

# INTERNATIONAL SHARES FUND PRODUCT DISCLOSURE STATEMENT (PDS)



ARSN 161 843 778, APIR FHT0032AU | 13 August 2014

FUNDHOST LIMITED  
ABN 69 092 517 087  
AUSTRALIAN FINANCIAL SERVICES  
LICENCE (AFSL) NO. 233045

FORAGER FUNDS MANAGEMENT PTY LTD  
ABN 78 138 351 345  
AUSTRALIAN FINANCIAL SERVICES LICENCE  
(AFSL) NO. 459312

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## PLEASE NOTE

- This PDS is a summary of significant information and contains a number of references (marked with the symbol “\$”) to important additional information contained in the Information Booklet 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 take account of your personal financial situation or needs; and
- You should obtain financial advice tailored to your personal circumstances.

Welcome to the Forager International Shares Fund PDS. We hope you find this PDS easy to use, and we encourage you to read the whole PDS and the accompanying Information Booklet before you make any investment decision.

Fundhost Ltd (Fundhost, we or us) invites you to invest in the Forager International Shares Fund (Fund). Fundhost is the responsible entity of the Fund and issuer of this PDS. This PDS has not been lodged with the Australian Securities & Investments Commission (**ASIC**) and is not required to be so lodged. ASIC takes no responsibility for the contents of this PDS.

If you received this PDS electronically we will provide you, free of charge, with a paper copy of this PDS (together with the application form) and any information it incorporates by reference upon request. Please phone Fundhost on +61 (0)2 8223 5400. If you make this PDS available to another person, you must give them the entire PDS, including the application form and any supplementary documents.

This PDS is also available to investors who invest through a master trust or wrap account. Different conditions may apply to such investors so please refer to Section 9 “More information”

under the heading “Investing through a master trust or wrap account”. 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 13 August 2014. 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 Fundhost posting a notice of the change on its website at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Fundhost will provide to investors, free of charge, a paper copy of the updated information upon request when they contact Fundhost on +61 (0)2 8223 5400. If the change is materially adverse to investors, Fundhost will notify affected investors and replace this PDS.

Neither Fundhost nor Forager Funds Management Pty Ltd (the **Investment Manager** or **Forager**) promise that you will earn any return on your investment or that your investment will gain or retain its value. No company other than Fundhost and the Investment Manager makes any statement or representation in this PDS.

## CONTACT INFORMATION

### RESPONSIBLE ENTITY

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### INVESTMENT MANAGER

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## ① ABOUT FUNDHOST

### FUNDHOST

Fundhost is a public company that acts as the responsible entity and provides essential services to the Fund. Fundhost's core business is to operate registered managed investment schemes and provide compliance, administration, audit and reporting services. We are responsible for the day to day operations of the Fund and have appointed the Investment Manager to manage the assets of the Fund.

### THE INVESTMENT MANAGER

Forager is the investment manager of the Fund and operates under AFSL licence No. 459312.

The Investment Manager (now Forager Funds Management) was launched by Steven Johnson in 2009 as Intelligent Investor Funds Management, as part of the Intelligent Investor group, which has provided value investing advice to retail investors through a subscription-based publishing business for the past 14 years.

Since its inception the Investment Manager has grown and as at the date of the PDS has six staff, five of whom contribute to investment research, and over \$145m in funds under management. In 2014 the Intelligent Investor publication was sold to new management, and the Investment Manager was renamed Forager Funds Management.

Forager's Chief Investment Officer is Steven Johnson. Steven has been a director and shareholder of Forager since its inception and was previously a director and shareholder of Intelligent Investor. Prior to that Steven worked at Macquarie Group and UBS. Steven has a Bachelor of Economics (Econometrics and Finance) from the University of New South Wales and is a CFA® charterholder. Steven has more than a decade's experience in value investing, which includes writing research and providing investment recommendations for Intelligent Investor, and four years as Chief Investment Officer of Forager Funds Management.

## ② HOW THE FUND WORKS

When you invest in the Fund your money (together with all other investors' monies) is gathered in one place and invested in assets. We have appointed Forager to manage the Fund. Forager uses its resources, experience and expertise to make the investment decisions.

