



Auscap Asset Management Limited  
Auscap Long Short Australian Equities Fund

## Product Disclosure Statement

ARSN 615 542 213

30 September 2020



## IMPORTANT INFORMATION

This is the Product Disclosure Statement (**PDS**) for the Auscap Long Short Australian Equities Fund (ARSN 615 542 213) (**Auscap Fund** or **Fund**) issued on 30 September 2020. This PDS has been prepared and issued by Auscap Asset Management Limited (ABN 11 158 929 143, AFSL 428014) in its capacity as the responsible entity of the Fund (**Auscap** or **Responsible Entity**). Auscap is also the investment manager of the Fund (**Investment Manager**).

Auscap has authorised the use of this PDS as disclosure to investors and prospective investors who invest directly in the Fund, as well as investors and prospective investors who invest indirectly in the Fund via an IDPS (**Indirect Investors**).

### General Information only

The information in this PDS is general information only and does not take into account an investor's individual objectives, personal financial situation or needs. It is not intended to be a recommendation by Auscap or any associate, employee, agent or officer of Auscap or any other person to invest in the Fund. Investors should not base their decision to invest in the Fund solely on the information in this PDS. Before making an investment decision, an investor should consider the PDS and seek professional advice to determine whether an investment in the Fund is appropriate for the investor and carefully consider the potential benefits and risks involved in investing in the Fund, in light of the investor's particular financial situation, investment needs, objectives and tax circumstances.

### No guarantee

Auscap and its employees, associates, agents and officers do not guarantee the success, repayment of capital or any rate of return on income or capital or the investment performance of the Fund. Past performance is not a reliable indicator of future performance. An investment in the Fund does not represent a deposit with Auscap or any of its associates.

An investment in the Fund is subject to investment risks, including possible loss of income or capital invested. Investors should carefully consider the key risks in section 5 of this PDS before making an investment decision in relation to the Fund.

Units in the Fund are offered and issued by Auscap as the responsible entity of the Fund on the terms and conditions described in this PDS. Investors should read this PDS in its entirety.

To the maximum extent permitted by law, neither Auscap nor its respective affiliates, related bodies corporate, directors, officers, employees, representatives or advisors makes any representations or warranties, express or implied, as to the accuracy or completeness of any of the information contained in this PDS or any other information (whether written or oral) made available to investors in the Fund, and to the maximum extent permitted by law, each of such parties expressly disclaims any and all liability relating to or resulting from the use of this PDS or such other information.

### Offer to persons in Australia and New Zealand

The offer made in this PDS is only available to persons receiving this PDS in Australia or New Zealand (electronically or otherwise). New Zealand investors should read the section 'Important additional information for New Zealand investors' in section 9.10 of this PDS. This PDS is not to be treated as an offer to sell, or a solicitation of an offer to buy, any Units in any jurisdiction in which it is unlawful to make such an offer or solicitation or to any person to whom it is unlawful to make such an offer or solicitation. If an investor receives this PDS electronically, the investor should ensure that it has received a complete copy of this PDS and the Application Form.

### Indirect Investors

Indirect Investors applying for Units through an IDPS should be aware that they do not acquire the rights of a Unitholder in the Fund. Accordingly, Indirect Investors may not have the same rights in relation to applications and redemptions, voting and distributions as investors who invest directly in the Fund. The rights of Indirect Investors are set out in the relevant IDPS guide or other similar type of document. Indirect Investors should direct all questions relating to the Fund to their relevant IDPS operator.

### Interpretation

Unless otherwise stated, all references to 'dollars' or '\$' in this PDS refer to Australian dollars and a reference to a 'Business Day' means a day (other than a Saturday, Sunday, public holiday or bank holiday) on which banks are open for general banking business in Sydney, Australia. Unless otherwise stated, a reference to time in this PDS is to Sydney, Australia time. Capitalised terms and abbreviations have the meaning given to them in the Glossary in section 10 of this PDS, or otherwise, as defined in the body of this PDS.

### Updated Information

Information in this PDS that is not materially adverse to Unitholders may be subject to change from time to time and Auscap may update this PDS with any such changes, details of which may be found on its website at [www.auscapam.com](http://www.auscapam.com). A paper copy of this PDS and any updated information will be provided free of charge upon request during the life of this PDS. Please call the Administrator of the Fund, Link Fund Solutions Pty Limited (**Link Fund Solutions** or **Administrator**), on +61 2 9547 4311 for a copy. Alternatively, you can download the latest version of this PDS and any updated information from Auscap's website at [www.auscapam.com](http://www.auscapam.com).

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## Welcome letter from the Principals

Dear Investor,

We are pleased to invite you to participate in the Auscap Long Short Australian Equities Fund (**Auscap Fund**).

We founded the Auscap Fund in 2012 with the aim of delivering strong absolute returns in excess of the Fund's Benchmark.

The Auscap Fund concentrates primarily on fundamental, value-driven, long investments and short positions. Disciplined risk management is a key aspect of our investment process.

We have over 35 years of combined experience in long and short investing in financial markets, having previously worked at Goldman Sachs and other leading investment banks.

We believe that the market environment presents opportunities from both a long and short perspective and have designed the Auscap Fund to best take advantage of these conditions. Each of us is co-invested in the Auscap Fund, ensuring the alignment of our interests with those of our investors.

Our objective is to build long-term compounding returns for our investors. As the Portfolio Managers of the Auscap Fund, we manage the Fund in a manner consistent with the investment strategy and the process outlined in this Product Disclosure Statement.

As the Principals of Auscap Asset Management Limited and Portfolio Managers of the Auscap Fund, we intend to continue to develop a leading Australian funds management business that has a reputation for outperformance, strong risk management, a positive culture and integrity.

Before deciding whether to invest in the Auscap Fund, please read this Product Disclosure Statement in full including the key risks of investing in the Fund outlined in section 5 of this PDS. You should also seek advice from a professional financial adviser regarding your personal circumstances before making an investment decision.

We look forward to welcoming you into the Auscap Fund.

Kind regards,



Tim Carleton

Principal & Portfolio Manager

Auscap Asset Management Limited



Matthew Parker

Principal & Portfolio Manager

Auscap Asset Management Limited

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## 1. THE AUSCAP FUND AT A GLANCE

FEATURE	SUMMARY	FURTHER INFORMATION
<b>The Fund</b>	<b>Auscap Long Short Australian Equities Fund</b> ARSN 615 542 213 APIR ASX0001AU, ASX8411AU & ASX6124AU	
<b>Commencement date</b>	December 2012	
<b>Responsible Entity and Investment Manager</b>	Auscap Asset Management Limited ABN 11 158 929 143 AFSL 428014	3
<b>Investment strategy</b>	In managing the Fund, Auscap's strategy is to invest in fundamental, value-driven, long and short positions, primarily in listed Australian equities.	4.2
<b>Investment objective</b>	The Fund aims to generate strong absolute returns in excess of the Benchmark.	4.1
<b>Benchmark</b>	The Reserve Bank of Australia Cash Rate. However, Auscap intends to implement a change to the Benchmark once certain conditions are met. See section 4.1 for more detail.	4.1
<b>Investment amounts</b>	Minimum initial investment: \$100,000 Minimum additional investment: \$50,000 Minimum redemption amount: \$10,000 Minimum holding amount: No minimum Minimum investment, redemption and additional investment amounts are subject to change at Auscap's absolute discretion. Indirect Investors should review their IDPS guide.	6.1
<b>Recommended investment timeframe</b>	The minimum suggested investment timeframe for the Fund is 5 years.	6.1
<b>Applications</b>	Applications are to be received in the correct form together with cleared application monies. For the Series Class and the Monthly Platform Class, applications can be made monthly, prior to 5pm on the last Business Day before the end of the relevant month. For the Daily Platform Class, applications by Indirect Investors via an IDPS can be made daily in the manner required by the relevant IDPS operator, by 2pm on any Business Day for receipt of that day's Unit Price. Indirect Investors should contact their IDPS operator for the applicable cut-off times.	6.1
<b>Redemptions</b>	For the Series Class and the Monthly Platform Class, redemptions can be made monthly, with a minimum one month notice period. Redemption requests must be submitted and received by the Administrator prior to 5pm on the last Business Day of the month. Processing of the redemption request will take place on or about the first Business Day of the month following the notice period. For the Daily Platform Class, redemptions by Indirect Investors via an IDPS can be made daily in the manner required by the relevant IDPS operator. Redemption requests are to be submitted by the IDPS operator by 2pm on any Business Day for receipt of that day's Unit Price. Redemption proceeds will generally be available within 10 Business Days after the redemption has been processed. See sections 2.1 and 6.5 for more information on timing for submission of redemption requests and section 5 for the risks associated with this timing. Indirect Investors should contact their IDPS operator.	6.5

FEATURE	SUMMARY	FURTHER INFORMATION
<b>Indirect Investors investing via an IDPS</b>	Indirect Investors have the option of applying via an IDPS for Units in the Monthly Platform Class or the Daily Platform Class depending on whether they want the ability to make applications and redemptions on a monthly basis or on a daily basis. Indirect Investors should contact their IDPS operator for transaction requirements. A higher “buy/sell spread” applies to the Daily Platform Class as outlined below.	6.1, 6.2, 6.5 7.1 & 7.3
<b>Management Fee</b>	1.025% to 1.5375% per annum of the NAV of the Fund (GST inclusive net of RITC).  Since 1 April 2020 one third of the Management Fee has been temporarily waived by the Responsible Entity, reducing the Management Fee from 1.5375% to 1.025% (GST inclusive net of RITC) for all Unitholders. See section 7.3 for further detail.	7.1 & 7.3
<b>Performance Fee</b>	Nil to 15.375% of Outperformance over the Benchmark (GST inclusive net of RITC).  Since 1 April 2020 the Performance Fee has been temporarily waived by the Responsible Entity, reducing the Performance Fee from 15.375% to nil (GST inclusive net of RITC) for all Unitholders. See section 7.3 for further detail.	7.1 & 7.3
<b>Indirect costs</b>	Indirect costs (including administrative expenses) incurred in managing the Fund are recoverable from the Fund. For FY20 the administrative expenses were 0.10% of the NAV, and other indirect costs were nil. These amounts may vary from year to year. Extraordinary expenses properly incurred will also be paid by the Fund.	7.1 & 7.3
<b>Buy/sell spread</b>	A “buy/sell spread” is charged on all applications and redemptions for the costs of acquiring and selling assets of the Fund to issue and redeem Units. For the Series Class and the Monthly Platform Class it is 0.2%/0.2%. For the Daily Platform Class it is 0.3%/0.3%.	7.3
<b>Entry and exit fees</b>	Nil	7.1 & 7.3
<b>Distributions</b>	Determined annually as at 30 June. Investors elect in the Application Form to have their distributions reinvested into Units in the Fund by default, or may elect to have their distributions paid to them as cash. Indirect Investors should review their IDPS guide for information regarding distributions.	6.3
<b>Valuations</b>	For the Series Class and the Monthly Platform Class, valuations are conducted monthly on the last Business Day of the month.  For the Daily Platform Class, valuations are conducted daily at the end of each Business Day.	6.6
<b>Benefits of investing in the Fund</b>	For investors seeking exposure to a portfolio comprised of primarily listed Australian equities, the Fund: <ul style="list-style-type: none"> <li>• aims to generate strong absolute returns in excess of the Benchmark;</li> <li>• enables the Portfolio Managers to concentrate the Fund’s capital in the opportunities they perceive to be offering the best risk-adjusted return;</li> <li>• is actively managed by Auscap’s experienced Portfolio Managers; and</li> <li>• looks to lower correlation with markets by holding both long and short positions.</li> </ul>	

FEATURE	SUMMARY	FURTHER INFORMATION
<b>Key Risks of investing in the Fund</b>	<p>Key risks associated with investing in the Fund include (but are not limited to):</p> <ul style="list-style-type: none"> <li>• management risk – there is a risk that Auscap’s investment strategy could fail to achieve the Fund’s investment objectives and could result in a decrease in the value of an investment in the Fund (see section 4 for details of the investment strategy for the Fund);</li> <li>• share market investment risk – the value of the long investments in the Fund’s portfolio may decrease in response to the activities of an individual company or in response to general market, business or economic conditions;</li> <li>• short selling risk – Auscap may engage in the short sale of securities. Investors may lose money on short positions due to the unpredictable appreciation in a security’s value or the securities market as a whole; and</li> <li>• leverage risk – Auscap’s use of leverage increases the gross exposure of the Fund and there is a risk that this may have the effect of magnifying any losses of the Fund.</li> </ul> <p>Other key risks of investing in the Fund are outlined in section 5 of this PDS.</p>	5
<b>Contact details</b>	<p><b>ADMINISTRATOR OF THE AUSCAP FUND</b></p> <p>Link Fund Solutions Pty Limited Unitholder Services            Attention: Auscap Fund Unit Registry            PO Box 5482, Sydney NSW 2001            Phone: +61 2 9547 4311            Email: <a href="mailto:LFS_registry@linkgroup.com">LFS_registry@linkgroup.com</a></p> <p><b>RESPONSIBLE ENTITY AND INVESTMENT MANAGER</b></p> <p>Auscap Asset Management Limited            Level 30, 9 Castlereagh Street            Sydney, NSW 2000 Australia            Phone: +61 2 8378 0800            Email: <a href="mailto:info@auscapam.com">info@auscapam.com</a></p>	



## 2. ASIC BENCHMARKS AND DISCLOSURE PRINCIPLES

### 2.1 ASIC Regulatory Guide 240

ASIC has released benchmarks and disclosure principles in ASIC Regulatory Guide 240 to assist potential investors to make a more informed decision when investing in products like the Fund.

