in technology, the environment and market sentiment and pandemics and other widespread public health emergencies including outbreaks of infectious diseases such as COVID-19.

Often assets from less developed regions or markets display higher levels of volatility of investment return than assets in mature markets.

Service provider risk

The Fund maybe reliant on external service providers in connection with their operation, such as the custodian. There is a risk with these arrangements that the service providers may default in the performance of their obligations or seek to terminate the services with the result that the Fund may be required to seek an alternative supplier and, in the interim, investment activities and other functions of the Fund may be affected.

Withdrawal risk

If a situation occurs where the assets that the Fund invests in are no longer able to be readily bought and sold, or market events reduce the liquidity of a security or asset class, there is a risk that the generally applicable timeframe for meeting withdrawal requests may not be able to be met. This is because it may take longer to sell these types of investments at an acceptable price. In this case, withdrawals from the Fund may take significantly longer than the generally applicable timeframe and may need to be suspended (see 'Suspending withdrawals' for more information).

Due to the Fund's investments in the less liquid private lending market, where assets are traded less frequently, the Fund offers quarterly withdrawals with a minimum 90 day notice period and on a 'best endeavours' basis. However, given the illiquid nature of the assets, investors in the Fund must be aware that it may take significantly longer to receive the withdrawal proceeds than the generally applicable timeframe specified above in the 'Features at a glance table'. For example, withdrawal requests may be carried over to subsequent withdrawal periods or withdrawals may be suspended. Please see 'Making and withdrawing your investment' in the 'Features at a glance' table and 'Suspending withdrawals' for more information.

The maximum timeframe in which we, as Responsible Entity, have to meet a withdrawal request is set out in the constitution of the Fund. Where the Fund is not liquid (as defined in the Corporations Act), you may only withdraw when we make an offer to withdraw to all investors, as required by the Corporations Act. Please refer to 'Additional information about withdrawing' for further information about an investor's ability to withdraw when the Fund is liquid, including the timeframes, and an investor's ability to withdraw if the Fund is not liquid.

Fees and other costs

DID YOU KNOW?

Small differences in both investment performance and fees and costs can have a substantial impact on your long term returns. For example, total annual fees and costs of 2% of your account balance rather than 1% could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100,000 to \$80,000). You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs. You may be able to negotiate to pay lower fees. Ask the fund or your financial adviser.

TO FIND OUT MORE

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** Moneysmart website (www.moneysmart.gov.au) has a managed funds fee calculator to help you check out different fee options.

This section shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, from the returns on your investment or from the assets of the managed investment scheme as a whole. Taxes are set out under 'How managed investment schemes are taxed' in this document. You should read all the information about fees and costs because it is important to understand their impact on your investment.

Fees and costs summary

CIPAM Multi-Sector Private Lending Fund - Class P		
Type of fee or cost	Amount ⁶	How and when paid
Ongoing annual fees and costs		
Management fees and costs ^{1,2,3,4} The fees and costs for managing your investment	The management fees and costs of the Fund are 0.75% p.a. of the net asset value of the Fund	The amount quoted is made up of the following three components: Management fees, which are calculated and accrued daily and paid monthly in arrears from the Fund's assets on or around the last business day of the month. Indirect costs (if any), which are deducted from the Fund's assets, accrued daily in the net asset value, and then paid as and when due. Recoverable expenses, which may be abnormal operating expenses (if any) that, if charged, will be deducted from the Fund's assets, and paid as incurred; and/or normal operating expenses and investment expenses, which are paid out of the management fee.
Performance fees Amounts deducted from your investment in relation to the performance of the product	Not applicable	Not applicable
Transaction Costs ⁵ The costs incurred by the scheme when buying or selling assets	The net transaction costs are estimated to be 0.00% p.a. of the net asset value of the Fund	Transaction costs are deducted from the assets of the Fund as and when they are incurred (where not otherwise recovered through the buy/sell spread).

Member activity related fees and costs (fees for services or when your money moves in or out of the scheme)		
<i>Establishment fee</i> The fee to open your investment	Not applicable	Not applicable
<i>Contribution fee</i> The fee on each amount contributed to your investment	Nil	Not applicable
<i>Buy-sell spread</i> An amount deducted from your investment representing costs incurred in transactions by the scheme	+0.50%/-0.00% of the investment or withdrawal amount	Charged at time of transaction and paid into the Fund when you invest in or withdraw from the Fund. The spread is reflected in the unit price.
<i>Withdrawal fee</i> The fee on each amount you take out of your investment	Nil	Not applicable
<i>Exit fee</i> The fee to close your investment	Not applicable	Not applicable
<i>Switching fee</i> The fee for changing your investment options	Nil	Not applicable

- 1 Unless otherwise stated, all fees and costs are quoted gross of income tax and any Goods and Services Tax (**GST**) and reduced by any input tax credits (**ITCs**) or reduced input tax credits (**RITCs**) as applicable. Where available, the prescribed RITC rate is currently 55% or 75%, depending on the nature of the fee or cost incurred. Due to the impact of GST, ITC and RITC calculations, actual fees may vary slightly from those stated and may be rounded to two decimal places.
- 2 For certain wholesale clients (as defined in the Corporations Act) we may, at our discretion, negotiate, rebate or waive all or part of our fees. Please refer to 'Can fees be different for different investors?' in 'Fees and other costs'.
- 3 All estimates of fees and costs in this section are based on information available as at the date of this PDS and reflect the Responsible Entity's reasonable estimates of the typical fees for the current financial year. The costs component of management fees and costs is based on the Responsible Entity's estimate of the costs for the current financial year (adjusted to reflect a 12-month period). All figures have been rounded to two decimal places. Please refer to 'Management fees and costs' under the heading 'Additional explanation of fees and costs' for more information on management fees and costs.
- 4 Please refer to 'Other payments' under the heading 'Additional explanation of fees and costs' for more information on costs that may be payable.
- 5 Transaction costs are the costs associated with the buying and selling of the Fund's assets. These costs include brokerage, settlement costs, clearing costs, stamp duty and other government taxes or charges and include the transactional and operational costs incurred by the underlying assets. Transaction costs are recovered from the assets of the Fund as and when they are incurred. The transaction costs are based on the Responsible Entity's estimate of the costs for the current financial year (adjusted to reflect a 12-month period).
- 6 'Nil' means there is an entitlement under the constitution but we have elected not to charge it. 'Not applicable' means there is no entitlement for us to charge this fee.

Example of annual fees and costs for the Fund

This table gives an example of how the ongoing annual fees and costs in the Fund can affect your investment over a 1-year period. You should use this table to compare this product with products offered by other managed investment schemes.