We have appointed National Australia Bank Limited ABN 12 004 044 937 (**NAB**) as the independent custodian to hold the assets of the Fund

### UNITS

The Fund is a "unit trust". This means your interests in the Fund are represented by "units". Certain rights (such as the 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 them at our discretion and without notice):

#### Minimum initial investment

\$20,000 or \$200 for monthly direct debit

#### Minimum additional investment

\$1,000 or \$200 ongoing for monthly direct debit

#### Minimum withdrawal

\$10,000 or remaining balance

#### Minimum balance

\$1,000

#### Unit pricing frequency

Weekly

### APPLICATIONS AND WITHDRAWALS PROCESSING

Application requests will be processed weekly. If your application request and investment is received before 4pm Sydney time on the Friday, it will be processed using the unit price effective for that day. If it is received after 4pm on the Friday, it will be processed effective for the Friday of the subsequent week. If you are making monthly direct debit contributions, refer to Section 8 "How to apply" for more information on debit and cut off times.

We generally process redemption requests weekly using the unit price calculated after 4pm each Friday. If your redemption request is received before 4pm Sydney time on the Friday, it will be processed using the effective price for that day. If it is received after 4pm on the Friday, it will be processed effective for the Friday of the subsequent week

You can increase your units by reinvesting distributions in full (this will be done automatically unless you tell us otherwise) or in part, or by making an additional investment. If you choose to reinvest a portion of your distributions in full or in part it will help your investment grow. If you choose to reinvest only a portion, we can pay the remainder into your nominated account so that you may also have an income stream. Use the application form to tell us what percentage of your distributions you would like to reinvest.

You can decrease your units by making a withdrawal (simply contact us in writing and tell us how much you need to withdraw). This is called a redemption request. We accept scanned or faxed redemption requests on certain conditions.

### § DELAYS

Normally once we decide you can withdraw your money (usually this happens within 5 days of receipt of your withdrawal request), we process the request within 8 business days (although the constitution for the fund allows us 180 days), and then pay funds to your account.

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 redeem 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 Corporations Act.

### § COMPULSORY REDEMPTIONS

In some circumstances we may also compulsorily redeem your units, for example, where we suspect the law prohibits you from investing in the Fund.

### DISTRIBUTIONS

Income distributions are generally paid annually (as at 30 June each year) and can be reinvested in part or in full back into the Fund or paid to the financial institution account nominated on your application form. You can indicate your choice on the application form. Any distributions reinvested are done so at the ex-distribution mid price.

Distributions will not be paid by cheque. And distribution payments are made annually typically within 45 business days after the end of the distribution period.

§ We generally calculate distributions based on the Fund's net taxable 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: **§ A1 Investing and withdrawing.** Go to Part A of the Information Booklet available at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Note the information may change between the time when you read this PDS and the day when you acquire the product.

## ③ BENEFITS OF INVESTING IN THE FUND

### § SIGNIFICANT FEATURES

The Fund is an international equities fund, targeting undervalued securities on the world's stock markets. The Fund's investment objective is to outperform the MSCI All Country World Investable Market Index (Net) in Australian dollars (**MSCI ACWI IMI**) over a rolling 5-year period. This investment objective is not a forecast and returns are not guaranteed. See *Section 5 How we invest your money for more information.*

The Fund invests predominantly in listed securities, including property trusts and hybrids and aims to provide capital growth and distributions. The Fund may also invest in companies that are likely to be listed in the near future or securities which have been listed in the past and are in the process of winding up. The Fund will not invest more than 10% of its portfolio in assets that are unlisted.

The Fund's goal is to produce superior long-term returns from a portfolio of 20–40 businesses, irrespective of short-term share price movements. Although the MSCI ACWI IMI benchmark represents the available investment universe for the Fund, the portfolio will represent a very small proportion of those available investments and the Fund's results may vary from the benchmark.

### Investment approach

A key feature of the Fund is the approach to managing your money. Forager places no emphasis on predicting short-term price movements or the direction of markets. The focus is on valuing securities and attempting to buy them for substantially less than what we perceive to be their underlying value.

