

Arminius Capital EMMA Fund

ARSN 614 074 449

Product Disclosure Statement

23 July 2018

This Product Disclosure Statement (PDS) is issued by Quay Fund Services Limited, ABN 84 616 465 671, AFS Licence No 494886 ('Quay', 'us', 'we', 'our' and 'responsible entity'), as responsible entity of the Arminius Capital EMMA Fund ('Fund'). The investment manager of the Fund is Arminius Capital Management Pty Ltd ABN 80 611 519 334 AFS Representative No: 001244100, AFSL No: 461307 ('Arminius' and 'investment manager').

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Contact details

If you have any questions or would like more information about the Arminius Capital EMMA Fund, please contact the fund administrator, Apex Fund Services (Australia) Pty Ltd

Phone: +613 9020 3000

Mail: Apex Fund Services (Australia) Pty Ltd
PO Box 189, Flinders Lane, VIC 8009

Or go to the Responsible Entity's website:
www.quayfund.com.au

Or go to the Investment Manager's website:
www.arminiuscapital.com.au

APIR: EVO0003AU (platforms)
APIR: EVO0002AU (direct)

Read this

This PDS provides a summary of significant information and the Fund's Reference Guide dated 23 July 2018 ('Reference Guide') contains a number of references to important information (each of which forms part of the PDS). You should consider the information before making a decision about the Fund.

The information in this PDS is general information only and doesn't take into account your personal financial situation or needs. You should consult a licensed financial adviser to obtain financial advice that is tailored to suit your personal circumstances. We consent to the use of this PDS by operators of IDPS, masterfunds, wraps or similar platform products (referred to as IDPS) who include the Fund on their investment menus.

Quay is the responsible entity for the Fund. References to 'you' in this PDS is generally a reference to a unit holder in the Fund, except where the context requires or where it is intended to refer to an indirect investor investing through an IDPS. Information in this PDS may change from time to time. Updated information that is not materially adverse may be provided by contacting the responsible entity on +612 8866 5150 or can be viewed online at www.quayfund.com.au. A paper copy of the updated information will be provided without charge on request. Quay reserves the right to change any terms and conditions set out in this PDS. The offer made in this PDS is available only to persons receiving this PDS in Australia (electronically or otherwise). If you receive this PDS electronically, we will provide a paper copy to you free of charge upon request during the life of this PDS. Please call the responsible entity on 1300 114 980.

This PDS does not constitute an offer or invitation in any place where, or to any person to whom, it would be unlawful to make an offer or invitation. The distribution of this PDS in countries outside Australia may be restricted by the laws of those countries. A failure to comply with these restrictions may constitute a violation of the laws in those countries.



1. ABOUT QUAY

QUAY FUND SERVICES LIMITED

Quay Fund Services Limited is the Fund's responsible entity and issuer of this PDS. Quay provides Responsible Entity and Trustee services to a range of fund management businesses across most asset classes. Quay's approach is to tailor its service offering to specifically to meet the needs of each fund manager in a manner which is consistent with Australian laws and regulations. Quay has proprietary systems to undertake these services to fund managers.

Quay's responsibilities and obligations as the Fund's responsible entity are governed by the Fund's constitution ('Constitution'), the Corporations Act and general law. Quay has delegated the investment management functions to Arminius which will make investment decisions for the Fund.

ARMINIUS CAPITAL MANAGEMENT PTY LTD

Arminius was borne out of a desire to provide its existing wholesale capability, which is aimed at providing capital preservation and growth, to retail investors. With over \$120 million Funds under Management, Arminius manages assets based on an absolute return approach. Arminius' aim is to provide smooth positive returns with lower volatility and lower risk (FUM number as at 30 June 2018).

The two principals of the investment management team of Arminius have over 62 years' of combined experience and both of them and the other principals of the business have worked at consulting firms, accounting firms, investment banks, wealth managers and fund managers both here in Australia and overseas. With the business model of Arminius, they and all directors/shareholders see a long term benefit to organically growing the Fund which, as a boutique, is not focused on the 'asset gathering' of larger institutions, which allows the investment management team to concentrate on generating returns, first and foremost. All of the Directors and Shareholders occupy roles in the finance industry and have an interest in maximising both returns for clients and also in longevity of track record.

