

Update of Information

Date of Issue | 9 October 2026

Ardea Real Outcome Bond Complex ETF (ASX code: XARO, ISIN AU0000031700)

Fund changes

Fidante Partners Limited (ABN 94 002 835 592, AFSL 234 668) (**Fidante**) as responsible entity of the Fund, in conjunction with Ardea Investment Management Pty Ltd (ABN 50 132 902 722, AFSL 329828) (the **Manager**), has recently conducted a review of the Underlying Fund (Ardea Real Outcome Fund (APIR HOW0098AU) (the **Underlying Fund**)). As a result of this review, we have identified a number of changes to the Fund as outlined in this notice. These changes will take effect on or around 9 November 2026.

1. *Change in Performance Benchmark and Investment Objective*

The performance benchmark will change from the *Consumer Price Index (CPI)* to the *Bloomberg AusBond Bank Bill Index (BBBI)*.

The benchmark change better reflects how the Fund, through its investment in the Underlying Fund is typically managed, as a low volatility strategy targeting returns above cash over time rather than a product providing protection against, or expected to track fluctuations in, inflation.

Both Fidante and the Manager are of the view that moving to the BBBI provides a clearer and more relevant reference point for performance, and the Fund's investment objective will be updated accordingly to target a stable return in excess of this benchmark over the medium term.

2. *Inflation linked duration*

'Duration' measures the sensitivity of a bond's price to changes in a related underlying market rate, such as an interest rate or inflation rate. The greater the bond's duration, the more sensitive it is to changes in the underlying market rate.

With respect to the Fund's exposure to inflation-linked bonds, the Fund is currently required to maintain an inflation duration at approximately two years. This limit was originally aligned with the CPI benchmark and the Fund's historical positioning as an inflation-linked strategy.

Following the change in performance benchmark to the BBBI, Fidante and the Manager have determined that this duration requirement is no longer necessary and references to that requirement in the Fund's documentation has been removed. Removing this constraint provides additional portfolio capacity that can be deployed towards the Fund's core investment strategy of generating low-volatility returns.

3. *Expense recovery introduction*

As outlined in the Underlying Fund's existing Product Disclosure Statement and Additional Information Booklet (**PDS**), Fidante is entitled under the Underlying Fund's Constitution to recover operating expenses incurred in the proper performance of its duties as Responsible Entity. Although Fidante has historically borne or absorbed certain operating expenses associated with the operation of the Underlying Fund, there has been increases in costs since the Underlying Fund's inception, driven mainly by regulatory and structural developments within the markets the Underlying Fund invests in, including derivative related clearing and reporting obligations relevant to both domestic and global markets.

Following a review of the Underlying Fund's operating arrangements, Fidante has determined to commence recovering normal operating expenses, subject to a capped expense recovery of 0.05% per annum of the Underlying Fund's net asset value which will be deducted from the Underlying Fund's assets, accrued in the unit price daily and paid monthly on or around the last business day of the month. No retrospective recovery will be applied. The expense recovery on the Underlying Fund will be reflected in the Fund's PDS as an indirect cost.

The management fee for the Fund remains unchanged at 0.50% p.a. of the net asset value of the Fund.

Updated Product Disclosure Statement (PDS) and Target Market Determination (TMD)

We will be issuing an updated PDS & TMD reflecting the changes to the Fund on or around 9 November 2026. The changes are summarised in the table below. The summary below should not be relied on as a complete statement regarding each change. We strongly encourage you to read the updated PDS in full before making an investment in the Fund. The updated PDS will be available on our website www.fidante.com.au on or around 9 November 2026.

Change	Existing parameters and disclosures	New parameters and disclosures (to be effective on or around 9 November 2026)
Performance Benchmark	Consumer Price Index (CPI)	Bloomberg AusBond Bank Bill Index
Investment Objective	The Fund targets a stable return in excess of inflation over the medium term.	The Fund targets a stable return in excess of the Bloomberg AusBond Bank Bill Index over the medium term.
Portfolio Duration – inflation linked bonds	Using conventional duration metrics, the portfolio's duration will generally be maintained between -5 years and +5 years.	Using conventional duration metrics, the portfolio's duration will generally be maintained between -5 years and +5 years.