Forager uses a number of filters to highlight potential investment candidates. Our view might be that a stock trades at a price that is a discount to its underlying asset value; is a cyclical business at the bottom of the cycle with regards its profitability; has growth prospects that are not adequately incorporated into the current stock price, or; is a prospective takeover candidate.

Once a potential investment has been identified, it is put through a rigorous framework that analyses the competitive landscape, business strategy, management team, historical financial record, balance sheet structure, threats and opportunities and, ultimately, stock valuation.

Of hundreds of opportunities analysed, only a small number will make it through to become portfolio candidates.

### Fee structure and investment horizon

Fees can have a significant impact on your investment returns. The Fund has a fixed 1.4% management fee, no performance fees and no entry or exit fee (see Section 6 "Fees and costs" for details). The Fund is suitable for investors with a long investment horizon (preferably five years or more).

### § SIGNIFICANT BENEFITS

One of the main benefits we aim to achieve is investor returns, based on the Fund's investment performance. We aim to achieve capital growth in the value of your investment and income, although you should be aware that distributions are likely to be variable. Some of the other significant benefits of investing in the Fund include:

- having access to the investment expertise and full time investment management of Forager;
- having your money managed by investment professionals, which allows access to investment opportunities which an ordinary investor often can't access or manage on their own;
- having exposure to an international portfolio of securities and currencies, which may offer diversification benefits to your overall investment portfolio;
- being able to invest for less cost than what an ordinary investor may be able to;
- having the right to receive any distributions we make from the Fund
- having clear legal rights as an investor through a robust corporate governance structure; and
- regular investment statements and an annual tax statement to keep you up to date on your investment.

At 31 July 2014, the Fund has returned 23.1% per annum (after all fees) since inception, just below the 23.6% per annum return of the MSCI ACWI IMI. For an updated performance summary visit [www.foragerfunds.com](http://www.foragerfunds.com). Please be aware that past performance is not a reliable indicator of future results.

You should read the following important information before making a decision to invest in the Fund: **§ B1 Benefits and features.** Go to Part B of the Information Booklet available at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Note the information may change between the time when you read this PDS and the day 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 (and do) fall in value for many reasons, such as changes in a company's internal operations or management, or in its business environment. Forager aims to reduce these risks with careful analysis and appropriate portfolio management.
- **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.
- **Concentration risk:** The Fund will invest a relatively high percentage of its assets in a limited number of securities (typically around 20–40 and rarely more than 50 positions). On occasion the portfolio may be more concentrated which may cause the value of the Fund's investments to be more affected by any single adverse business, economic, political or regulatory event than the investments of a more diversified portfolio.
- **Emerging markets risk:** Emerging markets tend to be smaller and more volatile than the major securities markets in more developed countries. This is often a reflection of a less developed country's greater political instability or uncertainty, exchange rate uncertainty, lower market transparency or uncertain economic growth. Clearance and settlement procedures in an emerging country's securities market may be less developed which could lead to delays in settling trades and registering transfers of securities. Further, the laws in emerging markets may not provide equivalent protection to that of Australian laws, which may mean that the Fund is unable to recover the full or part value of an investment in an emerging market.
- **Currency risk:** For investments in international assets, a rise in the Australian dollar relative to other currencies may negatively impact investment values and returns. Forager will use some currency hedging for risk management purposes—for example to reduce an outsized weighting to any individual currency—but will not be hedging the portfolio back to Australian dollars. As such, an appreciation of the Australian dollar versus other global currencies would have a negative impact on the value of your investment and depreciation would likely have a positive effect, as measured in Australian dollars. Where the risk is hedged, the hedge may not provide complete protection from currency movements.
- **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.
- **Investment Manager risk:** Investment managers can be wound up or liquidated, they can cease to manage the relevant fund and be replaced, they can poorly manage operational risks and their funds can perform poorly. Further, a small number of investment professionals are responsible for managing the Fund and their personal circumstances could change. We aim to reduce this risk by having additional investment resources available through Fundhost. If required Fundhost would do all things

reasonably practicable to protect the Fund's investments and seek a new investment manager or program, with a similar investment profile if appropriate.

