



# CONTACT

## AUSTRALIAN EX-50 FUND

**Evolution Trustees Limited**

**ABN 26 611 839 519**

Australian Financial Services Licence (AFSL) No. 486217

**ARSN 639 574 708, APIR Code EVO4741AU**

**Dated 19 March 2020**

 **evolution  
trustees**



## CONTENTS

Topic	Page
1. About Evolution	2
2. How the Contact Australian Ex-50 Fund works	3
3. Benefits of investing in the Contact Australian Ex-50 Fund	3
4. Risks of managed investment schemes	4
5. How we invest your money	4
6. Fees and costs	5
7. How managed investment schemes are taxed	7
8. How to apply	7
9. More information	8

**PLEASE NOTE:**

- This PDS is a summary of significant information and contains a number of references (marked with the symbol “S”) to important additional information contained in the Reference Guide which forms part of this PDS.
- You should consider the information contained in this PDS before making a decision about the Fund.
- The information provided in this PDS is general information only and does not consider your personal financial situation or needs.
- You should obtain financial advice tailored to your personal circumstances.

**Responsible Entity - Evolution Trustees Limited**

Mail	Suite 703B, Level 7, 1 York Street Sydney NSW 2000
Telephone	+61 2 8866 5150
Email	info@evolutiontrustees.com.au
Website	www.evolutiontrustees.com.au

**Investment Manager -  
Contact Asset Management Pty Limited**

Mail	GPO Box 5015 Sydney NSW 2001
Telephone	+61 2 9238 0522
Email	info@contactam.com.au
Website	www.contactam.com.au

Contact Asset Management Pty Limited (ABN 54 614 316 595, AFSL 494045) (**Contact** or the **Investment Manager**) is the investment manager of the Contact Australian Ex-50 Fund (**Fund**). Evolution Trustees Limited (**Evolution, Responsible Entity, we or us**) is the responsible entity of the Fund and issuer of this PDS. This PDS has not been lodged with the Australian Securities and Investments Commission (**ASIC**) and is not required to be lodged. ASIC takes no responsibility for the contents of this PDS.

If you received this PDS electronically you can obtain, free of charge, a paper copy of this PDS (together with the application form) and any information it incorporates by reference upon request. Please phone Contact on +61 2 9238 0522 to obtain this information. If you make this PDS available to another person, you must give them the entire PDS, including the application form.

This PDS is also available to investors who invest through an IDPS (such as a master trust or wrap account). Different conditions may apply to such investors so please refer to Section 9 “More information” and “Investing via an IDPS”. This PDS is not an offer or invitation in relation to the Fund in any place in which, or to any person to whom, it would not be lawful to make that offer or invitation. All references to \$ amounts are to Australian dollars.

This PDS is current as at 19 March 2020. Information in this PDS is subject to change from time to time. To the extent that the change is not materially adverse to investors, it may be updated by posting a notice of the change on contactam.com.au/ex-50-fund-overview/InvestorForms or you can call +61 2 9238 0522 to obtain a paper copy of the PDS (including any materials incorporated by reference) or any updated information free of charge. If the change is materially adverse to investors, Evolution will notify affected investors and replace this PDS.

Neither Evolution nor the Investment Manager guarantee that you will earn any return on your investment or that your investment will gain or retain its value. No company other than Evolution and the Investment Manager makes any statement or representation in this PDS.



## 1. ABOUT EVOLUTION

### Responsible Entity – Evolution

Evolution is the Fund’s Responsible Entity and issuer of this PDS. EVOLUTION was founded by Rupert Smoker and is a trustee business servicing Australian and offshore asset managers and institutions with a range of fiduciary services including corporate trustee, MIT trustee and acting as a responsible entity for registered schemes. Evolution is focused on advancing the best interests of the investors whose money it takes care of. Evolution’s responsibilities and obligations as the Responsible Entity are governed by the Fund’s constitution, the *Corporations Act 2001* (Cth) (**Corporations Act**) and general law. Evolution is responsible for the day-to-day operations of the Fund but has appointed the Investment Manager to manage the assets of the Fund.