The following table sets out a summary of the benchmarks and disclosures that ASIC believes should be highlighted in a product disclosure statement for a product like the Fund and refers to the sections in this PDS where you can find further information. A copy of ASIC Regulatory Guide 240 dated October 2013 (as may be amended or replaced from time to time) is available from ASIC's website at [www.asic.gov.au](http://www.asic.gov.au).

Benchmark	
<p><b>Valuation of assets</b> Does the Responsible Entity have and implement a policy that requires valuations of the Fund's assets that are not exchange traded to be provided by an independent administrator or an independent valuation service provider?</p> <p><i>Further Information: Section 6.6</i></p>	<p><b>Auscap complies with this benchmark in relation to the Fund.</b></p> <p>The valuation of any non-exchange traded assets is determined from an independent source by the Fund's Administrator, Link Fund Solutions, in consultation with Auscap and in accordance with market practice.</p>
<p><b>Periodic reporting</b> Does the Responsible Entity have and implement a policy to provide periodic disclosure of certain key information?</p> <p><i>Further Information: Section 6.7</i></p>	<p><b>Auscap complies with this benchmark in relation to the Fund.</b></p> <p><b>Monthly reporting</b> Monthly updates are provided on certain key information via Unitholder statements (distributed to direct investors by Link Fund Solutions). The monthly Auscap Newsletter is available on the Auscap website at <a href="http://www.auscapam.com">www.auscapam.com</a> or via subscription to Auscap's email mailing list. Updated Fund information will be available via Auscap's website on a monthly basis.</p> <p><b>Annual reporting</b> Auscap will make the Fund's annual report available online at a web address that will be communicated to Unitholders as soon as practicable after 30 June each year.</p>

<b>Disclosure Principles</b>	
<b>Investment strategy</b>  <i>Further Information: Section 4</i>	<b>Fund objective</b> <p>The Fund's investment objective is to generate strong absolute returns in excess of the Benchmark, which is the Reserve Bank of Australia Cash Rate.</p> <p>However, Auscap intends to implement a change to the Benchmark once certain conditions are met. See section 4.1 for more detail.</p> <b>Investment strategy</b> <p>The Fund invests primarily in Australian listed equities and focuses on fundamental, value-driven, long and short positions.</p> <p>The key risks of investing in the Fund are described in section 5 of this PDS.</p>
<b>Investment Manager of the Fund</b>  <i>Further Information: Sections 3.1 and 3.2</i>	<p>Auscap Asset Management Limited (ABN 11 158 929 143, AFSL 428014) is the Responsible Entity and the Investment Manager of the Fund.</p> <p>Auscap was founded in 2012 by Tim Carleton and Matthew Parker, who are the Portfolio Managers. Tim and Matthew have worked together for more than 10 years and have over 35 years of combined experience in financial markets, particularly in Australian equities. Tim and Matthew dedicate a significant amount of their time to the execution of the Fund's investment strategy and are both co-invested in the Fund.</p>
<b>Fund structure</b>  <i>Further Information: Section 3</i>	<p>The Fund is structured as an Australian registered managed investment scheme under the Corporations Act.</p> <p>Auscap is the Responsible Entity and Investment Manager of the Fund. Auscap may appoint service providers to assist with the ongoing operation, management and administration of the Fund. As at the date of this PDS, the key service providers to the Fund are:</p> <ul style="list-style-type: none"> <li>• Link Fund Solutions, which is the Administrator of the Fund and provides fund administration, unit registry and accounting services;</li> <li>• Citigroup Global Markets Limited, which is the Prime Broker and Custodian of the Fund; and</li> <li>• EY, which provides tax, audit and legal services.</li> </ul> <p>Auscap receives a Management Fee for managing the Fund. In certain circumstances, it is also entitled to receive a Performance Fee. See section 7 for further details regarding fees.</p>
<b>Valuation, location and custody of assets</b>  <i>Further Information: Sections 3.3, 4.5, 6.6 and 9.9</i>	<b>Valuation of the Fund's assets</b> <p>Link Fund Solutions is the Administrator of the Fund. The Administrator is responsible for calculating the Fund's NAV. This is done monthly as at the last Business Day of the month for the Series Class and the Monthly Platform Class, and daily each Business Day for the Daily Platform Class.</p> <p>The Fund's investments predominantly comprise listed Australian equities and cash. The valuation policy for the Fund is that listed investments are valued at their last traded market price or where this price is not available, using the best information reasonably available including by reference to comparable investments. The valuation of any non-exchange traded assets is determined from an independent source by the Administrator in consultation with Auscap and in accordance with market practice. Cash is valued at its face value with the addition of accrued interest.</p> <b>Location and custody of the Fund's assets</b> <p>Citigroup Global Markets Limited is the Prime Broker and Custodian of the Fund. See section 9.9 for further information on the location and custody of the Fund's assets.</p>

<p><b>Liquidity</b></p> <p><i>Further Information: Sections 4.13 and 5</i></p>	<p>As at the date of this PDS, Auscap reasonably expects to be able to realise at least 80% of the Fund's assets at the value ascribed to those assets in calculating the Fund's NAV within 10 days (subject to any relevant transaction costs).</p> <p>However, at certain times, particularly under stressed market conditions, this may not be possible. Consequently, Auscap maintains a liquidity management policy that has the following key elements:</p> <ul style="list-style-type: none"> <li>• Auscap will primarily hold investments that are traded on an active market;</li> <li>• Units in the Monthly Platform Class and the Series Class are subject to a minimum 30 day redemption notice period; and</li> <li>• Auscap regularly monitors and internally reports on the liquidity of the Fund.</li> </ul> <p>See section 4.13 for further details on liquidity and Auscap's liquidity management policy. See section 5 for the risks associated with liquidity.</p>
<p><b>Leverage</b></p> <p><i>Further Information: Sections 4.8 and 5</i></p>	<p>Leverage will be used in accordance with the investment strategy for the Fund. The Fund may be geared up to 200% gross long, up to 200% gross short and up to 150% net long or net short. See section 4.8 for further information and an explanation about gross and net positions, including an example.</p> <p>As at the date of this PDS, the Prime Broker and Cash Lender are the only counterparties to any leveraged transactions and the Prime Broker will hold Collateral. The assets of the Fund may be exposed to set off rights or claims where leverage is used.</p> <p>While the use of leverage may increase the potential returns on an investment in the Fund, it also increases the level of risk and may increase losses. See section 5 for more information on the risks associated with leverage.</p>
<p><b>Derivatives</b></p> <p><i>Further Information: Sections 4.6 and 5</i></p>	<p>Exchange-traded derivatives, including futures, may be used by the Fund for hedging and non-hedging purposes such as:</p> <ul style="list-style-type: none"> <li>• to manage or reduce particular risks;</li> <li>• to implement an investment strategy in a cost efficient manner;</li> <li>• a substitute for direct investment in securities; and/or</li> <li>• to gain exposure to other types of investments where appropriate.</li> </ul> <p>All of the Fund's derivatives counterparties must be, in Auscap's reasonable opinion, of investment grade at the time of trading and have sufficient expertise in trading such derivatives.</p> <p>There are specific risks associated with the use of derivatives including the requirement to post Collateral. See section 5 for more information on the risks associated with derivatives.</p> <p>Throughout the history of the Fund, derivatives have been used occasionally.</p>
<p><b>Short selling</b></p> <p><i>Further Information: Sections 4.7 and 5</i></p>	<p>Auscap, as the Investment Manager, may engage in the short selling of securities, which may enable the Fund to profit from falls in the value of companies which it believes are overpriced. Short positions may also be entered into for risk management purposes.</p> <p>Short selling can involve greater risk than taking a long position or buying a security. See section 5 for more information on the risks associated with short selling.</p>

**Redemptions**

*Further Information:  
Sections 5 and 6.5*

For the Monthly Platform Class and the Series Class, redemptions are processed on a monthly basis, with a minimum one month notice period.

Redemption requests must be submitted and received by the Administrator prior to 5pm on the last Business Day of the month, with a one month notice period then applying and processing of the redemption request taking place on or about the first Business Day of the month following the notice period.

This means that if a Unitholder submits a redemption request on the first day of a month, the Redemption Price will be calculated based on the NAV per Unit on the Valuation Day at the end of the following month, with the redemption request processed on or about the first Business Day of the next month. This is effectively a 2 month period. See the redemption risk paragraph in section 5 of this PDS for the risk that is associated with the length of this time period. Auscap has the discretion to allow redemptions at other times and with longer or shorter notice periods. If the original request is received by the Administrator after the deadline for receipt of requests for any particular Redemption Day, it will be treated as a request for redemption on the next Redemption Day.

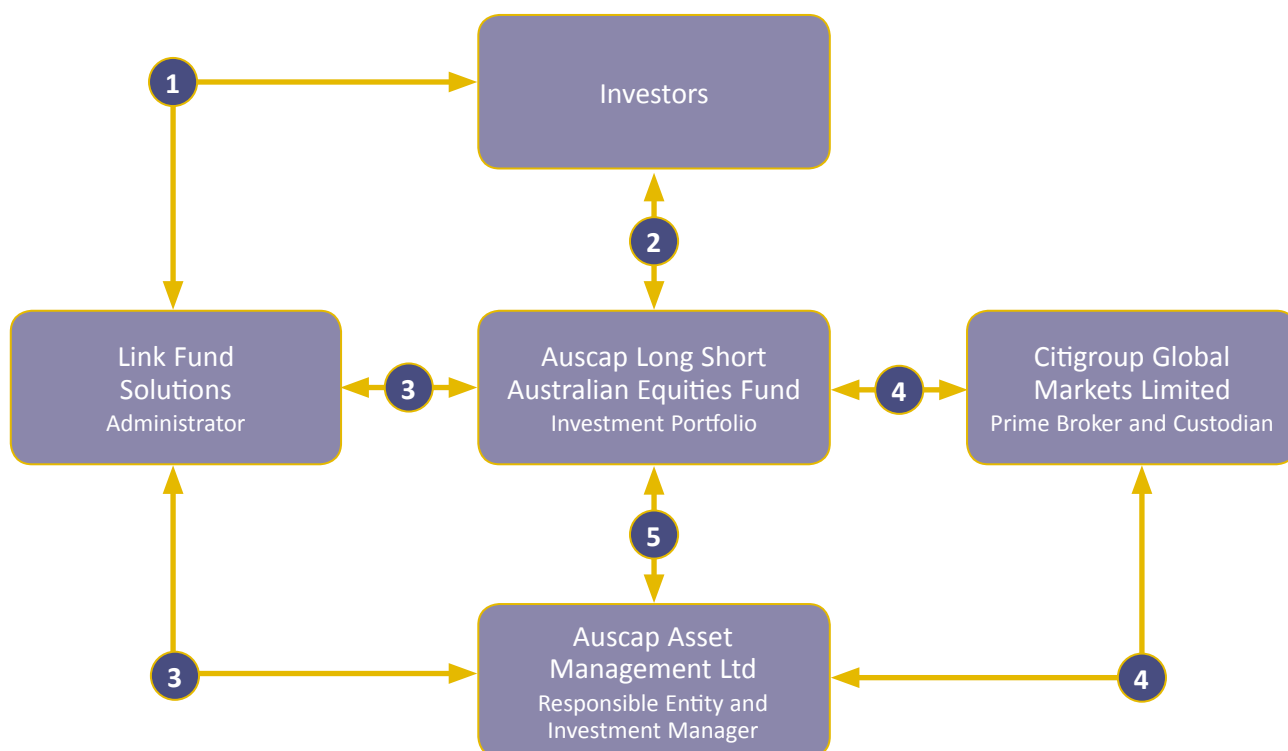
In normal circumstances, proceeds from redemptions will be available within 30 days after the redemption has been processed. With the exception of Financial Year end, Redemption Prices will generally be finalised within 10 Business Days after the relevant Redemption Day. For Financial Year end, Redemption Prices will generally be finalised within 20 Business Days. The Redemption Price will be the Unit Price as at the Valuation Day immediately preceding the Redemption Day, less the "sell spread".

For the Daily Platform Class, redemption requests must be submitted by the IDPS operator and received by the Administrator by 2pm on any Business Day for receipt of that day's Unit Price. Any redemption request received after 2pm on a Business Day will generally be treated as having been received the following Business Day. In normal circumstances, proceeds from redemptions for the Daily Platform Class will be available within 10 Business Days after the redemption has been processed. The Redemption Price will be the Unit Price as at the Valuation Day immediately preceding the Redemption Day, less the "sell spread".

Indirect Investors should contact their IDPS operator for applicable cut-off times for making a redemption request through the IDPS. Indirect Investors are required to provide their redemption request directly to the relevant IDPS operator. The time to process a redemption request will depend on the particular IDPS operator.

In some circumstances (e.g. if the Fund becomes illiquid), investors may not be able to redeem their investment in the usual period or at all. See section 6.5 for more information.

### 3. AUSCAP FUND OVERVIEW



- 1 Application, Additional Application and Redemption Request Forms submitted by investors to Link Fund Solutions who provide subscription notifications, monthly Unitholder statements and tax distribution statements to investors
- 2 Application monies transferred to Fund application account, investor issued Units in the Fund (Link Fund Solutions to provide the notification)
- 3 Link Fund Solutions contracted by the Responsible Entity to provide administration and registry services for the Fund
- 4 Investment portfolio held by the Prime Broker and Custodian who has been appointed by the Responsible Entity
- 5 Responsible entity and investment management functions carried out by Auscap

#### 3.1 Auscap Fund Structure

The Auscap Fund commenced in December 2012 and is an Australian registered managed investment scheme (ARSN 615 542 213). Each Unit in the Fund gives an investor a beneficial interest in the Fund's assets as a whole, but not an entitlement to, or an interest in, any particular asset of the Fund.