EXAMPLE - CIPAM Multi-Sector Private Lending Fund - Class P	BALANCE OF \$100,000 WITH A CONTRIBUTION OF \$10,000 DURING YEAR	
Contribution Fees	Nil	For every additional \$10,000 you put in, you will be charged \$0
Plus Management fees and costs	0.75% p.a. of the net asset value of the Fund	And , for every \$100,000 you have in the Fund, you will be charged or have deducted from your investment \$750 each year.
PLUS Performance fees	Nil	And , you will be charged or have deducted from your investment in performance fees each year.
PLUS Transaction costs	0.00% p.a. of the net asset value of the Fund	And , you will be charged or have deducted from your investment \$0 in transaction costs.
EQUALS Cost of the Fund		If you had an investment of \$100,000 at the beginning of the year and you put in an additional \$10,000 during that year, you would be charged fees of and costs of: \$750 What it costs you will depend on the investment option you choose and the fees you negotiate.

! This example assumes that the \$10,000 contribution is made at the end of the year and the value of the investment is otherwise consistent, therefore the management fees and costs associated above are calculated using the \$100,000 balance only. Please note that this is just an example. In practice, actual investment balances will vary daily and the actual fees and expenses we charge are based on the value of the Fund, which also fluctuates daily. Additional fees may apply. Please note that this example does not capture all the fees and costs that may apply to you such as the buy/sell spread. For a detailed explanation about all of the fees and costs that apply see the fees and costs summary above.

Additional explanation of fees and costs

Management fees and costs

The costs component of management fees and costs in the 'Fees and costs summary' is based on the Responsible Entity's estimate of the costs for the current financial year (adjusted to reflect a 12 month period). All figures have been rounded to two decimal places.

You should refer to the Fund's website at www.cipam.com.au from time to time for any updates which are not materially adverse to investors.

The total management fees and costs for the Fund, outlined in the 'Fees and costs summary' above include the management fee, indirect costs and recoverable expenses. They do not include the performance fees (if payable), the Fund's buy/sell spread or the transaction costs of underlying assets (as set out below).

The Fund's management fees and costs are payable from the Fund's assets and are not paid directly from your account. Each of these are explained further below.

For details of the maximum fees permitted under the constitution of the Fund, please refer to 'Maximum allowable fees'.

Management fee

This is the fee charged for managing the investments, overseeing the Fund's operations and providing access to the Fund. The management fee of the Fund is 0.75% p.a. of the net asset value of the Fund. It is calculated and accrued daily as a percentage of the net asset value of the Fund and payable monthly in arrears.

Indirect costs

Indirect costs are those amounts paid from the assets of the Fund that we know or, where required, reasonably estimate will reduce the return of the Fund or the amount or value of the income of, or property attributable to, the Fund or an underlying managed fund in which the Fund invests. Indirect costs do not include the management fee, performance fee, or recoverable expenses as set out in this section.

Indirect costs of the Fund are estimated to be 0.00% p.a. of the Fund's net asset value.

Recoverable expenses

Normal operating expenses

We currently pay the normal operating expenses of the Fund (e.g. custody fees, audit fees, accounting fees, legal and regulatory fees) from the management fee and will not, without notice, recover these from the Fund's assets.

Abnormal expenses

We may recover abnormal expenses (such as costs of unitholder meetings, changes to the Fund's constitution and defending or pursuing legal proceedings) from the Fund's assets. Whilst it is not possible to estimate such expenses with certainty, we anticipate that the events that give rise to such expenses will not occur regularly. In circumstances where such events do occur, we may decide not to recover these abnormal expenses from the Fund's assets.

The management fees and costs set out in the 'Fees and costs summary' above include abnormal expenses of 0.00% p.a. of the net asset value of the Fund, which is the amount actually incurred by the Fund for the previous financial year including the Responsible Entity's reasonable estimates where information was unavailable at the date of this PDS. If abnormal expenses are charged, they will be recovered from the Fund's assets when they are incurred. The amount quoted is not an indication or guarantee of the amount that may be charged in the future. At the date of this PDS, there is no intention to hold a unitholder meeting nor are we aware of any legal proceedings the Fund may be a part of that may require us to recover associated abnormal expenses from the Fund.

Investment expenses

We currently pay the standard investment management costs of the Fund from the management fee.

Performance fee

The Responsible Entity does not have a right to charge a performance fee under the constitution of the Fund.

Transaction costs

Transaction costs are the costs associated with the buying and selling of the Fund's assets. These costs include brokerage, settlement costs, OTC derivative costs, clearing costs, stamp duty and other government taxes or charges and include underlying security buy/sell spreads and the transaction costs incurred by the underlying assets.

The total gross transaction costs incurred by the Fund for the last financial year were approximately 0.01% p.a. of the net asset value of the Fund, including the Responsible Entity's reasonable estimates where information was unavailable at the date of this PDS. The transaction costs shown in the 'Fees and costs summary' are net of any amount recovered by the buy/sell spread. The net transaction costs of the Fund (representing the total gross transaction costs minus the total amount recovered through the buy/sell spread of (+0.50%/-0.00%) incurred for the last financial year were 0.00% p.a. of the net asset value of the Fund, including the Responsible Entity's reasonable estimates where information was unavailable at the date of this PDS.

Transaction costs are not included in the management fees and costs. Instead they are paid from the assets of the Fund as and when they are incurred and therefore (where not otherwise recovered through the buy/sell spread) are an additional cost to you.

Total fees and costs

Based on the estimated costs outlined in this section, the estimated total of the amounts for management fees and costs, performance fees and net transaction costs is estimated as 0.75% p.a. of the net asset value of the Fund. The dollar figure of these estimated total management fees and costs, performance fees and net transaction costs based on an investment balance of \$100,000 is \$750.

Buy/sell spreads

The buy/sell spread is a type of transaction cost that the Responsible Entity may charge to investors to recover some or all of the transaction costs of the Fund. The purpose of the buy/sell spread is to ensure that only those investors transacting in the Fund's units at a particular time bear the Fund's costs of buying and selling the Fund's assets as a consequence of their transaction.

The buy/sell spread for the Fund is stated as a percentage of the investment or withdrawal amount and is the difference between the investment unit price and the withdrawal unit price. It reflects an estimate of the transaction costs expected to be incurred in buying and selling the Fund's assets as a result of investments and withdrawals made by investors.

This estimate may take into account factors such as (but not limited to) historical transaction costs and anticipated levels of investments and withdrawals. It is expected that brokerage will make up the vast majority of transaction costs.

The current buy/sell spread of the Fund is +0.50%/-0.00%; however a different buy/sell spread may apply if the estimate changes.

We have discretion to waive or reduce the transactional and operational costs on investments or withdrawals where no or reduced costs are incurred. We will provide notification to unitholders of any changes to buy/sell spread transaction costs on the CIP Asset Management website.

Any difference between total gross transaction costs and the amounts recovered from the buy/sell spread from transacting investors is an additional cost that is borne by all investors of the Fund.