### Investment Manager – Contact

Contact was established as an innovative investment manager, implementing a set of principles honed over many generations. Contact’s focus is on developing strong relationships with its clients and investing alongside its investors, managing unique products to create long-term wealth. Contact is wholly owned by its founders Tom Millner, Will Culbert and Washington H. Soul Pattinson and Company Limited. Together they are committed to investing for better outcomes.

## 2. HOW THE CONTACT AUSTRALIAN EX-50 FUND WORKS

### Mechanics

When you invest in the Fund your money (together with all other investors' monies) is pooled together to invest in assets. The Responsible Entity has appointed Contact as investment manager to manage the Fund. Contact uses its resources, experience and expertise to make the investment decisions.

The Responsible Entity has appointed Mainstream Fund Services Pty Ltd (ABN 81 118 902 891, AFSL 303253) (**Mainstream, Custodian and Administrator**) as the custodian and administrator of the Fund. Its role as Custodian is limited to holding the assets of the Fund as agent of the Responsible Entity. The Custodian has no supervisory role in relation to the operation of the Fund and is not responsible for protecting your interests. In its role as Administrator, it will provide accounting and unit registry services.

### § Units

The Fund is a unit trust. This means your interests in the Fund are represented by units. Certain rights (such as a right to any income and a right to vote) attach to your units. You may also have obligations in respect of your units.

Each unit has a value which we calculate. When you invest, we issue you a number of units depending on the amount you invest. Similarly, when you withdraw from the Fund, we calculate your withdrawal proceeds by reference to the number and value of units you hold at the time of withdrawal. Generally, the price of units will vary as the market value of assets in the Fund rises or falls.

### § Investing and withdrawing

To invest in the Fund, use the application form accompanying this PDS. The following minimum transactions, balance requirements and processing rules generally apply (although we may vary or waive them at our discretion and without notice):

<b>Minimum initial investment</b>	\$10,000
<b>Minimum additional investment</b>	\$5,000
<b>Minimum withdrawal</b>	\$5,000
<b>Minimum balance</b>	\$10,000
<b>Unit pricing frequency</b>	Daily
<b>Applications and withdrawals processing</b>	If we receive your correctly completed application and funds or a correctly completed withdrawal request, then we generally process these on the business day of receipt provided your request is received before 2pm Sydney time. Applications and withdrawals will be processed using the unit price effective for that day. If your request is received after this time, it will be processed the following business day using the unit price calculated on that day.

You can increase your units by reinvesting distributions in full (this will be done automatically unless you tell us otherwise) or by making an additional investment (use the application form to do this). You can decrease your units by completing the withdrawal request form available from the Administrator and sending the completed form by post or email to the Administrator. Documentation to add to your investment or withdraw from your investment

are available on the following website [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms).

### § Delays

Once your withdrawal request is accepted (usually this happens on the day of receipt of your withdrawal request), we process the request within 15 business days (although the constitution for the Fund allows us to delay withdrawals in certain circumstances, which could be significantly longer than 15 business days), and then pay funds to your nominated bank account. Once the funds are available, we must pay funds to your account within 21 days.

In certain circumstances, such as a freeze on withdrawals or where the Fund is illiquid (as defined in the Corporations Act), you may have to wait a longer period of time before you can withdraw your investment.

If the Fund is not sufficiently liquid then you will only be permitted to withdraw if we make a withdrawal offer to all investors in accordance with the Fund constitution and the Corporations Act.

### § Compulsory redemptions

In some circumstances we may also compulsorily redeem your units, for example, where we suspect that a law prohibits you from being an investor in the Fund.