The Fund's Constitution allows for more than one class of Units to be offered to potential Unitholders. The rights of Unitholders in different classes of Units may vary. The Fund has on issue three Classes of Units, being the Series Class, Monthly Platform Class and Daily Platform Class. Units in the Monthly Platform Class and Daily Platform Class are only to be issued to IDPS operators investing in the Fund on behalf of Indirect Investors, unless otherwise determined by Auscap.

Auscap (ABN 11 158 929 143, AFSL 428014), a company incorporated under the laws of Australia and based in Sydney, is the Responsible Entity and Investment Manager of the Fund.

In its capacity as Responsible Entity, Auscap is responsible for operating the Auscap Fund in accordance with its Constitution and the Corporations Act and executing the Auscap Fund's investment strategy including managing the purchasing and selling of securities.

## 3.2 Investment Manager of the Fund

Tim Carleton and Matthew Parker, as the Principals and Portfolio Managers of Auscap, are the key persons managing Auscap and the Fund. Tim and Matthew have operated the Fund since December 2012 and are co-invested in the Fund. Tim and Matthew dedicate a significant amount of their time to executing the Fund's investment strategy.

### **Tim Carleton** *Principal and Portfolio Manager*

Tim co-founded Auscap with Matthew in 2012 and has jointly operated the Fund as a Portfolio Manager since December 2012.

Tim has over 15 years of experience in the financial services industry working in equities portfolio management and investment banking. Tim was previously an executive director within the proprietary strategies team at Goldman Sachs, responsible for managing a long short Australian equities portfolio using Goldman Sachs proprietary funds.

Prior to joining Goldman Sachs in 2007, Tim worked at Macquarie Bank within the Investment Banking Group. He was involved in significant principal transactions using Macquarie Bank funds and in advising ASX listed companies.

Tim has a Bachelor of Commerce (Finance and Economics) and a Bachelor of Laws (Hons) from the University of Sydney. Tim is a Chartered Financial Analyst (CFA Institute), Chartered Market Technician (Market Technicians Association) and a Senior Associate of FINSIA. He is also a Graduate of the Australian Institute of Company Directors (GAICD).

### **Matthew Parker** *Principal and Portfolio Manager*

Matthew co-founded Auscap with Tim in 2012 and has jointly operated the Fund as a Portfolio Manager since December 2012.

Matthew has over 20 years of experience in the financial services industry working in equities portfolio management, trading and dealing. Matthew was previously an executive director within the proprietary strategies team at Goldman Sachs responsible for managing a long short Australian equities portfolio using Goldman Sachs proprietary funds.

Prior to joining Goldman Sachs in 2008, Matthew spent 9 years at Merrill Lynch Australia as a director responsible for managing a long short equities portfolio using Merrill Lynch Australia proprietary funds. Prior to this, Matthew worked at Bankers Trust in various roles involving equities trading and dealing.

Matthew is a Graduate of the Australian Institute of Company Directors (GAICD).

### **Dual manager approach**

Auscap uses a dual manager approach meaning both Tim and Matthew are equally responsible for the portfolio management decision-making process. Auscap believes the dual portfolio manager approach has considerable benefits in terms of idea generation, investment decision making, utilisation of the Portfolio Managers' complementary skill sets and risk management.

### 3.3 Key service providers

Auscap, as Responsible Entity, has the power to delegate certain duties in accordance with the Corporations Act and its Constitution and has engaged industry leading service providers to manage the Fund's prime brokerage, custody, fund administration, unit registry, accounting, legal and audit requirements.

Auscap has entered into arm's length contractual agreements with each of its service providers and periodically monitors and reviews their performance to ensure that services are being provided in accordance with the terms of such agreements.

#### **Administration**

Auscap has appointed Link Fund Solutions, an Australian entity wholly-owned by ASX listed company Link Administration Holdings Limited ACN 120 964 098 (ASX: LNK), to provide fund administration and unit registry services to the Fund including:

- fund accounting services, including trade confirmation and reconciliation;
- regulatory and administrative services;
- mandate compliance, performance and analytical services; and
- unit pricing and registry services.

Further details of Auscap's contractual arrangements with Link Fund Solutions are set out in section 9.9.

#### **Prime Brokerage and Custody**

Auscap has appointed Citigroup Global Markets Limited (**CGML**) as the Prime Broker and Custodian of the Fund under the terms of a customer agreement for Australian prime brokerage services (**Prime Broker Agreement**). CGML is Citigroup's international broker dealer and a United Kingdom entity headquartered in London. Citigroup Global Markets Australia Pty Ltd (**CGMA**), an Australian entity, has been appointed as a cash lender to the Fund under the terms of a customer agreement for Australian cash loans (**Cash Loan Agreement**). CGML and CGMA are wholly owned indirect subsidiaries of Citigroup Inc., which is listed on the New York Stock Exchange (Ticker: C.US).

Under the Prime Broker Agreement, CGML provides various custodial services, securities lending services and the settlement of securities transactions. CGMA provides under the Cash Loans Agreement cash financing in connection with transactions under the Prime Broker Agreement. CGML and CGMA, in their capacities as prime broker/custodian and cash lender respectively, have no decision-making discretion and provide no investment advice in relation to the assets of the Fund.

Details of Auscap's contractual arrangements with respect to prime brokerage and custody are set out in section 9.9.

#### **Audit, Tax and Legal**

EY, a multinational professional services firm with a member firm in Australia, has been appointed to provide tax, audit and legal services for the Fund.

### 3.4 Risks

Refer to section 5 of this PDS for the risks associated with the Fund's structure, including the service provider risks.

## 4. INVESTMENT OBJECTIVES & PROCESSES

### 4.1 Investment objective

The Fund’s investment objective is to generate strong absolute returns in excess of the Benchmark, the Reserve Bank of Australia Cash Rate. However, once the total return (being the value of all Units held in the Fund as at 31 March 2020 and distributions received in relation to those Units (**Total Return**)) for every investor who was in the Fund as at 31 March 2020 and remains in the Fund (**Relevant Investor**) is greater than the amount that the Relevant Investor initially contributed for those Units (less the buy spread and assuming the reinvestment of all distributions into the Fund) and all Relevant Investors are above their High Watermark, Auscap intends to implement a change to the Benchmark so that it is the All Ordinaries Accumulation Index. Unitholders will be given advance notice before this change is made.

### 4.2 Value driven investment philosophy

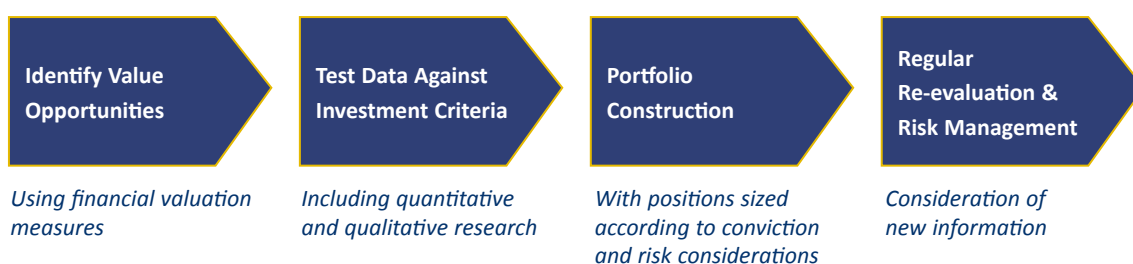
Auscap is a value-based, long short equities manager. The Fund targets attractive total return opportunities through disciplined investing. Auscap aims to preserve capital and generate long-term, compounding returns. The Fund’s ability to generate returns consistent with its investment objective is dependent on a number of assumptions which may not eventuate, including sufficient attractive investment opportunities, the market’s recognition of the value of these opportunities in line with Auscap’s expectations and the ability of Auscap to limit the number and impact of errors in analysis, assessment and execution of its investment strategy.

The Fund is a high conviction portfolio that is typically invested in between 25 and 45 positions. The Fund is long biased, however may be net long, short or neutral depending on the strategies being employed by Auscap at the relevant time. Auscap will allocate capital in accordance with expected performance and risk measures. Short selling will be used to expand the range of available investment opportunities and may achieve returns when the value of a security is expected to fall. See section 4.7 for more information on short selling, and section 5 for the risks associated with short selling.

Auscap will seek to achieve the Fund’s investment objective by investing the Fund’s capital in securities it believes will appreciate in value, whilst shorting securities it considers will depreciate in value.

The typical asset classes invested in are listed Australian equities denominated in Australian dollars and cash. From time to time, the Fund may invest in other asset classes.

### 4.3 Investment process



In implementing the investment strategy of the Fund, Auscap will take into consideration tax and income benefits, including franking credits that can be passed through to Australian investors.



## 4.4 Risk management

Disciplined risk management is a key focus for Auscap. Auscap's risk management process includes:

- daily monitoring of risk via internal control systems using aggregate, sector and single name exposure and various other risk management tools;
- monitoring of hard risk limits (e.g. the Fund may be geared up to 200% gross long, 200% gross short and up to 150% net long or net short – see section 4.8 for an explanation about gross and net positions and a worked example); and
- a quarterly review of risk management by the Auscap Board.

Auscap's risk management process is dependent on its ability to properly assess and reduce risk where appropriate. This may or may not be successful.

## 4.5 Fund instruments

Along with Australian listed equities, the Fund may from time to time have exposure to the following financial products:

- listed futures (predominantly relating to listed equities, trusts, funds and indices);
- cash equivalent investments;
- foreign exchange and currency futures;
- international listed equities, including Australian dual listed entities, fungible equities, American Depository Receipts (i.e. ADRs) and pooled investment vehicles; and
- exchange-traded derivatives (predominantly exchange traded options relating to listed equities, indices and on occasion other assets).

At times the Fund may invest in other financial products where Auscap deems it appropriate.

There are no allocation limits in respect of the class or location of assets of the Fund, although the portfolio is expected to comprise predominantly Australian listed equities denominated in Australian dollars.

## 4.6 Derivatives

Exchange-traded derivatives, including futures, may be used by the Fund for hedging and non-hedging purposes such as:

- to manage or reduce particular risks;
- to implement an investment strategy in a cost efficient manner;
- a substitute for direct investment in securities; and/or
- to gain exposure to other types of investments where appropriate.

## 4.7 Short selling

The Fund may engage in the short selling of securities, which may enable it to profit from falls in the value of companies which it believes are overpriced. The Fund will typically borrow securities from the Prime Broker at the prevailing market price and sell the securities with the view that the market price of the securities will decline at some point in the future, at which point the securities would then be bought back and returned to the lender.

*The example below is provided for illustrative purposes only*

#### **Worked example – Short Selling**

Auscap believes that the price of stock X will fall. The current price of stock X is \$10 and Auscap decides to sell short 100 shares. In order to execute the short-sale, Auscap borrows the 100 shares from its Prime Broker and sells them in the market. Auscap then receives \$1000 ( $\$10 \times 100$ ) from the proceeds of the sale.

#### **Scenario 1:**

One month later the price of stock X has dropped to \$8. Auscap now buys back the shares on the market, spending \$800 ( $\$8 \times 100$ ) to repurchase the shares, and returns the stock to the lender. Auscap has received \$1000 but spent only \$800, so the profit on the trade is \$200.

#### **Scenario 2:**

One month later the price of stock X has risen to \$12. Auscap now buys back the shares on the market, spending \$1200 ( $\$12 \times 100$ ) to repurchase, and returns the stock to the lender. Auscap has spent \$1200 but only received \$1000, so incurs a loss of \$200.

Note that this worked example does not take into account the transaction costs associated with short selling. There are also specific risks associated with short-selling. Refer to section 5 of this PDS for more information.

## **4.8 Leverage**

Leverage will be used in accordance with the investment strategy of the Fund for both investment and hedging purposes.

The Fund may borrow from the Cash Lender for the purpose of having an exposure to the market that is greater than 100%. The Fund may also borrow shares to short sell and may, at times, purchase or sell derivatives in line with the investment strategy. Each of these activities has the potential to leverage the Fund's exposure. The Fund may be geared up to 200% gross long, up to 200% gross short and up to 150% net long or net short. As at the date of this PDS, the Prime Broker and Cash Lender are the only counterparties to any leveraged transactions and the Prime Broker will hold Collateral for those transactions. The Fund's assets may be exposed to set-off rights or claims in the instance where leverage is used.

While the use of leverage has the potential to increase returns on an investment in the Fund, it may also increase losses and its use may increase the risk profile of the Fund.

See section 5 for further information on the risks associated with leverage.

*The example below is provided for illustrative purposes only*

#### **Worked example – Leverage**

As an illustration only, on the assumption that the Fund has \$100 million in funds under management, Auscap could implement strategies that result in the Fund having up to \$200 million (i.e. 200%) of gross long positions and up to \$200 million (i.e. 200%) of gross short positions. However, the net position of the Fund (i.e. gross longs less gross shorts) can never exceed \$150 million net long (i.e. 150%) or \$150 million net short (i.e. 150%). Auscap does not intend that its leverage limits will be as high as these percentage limits on a regular basis.

Assuming the Fund were at its maximum level of net leverage, with \$200 million of gross long positions and \$50 million of gross short positions:

- A 10% appreciation in the value of gross long positions would increase the value of the portfolio by 20%
- A 10% appreciation in the value of gross short positions would decrease the value of the portfolio by 5%
- A 10% depreciation in the value of gross long positions would decrease the value of the portfolio by 20%
- A 10% depreciation in the value of gross short positions would increase the value of the portfolio by 5%

## 4.9 Underwriting and sub-underwriting

Auscap may identify investment opportunities that involve underwriting or sub-underwriting arrangements. Auscap may make such investments primarily for the purpose of investing in accordance with the investment strategy of the Fund. Should Auscap earn any fees for underwriting services, these fees will be paid to the Fund.