- **Sovereign risk:** This is the extra dimension of risk involved in international, as distinct from domestic, investments and transactions. Sovereign risk is additional to the usual commercial risks such as credit and foreign exchange risks. Sovereign risk implies the possibility that conditions will develop in a country which inhibit repayment of funds due from that country, such as exchange controls, strikes or declarations of war. Sovereign risks are generally higher in emerging markets.
- **Fund risk:** Risks particular to the Fund include that it could terminate, the fees and expenses could change (although we would always give you at least 30 days' notice where practicable if fees or ordinary expenses charged under this PDS were to increase), we could be replaced as responsible entity and management and staff could change. There is also a risk that investing in the Fund may give different results than investing individually because of income or capital gains accrued in the Fund and the consequences of investment and withdrawal by other investors.
- **Liquidity risk:** There are circumstances under which access to your money may be delayed (see Section 2 "How the Fund works" and "Delays" of this PDS). Further, the level of overall market liquidity is an important factor that may affect the returns of the Fund and access to your money. Illiquid markets can make it difficult to trade and to realise assets in a timely fashion to meet withdrawal requests. Be aware that up to 10% of the Fund may consist of unlisted investments that are generally illiquid (i.e. cannot readily be converted to cash). Also, note that units in the Fund are not quoted on any stock exchange so for example you cannot sell them through a stockbroker.
- **Interest rate risk:** This is the risk that the capital value or income of a security may be adversely affected when interest rates rise or fall.
- **Counterparty risk:** Counterparty risk is the risk that the counterparty to a transaction or contract (such as a broker or other agent of Fundhost) may default on their obligations and that the Fund may, as a result, experience an adverse investment outcome or liability.
- **Regulatory risk:** This is the risk that the value or tax treatment of either the Fund itself or investments of the Fund, or the effectiveness of a Fund's trading or investment strategy, may be adversely affected by changes in government (including taxation) policies, regulations and laws affecting registered managed investment schemes, or changes in generally accepted accounting policies or valuation methods

### § 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, and future returns may differ from past returns; and
- returns are not guaranteed, and you may lose some of your money.

These risks can be managed but cannot be completely eliminated. You can adopt certain tools to help you manage your own risk.

You should read the following important information before making a decision to invest in the Fund: **§ C1 Risks in general.** Go to Part C of the Information Booklet available at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Note the information may change between the time when you read this PDS and the day when you 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.

### HOW WE INVEST YOUR MONEY

<b>Fund description</b>	The Fund invests predominantly in companies listed on recognised stock exchanges around the world. The Fund will ideally contain 20–40 securities that Forager believes are significantly undervalued by the market. When sufficient opportunities cannot be found, the Fund may hold meaningful amounts of cash. The Fund aims to provide capital growth and some distributions. The Fund may also invest in companies that are likely to be listed on an exchange in the near future or remain invested in companies that have been delisted from an exchange. The Fund will invest no more than 10% of its assets into unlisted investments.		
<b>Investment return objective</b>	The Fund aims to outperform the MSCI ACWI IMI (AUD) over a rolling 5 year period. <i>Note the investment return objective is not intended to be a forecast. It is merely an indication of what the Fund aims to achieve over the long term. The Fund may not be successful in meeting this objective. Returns are not guaranteed.</i> § The Investment Manager has developed an investment process to help achieve the investment return objective.		
<b>Benchmark</b>	MSCI ACWI IMI (AUD)		
<b>Fund's investments and asset allocation</b>	The Fund does not have any 'target' position with regards to asset allocation. When attractive opportunities are sparse and Forager believes the overall portfolio return can be increased by holding cash, the Fund may be substantially invested in cash. Conversely, when Forager is finding plenty of opportunities that meet its investment criteria, the portfolio could be fully invested. In normal circumstances, Forager anticipates a 10–20% cash weighting for liquidity and opportunistic purposes		
	<b>Assets</b>	<b>Min</b>	<b>Max</b>
	International developed markets* listed assets	0%	100%
	International emerging markets* listed assets	0%	20%
	International unlisted assets	0%	10%
	Cash	0%	100%
	Remember the investment mix can change within the ranges significantly and sometimes quickly. Ask your adviser or contact us for the latest investment mix and size of the Fund. * As defined by MSCI		
<b>Recommended minimum investment period</b>	5 years		
<b>Borrowing</b>	The Fund will not borrow		
<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>	The Investment Manager does not take into account labour standards or environmental, social or ethical considerations in the selection, retention or realisation of investments.		