### Distributions

Income distributions are generally paid semi-annually (as at 30 June and 31 December each year) and can be reinvested back into the Fund or paid out to the bank account nominated on your application form. You can indicate your choice on the application form. If you do not make a choice, then distributions will be reinvested. Any distributions reinvested are reinvested at the ex-distribution mid-price.

Distribution payments are typically made within 6 weeks after the end of the distribution period. Distributions will not be paid by cheque and the application form for the Fund has a section for you to provide us with your bank details.

We generally calculate income distributions based on the Fund's net income at the end of the distribution period divided by the number of units on issue.

We distribute all taxable income to investors each year, including any taxable capital gains. Distributions may also carry imputation or other tax credits.

**You should read the following important information before making a decision to invest in the Fund: § Investing and withdrawing. Go to Part A of the Reference Guide available at [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms). Note the information may change between the time when you read this PDS and when you acquire the product.**

## 3. BENEFITS OF INVESTING IN THE CONTACT AUSTRALIAN EX-50 FUND

### Significant features

The Fund will invest in a concentrated portfolio of listed Australian equities outside the Australian Securities Exchange (ASX) Top 50 selected by Contact.

The Fund's investment objective is to seek to achieve strong relative returns in excess of the Benchmark (see section 5), through a concentrated portfolio of high quality small to medium sized ASX listed companies.

### § Significant benefits

There are many benefits of investing in the Fund. Some of the significant benefits include:

- access to the investment expertise of Contact;
- access to investment opportunities that individual investors usually cannot achieve;

- managed funds can often invest for a lower cost than ordinary investors;
- services to make investing easier – you will receive a confirmation of investment or withdrawal plus regular statements to keep you up to date with your investment, including an annual taxation statement (if you invest through an IDPS, your IDPS operator will provide you with this information; and
- having clear legal rights through a robust corporate governance structure.

**You should read the following important information before making a decision to invest in the Fund: § Benefits and features. Go to Part B of the Reference Guide available at [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms). Note the information may change between the time when you read this PDS and when you acquire the product.**

#### 4. RISKS OF MANAGED INVESTMENT SCHEMES

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

##### Significant risks

The significant risks of the Fund include:

- **Individual investment risk:** Investments to which the Fund is exposed, like shares on a stock exchange, can fluctuate in value for many reasons, such as changes in a company's internal operations or management, or in its business environment.
- **Market risk:** Economic, technological, political or legal conditions, interest rates and even market sentiment, can (and do) change, and changes in the value of investment markets can affect the value of the investments in the Fund.
- **Investment Manager and its Key Person risk:** There is a risk that the Investment Manager will not perform to expectation or factors such as changes to the investment team may affect the Fund's performance. Only a small number of investment professionals are responsible for managing the Fund and their personal circumstances can change.
- **Fund risk:** The Fund could terminate, fees and expenses could change (although we would always give you at least 30 days' notice if fees were to increase), we could be replaced as responsible entity and our management and staff could change. Investing in the Fund may give different results than investing individually because of accrued income or capital gains and the consequences of others investing and withdrawing.
- **Valuation risk:** This is the risk that the Investment Manager has valued certain securities at a higher or lower price than the price at which they can be traded.
- **Liquidity risk:** Access to your money may be delayed (see Section 2 "How the Contact Australian Ex-50 Fund works" and "Delays" of this PDS). Overall market liquidity may make it difficult to trade profitably and to realise assets in a timely fashion to meet withdrawal requests. Units in the Fund are not quoted on any stock exchange so you cannot sell them through a stockbroker.
- **Interest rate risk:** The capital value or income of cash or securities held by the Fund may be adversely affected by interest rate movements.
- **Counterparty risk:** Losses can be incurred if a counterparty (such as a broker or other agent of Evolution) defaults on their contractual obligations or experiences financial difficulty.
- **Concentration risk:** The Fund may invest a relatively high percentage of its assets into a relatively small number of securities, or into securities with a relatively high level of exposure to the same end markets. This may cause the value of the Fund's investments to be more affected by any single adverse economic, political or regulatory event than the investments of a more diversified investment portfolio.