Arminius applies econometric modelling based on macro-economic indicators, together with fundamentals relevant for each individual instrument to effect investment portfolios. Execution timing is taken into account only once the fundamental value of each instrument has been determined. **Low volatility and risk management is complemented by frequent re-balancing and equal weighting amongst longer dated instruments, as applicable.**

This approach aims to produce long-term investment returns characterised by low absolute volatility, downside protection and consistent capital growth.

You should read the important information about consents and the appointment and termination of the Investment Manager (the Important Information) before making a decision. Go to www.quayfund.com.au for a copy of the Reference Guide. The material relating to the Important Information may change between the time when you read this PDS and the day when you acquire or dispose of the product.

2. HOW THE ARMINIUS CAPITAL EMMA FUND WORKS

MANAGED INVESTMENTS

The Fund is a managed investment scheme. The name of the Fund is an abbreviation used by the investment manager for the Arminius Capital Executive Money Management Account. When you invest your money in a managed investment scheme, your money is pooled together with other people's money. We use this pool of money to buy investments and manage them on behalf of all scheme members. This means that, through the managed investment scheme, you may access certain investments that you may not otherwise be able to access, your transaction costs may be reduced, and you access the knowledge of our specialist independent investment manager through their investment decisions concerning the Fund. However, we, rather than you, have day to day control over the operation of the Fund.

YOUR INTERESTS

So that you know what your interest in the Fund is worth, the total value of the assets in the scheme (which are normally valued weekly) is divided into 'units'. We will provide you a weekly price for each unit and will keep a record of the number of units you have bought.

Units will be issued at the initial price of \$1.00. Subsequently, the price of units will change from time to time as the market value of assets in the Fund rises or falls and as the Fund incurs liabilities. Units are priced each Monday which is a business day (or otherwise the next occurring business day after the Monday) by dividing the Fund net value as calculated on the last business day of the preceding week by the number of units on issue, adjusted for transaction costs. We will be able to provide you with information about the current unit price to help you decide whether to sell or retain your units or buy more.

You can get started with a minimum investment of \$1,000. You can increase your investment at any time by applying for more units in the Fund with a minimum of \$1,000 or for the regular investment plan, \$250 each month.

Generally, you can decrease your investment by selling (in particular, by redeeming) some or all of your units, although in certain circumstances (such as a freeze on withdrawals) you may have to wait for a period of time before we can process your withdrawal request. The minimum amount you can reduce your investment by is \$1,000, unless you are withdrawing all of your investment. Regular application deductions will usually be made on the 20th day of the month from, or into, your nominated bank account as applies or on the prior business day if the 20th is not a business day. Application money is deposited into a non-interest bearing account, pending processing on the next occurring Friday which is a business day (or otherwise the next occurring business day after the Friday). We reserve the right to vary or waive the above minimum amounts. If investing through an IDPS, other minimums may apply and you can only increase and decrease your investment in accordance with the IDPS terms and conditions.

Properly completed requests for applications or withdrawals received by the fund administrator before 3:00 pm Melbourne time on the last business day of a week will be processed using the application or withdrawal price calculated for that day. Otherwise the application or



withdrawal price calculated in the same manner for the next week will apply. Applications must be accompanied by cleared funds to be processed. Proceeds of a properly completed request for withdrawal received by 3:00 pm Melbourne time on the last business day of the week are usually paid within 3-5 business days after the withdrawal is processed, but less commonly may take up to 10 days.

HOW UNIT PRICES ARE CALCULATED

Under the Constitution, the unit application (or withdrawal) price is generally calculated weekly on each Friday which is a business day by:

- establishing the Fund net value which is generally based on the market value of the Fund's assets, which includes undistributed income, after deducting liabilities such as fees and expenses and excluding application money for applications that have not been accepted*
- dividing the resulting amount by the number of units in issue
- increasing (or decreasing) the resulting amount per unit by the Transaction Costs (as defined in the Reference Guide)**
- rounding the price up (or down) to the nearest 4 decimal points.

