

IMPORTANT NOTICE

30 SEPTEMBER 2024

UPDATE TO PRODUCT DISCLOSURE STATEMENT FOR THE AUSCAP LONG SHORT AUSTRALIAN EQUITIES FUND

This website notice is issued by Auscap Asset Management Limited (ABN 11 158 929 143 AFSL 428014) (**Auscap**) as the Responsible Entity of the Auscap Long Short Australian Equities Fund (ARSN 615 542 213) (**Auscap Fund**). This notice relates to the Product Disclosure Statement dated 12 May 2023 for the offer of units in the Auscap Fund (**PDS**).

Capitalised terms not otherwise defined in this notice have the meaning given to them in the PDS.

The purpose of this notice is to advise investors about the following updated transaction costs information for the financial year ended 30 June 2024 (**FY24**) in accordance with the ASIC Corporations (Updated Product Disclosure Statements) Instrument 2016/1055.

Updated – Fees & Other Costs

The updated '*Fees and costs summary*' in section 7.1 '*Fees and other costs*' on page 24 of the PDS is as follows:

Auscap Long Short Australian Equities Fund		
Type of fee or cost	Amount	How and when paid
Ongoing annual fees and costs		
<i>Management fees and costs</i> The fees and costs for managing your investment	For each Class, 1.69% per annum of the NAV ¹	This amount is charged as follows: <ul style="list-style-type: none"> for the Monthly Class, accrues and is payable monthly; and for the Daily Platform Class, accrues and is payable daily and reflected in the daily Unit Price.
<i>Performance fees</i> Amounts deducted from your investment in relation to the performance of the Fund	0.76% per annum of the Fund's NAV ¹	The performance fee is 15.375% of Outperformance. ² For the Monthly Class, accrues and is payable monthly. For the Daily Platform Class, accrues and is payable daily. For further information refer to 'Additional explanation of fees and costs' at section 7.2.
<i>Transaction costs</i> The costs incurred by the Fund when buying or selling assets	For each Class, 0.18% per annum of the NAV ¹	Deducted from the assets of the Class as incurred and reflected in the Unit Price.

Member activity related fees and costs (fees for services or when your money moves in and out of the Fund)		
Establishment fee The fee to open your investment	Nil	Not applicable
Contribution fee The fee on each amount contributed to your investment	Nil	Not applicable
Buy-sell spread An amount deducted from your investment representing costs incurred in transactions by the scheme	0.2%/0.2% (Monthly Class) and 0.3%/0.3% (Daily Platform Class) of the investment or redemption amount	Incurred at the time of transaction and incorporated into the Issue Price and the Redemption Price. Paid into or retained by the Fund for the benefit of other Unitholders.
Withdrawal fee The fee on each amount you take out of your investment	Nil	Not applicable
Exit fee The fee to close your investment	Nil	Not applicable
Switching fee The fee for changing investment options	Nil	Not applicable

¹ Unless otherwise stated, all fees and costs in this PDS are quoted inclusive of GST and net of any reduced input tax credits (RITC) that are expected to be available to the Fund, rounded to 2 decimal places.

² The Performance Fee is referable to the Class you have invested in. Refer below for more detail.

In addition, the updated 'Example of annual fees and costs for the Auscap Fund' in section 7.1 'Fees and other costs' on page 26 of the PDS is as follows:

Example of annual fees and costs for the Auscap Fund

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

EXAMPLE – Auscap Fund		BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING YEAR
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0
PLUS Management fees and costs	1.69% p.a. of the NAV ¹	And , for every \$50,000 you have in the Fund you will be charged or have deducted from your investment \$845 each year
PLUS Performance fees	0.76% p.a. of the Fund's NAV	And , you will be charged or have deducted from your investment \$380 in performance fees each year
PLUS Transaction costs	0.18% p.a. of the NAV ¹	And , you will be charged or have deducted from your investment \$90 in transaction costs

EQUALS Cost of Fund ²		<p>If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees and costs of \$1,315</p> <p>What it costs you will depend on the investment option you choose and the fees you negotiate⁴</p>
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¹ The figure in this table is based on the Monthly Class of Units in the Fund which, as at the date of this PDS, was the investment option under which the largest proportion of the assets of the Fund were invested.

² Additional fees and costs may also apply. Indirect Investors may also incur additional fees and costs charged by their IDPS operator.

³ This example assumes the additional \$5,000 was invested at the end of the first year, therefore the management fees and costs are calculated on the \$50,000 balance only.

⁴ There are no differential fees for Retail Investors.

In addition, the reference to 'FY22' in the final sentence under the heading '*Fund expenses*' on page 26 of the PDS is updated to read 'FY24'.

Further, the final paragraph under the heading '*Performance Fee*' in section 7.2 '*Additional explanation of fees and costs*' on page 27 of the PDS is updated as follows:

The performance fee of 0.76% p.a. of the Fund's NAV displayed in the 'Fees and costs summary' is calculated by taking the average of the performance fees that accrued in relation to the Fund in each of the previous five Financial Years. To undertake this calculation, the Responsible Entity has used the average NAV of the Fund over the relevant Financial Year. On 1 January 2021, Auscap changed the benchmark from the Reserve Bank of Australia Cash Rate to the Benchmark, i.e. the All Ordinaries Accumulation Index, and from that date the payment of the Performance Fee also became subject to the Fund's performance being above the return of the Reserve Bank of Australia Cash Rate. Auscap notes that if this approach was in place prior to 1 January 2021, the average performance fee in the 'Fees and costs summary' would be lower.

Finally, the third paragraph under the heading '*Transaction costs*' in section 7.2 '*Additional explanation of fees and costs*' on page 28 of the PDS is updated as follows:

The transaction costs disclosed in the 'Fees and costs summary' are shown net of any amounts recovered through the "buy/sell spread". For example, the total transaction costs for the Monthly Class during FY24 were 0.22% of the average NAV. Approximately 0.04% of this amount was recovered through the "buy/sell spread" charged to Unitholders (discussed in more detail below), resulting in estimated net transaction costs for FY24 of 0.18% of the average NAV. For clarity, this amount represents the total gross transaction costs minus the total amount recovered through the "buy/sell spread".

Disclaimer

You should consider the information in the PDS for the Auscap Fund and this website notice before deciding to invest in the Auscap Fund. The information in the PDS and this website notice is general information only and does not take into account your investment objectives, financial situation or particular needs. You should obtain independent, professional advice tailored to your own circumstances before investing in the Auscap Fund. Nothing in the PDS or this website notice is a recommendation by Auscap or any other affiliate or person in relation to the Auscap Fund. A copy of the PDS can be obtained at www.auscapam.com/auscap-fund/pds/ or by calling Auscap on +61 2 8378 0800.