- **Cyber risk:** There is a risk of fraud, data loss, business disruption or damage to the information of the Fund or to investors' personal information as a result of a threat or failure to protect the information or personal data stored within the IT systems and networks of Evolution or other service providers.
- **Political and regulatory risk:** The value or tax treatment of the Fund or its investments, or the effectiveness of the Fund's trading or investment strategy, may be adversely affected by uncertainties such as international and national political developments, changes in government (including taxation) policies, regulations and laws affecting registered managed investment schemes, or changes in generally accepted accounting policies or valuation methods.
- **Small companies risk:** Small companies generally have less diversified income streams, less stable funding sources and weaker bargaining positions with their counterparties when compared to larger companies. The securities of small companies may also be less liquid than those of larger companies.

#### § Risks applicable to managed funds generally

Other significant risks relevant to many managed funds include the value of investments will vary, the level of returns will vary, future returns may differ from past returns and returns are not guaranteed. You may lose some of your money.

The level of risk for each person will vary depending on a range of factors including age, investment time frames, where other parts of your wealth are invested and your risk tolerance. These risks can be managed but cannot be completely eliminated.

**You should read the following important information before making a decision to invest in the Fund: § Risks in general. Go to Part C of the Reference Guide available at [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms). Note the information may change between the time when you read this PDS and when you acquire the product.**

#### 5. HOW WE INVEST YOUR MONEY

**You should consider the likely investment return, risk and your investment timeframe when choosing a fund to invest in.**

##### Snapshot

<b>Investment return objective</b>	The Fund seeks to achieve strong relative returns in excess of the Benchmark, through a concentrated portfolio of high quality small to medium sized ASX listed companies.  Contact has developed an investment process to help achieve the investment return objective.
<b>Benchmark</b>	S&P/ASX Mid Cap 50 Accumulation Index (the <b>Benchmark</b> )
<b>Fund's investments and asset allocation</b>	The Fund will invest in a concentrated portfolio of listed Australian equities outside the ASX Top 50 selected by Contact.  At any given time, the Fund targets to hold between 20 and 40 stocks and up to 10% of the Fund's assets in cash.  The Fund's strategy is to balance growth and income and provide access to a concentrated portfolio of quality mid and small cap Australian equities that sit outside the S&P/ASX 50 Index. This strategy seeks to find long term investments in tomorrow's leaders. Derivatives, short selling and gearing will not be used. The strategy applies Contact's long-term focused investment philosophy.

<b>Recommended minimum investment period</b>	At least 7 years
<b>Borrowing</b>	The Fund will not borrow. Derivatives will not be used to gear the Fund.
<b>Risk</b>	High
<b>Suitability</b>	The Fund is generally suited for persons seeking long term capital growth and those who can tolerate a high level of risk. You should speak with your financial adviser before investing in the Fund.
<b>Labour and environmental, social or ethical considerations</b>	<p>Contact takes into account labour standards or environmental, social or ethical considerations in the selection, retention or realisation of investments. As part of its investment process, Contact assesses:</p> <p><b>Environmental issues</b> - including energy use, pollution, waste, land and/or water impacts associated with business activities.</p> <p><b>Social, labour and ethical issues</b> - including whether diversity is evident across all levels of the business and how it relates to its peers, treatment of employees (for example remuneration, safety record, offering of flexible working hours) and how the business treats its stakeholders.</p> <p><b>Governance issues</b> - including whether the business has sound and transparent reporting and disclosures and the nature of the relationship between the business and its shareholders.</p>

Any of the above details could change at any time and without notice. Where we consider the changes are significant, we will notify you of the changes (and where required, give you 30 days prior notice where practicable).