Please note that while the buy/sell spread is an additional cost to you, it is not a fee paid to us or CIPAM. It is paid to the Fund and is reflected in the Fund's unit price.

Buy/sell spread example

- The current buy spread on an investment in the Fund is +0.50%. Therefore, the cost of an investment of \$100,000 into the Fund would be \$500.
- The current sell spread on a withdrawal from the Fund is -0.00%. Therefore, the cost on a withdrawal of \$100,000 from the Fund would be \$0.

Please note that this is just an example. In practice, actual transaction costs will depend on the amount you invest or withdraw.

Can fees be different for different investors?

Yes; we may negotiate, rebate, or waive fees for wholesale clients (as defined in the Corporations Act), where permitted by law. We do not negotiate fees with retail investors.

Borrowing costs

Borrowing costs are the costs associated with borrowing money or securities. The Fund may enter into borrowing facilities and, if so, the costs of a borrowing facility would be deducted from the Fund and not paid for by us from the fees we receive.

Government charges and GST

Government taxes such as stamp duty and Goods and Services Tax (**GST**) may apply to the Fund or your investment. Unless otherwise stated, all fees and costs are quoted inclusive of any GST and net of any input tax credits (**ITCs**) or reduced input tax credits (**RITCs**) that are expected to be available to the Fund.

Where RITCs are available, the prescribed rate is currently 55% or 75%, depending on the nature of the fee or cost incurred. Please refer to 'How managed investment schemes are taxed' for additional information on GST.

Maximum allowable fees

The Constitution allows certain maximum fees (see table below), and allows for expenses of the Fund (whether normal or abnormal expenses), such as registry, audit, taxation, advice, investment management and offer document costs to be paid directly from the Fund.

Fee	Maximum amount
Contribution fee (currently not charged)	5.00% of the contribution amount
Management fee (currently charged at 0.75% p.a.)	3.00% p.a. of the net asset value of the Fund
Withdrawal fee (currently not charged)	5.00% of the withdrawal amount
Switching fee (currently not charged)	\$50 (CPI adjusted each year)

The Constitution does not place any limit on the amount of the expenses that can be paid from the Fund.

Can fees change?

All fees can change. Reasons for this might include changing economic conditions and changes in regulation. We will give unitholders 30 days' written notice of any proposed increase in fees. We cannot charge more than the Constitution allows. If we wish to raise fees above the amount allowed for in the Constitution, we would first need to obtain the approval of unitholders. We also reserve the right to waive or reduce any of the fees and costs described in this PDS without prior notice.

Indirect (or alternative form) remuneration

We may provide benefits to other financial services intermediaries where the law permits. If we do, we will provide these benefits from our own resources so that they are not an additional cost to the Fund or its unitholders.

We maintain a register (in compliance with the relevant regulatory requirements) summarising alternative forms of remuneration that are paid or provided to Australian financial services licensees and/or their representatives. Registers are publicly available and if you would like to review our register, please contact us.

Making, withdrawing and monitoring your investment

Each person should obtain and consider the Fund's PDS before making a decision about whether to acquire or continue to hold the Fund. A copy of the Fund's PDS can be obtained from your financial adviser, our Investor Services team on 13 51 53, or at www.fidante.com.au. The information in the table below applies to Direct Investors only. If you are an indirect investor, you will need to comply with any requirements set by your IDPS operator. Please refer to 'Indirect investors' for further information.

Please note that when making an investment, (whether initial or additional investments) the funds must come from an account held in your name. Similarly, withdrawals/distributions from your investment must also be paid to an account held in your name. Please note that 3rd party payments are not accepted.

	Minimum amounts ¹	How to lodge your request	More information
Initial investment	\$100,000	<p>The Fund only accepts investments from institutional, wholesale and sophisticated investors (as defined by the Corporations Act 2001 (Cth)).</p> <p>Applications are processed monthly on the first business day of each month with a minimum of 1 business day's notice to be provided by a potential investor.</p> <ul style="list-style-type: none"> complete and sign the relevant Application Form available on the CIP Asset Management website; complete the relevant identity verification requirements (depending on what investor type you are) and include all required customer identity verification documents; if making your investment via direct debit, you will need to complete the direct debit request section of the relevant Application Form. All direct debits are subject to the Direct Debit Request Service Agreement available on the CIP Asset Management website; if making your investment via Electronic Funds Transfer, please transfer funds with your investor name as a reference at the same time as posting your application. Payment details are outlined on the relevant Application Form; if making your investment via cheque, make the cheque payable to 'Fidante Partners Limited Application Account <name of investor(s)>' and attach it to your application form. 	'Additional information about making an investment', 'application transaction cut off time' and 'Customer Identification Program'
One-off additional investment	\$10,000	<ul style="list-style-type: none"> complete and sign the Application Form available on the CIP Asset Management website; if making your investment via direct debit, you will need to complete the direct debit request section of the relevant Application Form. All direct debits are subject to the Direct Debit Request Service Agreement available on the CIP Asset Management website; if making your investment via Electronic Funds Transfer, please transfer funds with your investor name as a reference at the same time as posting your application. Payment details are outlined on the relevant Application Form; if making your investment via cheque, make the cheque payable to 'Fidante Partners Limited Application Account <name of investor(s)>' and attach it to your application form. 	'Additional information about making an investment'

Withdrawals	Nil per withdrawal, subject to maintaining the minimum balance in the Fund	<p>Under the Fund's constitution, the Responsible Entity has a maximum period of three years from the date of receipt of a withdrawal request to process and pay withdrawals.</p> <p>The Fund generally processes withdrawals quarterly, on the first business day of each calendar quarter, with a minimum of 90 days' notice to be provided by the investor and on a 'best endeavours' basis.</p> <ul style="list-style-type: none"> • write a letter, including: <ul style="list-style-type: none"> - your account number; - the full name(s) in which your investment account is held; - the amount (dollars or units) you wish to withdraw; - method of payment; or • via telephone or fax (subject to certain restrictions; please refer to 'Telephone and fax instructions'). 	'Additional information about withdrawing', 'Withdrawal transaction cut-off time' and 'Telephone and fax instructions'
Transferring ownership	\$100,000	Subject to conditions as required by law or that we, from time to time, prescribe.	'Transferring ownership'

1. We may accept lower minimum transaction amounts at our discretion.

Additional information about making an investment

Initial Investments

The Fund only accepts investments from institutional, wholesale and sophisticated investors (as defined by the Corporations Act 2001 (Cth)).

You can access the Fund:

- As a Direct Investor – by completing the relevant Application Form.

Direct Investors

Details of how to make your initial investment are outlined in the 'Making, withdrawing, and monitoring your investment' table. Once you have made your initial investment in the Fund, you can make additional one-off investments.

- As an Indirect Investor – through your IDPS operator.

Each person should obtain and consider the Fund's PDS before making a decision about whether to acquire or continue to hold the Fund. A copy of the Fund's PDS can be obtained from your financial adviser, our Investor Services team on 13 51 53, or at www.cipam.com.au.