## 4.10 Trade Allocation Policy

Auscap is responsible for managing a number of funds. Auscap may on occasion purchase or sell the same security on behalf of more than one fund at or about the same time. In determining the suitability of each investment opportunity to a fund, consideration will be given to a number of factors, the most important being the fund's investment objectives and strategy, existing portfolio composition and cash levels. Auscap complies with a trade allocation policy to determine allocation between funds in these circumstances. A copy of the trade allocation policy is available free of charge by contacting Auscap.

## 4.11 Labour standards and environmental, social and ethical considerations

Auscap's approach to investment decision-making is primarily driven by financial and economic considerations. Labour standards, and environmental, social and ethical factors can impact the financial performance of investments. As a result, Auscap includes an assessment of labour standards, and environmental, social and ethical considerations for the purpose of selecting, retaining or realising any investments for the Fund. Auscap does not have a predetermined view on these standards and considerations or the extent to which they would be taken into account (other than it takes them into account to the extent they materially affect the investment from a financial perspective). Rather, it considers these standards and considerations as it becomes aware of them when making investment decisions. Auscap has no set approach for monitoring or reviewing its approach to taking such standards and considerations into account.

## 4.12 Changing the investment strategy

Auscap may change its investment objectives and strategy for the Fund from time to time. Although there is no current intention to change the investment strategy, if this does occur Unitholders will be advised in writing and a supplementary PDS may also be required.

The risks associated with the investment strategy for the Fund are set out in section 5 of this PDS.

## 4.13 Liquidity

As at the date of this PDS, Auscap reasonably expects to be able to realise at least 80% of the Fund's assets, at the value ascribed to those assets in calculating the Fund's NAV, within 10 days (subject to any relevant transaction costs).

However, at certain times, particularly under stressed market conditions, this may not be possible. Consequently, Auscap maintains a liquidity management policy that has the following key elements:

- Auscap will primarily hold investments that are traded on an active market;
- Units in the Monthly Platform Class and the Series Class are subject to a minimum 30 day redemption notice period; and
- Auscap regularly monitors and internally reports on the liquidity of the Fund.

A copy of the liquidity management policy is available free of charge by contacting Auscap.

In certain circumstances, it may be necessary to suspend redemptions to allow sufficient time for the liquidation of assets to meet redemptions. If the Fund ceases to be liquid (as defined in the Corporations Act), redemptions will only be permitted if Auscap makes a withdrawal offer in accordance with the Corporations Act. See section 6.5 for more information.

See section 5 for the risks associated with liquidity.

## 5. KEY RISKS

All investments have an inherent level of risk. Auscap has established investment processes that seek to mitigate the risks associated with the Auscap Fund, however an investment in the Fund carries certain risks.

There is no guarantee that the Fund will achieve its investment objectives and investors should fully understand and be capable of assuming the risks of investing in the Fund. You should be aware that the value of your investment may go down and/or you could receive little or no income. Past performance is not a reliable indicator of future performance. Neither the performance of the Fund nor the security of your investment can be guaranteed by Auscap. You should talk to your professional adviser about the risks involved in investing in the Fund and how such risks may impact upon your individual financial circumstances.

The key risks of investing in the Fund include, but are not limited to:

### ***Management risk***

There is a risk that Auscap's investment strategy could fail to achieve the Fund's investment objectives and could result in a decrease in the value of an investment in the Fund (see section 4 for details of the investment strategy for the Fund). The Fund is subject to management risk because it is actively managed. In making investment decisions for the Fund, Auscap will apply the Fund's investment strategy, but there is no guarantee that Auscap's decisions will produce the intended result. There can be no assurance that the Fund's investment objective will be realised or that investors (including Indirect Investors) will receive any returns on their investment.

### ***Share market investment risk***

The value of the long investments in the Fund's portfolio may decrease in response to the activities of an individual company or in response to general market, business or economic conditions. Conversely, the value of the Fund's short sale liabilities may increase as a result of the same factors. In each case, investors are exposed to a decrease in the Fund's Unit Price.

### ***Short selling risk***

Auscap may engage in the short sale of securities. The Fund may lose money on short positions due to the unpredictable appreciation in a security's value or the securities market as a whole. Short selling can involve a higher level of risk than buying a security because there is no limit to how much the price of a security may appreciate.

### ***Company or entity specific risk***

An investment in a company or other entity (such as a trust) by the Fund may be affected by unexpected changes in that company's or entity's operations (e.g. changes in management or the loss of a major customer) and business environment. See also concentration risk below.

### ***Liquidity risk***

Liquidity risk arises when investments are made in securities which are traded on an infrequent basis, or in securities which are not traded regularly on any financial market. Should the Fund hold illiquid securities then it may not be able to sell them at a fair price at the time it may wish to do so. This may affect the Fund's performance and may also impact upon an investor's ability to redeem from the Fund.

### ***Borrowing and leverage risk***

The Fund may leverage its capital, in accordance with its investment strategy (as outlined in section 4 of this PDS), if Auscap believes that the use of leverage may enable the Fund to achieve a higher rate of return. In order to borrow additional funds for investment purposes the Prime Broker may require

additional Collateral. The Fund may leverage its capital through the use of derivatives (see below for the risks associated with derivatives) and short sales. The risk associated with leveraging is that it increases the gross exposure of the Fund and can have the effect of magnifying both the profits and losses of the Fund. Returns from leveraged investments are generally more volatile than returns from unleveraged investments.

#### ***Prime Broker and Collateral risk***

Auscap has appointed CGML as Prime Broker and Custodian and CGMA as a Cash Lender (see section 9.9 for further information, including details of relevant agreements). As is typical for most prime brokerage agreements, under the Prime Broker Agreement, the Prime Broker may hold Collateral in respect of certain transactions. The Prime Broker may deal with the Collateral for its own purposes as though the assets of the Fund were its own assets, subject to an obligation to return equivalent securities or cash value and in the event of insolvency of the Prime Broker, Auscap will rank as an unsecured creditor of the Prime Broker and may not be able to recover the entire value of the Collateral posted.

#### ***Counterparty risk***

Counterparty risk is the risk that the counterparty to a transaction or contract (e.g. the Prime Broker) may default on their obligations and that the Fund may, as a result, experience an adverse investment outcome or liability. Many counterparties to the Fund have limited liability to the Fund. For more information in relation to the Prime Broker's limitation on liability to the Fund, see section 9.9.

#### ***Concentration risk***

The Fund may invest a relatively high percentage of its assets in a limited number of securities, or in securities in a limited number of industries, which may cause the value of the Fund's investments to be more affected by any single adverse economic, political or regulatory event than the investments of a more diversified investment portfolio.

#### ***Broad investment mandate risk***

The Fund has a broad investment mandate. This generally gives the Portfolio Managers more discretion to allocate the Fund's capital, as compared with other investment managers who may have a narrower investment mandate. While the investment mandate has been designed with the aim of maximising the Fund's absolute returns, there is still the risk that investing to the full extent of the investment mandate may have an adverse effect on the value of the Fund.

#### ***Operational risk***

Disruptions to administrative procedures or operational controls may challenge the day to day operations of the Fund. Adverse impacts may arise internally through human error, technology or infrastructure changes.

#### ***Derivatives risk***

Derivatives may be used to adjust the security and portfolio risk-reward profiles of the Fund and, as a result, have various risks attached to them. The risks of derivatives include: the value of the derivative failing to move in line with the underlying asset; potential illiquidity of the derivative; the possibility that the derivative position is difficult or costly to reverse; the derivative not performing as expected; premium decay over time; capital loss; and counterparty risk.

While the use of derivatives can offer the opportunity for higher returns, it can also magnify losses, resulting in a decrease in the value of Units in the Fund.

#### ***Personnel risk***

There is a risk that key personnel of Auscap could change or become unable or unavailable to perform their role which may impact on the performance of the Fund.

### ***Service provider risk***

The Fund relies on external service providers in connection with its operations and investment activities. Services include fund administration, prime brokerage, custody, audit and legal. There is a risk that these service providers may not meet their contractual obligations or seek to terminate their services to the Fund. In this situation, the Fund may be required to replace a service provider and this may lead to a disruption of its activities. See also operational risk.

### ***Legal, regulatory and tax risk***

Legal, regulatory and tax changes could occur during the life of the Fund, which may adversely affect the Fund and its underlying investments. The value or tax treatment of an investment, or the effectiveness of the Fund's trading or investment strategy, may be adversely affected by changes in government (including tax) policies, regulations and laws or changes in generally accepted accounting policies or valuation methods.

### ***Fund risk***

Common risks associated with most managed funds include the risks that the: fund may be terminated; fees and expenses could change; the responsible entity could change; or the management of the fund could change.

In addition, the results of investing in the Fund may lead to different results compared with investing directly in securities because of income or capital gains accrued in the Fund and the consequences of other investors investing in, or withdrawing from, the Fund.

### ***Redemption risk***

The redemption notice period is between 1 month and 2 months for the Series Class and the Monthly Platform Class, depending on the day during the month that a redemption request is provided to the Administrator. The risk associated with the length of this period is that it exposes the Unitholder to fluctuations in the Unit Price over this period. In addition, if market events reduce the liquidity of a security or asset class, the generally applicable timeframe for meeting redemption requests may not be met. It may take longer to sell these types of investments at an acceptable price. In addition, if an investor or group of investors seeks to make large redemptions, then selling assets to meet those redemptions may result in a detrimental impact on the price received by the Fund for those assets. In certain circumstances, the Responsible Entity may suspend redemptions to allow sufficient time for the liquidation of assets to meet redemptions.

Indirect Investors are subject to the above risk, although the timeframes discussed may vary depending upon the terms set out by the relevant IDPS operator and whether the Indirect Investor's investment relates to Units in the Monthly Platform Class or the Daily Platform Class.

### ***Speculative nature of some investments***

Some investments of the Fund may be regarded as being speculative in nature and involve increased levels of investment risk. There can be no assurance that the Fund's investment objective will be realised or that investors (including Indirect Investors) will receive any return on their investment. Part of Auscap's investment strategy is to identify securities which are undervalued (or overvalued for short positions) by the marketplace. The success of such a strategy depends on the market eventually recognising such value in the price of the security, which may not necessarily occur.

### ***Foreign currency risk***

The Fund may have exposure to foreign assets or assets with foreign currency earnings. These assets and earnings may be subject to currency fluctuations between the Australian dollar and the currency in which the investment is denominated which may cause the value of an investment in the Fund to fall. Auscap will evaluate the foreign exchange exposure of the Fund and may undertake transactions that aim to reduce the impact of movements in exchange rates on the value of the Fund's assets. However, there

is no guarantee that this strategy will be successful or that currency risks will be mitigated. It may not be possible or practicable to hedge successfully against currency exposure in all circumstances. The cost of hedging is an expense that is borne by the Fund.

***Interest rate risk***

Changes in interest rates can have a direct or indirect impact on the investment value and/or returns of many types of assets held by the Fund. Interest rates may directly or indirectly affect a company's cost of borrowings as well as the value of fixed interest securities.

***Performance Fee structure risk***

Auscap receives a Performance Fee as outlined in section 7. The Performance Fee arrangements may create an incentive for Auscap to make higher risk investments than might otherwise be the case.

***Cyber risk***

There is a risk of fraud, data loss, business disruption or damage to information of the Fund or to an investor's personal information as a result of a threat or failure to protect the information or personal data stored within the IT systems and networks of Auscap or other service providers.

***Force majeure risk***

Circumstances beyond Auscap's reasonable control may impact the operation, administration and performance of the Fund. Those include industrial disputes, failure of a securities exchange, fires, flood, hurricanes, earthquakes, wars, strikes, acts of terrorism, governmental pre-emption in connection with an emergency of state and pandemics.



## 6. INVESTING & WITHDRAWING FROM THE AUSCAP FUND

### 6.1 Applications

#### *Initial applications*

Applications, which require a minimum initial investment of \$100,000, may only be made by completing the Application Form accompanying this PDS and sending it to Link Fund Solutions. Auscap has the absolute discretion to accept or reject an application, including the right to waive the minimum initial investment amount. Rejected, invalid or incomplete applications will be returned to applicants as soon as possible. Interest earned on rejected application monies is retained by the Fund and is not payable to the applicant.

Application money should be transferred to the bank account details listed in the Application Form. See below for cut-off times.

A confirmation advice will be issued to a Unitholder as soon as practicable following the determination of the applicable Unit Price.

Indirect Investors investing through an IDPS should use the application method required by their IDPS operator.

#### *Minimum additional investment*

Additional investments, which must be for a minimum investment of \$50,000, may be made by completing the Additional Application Form accompanying this PDS and sending it to Link Fund Solutions. Auscap, in its absolute discretion, may waive the minimum additional investment amount.

Indirect Investors investing through an IDPS should refer to the relevant IDPS guide for the minimum additional investment amount.

#### *Application process, cut-off times and Issue Price*

New investors must complete an Initial Application Form. The Initial Application Form and relevant identification documents must be sent as originals to the Administrator. The Administrator will not process any new applications until it has received a properly completed and signed original Application Form and originals or original certified copies of applicable identification documentation required under the AML Law.

For the Series Class and the Monthly Platform Class, cleared funds must be transferred into the Fund's application account along with a correctly completed Application Form no later than 5pm on the last Business Day before the end of the month. Earlier or later cut-off times may be determined at the absolute discretion of Auscap. The Fund will retain any interest earned on any application monies. Auscap recommends investors submit their Application Forms at least 3 Business Days before the end of the month.

Applications for the Series Class and the Monthly Platform Class will generally be processed on the first Business Day of each month (i.e. the Subscription Day). The issue price (**Issue Price**) will be based on the NAV of the Fund at the immediately preceding Valuation Day (see Unit Pricing in section 6.2 below). Units that are not in the Monthly Platform Class or the Daily Platform Class and are issued on the same Subscription Day will be in the same Series.