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 give you 30 days' prior notice where practicable).

You should read the following important information before making a decision to invest in the Fund: **§ D1 The investment process.** Go to Part D of the Information Booklet available at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Note the information may change between the time when you read this PDS and the day 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 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.fido.asic.gov.au](http://www.fido.asic.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 managed 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

##### Fees when your money moves in or out of the Fund

Establishment fee	Nil
Withdrawal fee	Nil
Contribution fee	Nil
Exit fee	Nil

##### Management costs—the fees and costs for managing your investment

Management fee	1.4% per annum of net assets*
Expense recoveries	Up to 0.15% per annum of net assets (for ordinary expenses only)

\*This fee can be negotiated with those wholesale clients investing \$500,000 or more

§ Other service fees (such as cheque charges or International Funds transfers) may apply.

#### 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

<b>Contribution Fees</b> Nil	For every additional \$5,000 you put in, you will be charged \$0
<b>PLUS Management Costs</b> 1.55% per annum of net assets	<b>And</b> , for every \$50,000 you have in the Fund you will be charged \$775 each year. (This amount comprises the management fee of \$700 and ordinary expense recoveries capped at \$75)
<b>EQUALS Cost of Fund</b> 1.55% per annum	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: \$775* <b>What it costs you will also depend on the fees you negotiate with the Fund or your financial adviser.</b>

\*The Corporations Act requires that when calculating management costs in this table we do not include contributions made during the year, however be aware that management costs actually incurred will depend on the market value of your investment throughout the year including any contributions and reinvestment of distributions once made. The example is based on the net assets of the Fund and assumes only ordinary expenses are incurred, no additional service fees are incurred by you, and that fees are not individually negotiated with us.

## § ADDITIONAL EXPLANATION OF FEES AND COSTS

### Adviser fees

Additional fees may be paid to your financial advisor if one is consulted. You should refer to the Statement of Advice they give you in which details of the fees are set out

### Changes to fees and costs

Fees and costs charged under this PDS can change without your consent. Reasons might include changing economic conditions and changes in regulation. However, we will give you 30 days notice of any increase to fees and ordinary expenses charged under this PDS where practicable.

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.

You should read the following important information before making a decision to invest in the Fund: § E1 Prescribed information on fees and costs and § E2 Additional explanation of fees and costs. Go to Part E of the Information Booklet available at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Note the information may change between the time when you read this PDS and the day 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: § F1 Paying tax. Go to Part F of the Information Booklet available at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Note the information may change between the time when you read this PDS and the day when you acquire the product.

## ⑧ HOW TO APPLY

### How to invest

You have options for investing. You may make direct investments into the Fund with an initial amount of at least \$20,000. We also offer a monthly savings plan via direct debit with a minimum amount of \$200 per month. Investors who sign up for the direct debit monthly savings plan are not required to make the initial investment amount of \$20,000, but may elect to. Investors may invest using a combination of both direct investments and the monthly savings plan.

To apply as a direct investor, use the application form accompanying this PDS. Direct investments are processed on a weekly basis, and both your application form and investment must be received by 4pm Friday to be processed that week (otherwise your application will be processed the next week).

To apply as a monthly savings plan investor, complete the application form and Direct Debit Savings Plan Form accompanying this PDS and submit both forms. Direct debits occur on the 25th of each month, or the next business day. All new savings plan applications received prior to the 25th of the month will be processed on the 25th of that month, or the next business day. All applications received between the 25th and end

of the month will be processed on the 25th of the subsequent month, or the next business day.

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 (AML CTF Act). If you are investing through the monthly savings plan, please also complete the Direct Debit Savings Plan Form included with the application form.