Indirect Investors

You should contact your IDPS operator for more information regarding your investment in the Fund.

Additional one-off investments

If you wish to make additional investments in the Fund, please download a copy of the current PDS and any disclosure updates. A paper copy of all these documents are available free of charge by visiting the CIP Asset Management website or by calling 13 51 53.

Direct Investors

If you wish to make additional investments in the Fund, complete the relevant sections of the relevant Application Form, available from www.cipam.com.au. You must ensure all relevant sections of the Application Form are complete.

Please ensure you have considered the Fund's PDS before making a decision about whether to make an additional investment in the Fund. A copy of the Fund's PDS can be obtained from your financial adviser, our Investor Services team on 13 51 53, or at www.cipam.com.au.

For direct investors, additional investments can be made via direct debit, electronic funds transfer, or cheque. If making your additional investment via direct debit, you will need to complete the relevant direct debit facility section on the Application Form.

All direct debits are subject to the Direct Debit Request Agreement which is available on the CIP Asset Management website and contains details of how to make payments via electronic funds transfer.

Alternatively, if you are making your additional investment via cheque, you can send us written instructions. Please attach your cheque to the instructions and ensure the instructions include:

- your account number;
- the full name(s) in which your investment account is held;
- the amount you wish to invest; and
- a daytime telephone number.

Indirect Investors

You must complete the documentation which your IDPS operator requires.

Incomplete or rejected application forms

Under the Fund's constitution, we can accept or reject any application for units and are not required to give any reason or grounds for such a refusal.

Monies from incomplete applications will generally be held on trust for a maximum period of 30 days in a non-interest bearing account commencing on the day we receive the monies. After this period, your funds will be returned to the source of payment.

Once we receive your completed application form, the monies held will be divided by the next determined unit price to calculate the number of units that will be allocated to you.

Customer Identification Program

Direct Investors

To address money laundering and terrorism risks, verification of each customer's identity is a prerequisite for all new customers starting an investment. The requirements to verify each customer's identity will depend on what type of investor you are, e.g. individual or company etc.

You will be required to provide certified copies of your identity verification documents directly to us (refer to 'Who can certify' for a list of who can certify these documents). If the Application Form is signed under

Power of Attorney we will also require a certified copy of the Power of Attorney document and a specimen signature of the attorney.

Under relevant laws, we may be required to ask you for additional identity verification documents and/or information about you, anyone acting on your behalf, or any related persons that are beneficial owners in relation to your investment, either when we are processing your investment request or at some stage after we have issued units in the Fund. We may pass any information we collect and hold about you or your investment to the relevant government authority.

Identity verification documents

You will be required to provide valid identity verification documentation when you invest. The actual documentation required will depend on whether you are an individual investor or a non-individual investor such as a superannuation fund, a trust or a company.

We have outlined the specific documentation required in the relevant Application Form. If any documentation you provide is not in English, it must be accompanied by an original copy of an English translation prepared by an accredited translator. If we do not receive all required valid customer identity verification documents with your application, we will not be able to commence your investment. We will contact you as soon as possible if we require more information. We may also seek to re-verify your identity or collect additional information at any time after your investment has commenced.

Who can certify

You must ensure that each page of the relevant identity verification document(s) is certified. The person certifying must state in writing:

- their capacity (from the list provided); and
- on each page of the document 'this document is a true and correct copy of the original' or words to that effect.

An identity verification document may be certified as a true and correct copy of an original document by one of the following persons:

- an officer with, or authorised representative of, a holder of an Australian Financial Services Licence, having two or more continuous years of service with one or more licensees, i.e. a financial adviser;
- a Justice of the Peace;
- a person who is enrolled on the roll of the Supreme Court of a State or Territory, or the High Court of

Australia, as a legal practitioner (however described), i.e. an Australian lawyer;

- a member of the Institute of Chartered Accountants in Australia, CPA Australia or the National Institute of Accountants, i.e. an accountant;
- an agent of the Australian Postal Corporation who is in charge of an office supplying postal services to the public;
- a permanent employee of the Australian Postal Corporation with two or more years of continuous service who is employed in an office supplying postal services to the public; or
- a police officer.

Other persons may also be qualified to certify documents. For a full list of eligible persons, please contact us.

Indirect Investors

Indirect Investors should refer to their IDPS operator for details of their customer identification program.

Additional information about withdrawing

How to make a withdrawal

Direct Investors

Direct Investors can request a withdrawal by telephone or fax (refer to 'Telephone and fax instructions' in this document) or in writing. A withdrawal request, either in whole or in part, once received by us may not be withdrawn without our agreement. Withdrawals can only be made to a bank account held in your name. If you make your withdrawal request by telephone or fax, we can make your withdrawal payment to a previously nominated bank account we have on file.

If you provide us with an appropriately signed, original written request, then in addition to the payment methods set out above, we can also make payments by direct credit to another bank account in your name.

We will require the following information when you make your withdrawal request:

- your account number;
- the full name(s) in which your investment account is held;
- the amount (dollars or units) you wish to withdraw;
- method of payment; and
- a daytime telephone number.

Please ensure that the appropriate signatories sign all written withdrawal instructions, including those forwarded by fax.

If you originally invested via direct debit and you make a withdrawal within the first three months of making your investment, we will only pay the withdrawal proceeds to the account that was debited when making your initial investment.

Indirect Investors

You must complete the withdrawal documentation required by their IDPS operator.

Processing your withdrawal

Under the Fund's constitution, the Responsible Entity has a maximum period of three years from the date of receipt of a withdrawal request to process and pay withdrawals. However, the Responsible Entity will seek to process withdrawals quarterly on the first business day of each calendar quarter (withdrawal period) with a minimum 90 days' notice (notice period) and on a best endeavours' basis.

Valid withdrawal requests will usually be processed using the unit price determined as at the first business day of the next calendar quarter, following the notice period.

For the avoidance of doubt the Fund will offer withdrawals on the first business day in January, April, July, and October.

Notice period example - If you submit a withdrawal request on 20 January, the earliest that the Responsible Entity will attempt to process the withdrawal request will be on 1 July. Similarly, if you submit a withdrawal request on 20 March, the earliest that the Responsible Entity will attempt to process that withdrawal request will be on 1 July. For the avoidance of doubt, you should note that depending on when you submit a withdrawal request, it will be at least 90 days before the Responsible Entity will attempt to process your withdrawal request but as per the above examples it could be longer.

For each withdrawal period, the Responsible Entity may determine the aggregate amount of withdrawal proceeds that are available.

If the aggregate amount of withdrawal requests exceed the aggregate amount of withdrawal proceeds that the Responsible Entity has determined are available for the relevant withdrawal period, the Responsible Entity will process withdrawal requests on a pro-rata basis. In this instance, you will receive a pro-rata amount dependent on the total percentage of withdrawal proceeds available for that withdrawal period. The remaining balance will be carried forward to the following withdrawal period.