**You should read the following important information before making a decision to invest in the Fund: § The investment process. Go to Part D of the Reference Guide available at [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms). Note the information may change between the time when you read this PDS and when you acquire the product.**

## 6. FEES AND 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 fund 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 contribution fees and management costs where applicable. 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)** website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a managed investment fee calculator to help you check out different fee options.

Information in the following table can be used to compare costs between different funds. Generally, fees and costs are deducted from your account or from investment returns or from the Fund assets as a whole.

TYPE OF FEE OR COST	AMOUNT
<b>Fees when your money moves in or out of the Fund<sup>^</sup></b>	
<i>Establishment fee</i>	Nil
<i>Contribution fee</i>	Nil
<i>Withdrawal fee</i>	Nil
<i>Exit fee</i>	Nil
<b>Management costs<sup>^^</sup> - The fees and costs for managing your investment</b>	
<i>Management fee</i> <sup>*</sup>	0.75% per annum (excluding GST) of the net asset value of the Fund (after any current accrued Management Fees and expenses, but before any Performance Fee accrual for the relevant period).
<i>Performance fee</i>	15% (excluding GST) of the total return of the Fund (after deduction of Management Fees and expenses) that is in excess of the return of the Benchmark during a relevant performance period (or part period where relevant), and provided any underperformance from previous periods has been recovered.  No Performance Fee is payable for any period in which the total return of the Fund is less than the Benchmark return or the total return of the Fund is negative.
<i>Responsible Entity fee</i>	The greater of \$60,000 per annum and 0.04% per annum of the value of the assets of the Fund, calculated and accrued daily and payable monthly in arrears.
<i>Ordinary expenses<sup>^^^</sup></i>	Estimated ordinary expenses of 0.16% per annum (excluding GST) of the Fund's net asset value. Contact will absorb any ordinary expenses above 0.20% out of its Management fee.  This estimate does not include abnormal expenses.
<i>Abnormal expenses<sup>^^^</sup></i>	Nil
<i>Indirect cost<sup>^^^</sup></i>	0%

<sup>^</sup> Buy/sell spreads apply when you invest in the Fund and when you withdraw from the Fund. See "Additional explanation of fees and costs" for more detail.

<sup>^^</sup> All fees are expressed as a percentage of net asset value of the Fund excluding accrued fees, excluding GST and net of RITC.

<sup>^^^</sup> This is an estimate only. Please refer to Contact's website [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms) for any updates on these estimates which are not considered materially adverse from a retail investor's point of view.

<sup>\*</sup> The amount of this fee can be negotiated (for wholesale investors only).

**§ For information on service fees, please see "Additional explanation of fees and costs".**

## Example of annual fees and costs

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

EXAMPLE	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 nil.
<b>PLUS</b> Management Costs of 0.95% pa* comprising:		<b>And</b> , for every \$50,000 you have in the Fund you will be charged \$475 each year, comprising:
Management fee	0.75%	\$375
Performance fee <sup>^</sup>	0%	\$0
Responsible Entity fee <sup>^^</sup>	0.04%	\$20
Ordinary expenses <sup>^</sup>	0.16%	\$80
Abnormal expenses <sup>^</sup>	Nil	\$0
Indirect costs <sup>^</sup>	0%	\$0
<b>EQUALS</b> Cost of Fund	0.95%	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 of <b>\$475<sup>^^^</sup></b> .

\* When calculating management costs in this table we have assumed that the value of your investment remains at \$50,000 and the Fund's unit price does not fluctuate. Management costs actually incurred will depend on the market value of your investment and the timing of your contributions (including any reinvestment of distributions). The example assumes no abnormal expenses are incurred, no additional service fees are incurred by you, that fees are not individually negotiated with us and that there is no performance fee payable.

<sup>^</sup> No performance fee estimate is assumed for the Fund given it has no history. Please refer to [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms) for any updates on these estimates which are not considered materially adverse from a retail investor's point of view.