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, and are processed weekly. For investors not participating in the monthly savings plan the minimum amount for additional investments is \$1,000. See *Section 9 More information and Investing through a master trust or wrap account* for arrangements that apply to investors using a master trust or wrap account service to invest.

### Cooling off

If you decide that you don't 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 +0.4% and a sell spread of -0.4%. This means that \$9,821 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

Please contact Fundhost (details are provided on the front of this PDS) for any enquiries or complaints. To enable us to assist you as quickly as possible please have your investor number handy when you contact us.

If you do have a complaint you may of course contact us by telephone, however, if you would like a record of your complaint please write to us and we will ensure that your complaint is acknowledged and responded to as soon as practicable, and in any event within 14 days.

If you are unhappy with our response to your complaint you can contact the independent Financial Ombudsman Service (FOS).

Financial Ombudsman Service  
GPO Box 3, Melbourne VIC 3001  
1300 780 808  
[info@fos.org.au](mailto:info@fos.org.au)  
[www.fos.org.au](http://www.fos.org.au)

You should read the following important information before making a decision to invest in the Fund: § G1 Enquiries and complaints. Go to Part G of the Information Booklet available at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Note the information may change between the time when you read this PDS and the day when you acquire the product

## 9 MORE INFORMATION

### Fund performance and size

If you are interested in:

- up to date Fund performance;
- the latest investment mix of the Fund;
- current unit prices; or
- the current size of the Fund,

further details including monthly reports are available from Forager at [www.foragerfunds.com](http://www.foragerfunds.com). You can also call Forager on +61 (0)2 8305 6050, or alternatively contact Fundhost on +61 (0)2 8223 5400. Up to date information is always free of charge.

Don't forget that any past returns are just that, just because they happened doesn't mean they will happen again. Returns are volatile and may go up and down significantly and sometimes quickly.

### Investing through a master trust or wrap account?

If this is you, then remember that it is generally the operator of that service which becomes the investor in the Fund (not you). It follows that they have the rights of an investor and can exercise them (or not) in accordance with their agreements 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 your master trust or wrap account operator to determine whether any cooling off rights are available to you through the service.

We are not responsible for the operation of any master trust or wrap account through which you invest.

Indirect investors complete the application forms for the master trust or wrap account 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 master trust or wrap account operator as these will be in addition to the fees paid in connection with an investment in the Fund.

Enquiries and complaints should be directed to the operator of the master trust or wrap account. You can however still rely on the information in this PDS. In addition to reading this PDS, you should read the document that explains the master trust or wrap account (called a "guide").

### 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 our website
- send you your annual statement; and
- notify you of any material change to this PDS and any other significant event as required by law.

The Fund has 100 investors or more, and so is considered a "disclosing entity" for the purposes of the Corporations Act and therefore subject to regular reporting and disclosure obligations. Copies of any documents lodged with ASIC in relation to the Fund may be obtained from, or can be inspected at, an ASIC office. Investors have a right to obtain a copy, free of charge, in respect of the Fund, of:

- the most recent annual financial report; and
- any half yearly financial report lodged with ASIC after that most recent annual financial report.

Any continuous disclosure obligations we have will be met in accordance with ASIC's good practice guidance through website notices rather than lodging notices with ASIC. Accordingly should Fundhost, as responsible entity of the Fund, 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 our website [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). If you would like hard copies of this information, call Fundhost on +61 (0)2 8223 5400 and we will send it to you free of charge.

### § Privacy

We use personal information about you to administer your investment and also to conduct research.

### § AML CTF Act

In order to meet our obligations under the AML CTF Act or taxation legislation, we may require further information from you as to identity, the source of your funds and similar matters. Fundhost is required to verify that information by sighting appropriate documentation.

### Consents

Forager and NAB 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.

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You should read the following important information before making a decision to invest in the Fund: **§ H1 Privacy, § H2 Anti-money laundering**. Go to Part H of the Information Booklet available at [www.fundhost.com.au/investor/fi](http://www.fundhost.com.au/investor/fi). Note the information may change between the time when you read this PDS and the day when you acquire the product.

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