If the Responsible Entity determines that there are no withdrawal proceeds available for a withdrawal period, your withdrawal request will be carried forward to the following withdrawal period.

All withdrawal amounts carried forward will be processed prior to any subsequent withdrawal requests received for the Fund.

The Responsible Entity will inform unitholders and potential unitholders if more than 20% of the Fund comprises withdrawal requests which are unfulfilled for longer than 12 months.

For Direct Investors, we can make withdrawal payments by direct credit to your nominated account. You agree that if the type of payment you request results in bank fees being charged, we may deduct those fees from your withdrawal proceeds before remitting the net amount to you.

Generally, if the payment for your withdrawal is returned to us and remains outstanding for 1 month, we may reinvest the proceeds in the Fund. Any reinvestment of a withdrawal amount will be processed using the investment unit price current at the time of the reinvestment transaction. For more information on unit prices, refer to 'How unit prices are calculated' below.

We may determine that some or all of the withdrawal amount consists of income (which may include net capital gains), rather than capital of the Fund.

We will advise you when this is the case as soon as practicable after the end of the financial year in which the withdrawal occurred.

We have the discretion to transfer assets of the Fund to you (instead of cash) in payment (partly or fully) of the proceeds of your withdrawal request less any costs for the transfer.

We have the right to compulsorily redeem units in issue, if we give at least 30 days prior written notice to affected investors.

Delay of withdrawal payments

Withdrawals are normally paid within five business days of processing a valid withdrawal request; however, we do not guarantee this timeframe and we may take significantly longer to process and pay withdrawals in certain circumstances.

Withdrawals may be delayed in the following circumstances:

- under the Fund's constitution, we have 984 days to process a valid withdrawal request;
- under the Fund's constitution, we can suspend withdrawals for up to 90 days (refer to 'Suspending withdrawals' below); and
- if the Fund becomes illiquid, we are not required to pay withdrawals unless we offer to do so (refer to 'If the Fund becomes illiquid' below).

Where multiple delays are applicable, timeframes may apply cumulatively.

Additionally, if we did not receive all required identity verification documents (as outlined in the relevant application form) at the time of investment or your withdrawal request is incomplete, we may not process your withdrawal request until these documents are received or further requirements are met.

Suspending withdrawals

We may suspend withdrawal requests for up to 90 days where:

- it is impracticable for us or we are unable to calculate the Fund's net asset value (and hence unit prices) for example because of:
 - an inability to value the assets of the Fund;
 - closure of, or trading restrictions or suspensions on, stock, commodities, futures or securities exchanges, or over-the-counter market on which any significant portion of the assets of the Fund are listed, quoted, traded or dealt; or
 - an emergency, natural disasters, acts of terrorism, insurrection, civil disorder, war, military operations or other state of affairs, or on declaration of a moratorium in a country where the Fund invests (or the Fund has exposure through any assets of the Fund (including any derivative) in which the Fund invests) or under the Corporations Act;
- we reasonably estimate that we must sell 5% or more (by value) of all the Fund's assets to meet withdrawals;
- there have been, or we anticipate there will be, withdrawal requests that will require us to realise a significant amount of the Fund's assets that would be disadvantageous to remaining investors (such as placing capital gains tax burden on remaining investors or resulting in a material diminution in the value of the assets of the Fund);

- we reasonably consider it to be in the interests of investors to do so; or
- the law otherwise permits.

Any withdrawal requests received during a period of suspension, or for which a unit price has not been calculated or confirmed prior to the commencement of a period of suspension, will be deemed to have been received immediately after the end of the suspension period.

If the Fund becomes illiquid

If the Fund is not liquid (as defined in the Corporations Act), unitholders will only be able to withdraw from the Fund if we make an offer of withdrawal to unitholders. If we do make such an offer, unitholders may only be able to withdraw part of their investment. There is no obligation for us to make withdrawal offers.

Under the Corporations Act, the Fund is regarded as liquid if liquid assets account for at least 80% of the value of the assets of the Fund. Liquid assets generally include money in an account or on deposit with a bank, bank-accepted bills, marketable securities and property of the kind prescribed under the Corporations Act.

As at the date of this PDS, the Responsible Entity expects that the Fund will be liquid.

Due to the nature of the assets of the Fund, there is a risk that the Fund may become illiquid. For more information about this risk, please see 'Liquidity risk' and 'Withdrawal risk' in the section 'Risks of investing in managed investment schemes' above. As at the date of this PDS, the Responsible Entity expects that the Fund will be liquid.

Additional information about transactions

Transferring ownership

Direct Investors

You can generally transfer some or all of your investment to another person in such a manner and subject to such conditions as required by law and that we, from time to time, prescribe. We are not obliged to register a transfer that does not meet these criteria, or where there is an amount payable to us by the transferee or the transferor (as applicable) in respect of the units being transferred. We recommend that you obtain your own professional advice regarding your position before transferring some

or all of your investment, as tax and social security laws are complex and subject to change, and investors' individual circumstances vary.

Please contact us for further information about transferring units.

Indirect Investors

Contact your IDPS operator if you wish to transfer your units.

Transaction cut-off times

Application transaction cut-off time

Valid application requests received in our Sydney office before 3:00pm Sydney time on the last business day of the month (referred to as the application transaction cut-off time), will usually be processed using the unit price determined as at the close of business on the first business day of the next month. Business day means a NSW business day. If valid requests are received after the application transaction cut-off time they will usually be processed using the unit price determined as at the close of business on the first business day of the following month. Monies will generally be held on trust for a maximum period of 30 days in a non-interest bearing account commencing on the day we receive the monies. After this period, your funds will either be processed or returned to the source of payment.

Withdrawal transaction cut-off time

Valid withdrawal requests will usually be processed using the unit price determined as at the first business day of the next calendar quarter, following the 90 day notice period.

A valid withdrawal request must be received in our Sydney office before 3:00pm Sydney time on a business day (referred to as the **withdrawal transaction cut-off time**). If the valid withdrawal request is received after the withdrawal transaction cut-off time, it will be deemed to be received on the following business day.

Telephone and fax instructions

Direct Investors

You should understand that a person without your authority could telephone us or send us a fax and, by pretending to be you, withdraw funds from your account for their own benefit.

We take care when acting on instructions. In doing so, we perform security checks and have in place internal policies and procedures designed to reduce the risk that fraud is committed in relation to your account. In using the telephone and/or a fax facility, you agree that we are not responsible to you for any fraudulently completed

communications and that we will not compensate you for any losses if we have complied with internal policies and procedures, and we have not been negligent, fraudulent or dishonest.

We will only act on completed communications that we receive. In the case of a fax, a transmission certificate from your fax machine is not sufficient evidence (unless we have otherwise agreed), that we received your fax. We will not be liable for any loss or delay resulting from the non-receipt of any transmission.