<sup>^^</sup> It is assumed that the total value of the Fund's assets would be at least \$150 million. The Responsible Entity is paid the greater of \$60,000 and 0.04% per annum of the Fund's assets. If the value of the Fund's assets is less than \$150 million, then the Responsible Entity fee will be more than 0.04% per annum.

<sup>^^^</sup> This does not include the Management Costs charged on the additional \$5,000 investment. The additional Management Costs would have been \$47.50 if you had invested the \$5,000 for a full 12 months.

If you would like to calculate the effect of fees and costs on your investment you can visit the ASIC website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) and use their managed investment fee calculator.

## § Additional information on fees and costs

### About management costs

Management costs include management fees, performance fees, ordinary and abnormal expenses and any indirect costs. Management fees are calculated and accrued daily based on the net asset value of the Fund excluding accrued performance fees and are paid monthly in arrears. Management costs paid out of Fund assets reduce the net asset value of the Fund and are reflected in the unit price. Management costs exclude transaction costs (i.e. costs associated with investing the underlying assets, some of which may be recovered through buy-sell spreads).

Indirect costs form part of management costs and include fees and expenses arising from any investment which qualifies as an interposed vehicle (e.g. any underlying fund that the Fund may invest in) and certain OTC derivative costs. The Fund's indirect costs are estimated to be 0%. Actual indirect costs may differ from one year to another.

The ordinary expenses for the Fund are estimated to be 0.16% per annum of the net assets of the Fund. These are the ordinary and every day expenses incurred in operating the Fund and are deducted from the assets of the Fund as and when they are incurred. The constitution of the Fund provides that expenses incurred by us in relation to the proper performance of our duties in respect of the Fund are payable or reimbursable out of the assets of the Fund and are unlimited. We reserve the right to recover abnormal expenses from

the Fund. Abnormal expenses are expected to occur infrequently and may include (without limitation) costs of litigation to protect investors' rights, costs to defend claims in relation to the Fund, investor meetings and termination and wind up costs.

### Performance fees

Contact is entitled to a Performance Fee of 15% (excluding GST) of the total return of the Fund (after any fees and expenses have been deducted) that is in excess of the Benchmark return during a relevant performance period (or part period where relevant), and provided any underperformance from previous periods has been recovered. For this purpose, the total return of the Fund is measured by reference to changes in its net asset value.

The Performance Fee is calculated and accrued daily, and reflected in the unit price. The Fund's first performance period will be the period from the date of its commencement to 31 December 2020. Subsequent performance periods will be each six-month period ending 30 June or 31 December. The final performance period will be from the date following the end of the preceding performance period and ending when the Fund terminates. Any Performance Fee is payable to Contact in arrears within 30 days of the end of the relevant performance period.

The Performance Fee is only paid if the Fund outperforms the Benchmark during the relevant performance period and provided any previous periods of underperformance have been recovered.

No Performance Fee is payable for any period in which the total return of the Fund is less than the Benchmark return or the total return of the Fund is negative. A worked example of how the Performance Fee is calculated is in Part E of the Reference Guide.

### Transactional and operational costs

Transactional and operational costs include brokerage, settlement costs, bid-offer spreads on investments and currency transactions and borrowing, clearing and stamp duty costs. When you invest in the Fund, the Investment Manager may buy (and sell) investments and incur these costs. When you withdraw, the Investment Manager may sell investments so we can pay your cash to you and incur these costs. These costs are also incurred in connection with day to day trading within the Fund.

Some of these costs are recovered through the buy/sell spread. A buy/sell spread is an adjustment to the unit price reflecting our estimate of the transaction costs that may be incurred as a result of the purchase/sale of assets arising from the acquiring/withdrawing of units. This adjustment ensures that existing investors do not pay costs associated with other investors acquiring/withdrawing units from the Fund. The buy/sell spread is reflected in the entry and exit unit price. Currently, our buy/sell spread is estimated to be +0.25% on the entry price and -0.25% on the exit price). If the net asset value of each unit is \$1.00, on entry we adjust the unit price up approximately 0.25% (up 0.25 cents) and on exit we adjust the unit price down approximately 0.25% (down 0.25 cents). The buy/sell spread is not paid to Evolution or the Investment Manager. Because the buy/sell spread is reflected in the entry and exit unit prices, you will not see transaction costs on any account statement we send you.

