

# FORAGER INTERNATIONAL SHARES FUND

## PRODUCT DISCLOSURE STATEMENT (PDS)

ARSN 161 843 778, APIR FHT0032AU | 30 September 2017

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

FORAGER FUNDS MANAGEMENT PTY LTD  
ABN 78 138 351 345  
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 30 September 2017. 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](http://www.fundhost.com.au). 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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## 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 and reporting services and to ensure that the funds are audited as required by law. 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 459312. The Investment Manager was launched by Steve Johnson in 2009 as Intelligent Investor Funds Management Pty Ltd, as part of the Intelligent Investor Group, which has provided advice to retail investors through a subscription-based publishing business for the past 19 years.

Forager has 7 full-time personnel, five of whom contribute to the investment process, and over \$340m in funds under management. In 2014 the Intelligent Investor Group (excluding the Investment Manager) was sold to a new owner, and the Investment Manager was renamed Forager Funds Management Pty Ltd. The Investment Manager's Chief Investment Officer is Steve Johnson. Steve is a director and holds a beneficial interest in the Investment Manager. Steve has a Bachelor of Economics (Econometrics and Finance) from the University of NSW and is a CFA Charterholder.

## 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 or online application process provided by Fundhost. 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 for monthly direct debit

#### Minimum withdrawal

\$10,000 or remaining balance

#### Minimum balance

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

#### Unit pricing frequency

Weekly

### APPLICATIONS AND WITHDRAWALS PROCESSING

If we receive your correctly completed application (either paper or electronic) and monies or a correctly completed withdrawal request, then we generally process these weekly. If your request is received before 4pm Sydney time on the Friday, it will be processed using the unit price effective for that week. If it is received after 4pm on the Friday, it will be processed effective for the subsequent week. If you are making monthly direct debit contributions, refer to Section 8 "How to apply" for more information.

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 reinvest your distributions it will help your investment grow. If you choose to reinvest only a portion, we can pay the remainder into your nominated account. Use the application form to tell us what percentage of your distributions you would like to reinvest.

### § 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 for 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 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), but can also be paid at other times, or in some years, not paid at all. They 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 net asset value price. Distribution payments are made typically within 45 business days after the end of the applicable distribution period. Distributions will not be paid by cheque. We generally calculate and pay distributions based on the Fund's net taxable income at the end of the distribution period divided by the number of units on issue. 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](http://www.fundhost.com.au). 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 (which may include some property trusts and hybrids) and aims to provide a return to investors. 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 or have been de-listed. 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, typically from a portfolio of 20–40 businesses (although it may hold more or less), irrespective of short-term share price movements. Although the MSCI ACWI IMI benchmark represents the indicative available listed investment universe for the Fund, the portfolio will represent a very small proportion of those investments and the Fund's results may vary from the benchmark.

### § SIGNIFICANT BENEFITS

Forager aims to achieve capital growth in the value of your investment as well as 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 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;
- 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.

**Table 1: Summary of Returns as at 30 June 2017 (net of all fees and expenses)**

	FISF	MSCI ACWI IMI (AUD)
1 year return	27.42%	15.53%
2 year return (p.a.)	13.13%	7.07%
3 year return (p.a.)	13.44%	12.38%
4 year return (p.a.)	15.17%	14.15%
Since inception*(p.a.)	17.34%	16.28%

\*Inception 8 February 2013

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](http://www.fundhost.com.au). 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 typically invests in a relatively concentrated portfolio of 20–40 securities (although it may hold more or less). The value of the Fund's investments may be more affected by any single adverse business, economic, political or regulatory event than the investments of a more diversified portfolio.
- **International investment risk:** The Fund will invest in international assets, which will give rise to currency exposure. The relative strength or weakness of the Australian dollar against other currencies will affect the Fund's performance and the Fund may have less protection under laws outside of Australia, and any investments in emerging markets may be more volatile than investments in more developed countries.
- **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:** 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.
- **Fund risk:** The Fund could terminate, the fees and expenses could change (although we would always give you at least 30 days' notice where practicable if fees charged under this PDS were to increase), we could be replaced as responsible entity and 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.
- **Liquidity risk:** Access to your money may be delayed (see Section 2 "How the Fund works" and "Delays" of this PDS). Overall market liquidity can make it difficult to trade and to realise assets in a timely fashion to meet withdrawal requests. Be aware that a portion of the Fund may consist of unlisted investments that are generally illiquid (i.e. cannot readily be converted to cash).