In the case of joint holdings, superannuation funds, trusts and companies, additional processes may apply and any investor or director who signs the application form may request a telephone withdrawal.

If the details of the bank account quoted at the time of making a telephone or fax withdrawal do not match the nominated bank account we have on file, the withdrawal will not proceed. You must advise us via an original, signed, written request if you wish to change your previously nominated bank account details. If you do not want withdrawals to be able to be made from your account via a telephone or fax request, we must receive an original, signed, written request to cancel these withdrawal facilities. Cancellation will be effective from the end of the second business day after receipt of this written request.

We may cancel or vary these requirements by giving you notice in writing.

Indirect Investors

You should contact your IDPS operator for information regarding how to transact.

Changes to permitted transactions

We can vary the minimum investment amounts for the Fund at any time and can also change the application or withdrawal transaction cut-off time. Under the Fund's constitution, we can refuse applications for any reason. Where we consider it to be in the interests of unitholders (such as an inability to value the Fund), we may suspend application or withdrawal requests. Any application or withdrawal requests received during the period of suspension, or for which a unit price has not been calculated or confirmed prior to the commencement of a period of suspension, will be deemed to have been received immediately after the end of the suspension period.

Monitoring your investment

Direct investors

We will send you regular information about your investments, including:

- confirmation of the acceptance of your initial and one-off additional investments; this confirmation will provide details of the units issued;
- confirmation that we have processed a withdrawal request; this confirmation will provide details of the unit and dollar value withdrawn;
- a quarterly statement; and
- a consolidated annual taxation statement.

At any time, you may request a transaction statement that shows either all transactions since your last regular statement or all transactions for a specific period. We recommend that you check all statements and transaction confirmations carefully. If there are any discrepancies, please contact us or your financial adviser.

Indirect Investors

Please contact your IDPS operator for information regarding your investment in the Fund.

Keeping us informed

Direct Investors

Our records about you are important.

Please inform us in writing of any change to the personal details that you have given us. This may be a new postal address, a change of name or new bank account details. We will send you written confirmation of any changes that you request us to make to your personal details.

Indirect Investors

As an Indirect Investor, you should notify your IDPS operator of any changes to your personal details.

What happens if you choose not to disclose certain information?

If you choose not to disclose certain information, the following may apply:

- Account details: we will not be able to pay withdrawal proceeds or income distributions to you.
- Tax residency information: we may not be able to process your request, or we may be required to notify the ATO.

- Incomplete application form: unless otherwise agreed, we will not be able to process your investment request.
- If you do not provide all relevant identity verification documents, we will not be able to process your investment request.

For Australian resident investors, if you choose not to disclose your TFN, TFN exemption or ABN, we have to deduct tax at the highest marginal tax rate plus Medicare levy (and any other levies we are required to deduct, from time to time) from any amounts attributed or distributed to you (refer to 'Tax File Number' in 'How managed investment schemes are taxed').

Up-to-date information about the Fund

You can obtain up-to-date Fund performance, actual asset allocations and Fund size information by contacting your financial adviser, visiting the CIP Asset Management website or calling 13 51 53.

A paper copy of any updated information will be given to you, without charge, on request by contacting us.

If the Fund is a "disclosing entity" under the Corporations Act, it will be subject to regular reporting and disclosure obligations. Copies of documents lodged with the Australian Securities and Investments Commission (ASIC) in relation to the Fund may be obtained from, or inspected at, an ASIC office.

You can obtain copies of the Fund's most recent annual financial report by visiting the Fidante Partners website. A paper copy of the Fund's annual financial reports, any continuous disclosure notices, and any half yearly financial report will also be given to you, without charge, on request.

As Responsible Entity of the Fund, we may be subject to continuous disclosure obligations that require us to make material information available to investors. You can obtain a copy of the Fund's continuous disclosure information by visiting the Fidante Partners website.

Additional information about making a complaint

As part of our commitment to providing quality service to our Investors, we endeavour to resolve all complaints quickly and fairly. Our policy is to acknowledge any complaint within 24 hours or as soon as practical after receiving it and investigate, properly consider, and decide what action (if any) to take and to provide a final response to you within 30 calendar days for standard complaints. If you have a particular complaint regarding

your investment, please do not hesitate to contact us by calling our Investor Services team on 13 51 53 or by writing to:

Complaints and Disputes Resolution Officer

Fidante Partners
Reply Paid 86049
Sydney NSW 2001

Indirect Investors may either contact their IDPS operator or us with complaints relating to the Fund. Complaints regarding the operation of an IDPS should be directed to the IDPS operator. If a complaint is first raised with an IDPS operator and an Indirect Investor is not happy with how the complaint has been handled, they should raise that with the IDPS operator or the IDPS operator's external dispute resolution service.

How managed investment schemes are taxed

The Australian tax commentary below is of a general nature and is based on our understanding of the Australian tax laws, as at the date of this document, as they relate to Australian resident individual taxpayers who hold their investment on capital account. Any information contained therein should be used as a guide only and does not constitute professional taxation advice as individual circumstances may differ. Fidante Partners is not a registered tax (financial) adviser and is not licensed or authorised to provide tax advice. We recommend that you obtain your own professional advice regarding your position, as tax and social security laws are complex and subject to change, and investors' individual circumstances vary.

Taxation of the Fund

The Attribution Managed Investment Trust (**AMIT**) legislation applies to qualifying Managed Investment Trusts (**MITs**) that make an irrevocable election to become an AMIT. The Responsible Entity has elected for the Fund to be an AMIT.

An AMIT must attribute its taxable income to investors on a fair and reasonable basis, and investors are advised of their share of the taxable income via an AMIT Member Annual Statement (**AMMA Statement**). The Fund will generally not be liable to pay income tax on its taxable income on the basis that it will attribute all determined trust components (i.e. assessable income, exempt income and non-assessable non-exempt income) to members each year. If the Fund were to cease being an AMIT, it should also generally not be liable to pay income tax on the basis that unitholders are presently entitled to the Fund's distributable income.

Other key features of the AMIT regime include: income character retention; deemed fixed trust status; an ability for adjustments and errors at the trust level to be carried forward and dealt with in the year in which they are discovered; adjustments (upwards and downwards) made to investors' cost bases for CGT purposes, and their costs for revenue purposes, where there are differences between the amount distributed and the amount attributed on an AMMA statement; and clarification of the treatment of tax deferred distributions.

The MIT capital account election regime permits eligible MITs to make an irrevocable election to adopt capital account treatment for certain types of assets (broadly shares, units and real property) for income years to which the election applies. In view of the investment management approach adopted in respect of the assets held by the Fund, we, as Responsible Entity of the Fund, do not intend to make an irrevocable election in respect

of the Fund and the assets held by the Fund will be held on revenue account rather than capital account. Accordingly, it is not expected that the Fund will attribute net realised capital gains to investors. Rather any net realised gains derived by the Fund will be attributed as ordinary income.