At our discretion, we may calculate the application or withdrawal price more frequently than weekly. We may also accept an application payment in the form of property and we may, with your consent, transfer assets in lieu of cash in satisfaction of a withdrawal request.

* Calculation and publication of unit application (or withdrawal) prices may be delayed around distribution periods.

** Transaction Costs may include a buy or sell spread charged by the Fund.

DISTRIBUTIONS

Income is distributed quarterly to investors within 15 business days after the end of each September, December, March and June quarter.

In special circumstances, such as where there is a large withdrawal during a distribution period, we may change distribution periods by notice to investors.

Depending on your selection, your distributions will be paid directly to your nominated account or reinvested. The unit price for reinvestment will be the price applying on the first business day of the next distribution period. There are no transaction costs for income reinvestment. We do not accept directions to pay distributions to third parties. If an attempted deposit is rejected, the deposit may be cancelled.

If you do not make a selection or distributions cannot be paid into your account, distributions will be reinvested (less any bank charges), until you advise us otherwise.

The income of the Fund is paid to investors in proportion to the number of units held by the investor on the last day of a distribution period. As distributions are part of the unit price, the unit price normally falls following a distribution. Investors who acquire units just before a distribution may receive some of their investment back immediately as income, and may need to pay income tax on these amounts, or investors who dispose of units just before a distribution may effectively turn income into capital. In certain circumstances, such as where there is a large withdrawal by an investor, part of the withdrawal proceeds may consist of taxable income, including any taxable gains.

If investing through an IDPS, other conditions may apply and you should consult the IDPS terms and conditions.

HOLDING OF FUND ASSETS AND FUND ADMINISTRATION

Quay has appointed AET Corporate Trust Pty Limited ABN 12 106 424 088, AFSL 258829 ('AET' or 'custodian') as the custodian of the assets of the Fund. The custodian's role is to hold the Fund assets in its name and act on the direction of the responsible entity to effect cash and investment transactions. AET has no supervisory role for the operation of the Fund and has no liability or responsibility to a unit holder for any act done, or omission made, under the Custodian Agreement. AET's role as custodian is limited to holding the Fund's Assets. Quay has appointed Apex Fund Services (Australia) Pty Ltd ACN 149 408 702 to administer the Fund assets, including providing Fund accounting and unit registry services.

We have entered into an agreement with Apex Fund Services Ltd. (AFS), a fund administrator regulated by the Bermuda Monetary Authority under section 43 of the investment Funds Act 2006, to appoint is at the Fund's administrator. AFS may delegate its duties to Apex Fund Services (Australia) Pty Ltd (the Fund Administrator) to act as the Fund's sub-administrator under an agreement between AFS and the Fund Administrator

You should read the important information about your interests, changing your regular investment, staggering or freezing of withdrawals, anti-money laundering requirements, privacy, the rights of Quay and the retirement of Quay, electronic instructions and the term of the Fund (the Important Information) before making a decision. Go to www.quayfund.com.au for a copy of the Reference Guide. The material relating to the Important Information may change between the time when you read this PDS and the day when you acquire or dispose of the product.

3 BENEFITS OF INVESTING IN THE ARMINIUS CAPITAL EMMA FUND

Investing in the Fund offers you a range of features and benefits including but not limited to:

- The expertise of Arminius managing the Fund assets as the appointed investment manager.
- Pooling of your investment with other investors, which provides you with the potential to access investments you may not be able to access by yourself and/or a reduction in the costs of investing in these assets.
- 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 account, including an annual taxation statement (if investing through an IDPS they will provide you with this information).
- Investor protection - your rights are set out under the Constitution which established the Fund as well as under the Corporations Act.
- Quay has a compliance plan used to monitor compliance with the Corporations Act and the Constitution. The compliance plan is lodged with ASIC and Quay's compliance with the plan is independently audited each year.

Details of the Fund, including what assets it invests in, are set out later in this PDS at Section 5, How we invest your money.