- **Interest rate risk:** The capital value or income of a security may be adversely affected by interest rate movements.
- **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 our IT systems and networks and those of our service providers.
- **Counterparty risk:** Losses can be incurred if the counterparty (such as a broker) defaults on their obligations or experiences financial difficulty.
- **Regulatory risk:** The value or tax treatment of either the Fund itself or investments, or the effectiveness of its 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, future returns may differ from past returns; and returns are not guaranteed. You may lose 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 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](http://www.fundhost.com.au). Note the information may change between the time when you read this PDS and the day when you acquire the product.

## 5 HOW WE INVEST YOUR MONEY

You should consider the likely investment return, risk and your investment time frame 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 typically contain 20-40 securities (although it may hold more or less) that Forager believes are significantly undervalued by the market at the time of purchase. When sufficient opportunities cannot be found, the Fund may hold higher than normal levels 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 that aims to 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 hold higher than normal levels of 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](http://www.fundhost.com.au). 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.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a managed funds 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 may be paid directly from your investment returns or from the Fund's assets as a whole.

TYPE OF FEE OR COST	AMOUNT
<b>Fees when your money moves in or out of the Fund</b> <sup>^</sup>	
Establishment fee	Nil
Contribution fee	Nil
Withdrawal fee	Nil
Exit fee	Nil
<b>Management costs</b> <sup>^^</sup> - the fees and costs for managing your investment, including:	
Responsible Entity fee (payable to Fundhost)	0.21% pa
Investment Management fee <sup>^^^</sup> (payable to Forager)	1.19% pa
Custody fee* (payable to NAB)	0.02% pa
Ordinary expenses*	0.04% pa
Abnormal expenses*	Nil
Indirect costs*	Nil

<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 portfolio value of the Fund and are paid from the Fund.

<sup>^^^</sup> The amount of this fee can be negotiated with wholesale clients only, generally those making an investment of \$5,000,000 or more.

\*Any item marked with an asterisk (\*) is an estimate. Please refer to our website for any updates on these estimates which are not considered to be materially adverse from a retail investor's point of view.

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 the Fund can affect your investment over a one-year period. You should use this table to compare the Fund with other managed investment products.

#### EXAMPLE - BALANCE OF \$50,000 INCLUDING A CONTRIBUTION OF \$5,000 DURING THE YEAR

<b>Contribution Fees</b>	Nil	For every additional \$5,000 you put in, you may be charged \$0
<b>PLUS Management Costs</b> 1.46% pa comprising:		<b>And</b> , for every \$50,000 you have in the Fund you will be charged \$732 each year, comprising:
<b>Responsible Entity Fee</b>	0.21% pa	\$103
<b>Custody Fee*</b>	0.02% pa	\$12
<b>Investment Management Fee</b>	1.19% pa	\$597
<b>Ordinary expenses*</b>	0.04% pa	\$21
<b>Abnormal expenses*</b>	Nil	\$0
<b>Indirect costs*</b>	Nil	\$0
<b>EQUALS</b> <b>Cost of the Fund</b>	1.46% pa	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 \$732 each year. <b>What it costs you will depend on the fees you negotiate.</b>

When calculating management costs in this table, the law says we must assume 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 service fees are charged and that fees are not individually negotiated. Totals may appear incorrect due to rounding.

Any item marked with an asterisk (\*) is an estimate. Please refer to our website for any updates on these estimates which are not considered to be materially adverse from a retail investor's point of view.