Additionally, there is arm's length income legislation that applies to MITs. Under this legislation, excess income generated by a MIT from non-arm's length arrangements may be determined to be subject to tax at 30%. It is not expected that the arm's length income provisions will impact the Fund.

The Taxation of Financial Arrangement (**TOFA**) provisions apply on a mandatory basis to qualifying taxpayers in respect of certain financial arrangements. Broadly, the TOFA provisions recognise certain gains and losses on financial arrangements on an accruals basis, which may result in a taxing point prior to the realisation of the investment. As at the date of this document, we, as Responsible Entity of the Fund, have not made an election to apply one of the elective methods under TOFA.

Tax losses incurred by the Fund will remain in the Fund and can be applied to reduce the Fund's income in future years (subject to the Fund satisfying the specific provisions of the trust loss carry forward legislation).

Tax position of Australian resident investors

You will generally be required to include in your assessable income your attributed income of the Fund. There may be instances where your attributed share of the taxable income of the Fund exceeds the distribution you receive from the Fund.

Where investors disagree with the allocation of taxable income in an AMMA Statement, they may give a 'member choice' to the Commissioner of Taxation. In the event investors make a member choice, the constitution provides that the investors will indemnify us for all costs and liabilities incurred as a result of the member choice.

CGT cost base reductions or uplifts may occur where taxable income attributed is either less than or greater than, respectively, the total of both cash distributed and tax offsets attributed for an income year. Where cost base reductions or uplifts occur, this will affect the CGT position of the investment. For those investors who have a zero cost base in their units, or where the total cost base reduction amount exceeds the cost base of their units, a capital gain may arise to these investors for that year. Investors should maintain records of their cost base adjustments. You may also be entitled to tax offsets

(franking credits and/or foreign tax offsets) attributed by the Fund. Provided investors satisfy certain provisions of the Tax Act, investors may be able to utilise these offsets against their tax liability on the taxable components of the distributions. In order to claim the amount of tax offsets, investors must include the amount of the offsets in their assessable income.

We will advise each investor of their share of tax offsets in the AMMA statement.

The disposal of units (for instance by withdrawal or transfer) may give rise to a capital gains tax liability or a capital loss. Investors who have held their units on capital account for more than 12 months may be entitled to a capital gains tax discount.

Non-resident account holder reporting requirements

As a result of an increased international focus on account holder data exchange, a number of countries have legislated that financial institutions (which includes us) identify and report certain information about the financial accounts of investors. The regimes include the United States Foreign Account Tax Compliance Act (**FATCA**) and the OECD's Common Reporting Standard (**CRS**). To comply with our obligations under various reporting legislation we will provide to the ATO such data as required in respect of your investment with us. This will be required if you are a US citizen or a foreign tax resident of any jurisdiction outside of Australia. If we have attempted to confirm your tax status with you but have been unable to do so, we may still be required to notify the ATO.

Goods and Services Tax (GST)

GST is not payable on the issue, withdrawal or transfer of units in the Fund, as these are input-taxed financial supplies for GST purposes. However, GST will generally be incurred on various acquisitions made by the Fund, including the acquisition of investment management services. In certain specified circumstances, the Fund may be entitled to input tax credits (**ITCs**), or reduced input tax credits (**RITCs**) at the prescribed percentage of 55% or 75% depending on the acquisition. Any available ITCs or RITCs effectively reduce the non-recoverable GST cost incurred.

Tax File Number

On your application form you may provide us with your Tax File Number (**TFN**), or TFN exemption. Alternatively, if you are investing in the Fund in the course of an enterprise, you may quote an Australian Business Number (**ABN**). It is not compulsory for you to quote a TFN, exemption or ABN, but if you do not, then we are required to deduct tax from your attributed or distributed amounts at the highest marginal tax rate plus the Medicare levy (and any other levies we are required to deduct, from time to time). The collection of TFNs is authorised, and their use is strictly regulated by tax and privacy laws. Non-residents are generally exempt from providing a TFN, however may be required to provide other information.

Additional information

How unit prices are calculated

Unit prices are determined in accordance with the Fund's constitution and are usually calculated no less than monthly. The calculation of both the investment unit price and the withdrawal unit price is based on the net asset value (**NAV**) adjusted by the buy/sell spread. For information on buy/sell spreads, refer to 'Buy/sell spreads' in 'Additional explanation of fees and costs'.

For investment and withdrawal unit prices, the NAV is the value of all the Fund's assets attributed to the Fund less the value of the Fund's liabilities at the valuation time. When calculating the NAV, we must use the most recent valuations of the Fund's assets and the most recent determination of the liabilities. Where more than one class is on issue, the investment and withdrawal prices will be calculated for the relevant class using the NAV that is referable to that particular class.

The Fund's assets and liabilities are usually valued no less than monthly.

Generally, for unit pricing purposes, listed securities are valued using the last available market close price quoted on the relevant exchange. Other assets are generally valued at recoverable value. Any income entitlements, cash at bank, and any amount of Goods and Services Tax (**GST**) recoverable by the Fund from the Australian Taxation Office are also included in asset values used to calculate the investment and withdrawal unit prices.

Generally, for unit pricing purposes, liabilities are valued at cost. Liabilities also include an accrual for management costs (which includes management fees up to and including the calculation date) and for costs (if any) that an investor would ordinarily incur when investing in the Fund's underlying assets.

Where we receive a valid transaction request before the transaction cut-off time of 3:00pm (Sydney time) on a NSW business day, the unit price will generally be determined at the next valuation time after that transaction cut-off time. This is typically referred to as 'forward pricing'.

In rare circumstances, we may suspend unit pricing where, acting in accordance with our Responsible Entity obligations to unitholders, we consider it impracticable to calculate a NAV.

We have a Unit Pricing Permitted Discretions Policy. The policy sets out how we will exercise any discretions in relation to unit pricing (such as, for example, how often we determine unit prices and valuation methodology). If we depart from our policy, we are also required to record

details of this departure. You can obtain a copy of this policy or any recorded departures free of charge by calling us.

Additional information about distributions

If we pay a distribution, as a Direct Investor you may choose to have your distribution reinvested in additional units in the Fund, or paid directly to your nominated account with an Australian financial institution. Unless you have indicated otherwise, we will reinvest your distributions.

As an Indirect Investor you should contact your IDPS operator for distribution payment or reinvestment options.

The price of units issued on reinvestment of distributions is the investment price for units next determined after the close of business on the last day of the distribution period. There is no buy/sell spread reflected in this investment price. The amount of each distribution may vary. Your share of any distribution depends on how many units you hold at the end of the relevant period as a proportion of the total number of units in the relevant class on issue at that time and the amount of distributable income referable to those units and that class.