You should read the important information about the rights of investors before making a decision. Go to www.quayfund.com.au for a copy of the Reference Guide. The material relating to the rights of investors may change between the time when you read this PDS and the day when you acquire or dispose of the product

4. RISKS OF MANAGED INVESTMENT SCHEMES

INVESTMENT RISKS

All investments have some level of risk. Different strategies may carry different levels of risk, depending on the assets that make up the strategy. Managed investment schemes can invest in a range of asset classes – for example, cash, bonds, equities and property. The likely investment return, and the level of risk of losing money, is different for each investment option depending on the underlying assets. Those assets with potentially the highest return (such as equities), may also have the highest long-term risk of losing money on a shorter term view.

Neither the investment manager or Quay, either together or separately, or their respective associates or related bodies corporate, guarantee that the investment objective will be achieved or that you will earn any return on your investment or that your investment will gain in value or retain its value. In addition, neither the investment manager or Quay, either together or separately, or their respective associates or related bodies corporate, guarantee any particular taxation consequences of investing. The level of returns will vary, and future returns may differ from past returns. Investment in the Fund is subject to investment risk, including possible delays in repayment and the loss of income and capital invested.

The following significant risks apply to this investment:

- No guarantee of return of capital or income: The value of investments will vary in line with movement in the value of the Fund's assets. The Fund may have no return and you may lose some or all of your investment.
- Interest rate risk: The risk that arises with changes in market yields that change the value of interest rate investments. An increase in interest rates generally leads to a reduction in the value of a fixed interest investment and vice versa. This risk is usually greater for fixed interest investments that have longer maturities.
- Decline in income risk: The Fund's income could decline due to falling market interest rates. In a falling interest rate environment, the Fund may be required to invest its assets in lower-yielding securities and as a result the value of your investment may fall.
- High yield risk: If the Fund invests directly or indirectly in high yield securities and unrated securities of a similar quality, these investments may be subject to greater levels of credit risk, call risk and liquidity risk than investments of a higher credit grade.
- Specific Instrument risk: If the Fund invests in subordinated debt instruments or in convertible or redeemable preference shares, hybrids or similar equity-linked securities issued by ASX-listed companies, there is a risk that on winding up of the instrument issuer or issuer of the securities you may lose some or all of the money you invested in the Fund if there are insufficient assets to satisfy creditors of the instrument issuer and the Fund is not repaid any or all of its investment.
- Credit risk: the possibility that an issuer or counterparty will default on a security or repurchase agreement by failing to pay interest or principal when due. If an issuer defaults, the Fund may lose money.
- Sovereign risk: Sovereign debt investments are subject to the risk that a governmental entity may be unable to pay interest or repay principal on its sovereign debt due to cash flow problems or political concerns. If a governmental entity defaults on an obligation, the Fund may have limited recourse against the defaulting government and may lose its investment. The Fund may invest in Australian sovereign debt instruments.
- Liquidity risk: If Fund investments are difficult to buy or sell, this can prevent sale of an investment or the rebalancing of the Fund in a timely fashion and at a fair price. If the Fund is required to liquidate assets to settle withdrawals, there is a risk that liquidation may be made on unfavourable terms, subjecting the Fund to loss.
- Diversification risk: As the Fund will be focused primarily in investing in debt related products, there is a risk that if this sector performs poorly that the performance of the Fund will be negatively impacted.
- Investment manager risk: The investment manager may not achieve returns comparable to its peers.
- Fund risk: Like all managed funds, there is a risk that the Fund could be terminated, or that fees and expenses could change or the laws, including tax laws, to which the Fund is subject, may change. The results of investing in the Fund could also be different to those achieved by investing in the Fund's assets directly.

When considering investing in a managed investment scheme, it is important to understand that:

- returns are not guaranteed and you may lose some or all of your money; and
- laws affecting your investment in a managed investment scheme may change in the future which may negatively affect the value of your investment.

The appropriate level of risk for you will depend on a range of factors including your age, investment time frame, where other parts of your wealth are invested and how comfortable you are with the possibility of losing some of your money in some years.

Your financial adviser can help you understand investment risk and help you design an investment strategy that is right for you.