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 EXPLANATION OF FEES AND COSTS

#### About management costs

The management costs include Fundhost's fees, Forager's fees, ordinary and abnormal expenses and any indirect costs. Fees payable to Fundhost and Forager are calculated and accrued weekly based on the portfolio value of the Fund 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 include any indirect costs and 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 based on the financial year ending 30 June 2017 and are estimated to be nil. Actual indirect costs for future years may differ.

The ordinary expenses 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.

#### Transactional and operational costs

Transactional and operational costs include brokerage, settlement costs, bid-offer spreads on investments and currency transactions, borrowing costs, clearing costs, and stamp duty costs. When you invest in the Fund, Forager may buy (and sell) investments, and incur these costs. When you withdraw, Forager 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 buying/selling of units. This adjustment aims to ensure 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 buy/sell unit price. Currently, our buy-sell spread is 0.40% of the unit price (that is +0.2% on the entry price and -0.2% on the exit price). So if the net asset value of each unit is \$1.00, on entry we adjust the unit price up approximately 0.2% (up 0.2 cents) and on exit we adjust the unit price down approximately 0.2% (down 0.2 cents). The buy-sell spread is not paid to Fundhost or Forager. Because the buy-sell spread is reflected in the buy/sell unit prices, you won't see transaction costs on any account statement we send you.

TRANSACTIONAL AND OPERATIONAL COSTS FOR FY 2017	RECOVERY THROUGH BUY-SELL SPREAD	NET TRANSACTIONAL AND OPERATIONAL COSTS
0.57%	0.08%	0.49%

Our estimate of the total transactional and operational costs for the Fund during the year ended 30 June 2017 was calculated using the Fund's actual transactions during the last financial year. 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. The amount recovered through the buy-sell spread was calculated using actual applications and redemptions during the last financial year. We expect this amount to vary from year to year as it will be impacted by the volume of applications and withdrawals and any changes in the buy-sell spread for the Fund. The net transactional and operational costs is the difference between these two amounts. All of these amounts are expressed as a percentage of the Fund's average net asset value for the year. Based on an average account balance of \$50,000 over a one year period, the net transactional and operational costs represent approximately \$247.

#### Service fees

If you need Fundhost to do something special for you, we may charge you a fee. These special fees vary depending on what you ask us to do.

**Can the fees change or be updated?**

Yes, all fees can change. Reasons might include changing economic conditions and changes in regulation. However, we will give you (or your master trust or wrap account operator) 30 days' written notice of any increase to fees where practicable.

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. Remember, 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.

**Adviser remuneration**

No commissions will be paid by us to financial advisers. Additional fees may be paid by you to your financial adviser if one is consulted. You should refer to the statement of advice they give you in which details of the fees are set out.

You should read the following important information before making a decision to invest in the Fund: **§ "Fees and costs"**. Go to Part E of the Information Booklet available at [www.fundhost.com.au](http://www.fundhost.com.au). 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](http://www.fundhost.com.au). 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 or online application process provided by Fundhost. Direct investments are processed on a weekly basis, and both your application form and investment must be received by 4pm Friday to be processed using the unit price effective for 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 or use the online application process provided by Fundhost. 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**). 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 "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 \$20,000 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 +0.2% and a sell spread of -0.2%. This means that \$19,721 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  
1800 367 287  
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](http://www.fundhost.com.au). 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 additional fees and charges of the master trust or wrap account operator. 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").

From 1 January 2018, all investors (regardless of whether you hold units in the Fund directly or hold units indirectly via a master trust or wrap account) are able to access Fundhost's complaints procedures outlined in the PDS. For indirect investors, if your complaint concerns the operation of the master trust or wrap account contact the provider directly.

### 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

unless you hold units indirectly via a master trust or wrap account. 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.

Where Fundhost becomes aware of material information, we will ensure that such material information will be made available as soon as practicable on our website [www.fundhost.com.au](http://www.fundhost.com.au). 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 other applicable 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](http://www.fundhost.com.au). 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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