As distributable amounts are a component of the unit price, unit prices normally fall by the distribution amount following a distribution.

If you invest just prior to a distribution payment, you may receive some of your investment back immediately as income. Conversely, if you withdraw from the Fund just before a distribution, you might turn income into a capital gain or reduce your capital losses.

The amount of income distributed each year will generally be the distributable income received by the Fund, unless we decide to distribute a different amount. Any net capital gains derived by the Fund during the financial year are generally distributed in the June distribution period.

Generally, if any distribution payments are returned to us and remain outstanding for 1 month, we may reinvest those distributions and amend your future distribution method to reinvest.

Any reinvestment of an unclaimed or returned distribution will be processed using the investment unit price current at the time of the reinvestment transaction.

Under the Fund's constitution, we have the power to make reinvestment of distributions compulsory. At the date of this document, we have no intention of making distribution reinvestment compulsory. We also have the discretion to transfer assets of the Fund to you (instead of cash) in payment (partly or fully) for a distribution amount.

If you wish to change your distribution payment instructions, please follow the process outlined below.

Direct Investors

Please mail us an original, signed, written request.

Indirect Investors

Please contact your IDPS operator for the documentation required.

How the Fund is governed

The Fund's Constitution, together with the Corporations Act and other laws, governs the way in which the Fund operates, including the rights, responsibilities and duties of the Responsible Entity and unitholders.

The Constitution

The Constitution contains the rules relating to a number of issues including:

- unitholder rights;
- the process by which units are issued and redeemed;
- the calculation and distribution of income;
- the investment powers of the Responsible Entity;
- the Responsible Entity's right to claim indemnity from the Fund and charge fees and expenses to the Fund;
- the creation of other classes of units; and
- the termination of the Fund.

The Constitution allows for different classes of units to be established and all rights, entitlements, obligations, assets, liabilities and calculations of a unit are referable to that class of units.

It is generally thought that unitholders' liabilities are limited to the value of their holding in the Fund. It is not expected that a unitholder would be under any obligation if a deficiency in the value of the Fund was to occur. However, this view has not been fully tested at law.

Unitholders can inspect a copy of the Constitution at our head office or we will provide a copy free of charge, on request.

We may alter the Constitution if we reasonably consider the amendments will not adversely affect unitholders' rights. Otherwise (subject to any exemption under the law), we must obtain unitholder approval at a meeting of unitholders.

We may retire or be required to retire as Responsible Entity if unitholders pass a resolution approving our removal.

Termination

The Constitution, together with the Corporations Act, governs how and when the Fund may be terminated. We may terminate the Fund at any time by written notice to unitholders. On termination, a unitholder is entitled to a share of the net proceeds of our realisation of the assets in proportion to the number of units they hold in the Fund.

Unitholder meetings

The conduct of unitholder meetings and unitholders' rights to requisition, attend and vote at those meetings are subject to the Corporations Act and (to the extent applicable) the Constitution.

Compliance plan and compliance committee

We have lodged the Fund's compliance plan with ASIC and established a compliance committee for the Fund with a majority of external members. The compliance plan sets out how we will ensure compliance with both the Corporations Act and the Fund's constitution.

The compliance committee's role is to monitor compliance with the compliance plan. It must also regularly assess the adequacy of the compliance plan and report any breaches of the Corporations Act or the Fund's constitution to us. If we do not take appropriate action to deal with the breach, the compliance committee must report the breach to ASIC.

The Fund and the compliance plan are required to be audited annually.

Other parties

We have engaged a custodian to hold the assets of the Fund. The custodian has no independent discretion with respect to the holding of assets and is subject to performance standards.

The Fund has a registered company auditor. The auditor's role is to provide an audit of the financial statements of the Fund each year, as well as performing a half-yearly review (if required), and to provide an opinion on the financial statements.

Other important information

Indirect Investors

Investors accessing the Fund through an investor directed portfolio service (**IDPS**) or IDPS-like scheme (known commonly as a master trust or wrap account) may use, or be given, this PDS when deciding to invest in the Fund. These investors are referred to as Indirect Investors. Indirect Investors do not become unitholders in the Fund, nor do they acquire the rights of a unitholder. The operator of the IDPS (**IDPS operator**) acquires those rights and can exercise or decline to exercise them on behalf of Indirect Investors.

In addition to reading this PDS, Indirect Investors should carefully read the IDPS operator's offer document, which explains the service and the fees payable by the Indirect Investor to the IDPS operator. To invest, Indirect Investors need to complete the documentation which their IDPS operator requires.

Privacy

We collect, use and disclose personal information to:

- process your application;
- provide and administer your investment and send you information;
- improve and personalise our products and services;
- conduct product and market research;
- inform you about other products and services that may be useful to you; and
- comply with our obligations under the law, including with respect of anti-money laundering, financial services and taxation laws.

We collect personal information from you and, if relevant, from your financial adviser. We may take steps to verify the information collected. Where you provide us with personal information about someone else (for example, your power of attorney, or related persons including the beneficial owners connected with your investment) you must have their consent to provide their personal information to us.

If you decide not to provide certain information, we may not be able to process your investment or future withdrawal requests, or will have to deduct tax from any amounts attributed or distributed to you at the highest marginal tax rate plus the Medicare levy (and any other levies we are required to deduct, from time to time).

Disclosing your information

We disclose your information to your financial adviser. In addition, we may disclose information we hold about you:

- if you consent to the disclosure;
- if the disclosure is required or authorised by law;
- to organisations acting on our behalf (for example, sending your statements);
- to professional service firms that provide services to us such as legal and audit services, or data or information services;
- to related companies and/or the investment manager that may also provide you with a financial product or financial service;
- to electronic identity verification service providers, in order for identity information (about you or related persons connected with your investment) to be verified against relevant government and other databases, for the purpose of complying with anti-money laundering laws;
- in some circumstances, to digital service providers, such as Facebook, Google and LinkedIn, to develop a better understanding of our current and prospective customers and advisers (please refer to the privacy policy for additional information); or
- otherwise in accordance with our privacy policy.

From time to time we or our related companies may contact you to tell you about other products and services that might be useful to you, including financial, superannuation, investment, insurance and funds management products and services. Please contact us (our details are noted in this PDS) if you do not want to receive any of this kind of marketing material.

For how you can correct or update the personal information we hold about you refer to our 'Privacy Policy' which also contains further details about our handling of personal information and about how you can request access to it or lodge a complaint if you believe your personal information has been misused, and how we deal with complaints. The Privacy Policy is available from the Fidante Partners website or by contacting the Investor Services team.

We do not normally receive any personal information about you when you invest in the Fund through an IDPS operator. For details on the collection, storage and use of personal information you should contact your IDPS operator. The information we collect and store from IDPS operators is used to establish and administer its investments. If we do receive any personal information we will deal with it in accordance with our privacy policy.