Our estimate of the total transactional and operational costs for the Fund that may be payable during a financial year is 0.25%, which would be recovered in full through the buy-sell spread. We expect this amount to vary from year to year as it will be impacted by the Fund's volume of trading, brokerage arrangements and other factors, such as the volume of applications and withdrawals and any changes in the buy-sell spread for the Fund. This amount is expressed as a percentage of the Fund's average net asset value for the year.

### Adviser fees

We do not pay fees to financial advisers. If you consult a financial adviser, you may incur additional fees from your financial adviser and should refer to your Statement of Advice for any fee details.

### Service fees

We do not charge service fees.

### Changes to fees and costs

Fees and costs can change without your consent. However, we will give you 30 days' notice of any increase to fees. The constitution for the Fund sets the maximum amount we can charge for all fees. If we wished to raise fees above the amounts allowed for in the Fund's constitution, we would need the approval of investors.

Please refer to our website for any updates on our estimates of any fees and costs (including indirect costs and transactional and operational costs) which are not considered to be materially adverse from a retail investor's point of view. Past performance is not an indicator of future performance and any fee or cost for a given year may not be repeated in a future year.

**You should read the following important information before making a decision to invest in the Fund: § Additional explanation of fees and costs. Go to Part E of the Reference Guide available at [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms). Note the information may change between the time when you read this PDS and when you acquire the product.**

## 7. HOW MANAGED INVESTMENT SCHEMES ARE TAXED

§ Investing in a registered managed investment scheme (like the Fund) is likely to have tax consequences and you are strongly advised to seek professional tax advice. Registered managed investment schemes (like the Fund) do not pay tax on behalf of members. Members are assessed for tax on any income and capital gains generated by the Fund.

**You should read the following important information before making a decision to invest in the Fund: § Paying tax. Go to Part F of the Reference Guide available at [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms). Note the information may change between the time when you read this PDS and when you acquire the product**

## 8. HOW TO APPLY

### How to invest

You need to invest at least \$10,000 initially. Use the application form accompanying this PDS. The application form contains detailed instructions and will ask you to provide the identification documents required under the *Anti-Money Laundering and Counter Terrorism Financing Act 2006* (Cth) (AML CTF Act).

We do not earn interest, nor do we pay you interest on application monies held prior to the time we issue units to you.

Additional investments can be made at any time in writing. The minimum amount for additional investments is \$5,000.

### Cooling off

If you decide that you do not want the units we have issued you in the Fund, we must repay your money to you.

We are allowed to (and generally do) make adjustments for market movements up or down, as well as any tax and reasonable transaction and administration costs. For example, if you invest \$10,000 and the value of the units falls by 1% between the time you invest and the time we receive notification that you wish to withdraw your investment, we may charge you on account of the reduced unit value and you would incur a buy spread of +0.25% and a sell spread of -0.25%. This means that \$9,850 would be transferred from the Fund back to you.

If you change your mind, you have 14 days to tell us, starting on the earlier of when we send you confirmation that you are invested or the end of the 5th day after the day on which we issue the units to you.

This right terminates immediately if you exercise a right or power under the terms of the product, such as transferring your units or voting on any units held by you. For any subsequent investments made under a distribution reinvestment plan, cooling off rights do not apply.

## Enquiries and complaints

The Responsible Entity has a structured internal complaints procedure and in the first instance you should contact the Responsible Entity during business hours (please see the front cover for contact details). Every effort will be made to address your complaint. The Responsible Entity generally will acknowledge your complaint within 5 business days and seek to resolve it within 45 days with a written response.