Applications for the Monthly Platform Class and the Daily Platform Class by Indirect Investors via an IDPS should be made in the manner required by the relevant IDPS operator. The cut-off time for the Daily Platform Class applications, together with cleared funds, is 2pm on any Business Day for receipt of that day's Unit Price. Applications for the Daily Platform Class received by 2pm on a Business Day will generally be processed on the following Business Day. Any application received after 2pm on a Business Day will

generally be treated as having been received the following Business Day. IDPS operators must contact Auscap for a specific application form for the Daily Platform Class. Indirect Investors should contact their IDPS operator for the applicable cut-off times for investing through the IDPS.

For additional investments, a copy of the completed Additional Application Form must be sent or emailed to the Administrator. Unitholders bear the risk of any Initial or Additional Application Forms not being received. Neither the Administrator nor Auscap accept any responsibility or liability for any loss caused as a result of non-receipt or ineligibility of any mail, email or Application Form or for any loss caused in respect of any action taken as a consequence of such instruction believed in good faith to have originated from properly authorised persons.

### ***Cooling off period***

Retail Investors can change their mind within a 14 day period of their investment by notifying Auscap in writing or electronically. The 14 day period commences on the earlier of either the date you receive confirmation of your investment or the end of the fifth day after the day on which your Units are issued. The realised market value of the Units will be refunded, less any taxes and reasonable transaction and administrative costs.

The proceeds refunded may be lesser or greater than the amount invested, since Units in the Fund are subject to market movement from the time they are acquired.

Cooling-off rights will not apply to “wholesale clients” as defined by the Corporations Act.

Also, cooling off rights do not apply in respect of any investment acquired through an IDPS. However, Indirect Investors should contact their operator and read the operator’s offer document for more information on any cooling off rights that may apply in relation to the relevant IDPS.

### ***Unitholder and class rights***

Unitholders may be admitted to the Fund upon such terms and conditions as permitted by Auscap. Terms and conditions of Unitholders in one Class may differ from those applicable to Unitholders in other Classes on matters including, but not limited to, notice periods, fee waivers, rebates or reductions and information rights.

New Classes of Units in the Fund may be established by Auscap without the approval of the existing Unitholders. However, Auscap will provide existing Unitholders with written notice of any classification or reclassification of their existing Units in the Fund.

### ***Recommended investment timeframe***

The minimum suggested investment timeframe is 5 years.

However, you should:

- consider, with your financial adviser, whether the suggested investment timeframe is appropriate for you in relation to your own circumstances; and
- review your investment in the Fund regularly to ensure that it continues to meet your investment needs.

## **6.2 Unit pricing**

Each Unit has a unit price (**Unit Price**), calculated by dividing the NAV of the relevant Series or Class of Units by the total number of Units held by all Unitholders on that day for each Class or Series. Unit Prices are calculated to 4 decimal places and the number of Units issued is rounded to 2 decimal places.

The Fund employs series accounting in respect of the Series Class, meaning each new application is allocated to a specific Series. Units issued in the Monthly Platform Class and the Daily Platform Class are not issued in different Series.

The Issue Price of a Unit issued in a Series in the Fund is calculated by reference to:

- the Unit Price of the Lead Series at the Valuation Day; and
- adding the “buy spread” per Unit.

The Redemption Price of a relevant Series is calculated by reference to:

- the Unit Price of the relevant Series as at the Valuation Day; and
- deducting the “sell spread” per Unit.

For Units in the Monthly Platform Class and the Daily Platform Class, the Issue Price is calculated by reference to the Unit Price of the Monthly Platform Class or the Daily Platform Class (as applicable) at the relevant Valuation Day and adding the “buy spread” per Unit. The Redemption Price is calculated in the same way as the Issue Price except that the “sell spread” is deducted.

The “buy/sell spread” (being an amount added to/deducted from the Unit Price on an application or redemption to account for transaction costs) for the Series Class and the Monthly Platform Class is currently 0.2%/0.2%, and for the Daily Platform Class is currently 0.3%/0.3%.

Under the Constitution of the Fund, Auscap has certain discretions in calculating Unit Prices. A documented unit pricing policy is maintained relating to the exercise of these discretions. A copy of the unit pricing policy is available free of charge by contacting Auscap.

### 6.3 Distributions

The Responsible Entity may determine whether Fund income is available for distribution. Any Fund income available for distribution, less expenses, will be distributed annually as soon as practicable after 30 June. Distributions will be based on the income and realised capital gains of the Fund’s investments for that tax year. Distributions will be calculated and allocated by Auscap and Link Fund Solutions in accordance with the Distribution Policy. Investors elect in the Application Form to have their distributions reinvested into Units in the Fund by default, but may elect to have their distributions paid in cash. Unitholders may also change their election at any time thereafter by notifying the Administrator in writing at least 10 Business Days before 30 June. Units issued for reinvestment of the distribution entitlement will not incur a “buy/sell spread”. If a Unitholder redeems all Units held by them in the Fund, and that redemption request is processed on 1 July, the Unitholder’s distribution (if any) will be paid to them as cash irrespective of their elected distribution option.

Auscap reserves the right to cancel distribution reinvestments and Unitholders will be notified if this occurs. Indirect Investors should review their IDPS guide for information regarding distributions.

### 6.4 Transfer of Units

Transfer requests should be made in writing to the Administrator. Auscap may require transfer documentation to be completed by the transferor including the completion of an Application Form by the transferee and/or other documentation. Auscap may refuse to register any transfer of Units in its absolute discretion without providing any reason. If Auscap refuses to register a transfer of Units, the relevant Units may be compulsorily redeemed by Auscap.

Unitholders should consider and obtain advice on the taxation implications of any such transfer of Units. Indirect Investors should contact their IDPS operator for information regarding the transfer of Units.

## 6.5 Redemptions/Withdrawals

### ***Redemption processes and cut off times***

If a Unitholder requests to redeem Units from the Fund and Auscap accepts that request, Auscap will, to the extent necessary, liquidate securities it holds as positions in the Fund. Auscap will use the proceeds of the realisation of the assets to fund the Unitholder's request.

For the Series Class and the Monthly Platform Class, redemption requests must be submitted and received by the Administrator, Link Fund Solutions, by 5pm on the last Business Day of the month, with a one month notice period then applying and the processing of the redemption request taking place on or about the first Business Day of the month following the notice period.

This means that if a Unitholder submits a redemption request on the first day of a month, the Redemption Price will be calculated based on the NAV per Unit on the Valuation Day at the end of the next month, with the redemption request processed on or about the first Business Day of the following month. This is effectively a 2 month period. In normal circumstances, proceeds from redemptions will be available within 30 days after the relevant Redemption Day.

For the Daily Platform Class, redemption requests must be submitted by the IDPS operator and received by the Administrator by 2pm on any Business Day for receipt of that day's Unit Price. Any redemption request received after 2pm on a Business Day will generally be treated as having been received the following Business Day. Indirect Investors should contact their IDPS operator for applicable cut-off times for making a redemption request through the IDPS. In normal circumstances, proceeds from redemptions for the Daily Platform Class will be available within 10 Business Days after the redemption has been processed.

For a partial redemption request, instructions must specify the amount of Units or the dollar amount to be redeemed.

The redemption price will be the NAV per Unit of a relevant Series or Class on the Valuation Day immediately preceding the Redemption Day, less the "sell spread" (**Redemption Price**). With the exception of Financial Year end, Redemption Prices will generally be finalised within 10 Business Days after the relevant Redemption Day. For Financial Year end, Redemption Prices will generally be finalised within 20 Business Days.

If the original request is received by the Administrator after the deadline for receipt of requests for any particular Redemption Day, it will be treated as a request for redemption on the next Redemption Day.

*The examples below are provided for illustrative purposes only for redemptions in the Series Class and the Monthly Platform Class. The examples show the timeframe for processing a redemption request and for a Unitholder to receive a redemption payment based on redemption requests being received by the Administrator on 1 February and 31 January (and assumes each date specified below is a Business Day).*

#### **Worked example 1 – Redemption timing**

Redemption request received by Administrator on 1 February.

Redemption processed on 1 April and Redemption Price calculated as at the Valuation Day immediately preceding this date.

Proceeds from redemption generally received by Unitholder by 30 April.

#### **Worked example 2 – Redemption timing**

Redemption request received by Administrator on 31 January.

Redemption processed on 1 March and Redemption Price calculated as at the Valuation Day immediately preceding this date.

Proceeds from redemption generally received by Unitholder by 30 March.

In order to request a redemption of Units, Unitholders need to correctly complete and submit the Redemption Request Form accompanying this PDS. Redemption payments will occur by way of electronic funds transfer to the bank account nominated by the Unitholder. Normal bank charges will apply.

If Unitholders choose to send Redemption Request Forms by post or email, they bear the risk of such requests not being received. Neither the Administrator nor Auscap accept any responsibility or liability for any loss caused as a result of non-receipt or ineligibility of any mail, email or Redemption Request Form or for any loss caused in respect of any action taken as a consequence of such instruction believed in good faith to have originated from properly authorised persons.

Auscap has the absolute discretion to allow redemptions at other times or with longer or shorter notice periods.

Indirect Investors need to provide redemption requests directly to the IDPS operator. The time to process a redemption request will depend on the particular IDPS operator.

### ***Redemption proceeds***

Where a Unitholder redeems its Units, Auscap may determine after year end the amount of the Fund's net income that is referable to those redeemed Units. The redemption proceeds may include and comprise capital and income in proportions determined by Auscap.

### ***Suspension of redemptions***

Under the Constitution, Auscap has the right to deny a redemption request. In addition, Auscap may suspend the redemption of Units and the payment of redemption proceeds if it believes that it is in the best interests of Unitholders as a whole, e.g. if it believes that it is desirable for the protection of the Fund. As noted in section 5, there are certain circumstances (e.g. market events causing a reduction in the liquidity of a security or asset class, or if an investor or a group of investors seek to make large redemptions, or if any relevant financial market is closed or trading on any such market is restricted) where Auscap, if it believes that it is in the best interests of Unitholders as a whole, may suspend the redemptions of Units and the payment of redemptions to allow sufficient time for liquidation of assets to meet redemptions. This means that the generally applicable timeframe for processing redemptions may be extended. Redemption requests received during a suspension period will be processed at the next Redemption Day after the end of the suspension.

If there are any material changes to a Unitholder's rights with respect to redemptions or a redemption request is denied, the Unitholder will be notified by the Responsible Entity in writing.

### ***Withdrawal offers***

In some circumstances (e.g. if the Fund becomes illiquid), investors may not be able to redeem their investment in the usual period or at all. If the Fund ceases to be liquid (as defined in the Corporations Act), redemptions will only be permitted if Auscap makes a withdrawal offer in accordance with the Corporations Act. Auscap is not obliged to make such an offer. If Auscap makes such an offer, and an insufficient amount of money is available from the assets specified in the withdrawal offer to satisfy redemption requests, the requests will be satisfied proportionately amongst the redeeming investors. Under the Corporations Act, a fund is generally illiquid if it has less than 80% liquid assets (generally cash and marketable securities).

## 6.6 Valuation

Under Australian Accounting Standards, investments in the Fund are valued at fair value. The valuation policy of the Fund is that listed investments are valued at their last traded price, or where this price is not available, using the best information reasonably available including by reference to comparable investments. This may lead to differences in the Fund valuation compared with the valuation performed for Australian Accounting Standards at the Financial Year end. A copy of the valuation policy is available free of charge by contacting Auscap.

Cash is valued at its face value with the addition of accrued interest.

## 6.7 Monitoring your investment

### *Unitholder communications*

Unitholders will receive regular correspondence from Auscap either directly, on Auscap's website, or from Link Fund Solutions. This includes:

- Subscription Confirmation
  - ▶ Sets out details of the Unitholder, Subscription Day, Unit Price, the Unit Series (or Class where relevant) and number of Units the Unitholder holds in the Fund upon initial or subsequent application
- Monthly Unitholder Statement
  - ▶ Includes monthly unitholdings, the current NAV and the Unit Price of any holdings in a relevant Series (or Class where relevant)
- Annual Tax Distribution Statements
- Periodic Statements
- Fund Annual Report
  - ▶ Reports on key information including:
    - the allocation to each asset type held by the Fund;
    - the liquidity profile of the Fund's assets as at the end of the reporting period;
    - the Fund's leverage ratio as at the end of the reporting period;
    - the maturity profile of the Fund's liabilities and the derivative counterparties engaged;
    - annual investment returns over a five year period or since inception of the Fund (if the Fund has not been operating for five years); and
    - the key service providers, if they have changed since the last Annual Report
  - ▶ The latest Annual Report will be available online at a web address that will be communicated to Unitholders
- Transfer Confirmation
  - ▶ Sets out details of the Unitholder, transfer day, Unit Price, the Series (or Class where relevant) and number of Units the Unitholder holds in the Fund upon transfer out and transfer in.
- Redemption Statement
  - ▶ Includes the Units or amount redeemed and the applicable Redemption Price

### ***Audited financial statements***

Audited financial statements of the Fund will be prepared annually for the year ending 30 June. They will be prepared in accordance with the applicable accounting standards in Australia to the extent that the Fund is required to comply with those standards by the Corporations Act or under the Fund's Constitution. A copy of the most recent annual audited financial statements of the Fund will be available online at a web address that will be communicated to Unitholders.

Unitholders may request to be sent a copy of the financial statements, which will be provided by Auscap free of charge.

### ***Other regular information***

A monthly newsletter, which discusses monthly investment performance, exposures and philosophy, is available on Auscap's website ([www.auscapam.com](http://www.auscapam.com)) or via subscription to Auscap's email mailing list.