5. HOW WE INVEST YOUR MONEY

You should consider the likely investment return, risk and your investment timeframe when choosing an investment.

The table below presents a summary of the Fund's investment profile.



NAME AND DESCRIPTION OF INVESTMENT OPTION	The Fund seeks to provide stable income with low volatility. To achieve this, Arminius monitors the short term money market on a daily basis to source the highest yielding opportunities which are consistent with their requirements for safety (capital preservation) and liquidity. The investment manager uses financial and econometric modelling to assess the relative value of different fixed income securities which meet the Fund's investment requirements.																														
TYPE OF INVESTOR FOR WHOM SUITABLE	Investors who want the potential for consistent income returns managed for a lower likelihood of fluctuation in the capital value of their investment.																														
LIST OF ASSET CLASSES IN WHICH INVESTMENT OPTION INVESTS	The Fund may invest in any of the following assets in Australia: <ol style="list-style-type: none"> 1. Cash and cash like deposits held at the main Australian banks including their subsidiaries, bank bills and short term debt instruments (not exceeding 180 days) 2. Interest bearing investments issued by the Commonwealth of Australia or any State or Territory in Australia 3. Corporate bonds with a callable date or maturity date of less than 365 days 4. Hybrids, redeemable preference shares, convertible notes, capital notes and interest bearing equity instruments. 5. ASX Listed ETFs which invest in cash, money market and other fixed income securities. 																														
ASSET CLASS ALLOCATION RANGE	<table border="1"> <thead> <tr> <th>Asset class</th> <th>Investment range of Fund value %</th> <th>Target %</th> </tr> </thead> <tbody> <tr> <td>Cash and cash-like deposits, bank deposits, bank bills, short term debt instruments (maturity not exceeding 180 days)</td> <td>0 to 50</td> <td>10</td> </tr> <tr> <td>ASX Listed ETFs which invest in cash, money market, and other fixed income securities</td> <td>0 to 25</td> <td>10</td> </tr> <tr> <td>Government and Semi-government bonds</td> <td>0 to 25</td> <td>0</td> </tr> <tr> <td>Corporate bonds</td> <td>0 to 40</td> <td>10</td> </tr> <tr> <td>Capital notes and subordinated debt instruments</td> <td>0 to 60</td> <td>20</td> </tr> <tr> <td>Convertible notes</td> <td>0 to 40</td> <td>10</td> </tr> <tr> <td>Convertible or redeemable preference shares</td> <td>0 to 25</td> <td>10</td> </tr> <tr> <td>Hybrids and similar equity-linked securities issued by ASX-listed companies</td> <td>0 to 50</td> <td>20</td> </tr> <tr> <td>Other interest-bearing securities</td> <td>0 to 20</td> <td>10</td> </tr> </tbody> </table>	Asset class	Investment range of Fund value %	Target %	Cash and cash-like deposits, bank deposits, bank bills, short term debt instruments (maturity not exceeding 180 days)	0 to 50	10	ASX Listed ETFs which invest in cash, money market, and other fixed income securities	0 to 25	10	Government and Semi-government bonds	0 to 25	0	Corporate bonds	0 to 40	10	Capital notes and subordinated debt instruments	0 to 60	20	Convertible notes	0 to 40	10	Convertible or redeemable preference shares	0 to 25	10	Hybrids and similar equity-linked securities issued by ASX-listed companies	0 to 50	20	Other interest-bearing securities	0 to 20	10
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INVESTMENT RETURN OBJECTIVE	To aim to provide an income return, before costs and tax, of 2.50-3.50% per annum. The Fund does not have a benchmark as it is managed on an absolute return basis.																														
MINIMUM SUGGESTED TIME FRAME	Suggested minimum investment timeframe is 1 year.																														
RISK LEVEL	Low to medium (estimated number of negative annual returns over any 20 year period is 1 to less than 2).																														

**This provides only an indication of the intended investments of the Fund.*

ENVIRONMENTAL AND ETHICAL CONSIDERATIONS

Whilst we intend to conduct our affairs in an ethical and sound manner, the Fund's investment criteria does not take into account labour standards, environmental, social or ethical considerations for the purpose of selecting, retaining or realising an investment of the Fund.