If you are not satisfied with the Responsible Entity's response, you should refer your complaint to the independent Australian Financial Complaints Authority (AFCA).

<b>Mail</b>	Australian Financial Complaints Authority GPO Box 3 Melbourne VIC 3001
<b>Telephone</b>	1800 931 678 (free call)
<b>Email</b>	info@afca.gov.au
<b>Website</b>	www.afca.org.au

AFCA operations will be financed by contributions made by its members, including the Responsible Entity. AFCA is free to consumers. For information on the AFCA Rules governing its jurisdiction and processes, please refer to [www.afca.org.au](http://www.afca.org.au).

## 9. MORE INFORMATION

### Fund performance and size

If you are interested in up to date information about the Fund, go to [www.contactam.com.au](http://www.contactam.com.au) or ask your financial adviser.

Your financial adviser will give you paper copies of the information free of charge. You can always call us; our details are at the beginning of this PDS. Again, up to date information is always free of charge.

Past performance is not an indicator of future performance and any fee or cost for a given year may not be repeated in a future year.

### Investing via an IDPS

When you invest via an IDPS, it is the IDPS operator which becomes the investor in the Fund (not you). It follows that the IDPS operator has the rights of an investor and can exercise them (or not) in accordance with their arrangements with you. This means for example, that you generally cannot vote on units held in the Fund and you do not have cooling off rights in respect of any units held in the Fund. Speak with the IDPS operator to determine whether any cooling off rights are available to you through the service.

We are not responsible for the operation of any IDPS through which you invest. Indirect investors complete the application forms for the IDPS and receive reports from that operator, not from us. The minimum investment, balance and withdrawal amounts may be different. You should also take into account the fees and charges of the IDPS operator as these will be in addition to the fees paid in connection with an investment in the Fund. All investors (regardless of whether you hold units in the Fund directly or hold units indirectly via an IDPS), are able to access our complaints procedures outlined in the PDS. For indirect investors, if your complaint concerns the operation of the IDPS, you should contact the IDPS operator directly.

Indirect investors may rely on the information in this PDS. However, in addition to reading this PDS you should read the document that explains the IDPS.

## Keeping you informed

We will:

- confirm every transaction you make;
- soon after June each year send you a report to help you with your tax return;
- each year (around September) make the accounts of the Fund available to you on [www.contactam.com.au](http://www.contactam.com.au);
- send you your annual statement; and
- notify you of any material changes to this PDS and any other significant event.

If and when the Fund has 100 investors or more, the Fund will be considered a "disclosing entity" for the purposes of the Corporations Act and will be subject to regular reporting and disclosure obligations. Copies of any documents lodged with ASIC in relation to the Fund may be obtained from, or inspected at, an ASIC office. Investors have a right to obtain a copy, free of charge, of the most recent annual financial report for the Fund and any half year financial report lodged with ASIC after that annual financial report but before the date of the PDS.

Any continuous disclosure obligations we have will be met by following ASIC's good practice guidance via website notices rather than lodging copies of those notices with ASIC. Accordingly, should we become aware of material information that would otherwise be required to be lodged with ASIC as part of its continuous disclosure obligations, we will ensure that such material information will be made available as soon as practicable on <https://contactam.com.au/ex-50-fund-overview/InvestorForms>. If you would like hard copies of this information, call Contact on + 61 2 9238 0522 and it will be sent to you free of charge.

### Consents

Contact and Mainstream (the Custodian and Administrator) have each given, and as at the date of this PDS have not withdrawn, their consent to inclusion in the PDS of the statements concerning them in the form and context in which they are included.

**You should read the following important information before making a decision to invest in the Fund: § Privacy and § Anti-money laundering. Go to Part G of the Reference Guide available at [contactam.com.au/ex-50-fund-overview/InvestorForms](http://contactam.com.au/ex-50-fund-overview/InvestorForms). Note the information may change between the time when you read this PDS and when you acquire the product.**