Other updated information will also be available via Auscap's website ([www.auscapam.com](http://www.auscapam.com)), including the following information on a monthly basis:

- the current NAV of the Fund;
- the redemption value of a Unit in each Series and Class as at the date the NAV was calculated;
- the key service providers if they have changed since the last update given to investors; and
- each of the following since the last update given on those matters:
  - ▶ the net return for the Lead Series on the Fund's assets after fees, costs and taxes;
  - ▶ any material change in the Fund's risk profile or strategy; and
  - ▶ any change in the individuals playing a key role in investment decisions for the Fund (i.e. the Principals and Portfolio Managers).

### ***Continuous disclosure***

Since the Fund is a 'disclosing entity' within the meaning of that term in the Corporations Act, it is subject to regular reporting and disclosure obligations and copies of documents lodged with ASIC in relation to the Fund may be obtained from or inspected at an ASIC office and will also be available on request from Auscap.

In addition, Unitholders have the right to obtain a copy of the following documents from Auscap upon request:

- the annual financial report most recently lodged with ASIC;
- any half year financial report lodged with ASIC (if applicable) after the lodgement of the latest annual financial report; and
- any continuous disclosure notices released by the Fund after lodgement of the latest annual financial report.

Any other continuous disclosure notices required under the Corporations Act will be made available on Auscap's website ([www.auscapam.com](http://www.auscapam.com)) on the basis of ASIC's good practice guidance for continuous disclosure.

## 7. FEES & OTHER 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 investment 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.

### 7.1 Fees and other costs

This section shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, from the returns on your investment or from the assets of the managed investment scheme as a whole. Information on how managed investment schemes are taxed is set out in section 8 of this PDS.

For Indirect Investors, the fees listed in this 'Fees & Other Costs' section of this PDS are in addition to any other fees and costs charged by your IDPS.

You should read all the information about fees and costs because it is important to understand their impact on your investment.

<b>Auscap Long Short Australian Equities Fund</b>		
<b>Type of fee or cost</b>	<b>Amount</b>	<b>How and when paid</b>
<b>Fees when your money moves in or out of the Auscap Fund</b>		
<b>Establishment fee</b> The fee to open your investment	Nil	Not applicable
<b>Contribution fee</b> The fee on each amount contributed to your investment	Nil	Not applicable
<b>Withdrawal fee</b> The fee on each amount you take out of your investment	Nil	Not applicable
<b>Exit fee</b> The fee to close your investment	Nil	Not applicable



Type of fee or cost	Amount	How and when paid
<b>Management costs</b>		
The fees and costs for managing your investment	<p><b>Management Fee</b></p> <p>1.025% to 1.5375% per annum of the NAV<sup>1</sup></p> <p>See section 7.3 for further details of the Management Fee waiver.</p>	<p>For the Series Class and the Monthly Platform Class, accrued monthly and payable from the assets of the Fund to Auscap monthly in arrears.</p> <p>For the Daily Platform Class, accrued and payable daily and reflected in the daily Unit Price of the Daily Platform Class.</p>
	<p><b>Performance Fee</b></p> <p>Nil to 15.375% of Outperformance<sup>1,2</sup></p> <p>See section 7.3 for further details of the Performance Fee waiver.</p>	<p>For the Series Class and the Monthly Platform Class, calculated by Series/Class and accrued monthly. Paid to Auscap in arrears at the end of the performance period from the assets of the Fund (semi-annually for a Series Class or, for the Monthly Platform Class, monthly).</p> <p>For the Daily Platform Class, accrued and payable at the end of each performance period (i.e. daily) and reflected in the daily Unit Price of the Daily Platform Class.</p>
	<p><b>Indirect Costs<sup>3</sup></b></p> <p><b>Expenses</b></p> <p>For FY20 this was 0.10% of the Fund's average NAV. This includes all direct fees including administrative, accounting, registry, legal, taxation and audit expenses of the Fund which are charged in full and paid directly by the Fund.</p> <p><b>Other indirect costs</b></p> <p>For FY20 this was nil.</p>	<p><b>Expenses</b></p> <p>For the Series Class and the Monthly Platform Class, expenses are accrued and payable from the assets of the Fund monthly in arrears.</p> <p>For the Daily Platform Class, expenses are accrued and payable daily and reflected in the daily Unit Price of the Daily Platform Class.</p> <p><b>Other indirect costs</b></p> <p>Other indirect costs are accrued and payable from the assets of the Fund in arrears as required.</p>
<b>Service fees</b>		
<p><i>Switching fee</i></p> <p>The fee for changing investment options</p>	Nil	Not applicable

<sup>1</sup> Fees include GST net of RITC. The fee range shows the difference between the Fund's standard fee and that which applies while the fee waiver is in place. See section 7.3 for further detail.

<sup>2</sup> The Performance Fee is referable to the Series or, in respect of the Monthly Platform Class or the Daily Platform Class, the Class you have invested in. Refer below for more detail.

<sup>3</sup> Indirect costs information is based on information from FY20. Please refer to Auscap's website at [www.auscapam.com](http://www.auscapam.com) for any non-materially adverse updates from time to time.

## 7.2 Example of annual fees and costs for the Auscap Fund

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

<b>Example – Auscap Fund</b>		Balance of \$100,000 with a contribution of \$50,000 <sup>1</sup>
Contribution Fees	Nil	For every additional \$50,000 you put in, you will be charged \$0
<b>PLUS</b> Management Costs <sup>2</sup>	1.58% of NAV This comprises: Management Fee of 1.48% of NAV <sup>3</sup> Indirect costs of 0.10% of NAV Performance Fee of nil	<b>And</b> , for every \$100,000 you have in the Fund you will be charged \$1,580 each year
<b>EQUALS</b> Cost of Fund <sup>4</sup>		If you had an investment of \$100,000 at the beginning of the year and you put in an additional \$50,000 during that year, you would be charged fees of \$1,580 <sup>5</sup> <b>What it costs you will depend on the investment option you choose and the fees you negotiate<sup>6</sup></b>

<sup>1</sup> This PDS is required to use examples based on an additional contribution of \$5,000. However, the minimum additional investment amount for the Fund is \$50,000.

<sup>2</sup> 1.58% is the indirect cost ratio of the Fund for the Financial Year ended 30 June 2020 and is quoted inclusive of GST net of RITC. It is the total management costs (which does not include transactional and operational costs) deducted from the Fund and is represented as a percentage of the average NAV of the Fund in the Financial Year ended 30 June 2020. It is based on the Lead Series of Units in the Fund which, as at 30 June 2020, was the investment option under which the largest proportion of the assets of the Fund were invested.

<sup>3</sup> Note that one third of the Management Fee was waived by the Responsible Entity from 1 April 2020 to 30 June 2020.

<sup>4</sup> Additional fees and costs may also apply. Please note that these examples are illustrative only and do not capture all the fees and costs that may apply to you such as the “buy/sell spread”. Please refer to the explanation of transactional and operational costs and the “buy/sell spread” in the Additional Explanation of Fees and Costs subsection. Indirect Investors may also incur additional fees and costs charged by their IDPS operator.

<sup>5</sup> Assumes the additional \$50,000 was invested at the end of the year.

<sup>6</sup> There are no differential fees for Retail Investors.

## 7.3 Additional explanation of fees and costs

### Management Costs

The total management costs of the Fund are comprised of the Management Fee, the Performance Fee and the indirect costs (including expenses and other indirect costs) of the Fund.

### Management Fee

The Management Fee includes Auscap’s fees as the Responsible Entity and Investment Manager of the Fund.

A Management Fee of 1.5375% pa (including GST net of RITC) of the NAV of the Fund accrues and is payable by the Fund to Auscap monthly in arrears for the Series Class and the Monthly Platform Class. For the Daily Platform Class, the Management Fee is accrued and payable daily and is reflected in the daily Unit Price of the Daily Platform Class. The NAV of the Fund is the value of all of its assets less all of its liabilities.

However, since 1 April 2020 one third of the Management Fee has been temporarily waived by the Responsible Entity, reducing the Management Fee to 1.025% (GST inclusive net of RITC). The waiver will remain in effect for each Class of Units in the Fund until such time that the Total Return for every Relevant Investor is greater than the amount that the Relevant Investor initially contributed for those Units (less the buy spread and assuming the reinvestment of all distributions into the Fund). The value of all Units held by Relevant Investors is the number of Units in each Class or Series held by them multiplied by the relevant Unit Prices.

### ***Performance Fee***

As part of the management costs, and in addition to the Management Fee, Auscap may also be entitled to a Performance Fee.

A Performance Fee of 15.375% (including GST net of RITC) of Outperformance is payable to Auscap by the Fund. However, since 1 April 2020 the Performance Fee has been temporarily waived by the Responsible Entity, reducing the Performance Fee to nil. The waiver will remain in effect for each Class of Units until such time that the Total Return for every Relevant Investor is greater than the amount that the Relevant Investor initially contributed for those Units (less the buy spread and assuming the reinvestment of all distributions into the Fund). The value of all Units held by Relevant Investors is the number of Units in each Class or Series held by them multiplied by the relevant Unit Prices.

The Performance Fee is referable to the Series or Class invested in. Outperformance for a performance period is calculated as the amount by which the NAV per Unit of the relevant Series or Class at the end of the relevant performance period plus any relevant distributions exceeds the High Watermark increased by the Hurdle Rate. The High Watermark means, until a Performance Fee for that Series or Class first becomes payable, the Issue Price, or otherwise, the highest NAV per Unit of the Series or Class at the end of any performance period in which a Performance Fee has been payable and deducted.

The Hurdle Rate is the Reserve Bank of Australia cash rate. However, once the Total Return for every Relevant Investor is greater than the amount that the Relevant Investor initially contributed for those Units (less the buy spread and assuming the reinvestment of all distributions into the Fund) and all Relevant Investors are above their High Watermark, Auscap intends to implement a change to the Performance Fee calculation such that Performance Fees will only be payable on Fund performance exceeding that of the All Ordinaries Accumulation Index, subject to the Fund's performance also being above the return of the Reserve Bank of Australia Cash Rate.

The High Watermark Date for the initial Performance Fee for a Class is the date of the first issue of Units in that Class and, for subsequent Performance Fees for that Class, the last day of the most recent performance period in respect of which a Performance Fee was payable for that Class.

For the Series Class and the Monthly Platform Class, the Performance Fee is calculated and accrues monthly against the relevant Series or Class and is paid in arrears at the end of each performance period (i.e. at the end of each Half Year for the Series Class or at the end of each month for the Monthly Platform Class). Any accrued Performance Fee in respect of any Units redeemed is calculated as at the Valuation Day on which the Units are redeemed.

For the Daily Platform Class, the Performance Fee is calculated, accrues and is payable at the end of each performance period (i.e. daily) and reflected in the daily Unit Price of the Daily Platform Class.

As Auscap cannot accurately forecast the performance of the Fund, it is not possible to provide a reliable estimate of the Performance Fee in any given year. However, an estimate can be provided based on past Performance Fees. In FY20 the Performance Fee was nil. It is estimated that the performance fee will be nil for FY21 given the waiver currently in place. The actual Performance Fee payable in any given year will be reflected in the Fund's management costs for that year.

### *Performance Fee and Series accounting*

By using Series accounting, Unitholders in the Series Class bear a Performance Fee only for the performance generated since the Unitholder received Units in the Fund.

As soon as practicable after the last Valuation Day at the end of each Financial Year, all Series which have incurred a Performance Fee in the relevant period will be consolidated into a single Series, being the oldest Series of such Class to have incurred a Performance Fee in the relevant period (unless determined otherwise by the Responsible Entity). The High Watermark for all Units of the consolidated Series will become the NAV per Unit of that consolidated Series as at the last Valuation Day after the Performance Fee has been deducted.

If a Performance Fee is not payable for a particular Series at the end of the performance period, the Series will not be consolidated.

There will be no consolidations in relation to Platform Classes as these are non-Series based Units.

### *Performance Fee in the Monthly Platform Class and the Daily Platform Class*

Units issued through IDPS agreements are issued under a non-Series based Class (Monthly Platform Class or Daily Platform Class).

Performance Fees in the Monthly Platform Class are calculated and payable monthly in arrears and are reflected in the monthly Unit Price of the Monthly Platform Class. Performance Fees in the Daily Platform Class are calculated and payable daily in arrears and are reflected in the daily Unit Price of the Daily Platform Class.

### *Indirect costs*

Indirect costs include both expenses recovered or paid out of the Fund's assets and other indirect costs which may be incurred if the Fund invests in derivatives or certain interposed vehicles.

### *Expenses*

Auscap has a right to recover or pay out of the Fund's assets expenses properly incurred in managing the Fund and as such these expenses may increase or decrease accordingly. The Responsible Entity will pay out of the Fund's assets ordinary expenses such as custodial, administrative, accounting, registry, legal, banking and audit expenses properly incurred in respect of the Fund. These represent the operating expenses and outgoings in connection with the regular operation of the Fund. For FY20, administrative expenses were 0.10% of the Fund's average NAV, but may vary from year to year. Extraordinary expenses properly incurred, such as the costs of convening Unitholder meetings or defending a third party claim made against the Fund, will also be paid by the Fund and will be reflected in the indirect costs if and when incurred.

### *Other indirect costs*

In general, other indirect costs are any amounts that directly or indirectly reduce the returns on the Units that are paid from, or reduce the amount or value of, the income or assets of the Fund (including an underlying investment of the Fund). Other indirect costs are reflected in the Unit Price of an investment in the Fund. For FY20, other indirect costs were nil.