	Using Ardea's risk-adjusted methodology, the portfolio's aggregate net interest rate duration exposure will generally remain within a-1 to +1 year range. This methodology adjusts for varying volatilities and correlations of the individual securities that contribute to the portfolio's aggregate net interest rate duration exposure. Short term fluctuations that may occur in the interest rate derivative trades may cause the Fund to move outside the generally expected portfolio duration ranges and will be addressed as soon as reasonably practicable. The Fund's inflation duration, from inflation linked bonds will generally remain at approximately 2 years.	Using Ardea's risk-adjusted methodology, the portfolio's aggregate net interest rate duration exposure will generally remain within a-1 to +1 year range. This methodology adjusts for varying volatilities and correlations of the individual securities that contribute to the portfolio's aggregate net interest rate duration exposure. Short term fluctuations that may occur in the interest rate derivative trades may cause the Fund to move outside the generally expected portfolio duration ranges and will be addressed as soon as reasonably practicable.
Additional explanation of fees and costs – Indirect costs	Indirect costs are those amounts paid from the assets of the Fund that we know or, where required, reasonably estimate will reduce, whether directly or indirectly, the return of the Fund or the amount or value of the income of, or property attributable to, the Fund or an interposed vehicle in which the Fund invests. Indirect costs do not include the management fee, performance fee, or recoverable expenses as set out in this section. For example, indirect costs include charges of an underlying fund where the Fund invests in assets indirectly, and costs associated with certain over-the-counter (OTC) derivatives which the Fund may be exposed to. If the Fund invests in assets indirectly, that is by investing in other managed funds, like the Underlying Fund, certain indirect costs may be deducted from the assets of the underlying fund in which the Fund invests. Such costs will generally be accrued daily in the underlying fund and paid periodically. Indirect costs of the Fund are estimated to be 0.00% p.a. of the Fund's Net Asset Value, based on the	Indirect costs are those amounts paid from the assets of the Fund that we know or, where required, reasonably estimate will reduce, whether directly or indirectly, the return of the Fund or the amount or value of the income of, or property attributable to, the Fund or an interposed vehicle in which the Fund invests. Indirect costs do not include the management fee, performance fee, or recoverable expenses as set out in this section. For example, indirect costs include charges of an underlying fund where the Fund invests in assets indirectly, and costs associated with certain over-the-counter (OTC) derivatives which the Fund may be exposed to. If the Fund invests in assets indirectly, that is by investing in other managed funds, like the Underlying Fund, certain indirect costs may be deducted from the assets of the underlying fund in which the Fund invests. Such costs will generally be accrued daily in the underlying fund and paid periodically. Indirect costs of the Fund are estimated to be 0.05% p.a. of the Fund's Net Asset Value, based on the

	actual amount incurred for the previous financial year and the Responsible Entity's reasonable estimate of such costs where information was not available as at the date of this PDS or where the Responsible Entity was unable to determine the exact amount.	actual amount incurred for the previous financial year and the Responsible Entity's reasonable estimate of such costs where information was not available as at the date of this PDS or where the Responsible Entity was unable to determine the exact amount.
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Importantly, please note that there is no change to the Fund's investment strategy or universe and the amendments do not alter the target market for the Fund. There is no change to how the portfolio is managed or to the Manager's investment approach and philosophy.

Effective Date

The changes take effect on or around 9 November 2026.

Do I need to take any action?

There is no action required. Our team is committed to continuing to provide you with excellent client service and we will continue to manage the Fund in the best interests of unitholders.

More information

If you have any questions regarding your investment in the Fund, or the changes described in this letter please contact your financial adviser or our Investor Services team on 1300 721 627, or +61 2 8023 5428 from outside Australia, during Sydney business hours.

Yours sincerely,



John, O'Keefe
Executive General Manager
Fidante