CHANGES TO THE INVESTMENT OPTION AND OTHER MATTERS

We have the right to close or terminate the Fund and change the Fund's investment objective, asset classes and asset allocation ranges and investment approach, without prior notice to you. We will inform investors of any material change to the Fund's details. These changes will be made available on the investment manager's website at www.arminiuscapital.com.au.

You should read the important information about other investment guidelines (the Important Information) before making a decision. Call Apex on +613 9020 3000 or go to the website of the responsible entity www.quayfund.com.au for a copy of the Reference Guide.

The material relating to the Important Information may change between the time when you read this PDS and the day when you acquire or dispose of 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 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 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) has a managed funds fee calculator to help you check out different fee options.

FEES AND COSTS

This table shows fees and other costs that you may be charged in the Fund and can be used to compare costs between different managed investment schemes. These fees and costs may be deducted from your money, from the returns on your investment or from the Fund assets as a whole. Details about taxes are set out in a later part of this PDS at Section 7, How managed investment schemes are taxed. You should use this information to compare the Fund against other simple managed investment scheme products.

TYPE OF FEE OR COST	AMOUNT
Fees when your money moves in or out of the Fund	
Establishment fee	Nil
Contribution fee	Nil
Withdrawal fee	Nil
Exit fee	Nil
Management costs ^{1,2}	
The fees and costs for managing your investment	0.50% of the Fund net value of your investment per year (inclusive of the net effects of GST). The investment manager fees are included in these costs and are not an additional cost to investors. Fees may be negotiated with certain wholesale clients. The Indirect Costs of the Fund are the same as the Management costs.

1 Management costs are comprised of the management fee and estimated expenses, which are variable and for the Fund can also be expressed as a ratio of Fund net assets called the Indirect Cost Ratio (ICR). The fees of the responsible entity, investment manager, custodian and fund administrator are included in the management costs. The management costs are capped at 0.50% of the Fund value of your investment per year (inclusive of the net effects of GST).

2 What it costs you will depend on the fees you negotiate with your financial adviser or the fees charged by your IDPS (as applicable). For further information, refer to the information about fees paid to a financial adviser which appears below, or information about wholesale investors in the Fees and costs section in the Reference Guide.

EXAMPLE OF ANNUAL FEES AND COSTS FOR THE FUND

The table gives an example of how the fees and other costs in the Fund can affect your investment over a one year period. You should use this table to compare this product 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.
PLUS Management costs (Indirect Costs)	0.50% p.a. inclusive of the net effects of GST	And, for every \$50,000 you have in the Fund you will be charged \$250 each year.
EQUALS Cost of Fund		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 a fee of \$250*. What it costs you will depend on the fees you negotiate.

*Additional fees may apply. This example assumes the \$5,000 contribution occurs at the end of the year and so management costs are calculated using the \$50,000 balance only and also excludes any transactional and operational costs that may be charged (see Additional Explanation of Fees and Costs below). Additional costs may be charged by your financial adviser or IDPS (as applicable). If you are an indirect investor for investing in the Fund, you should refer to the Statement of Advice provided by your financial adviser for details of these fees.



ADDITIONAL EXPLANATION OF FEES AND COSTS

TRANSACTIONAL AND OPERATIONAL COSTS

Costs for the operation of the Fund are reimbursed from the Fund. These costs include (but are not limited to) bank charges, brokerage and custody transaction fees.

When you invest or withdraw from the Fund we may deduct transaction costs (such as brokerage and taxes) to cover the costs of buying or selling the Fund's assets. Transaction costs are an additional cost to investors and are retained by the Fund and not paid to the responsible entity or the investment manager. There are currently no transaction costs charged as part of the Issue or Withdrawal Prices. If this changes, investors will be given 30 days' notice of the change.

As these costs are not part of the Issue or Withdrawal Price, they are borne by the Fund. Whilst not included in the ICR, the costs are estimated to be an average of 0.10% per purchase or sale of assets of the Fund. For example, if the Fund's annual total purchases and sales of assets ranges between of 30-50% p.a. expressed as a percentage of the total Fund assets, these transaction costs will not exceed 0.05% p.a. of the Fund value.