### *Other fees and costs*

#### *Transactional and operational costs*

In addition to the expenses discussed above, the Fund may incur transactional and operational costs, including brokerage, settlement costs (including custody costs), transaction fees, clearing costs, implicit costs and stamp duty. Transactional and operational costs incurred as a result of Unitholders coming into and out of the Fund may be accounted for in the "buy/sell spread". Other transactional and operational costs are additional costs to Unitholders that are deducted from the assets of the Fund. Such costs are recovered as they are incurred and reflected in the Unit Price.

The estimated total transactional and operational costs incurred for FY20 were 0.29% of the Fund's average NAV. Approximately 0.11% of this amount was recovered through the "buy/sell spread" charged to Unitholders (discussed in more detail below), resulting in estimated net transactional and operational costs for FY20 of 0.18% of the Fund's average NAV. This amount excludes the net borrowing costs incurred by the Fund in FY20 which are discussed below.

Transactional and operational costs may vary. The turnover in the underlying assets may change substantially as investment and market conditions change, which may affect the level of transactional and operational costs not covered in the "buy/sell spread". Further, there are highly variable drivers upon which such transactional and operational costs are dependent.

#### ***Buy/Sell spread***

A buy/sell spread of 0.2%/0.2% is charged on all applications and redemptions for the costs of acquiring and selling assets of the Fund to issue and redeem Units in the Series Class and the Monthly Platform Class, and a buy/sell spread of 0.3%/0.3% is charged on all applications and redemptions for the costs of acquiring and selling assets of the Fund to issue and redeem Units in the Daily Platform Class. This is an additional cost to the investor but is incorporated into the Unit Price, and is incurred when an investor invests in or redeems Units from the Fund, and is not separately charged to the investor. This is paid into the Fund for the benefit of other Unitholders. This amount represents a contribution to the estimated transactional and operational costs (such as brokerage, clearing and other costs) incurred by the Fund to accommodate the issue and redemption of Units in the Fund.

There is no "buy/sell spread" on distributions from the Fund that are re-invested. The "buy/sell spread" may be altered by Auscap at its discretion.

If the "buy/sell spread" charged represents only a portion of the Fund's transactional and operational costs incurred during a Financial Year, the balance of the Fund's transactional and operational costs will be borne by the Fund from the Fund's assets without any recovery from individual Unitholders (see the explanation of transactional and operational costs above). If the "buy/sell spread" charged exceeds the Fund's transactional and operational costs during a Financial Year, the balance of the "buy/sell spread" will be retained by the Fund and not paid to Auscap.

#### ***Borrowing costs***

Any costs associated with the Fund borrowing money or securities (such as interest, establishment fees, government charges and stock borrowing fees) are deducted from the Fund's assets and reflected in the Unit Price. Net borrowing costs associated with the Fund's borrowing of money and securities reduced the Fund's return in FY20 by an estimated 0.33% of the Fund's average NAV. These costs were additional to the Fund's management costs and transactional and operational costs, and may vary in future years depending on the Fund's level of borrowing of money and/or securities.

#### ***Contribution fee***

There will be no contribution fee for applications for Units in the Fund for the life of this PDS.

#### ***Exit fee***

There will be no exit fee for the redemption of Units in the Fund for the life of this PDS.

#### ***Goods and services tax (GST)***

Fees and charges quoted in this PDS are subject to GST where applicable net of RITC, at the rate applying on the date of the fee or charge, unless otherwise stated. The Fund may be entitled to claim back input tax credits on some of its expenses as applicable in line with GST legislation.

#### ***Soft commissions***

Auscap may have soft commission arrangements in place with brokers and counterparties it uses to execute transactions. Auscap may receive a benefit based on certain metrics, such as value of trades

executed through the respective broker or counterparty. Benefits received may include, among other things: research and information services, portfolio risk and trade analysis or particular trade execution capabilities. Auscap may choose to use soft commissions to pay for other direct expenses properly incurred in managing the Fund. While the benefits of such arrangements are generally used to assist Auscap in managing the Fund, Auscap is entitled to retain, and is not accountable in any way, to the Fund nor to any Unitholders, for soft commissions.

#### **Fees waiver, deferral or reduction**

Auscap retains the sole discretion to elect to waive, defer or reduce any fees from time to time. Any such waiver, deferral or reduction will in no way affect the right to receive any fees payable. Subject to the Corporations Act, Auscap retains the absolute discretion to rebate, waive, defer or reduce all or any part of any fees applicable to the Units for certain Unitholders and/or pay all or part of such fees to third parties for services related to the placement of Units.

#### **Differential fees and rebates**

Auscap may, in its sole discretion and in accordance with relevant ASIC policy and the Corporations Act, negotiate a rebate or waiver of the Management Fee and/or Performance Fee with wholesale clients, as defined by the Corporations Act, including IDPS operators. Any fee rebate or waiver is subject to Auscap determining that the giving of the rebate or waiver satisfies the requirements of ASIC policy and the Corporations Act. Reduced fees do not adversely affect the fees paid or to be paid by Unitholders who are not entitled to the fee arrangements.

#### **Indirect Investors**

Indirect Investors will incur the fees and expenses applicable to the IDPS that they invest in the Fund through, as well as the Fund's fees and expenses.

#### **Increases to fees and other costs**

The Fund's Constitution permits higher fees to be charged as well as other fees which are not currently levied. Accordingly, Auscap may increase or commence charging the fees set out below without the consent of Unitholders up to the maximum amount. Under the Fund's Constitution, the maximum fees are a maximum management fee of 4% of the gross value of the Fund's assets, a maximum performance fee of 30% of outperformance (as defined in the Constitution), a maximum application fee of 5% of the application monies received and a maximum redemption fee of 2% of the amount payable for the redemption of Units. Currently, Auscap does not have an intention to change the fee structure outlined elsewhere in this document. Auscap will give 30 days' written notice in advance of any increase in fees and costs charged by the Fund.

Refer to section 9.1 of this PDS for more information regarding the Fund's Constitution.

#### **Tax**

Refer to section 8 of this PDS for information on tax.

## 8. TAXATION CONSIDERATIONS

There are taxation implications when investing, withdrawing and receiving income from the Auscap Fund. The following summary of taxation matters is a general guide only and does not constitute tax advice. In particular, it applies where investors are residents of Australia for income tax purposes and hold their investment in the Fund on capital account for income tax purposes. This summary does not apply where investors are not resident of Australia for income tax purposes or where any gain in respect of the disposal of Units would be regarded as ordinary income or otherwise taxed on revenue account.

The summary is based on the tax laws applicable as at the date of this PDS. The Australian tax laws are subject to change, and as the tax treatment applicable to particular investors may differ, it is recommended that all investors seek their own professional advice on the taxation implications of investing in the Fund.

### 8.1 Taxation of the Auscap Fund and Australian resident investors

The Fund should be treated as an Australian resident for income tax purposes. Auscap, as the Responsible Entity of the Fund, has made an irrevocable election to apply the Attribution Managed Investment Trust (**AMIT**) regime to the Fund. This regime will continue to apply, subject to the Fund continuing to satisfy the relevant eligibility requirements.

The Fund has made an irrevocable election to treat gains and losses on the sale of eligible assets as capital gains and losses (the **MIT CGT election**). This election will continue to apply for all years where the Fund qualifies as a Managed Investment Trust (**MIT**). By making the election, the gains and losses from certain eligible assets will be taxed under the capital gains tax (**CGT**) regime. Eligible assets include shares and non-share equity interests, units in unit trusts, and land or interests in land, and options over these assets.

Where the Fund meets the AMIT requirements for a particular income year, it should generally not be liable to pay income tax where the Responsible Entity properly attributes all of the Fund's taxable income and tax offsets (described in the AMIT regime as **Trust Components**) on a fair and reasonable basis.

Australian resident investors will be subject to tax on the Trust Components of the Fund which are attributed to them. This may be comprised of dividend income, franking credits, foreign income, foreign income tax offsets, interest income and revenue and capital gains on the sale of investments. The tax payable (if any) depends on the investor's individual tax profile and applicable tax rate. The amount attributed to investors will be advised in an AMIT Member Annual Statement (**AMMA Statement**). The AMMA Statement will set out the amount which has been attributed to an investor (and where relevant, its components) and other relevant tax information.

If an investor disagrees with Auscap's attribution of income, the investor can challenge the attribution amount by notifying the Commissioner of Taxation. If, as an investor, you decide to take this course, it is important that you obtain professional tax and legal advice. You must contact Auscap before notifying the Commissioner.

The cost base of a Unitholder's holdings may be increased or decreased in certain situations such as where the distribution is less than or more than certain components attributed to investors. The amount of any increase or decrease will be provided to Unitholders on their AMMA Statement.

It is noted that under the AMIT regime, cash does not need to be paid to investors equal to amounts attributed. Where the Fund attributes taxable amounts to investors that are not paid in cash an upwards cost base adjustment can arise.

#### **Where the Fund is not an AMIT**

Where the Fund does not satisfy the AMIT eligibility requirements the Fund itself should not be liable to pay Australian income tax in relation to its net income where the Fund's investors are presently entitled

to the Fund's net income each year. Rather, each investor should include their share of the Fund's net income in their assessable income irrespective of the amount of cash distributed to them or whether it is reinvested or actually paid in a subsequent year. The Fund's net income may be comprised of dividend income, franking credits, foreign income, foreign income tax offsets, interest income and revenue and capital gains on the sale of investments.

In calculating the Fund's taxable net income, the cash component of any franked dividend income should be grossed up to include franking credits relating to that dividend income and the cash component of any foreign income that has been subject to tax in another jurisdiction should be grossed up to include foreign income tax offsets relating to that foreign income. Finally, the Fund's taxable net income should be determined after having taken into account any tax deductible expenditure incurred by the Fund.

The Fund will provide an annual distribution statement to investors each year to inform them of their share of the net income of the Fund, including the components that make up that share.

#### **Public trading trust rules**

The Fund does not intend to derive income other than from an "eligible investment business". Accordingly, it should not be subject to tax as a public trading trust.

#### **Losses**

Where the Fund is in a net capital loss or tax loss position in any income year, these losses are quarantined at the level of the Fund and may not be passed on to investors.

However, the Fund may be able to utilise those losses to reduce its capital gains (in the case of carried forward capital losses) or taxable income (in the case of carried forward tax losses) in subsequent income years. Note however that the ability to use tax or capital losses requires certain conditions to be satisfied.

#### **Series Consolidations**

At the end of each Financial Year, all Series which have incurred a Performance Fee in the relevant period will be consolidated into a single Series, being the oldest Series of such Class to have incurred a Performance Fee in the relevant period (unless determined otherwise by the Responsible Entity). The redemption of Units in a Series and the subsequent re-issue of Units in a different Series, as a direct result of the annual Series consolidation, will trigger a CGT event. However, where certain conditions can be met by the Fund, CGT roll-over relief may be available to certain Unitholders.

The mechanism used by the Fund for Series consolidation should fulfil the conditions for CGT roll-over relief, which enables a Unitholder to elect for roll-over relief to apply. CGT roll-over relief is only available to Unitholders that are Australian residents for tax purposes who hold their Units on capital account. Unitholders are required to tick the appropriate disclosure box on their tax return to indicate the choice to obtain CGT roll-over relief. Where roll-over relief is chosen, the CGT cost base of each Unit held will need to be recalculated post consolidation, however, the acquisition date will remain the same.

If the CGT roll-over relief is not available or not elected by the Unitholder, the Units that are redeemed will trigger a disposal for CGT purposes and a capital gain or loss may arise. The replacement Units issued to a Unitholder are considered an acquisition at the time for CGT purposes. The cost base of the replacement Units should be equal to the market value of the Units redeemed at the time of consolidation.

Unitholders who hold their Units on revenue account will generally not benefit from any CGT rollover relief and may have income tax implications and therefore should obtain their own tax advice before investing in the Fund.

Series Consolidation will not apply to the Monthly Platform Class of Units or the Daily Platform Class of Units.



### ***Franked dividends and franking credits***

Generally, an investor's share of the Fund's Trust Components may include franked dividend income. Investors should include the franked dividend income in their assessable income.

Where franking credits are attached to dividends received by the Fund, these should flow indirectly to an investor, provided the investor is attributed franked distributions that form part of the Fund's Trust Components and Auscap satisfies the "qualified person" test in relation to the dividend.

Where the Fund is not an AMIT, where franking credits are attached to dividends received by the Fund, these should flow indirectly to an investor, provided the investor is presently entitled to franked distributions that form part of the distributable income of the Fund and:

- Auscap satisfies the "qualified person" test in relation to the dividend;
- the Fund is a fixed trust; and
- the Australian resident investor satisfies the "qualified person" test in relation to their units in the Fund.

### ***Foreign income and foreign income tax offsets***

Generally, an investor's share of the Fund's Trust Components may include foreign income (which will generally represent foreign dividends for Australian tax purposes paid to the Fund as well as foreign sourced revenue gains). Investors should include the foreign income, including any foreign income tax offsets attached to that income, in their assessable income and may be entitled to reduce the tax that they have to pay by some or all of their share of the foreign income tax offset, subject to certain limits.

### ***Capital gains***

If an investor's share of the Trust Components of the Fund includes an amount that consists of discounted capital gains derived by the Fund, the investor needs to first 'gross up' the discounted capital gain (by multiplying it by 2). However, after grossing up any discounted capital gains, investors may be able to reduce the capital gains distributed by the Fund by any capital losses which are available to them. Furthermore, after applying any loss, individual, trust and complying superannuation fund investors may then be entitled, in determining the net capital gain that is to be included in their assessable income, to discount that capital gain by 50% for individuals and trusts (subject to certain conditions) and 33.3% for complying superannuation funds.

To the extent that the investor's share of the Fund's distributable income includes an AMIT CGT gross up amount (or CGT concession component), no adjustment to the cost base or reduced cost base of the underlying Units in the Fund should be required.

