

30 August 2018

Dear Unitholder

NON-RENOUCEABLE RIGHTS ISSUE – INFORMATION TO UNITHOLDERS

The Trust Company (RE Services) Limited (**Responsible Entity**) is pleased to invite Eligible Unitholders to participate in a pro rata one for six non-renounceable rights offer by the Forager Australian Shares Fund (**FOR**) of new fully paid ordinary units (**New Units**), at a price of each New Unit of \$1.58 (**Offer Price**). The Offer Price has been set by reference to the Net Asset Value per Unit at the close of business on 29 August 2018 (**Rights Issue**).

The Responsible Entity, in its capacity as the responsible entity of FOR, announced the Rights Issue to the Australian Securities Exchange (**ASX**) on 30 August 2018.

Entitlements not taken up may become available as additional units. Eligible Unitholders may, in addition to their entitlements, apply for the New Units over and above their entitlement at the Offer Price (**Additional Units**) regardless of the size of their present holding.

The Rights Issue will be conducted under section 1012DAA of the *Corporations Act 2001* (Cth) (**Corporations Act**) and does not require a product disclosure statement. Eligible Unitholders will be sent a short form offer document relating to the Rights Issue (**Offer Document**) and a personalised Entitlement and Acceptance Form on or about 6 September 2018. From the Opening Date, Eligible Unitholders can also visit the dedicated website: www.foragerfunds.com/rightsissue2018 to accept their entitlement and apply for Additional Units online.

Key Information about the Rights Issue

The Rights Issue is non-renounceable and is not underwritten.

Each Unitholder on the FOR's register of members who has a registered address in Australia or New Zealand (**Eligible Unitholder**) at 7.00pm (Sydney time) on 4 September 2018 (**Record Date**) will be entitled to subscribe for one New Unit in FOR for every six ordinary units held at the Record Date, at a price of \$1.58 per New Unit. The entitlement of Eligible Unitholders to participate in the Rights Issue will be determined on the Record Date. The entitlement will be shown on an Entitlement and Acceptance Form which will accompany the Offer Document in respect of the Rights Issue. Entitlements to New Units can be accepted by eligible Unitholders in full or in part.

Eligible Unitholders may take one of the following actions:

- take up all of their entitlement (and may also subscribe for Additional Units);
- take up part of their entitlement; or
- do nothing and allow all of their entitlement to lapse.

Entitlements to the New Units under the Rights Issue are non-renounceable, which means that entitlements will not be tradeable on ASX or otherwise transferable. If an Eligible Unitholder does not take up their entitlement by the closing date of the Rights Issue, that Eligible Unitholder's entitlement under the Rights Issue will lapse and their interest in FOR may be diluted.

The New Units issued under the Rights Issue and Additional Units will be fully paid and will rank equally with FOR's existing issued ordinary units. The Responsible Entity has made an application to the ASX

for official quotation of the New Units. The Responsible Entity expects that the New Units will be issued on 28 September 2018.

\$0.21292 per unit was distributed by FOR to unitholders in respect of the financial year ended 30 June 2018.

Key dates for Unitholders

The indicative timetable for the Rights Issue is as follows:

Rights issue 3B lodged with ASX	Before commencement of trading, Thursday, 30 August 2018
Section 1012DAA(2)(f) notice lodged with ASX	Before commencement of trading, Thursday, 30 August 2018
Offer Document Lodged with ASX	Thursday, 30 August 2018
Ex date	Monday, 3 September 2018
Record date	7.00pm (Sydney time) Tuesday, 4 September 2018
Offer Document and Entitlement and Acceptance Form sent to Unitholders	Thursday, 6 September 2018
Opening Date	Thursday, 6 September 2018
Closing Date	5.00pm (Sydney time) Friday, 21 September 2018
Units quoted on a deferred basis	Monday, 24 September 2018
Notify ASX of undersubscriptions	Wednesday, 26 September 2018
Settlement date	Thursday, 27 September 2018
Issue Date	Friday, 28 September 2018
Despatch of New Units holding statements	Friday, 28 September 2018
Commencement of trading of New Units on ASX	Monday, 1 October 2018

This timetable is indicative only and subject to change. Subject to the ASX Listing Rules and the Corporations Act, the Directors of the Responsible Entity reserve the right to vary these dates, including the Opening Date and Closing Date, without prior notice.

Capital structure

As at the date of the announcement, FOR had 99,119,326 Units on issue. The maximum number of New Units to be issued under the Rights Issue is 16,519,888. At the conclusion of the Rights Issue, the total number of issued Units in FOR will be a maximum of 115,639,214 Units. All this information is subject to the reconciliation of entitlements and rounding.

Overseas Unitholders

The Rights Issue is not being extended to any Unitholder with a registered address outside Australia or New Zealand (**Ineligible Unitholders**). The Responsible Entity has determined that it is not economically viable for it to make offers to Ineligible Unitholders, having regard to the cost of meeting

compliance requirements with securities laws in each applicable jurisdiction and the small number and value of New Units that would be offered in such jurisdictions.

Further information

Unitholders eligible to participate in the Rights Issue do not need take any action at this time.

On the Opening Date being 6 September 2018, a personalised Entitlement and Acceptance Form will be mailed to each Eligible Unitholder at the address on the Unit Register. Eligible Unitholders that wish to participate in the Rights Issue can complete the Entitlement and Acceptance Form and return it with payment by the Closing Date. From the Opening Date, Eligible Unitholders can also visit the dedicated website: www.foragerfunds.com/rightsissue2018 to accept their entitlement and apply for Additional Units online.

The Closing Date for acceptance and payment is currently expected to be 5.00pm (Sydney time) on Friday 21 September 2018.

For further information, please contact the Forager Australian Shares Fund Offer Information Line on 1800 132 875 (within Australia) or +61 1800 132 875 (outside Australia) between 8:30am and 5:30pm (Sydney time) Monday to Friday for further information. Alternatively, visit www.foragerfunds.com/rightsissue2018.

ENDS