FEE CHANGES

Keep in mind that the amount of transaction or management costs may change without investor consent, except if required by the Corporations Act. We will give you at least 30 days prior notice of any increase in the management fees.

HOW FEES AND COSTS ARE CHARGED TO YOU

Fees and costs can be paid directly from your investment or deducted from investment returns.

FEES PAID TO A FINANCIAL ADVISER

If you have a financial adviser, you may also have to pay other fees to your adviser. See the Statement of Advice given to you by your adviser. A service charge may be separately negotiated with your financial adviser and deducted from your investment at your request. These payments are separate from the management costs referred to in this PDS.

You should read the important information about financial adviser remuneration, maximum management costs, abnormal expenses, wholesale investors and related party transactions (the Important Information) before making a decision. Go to quayfund.com.au for a copy of the Reference Guide. The material relating to the Important Information may change between the time when you read this PDS and the day when you acquire or dispose of the product.

7. HOW MANAGED INVESTMENT SCHEMES ARE TAXED

WARNING: Investing in a registered managed investment scheme (such as the Fund) is likely to have tax consequences. You are strongly advised to seek your own professional tax advice about the applicable Australian tax (including income tax, GST and duty) consequences and, if appropriate, foreign tax consequences which may apply to you based on your particular circumstances before investing in the Fund.

The Fund is an Australian resident for tax purposes and does not pay tax on behalf of its members. Australian resident investors are assessed for tax on any income and capital gains generated by the Fund.

You should read the important information about Australian Taxation and Foreign Account Tax Compliance Act (FATCA) and Common Reporting Standard (CRS) Obligations (the Important Information) before making a decision. Go to www.quayfund.com.au for a copy of the Reference Guide. The material relating to the Important Information may change between the time when you read this PDS and the day when you acquire or dispose of the product.

8. HOW TO APPLY

1. Read this PDS together with the Reference Guide.
2. Complete the Application Form along with the requisite identification documents which are available by calling +613 9020 3000.
You should send the form to: Apex Fund Services (Australia) Pty Ltd, PO Box 189, Flinders Lane, VIC 8009.
Fax: +613 8648 6885
For IDPS investors, you should consult your IDPS operator about investing.
3. You can then start to make regular and/or ad hoc payments into your account.

If you are investing indirectly through an IDPS, you may invest in the Fund by directing the IDPS operator to lodge an application with us. You should complete any relevant forms provided by the IDPS operator.

Cooling-off

A cooling-off period applies. If you invest as a retail client, we will return your money to you and no fees will apply (but the refund may be adjusted to reflect any change in unit prices, positively or negatively, and there may be some tax payable) if you cancel your account in writing. The 14 day cooling-off period commences on the earlier of you receiving confirmation from us that your investment has been accepted or 5 business days after the day on which units were issued to you. For IDPS investors, you should consult your IDPS operator about any cooling off rights you may have.

Also, the right to cool off does not apply to you if you choose to exercise your rights or powers as a unit holder in the Fund during this 14 day period; this could include selling part of your investment.



Complaints

If you have a complaint about any aspect of your investment, please contact us by writing to:

Quay Fund Services Limited
PO Box R186, Royal Exchange
NSW 1225

Telephone 1300 114 980
Email enquiries@quayfund.com.au

We have a structured internal complaints procedure. Every effort will be made to address your complaint. We generally will acknowledge your complaint within 5 business days and seek to resolve it within 40 days with a written response.

If you are not satisfied with the response, you should refer your complaint to the Financial Ombudsman Service (FOS) by calling 1800 367 287, emailing info@fos.org.au or by writing to GPO Box 3, Melbourne VIC 3001. If investing through an IDPS, you should contact the IDPS operator for their complaint processes.

You should read the important information about facsimiles (the Important Information) before making a decision. Go to quayfund.com.au for a copy of the Reference Guide. The material relating to the Important Information may change between the time when you read this PDS and the day when you acquire or dispose of the product.