### ***Non-assessable distribution payments***

Distributions of non-assessable amounts (typically referred to as "Other Non-Attributable Amounts" or "Tax Deferred" amounts) are generally not subject to tax. Although the receipt of non-assessable amounts are generally not subject to tax, the receipt of certain non-assessable amounts may have CGT consequences. Broadly, the receipt of certain non-assessable amounts may reduce the cost base of the investor's investment in the Fund. If the cost base reduces to zero, any additional non-assessable receipts may give rise to an immediately taxable capital gain. If the cost base is not reduced to zero, the reduction to the cost base and reduced cost base may result in either an increased capital gain or a reduced capital loss on the subsequent disposal of the Units in the Fund.

### ***Disposal of Units by Australian resident investors***

Any taxable capital gain or assessable income arising from the disposal (including redemption) of an investment in the Fund may form part of the exiting Australian resident investor's assessable income. To the extent the disposal gives rise to a capital gain, investors that are individuals, trusts and complying superannuation funds may be eligible for the capital gains tax discount if their investment (i.e. their Units) has been held for at least 12 months and the investor holds their Units on capital account. Any capital

losses arising from the disposal of the investment may be used to offset other capital gains the investor may have derived.

## 8.2 Goods and Services Tax (“GST”)

References to GST in this PDS are to GST payable in Australia.

The Fund is registered for GST. The acquisition and disposal of Units in the Fund by investors should not be subject to GST. Similarly, the distributions paid by the Fund should not be subject to GST. GST is payable on some ongoing expenses, however the Fund may be able to claim a reduced input tax credit (RITC) of at least 55% of the GST paid, depending on the precise nature of the expenses. All fees and expenses are quoted inclusive of GST.

## 8.3 Duty

The issue or redemption of Units should not attract any duty. Duty may be payable on the transfer of Units. Investors should confirm the duty consequences of transferring Units with their taxation adviser.

## 8.4 Tax File Numbers (TFNs) and Australian Business Numbers (ABNs)

It is not compulsory for an investor to quote their TFN or ABN. However, unless exempted, failure by an investor to quote an ABN or TFN will result in tax being withheld by Auscap at the top marginal tax rate plus the Medicare levy and other levies as applicable, on gross payments including distributions of income to the investor or on amounts attributed to investors (deemed payments). The investor may be able to claim a credit in the investor’s tax return for any TFN/ABN tax withheld. By quoting their TFN or ABN on their application form for the Fund, the investor authorises Auscap to apply it in respect of all the investor’s investments in the Fund.

## 8.5 Taxation of non-resident investors

The tax rules applying to a non-resident investor differ to those applying to a resident investor. Non-resident investors may also be subject to tax in the country in which they reside, but may be entitled to a credit for some or all of the tax deducted in Australia.

Appropriate deductions of Australian withholding taxes will be made from attributions of Australian sourced taxable income for non-resident Unitholders. The rate of withholding tax will depend on the composition of the distribution and on whether the non-resident Unitholder is a resident of a country with which Australia has a Double Tax Agreement or has an address which is in an exchange of information country. Distributions to non-resident Unitholders from sources wholly outside Australia will generally be exempt from Australian withholding tax.

You may be subject to the tax laws in the country in which you are tax resident but may be entitled to credits for tax deducted in Australia. You should consult a taxation adviser before investing.

Non-residents seeking to invest in the Fund should obtain tax advice in relation to their specific circumstances.

## 9. ADDITIONAL INFORMATION

### 9.1 How the Auscap Fund is governed

The Auscap Fund is governed by its Constitution, the Corporations Act, relevant ASIC policy and general law. In particular, the Constitution provides an operational framework for the ongoing management of the Fund. It also provides for Auscap's powers, duties and obligations as the Responsible Entity of the Fund and the limits of Auscap's liability and right to be indemnified for the proper administration of the Fund.

#### ***The Fund's Constitution***

The Constitution contains rules relating to a number of issues including:

- the rights of Unitholders;
- the process by which Units are issued and redeemed (including the Responsible Entity's discretion to compulsorily redeem Units);
- the investment parameters of the Responsible Entity;
- the Responsible Entity's right to claim an indemnity from the Fund and charge fees and expenses to the Fund; and
- the termination of the Fund.

The Constitution also contains provisions designed to limit an investor's liability to the amount they have invested in the Fund. However, you should be aware that the effectiveness of such a limitation is yet to be conclusively determined by the courts. The Responsible Entity is entitled to be indemnified by a Unitholder to the extent the Responsible Entity incurs any liability for tax as a result of the Unitholder's action or inaction.

The Constitution also provides that if the Fund becomes illiquid, Unitholders may only withdraw from the Fund in accordance with a withdrawal offer made by the Responsible Entity in accordance with the Corporations Act and the Constitution.

The Constitution allows the Responsible Entity to transfer Fund assets to a Unitholder instead of a cash payment to satisfy part or all of a redemption, a distribution or on winding up of the Fund and the transfer costs may be deducted from the amount due to the Unitholder.

The Constitution also provides a process for the Fund to merge with another fund if approved by a special resolution of Unitholders.

A copy of the Constitution, which has been lodged with ASIC, is available free of charge by contacting Auscap.

#### ***Termination***

The Constitution, together with the Corporations Act, governs how and when the Fund may be terminated. Auscap, as the Responsible Entity of the Fund, may terminate the Fund at any time by giving written notice to Unitholders. On termination, subject to the terms of issue of any Class as set out in the Constitution, a Unitholder is entitled to a share of the net proceeds of the realisation of the assets of the Fund in proportion to the number of Units they hold.

#### ***Unitholder meetings***

The conduct of Unitholder meetings and Unitholders' rights to requisition, attend and vote at those meetings are subject to the Corporations Act and the Constitution.

### **Compliance Plan and Compliance Committee**

The Fund has a Compliance Plan which has been lodged with ASIC and sets out the measures that Auscap is to apply in operating the Fund as the Responsible Entity to ensure compliance with the Constitution, Corporations Act and relevant ASIC policy. A Compliance Committee has been appointed to monitor compliance by Auscap with the Fund’s Constitution and the Compliance Plan.

## **9.2 Anti-money laundering and counter-terrorism financing laws**

The *Anti Money Laundering and Counter-Terrorism Financing Act 2006* (Cth) regulates financial services and transactions in order to detect and prevent money laundering and terrorism financing.

Under the AML Law, Auscap is required to:

- verify a Unitholder’s identity before providing services and to re-identify a Unitholder if they consider it necessary to do so; and
- keep a record of any documentation Unitholders supply relating to the verification of their identity for 7 years.

Auscap has implemented a number of measures and controls to comply with AML Law, including carefully identifying and monitoring Unitholders. As a result of the implementation of these measures and controls:

- transactions may be delayed, blocked, frozen or refused where Auscap has reasonable grounds to believe that the transaction breaches the AML Law or sanctions of Australia or any other country. Applications cannot be processed unless all necessary information is provided;
- where transactions are delayed, blocked, frozen or refused, Auscap is not liable for any loss Unitholders suffer (including consequential loss) as a result of its compliance with the AML Law as it applies to Auscap; and
- Auscap may at times require additional information from you to assist in this process.

Auscap has certain reporting obligations under the AML Law and is not permitted to inform Unitholders that any such reporting has taken place.

## **9.3 Foreign Account Tax Compliance Act**

The Foreign Account Tax Compliance Act (**FATCA**) is a US tax law which was enacted in 2010 for the purpose of improving tax information reporting regarding US persons in respect of their offshore investments to the United States Internal Revenue Service (**IRS**). In 2014, an Inter-Governmental Agreement (**IGA**) was signed between Australia and the US to facilitate the implementation of FATCA by Australian financial institutions.

In order to comply with FATCA requirements, Auscap:

- may require investors to provide certain information regarding their identification and will undertake certain due diligence procedures with respect to investors in the Fund to determine their status for FATCA reporting purposes. This information may be required at the time an application is made for the issue of Units in the Fund or at any time after the Units have been issued; and
- will report annually to the IRS, via the Australian Taxation Office (**ATO**), in relation to relevant investors’ financial information required by the ATO (if any) in respect of any investment in the Fund.

Accordingly, by making an application to invest in the Fund, prospective investors agree to provide Auscap with certain identification and related information in order to enable it to comply with its obligations in connection with FATCA.

## 9.4 OECD Common Reporting Standard

Australia is a party to the OECD Multilateral Competent Authority Agreement on Automatic Exchange of Financial Account Information. This agreement enables information under the Common Reporting Standard (**CRS**) regime to be exchanged between tax authorities of jurisdictions who are signatories to the agreement. Auscap (as an AFI) is required to collect certain information about Unitholders in order to provide it to the ATO. The ATO may pass this information onto tax authorities in other jurisdictions who have adopted the CRS.

The requirements are similar to those which exist under FATCA. Under CRS, however, there are a larger number of countries in respect of which the ATO may provide information to the respective tax authorities.

## 9.5 Complaints

Auscap, in its capacity as the Responsible Entity of the Fund, has a formal complaints handling procedure in place. For any concerns or complaints, or if you are otherwise dissatisfied with Auscap or the Fund, please contact Auscap by mail or by email at the address shown on the back page of this PDS. Auscap will acknowledge receipt of the complaint as soon as practicable and in any event within 5 Business Days of receipt and take necessary steps to address it. Auscap will provide a final response as soon as practicable and in any event within 45 days.

If you are a Unitholder and have made a complaint in writing and you are not satisfied with how your complaint has been handled or a response was not provided to you within 45 days, you can lodge a complaint with the Australian Financial Complaints Authority (**AFCA**).

AFCA is the external dispute resolution scheme which provides fair and independent financial services complaint resolution that is free to consumers. AFCA has authority to hear certain complaints. Contact AFCA to confirm if they can assist you. You can contact AFCA on the below details.

Website: [www.afca.org.au](http://www.afca.org.au)

Email: [info@afca.org.au](mailto:info@afca.org.au)

Telephone: 1800 931 678 (free call)

Mail: Australian Financial Complaints Authority  
GPO Box 3, Melbourne VIC 3001

## 9.6 Conflicts of interest

Auscap has established internal policies and procedures to ensure that any conflicts of interest in relation to the Fund are adequately identified and appropriately managed. Where Auscap considers that a particular conflict of interest is likely to have a materially adverse effect on Unitholders, it will seek to implement adequate arrangements to mitigate, prevent and/or minimise (where practicable) the conflict of interest. A copy of the conflicts of interest policy is available free of charge by contacting Auscap.

## 9.7 Privacy policy

Privacy laws apply to the handling of personal information by Auscap. Auscap may collect personal information from investors to support the ongoing administration and legal compliance of their investment in the Fund. The Corporations Act and AML Laws also require Auscap to collect some personal information about Unitholders. Personal information may be used to advise Unitholders of new developments relevant to their investment in the Fund and for the general purposes of facilitating your participation and

investment in the Fund and performing related administrative and organisational functions and tasks. If we are not able to collect all the personal information required, we may not be able to assess your application for the Fund or administer your investment.

Auscap may disclose a Unitholder's personal information to external parties who provide services to Auscap in relation to the Fund. For example, this may include the Administrator or its associates, related group entities or related corporate bodies to the extent that any of these are involved with the Fund, or other parties such as providers of printing or postal services. Otherwise, Auscap will not disclose your personal information to any other external party unless authorised or required by law, with your consent or where we are satisfied that you would reasonably expect us to use or disclose your personal information in relation to any of the general purposes referred to above.

Any personal information provided to the Administrator will be collected and handled in accordance with Link Fund Solutions' privacy policy, a copy of which can be found at [www.linkfundsolutions.com](http://www.linkfundsolutions.com) or posted/ emailed to you if you contact Link Fund Solutions on +61 2 9547 4311 or [LFS\\_registry@linkgroup.com](mailto:LFS_registry@linkgroup.com).

By submitting paperwork relating to your investment, you consent to your personal information being collected and handled by Auscap in accordance with its privacy policy and by the Administrator in accordance with its policy.

Unitholders may be entitled to gain access to their personal information. Unitholders have the right to ask Auscap or the Administrator to correct information about them which is inaccurate, incomplete, out of date, irrelevant or misleading. Auscap's privacy policy contains information about how Unitholders may access their personal information and seek correction of such information, how to complain about a breach of privacy laws and how Auscap will deal with such a complaint. A copy of Auscap's privacy policy can be found at [www.auscapam.com/privacy-policy/](http://www.auscapam.com/privacy-policy/) or posted/emailed to you if you contact Auscap on +61 2 8378 0800 or [info@auscapam.com](mailto:info@auscapam.com)

## 9.8 Authorised representatives

### ***Appointment of authorised representative to operate account***

Unitholders may elect to appoint an authorised representative to operate their account in a manner as directed by Auscap. Only Unitholders can appoint authorised representatives.

In appointing an authorised representative, a Unitholder releases, discharges, and agrees to indemnify Auscap from and against any and all losses, liabilities, actions, proceedings, account claims and demands arising from Auscap acting on the instructions of the Unitholder's authorised representative.

### ***Powers of an authorised representative***

An authorised representative can, among other things:

- apply for additional Units;
- redeem all or part of a Unitholder's investment; and
- enquire as to the status of a Unitholder's investment and obtain copies of any statements to which they are entitled.

Redemption payments will only be made to Unitholders. No redemption payments will be paid to third parties including authorised representatives. If a company is appointed as an authorised representative, the powers will extend to any director and authorised officer of the company. If a partnership is appointed as an authorised representative, the powers will extend to all partners. Neither the Administrator nor Auscap accept any responsibility or liability for any loss caused as a result of non-receipt or ineligibility of any appointment of an authorised representative or for any loss caused in respect of any action taken as a consequence of an instruction from an authorised representative or believed in good faith to have originated from the authorised representative.

## 9.9 Key agreements with service providers

### *Administration*

Auscap has appointed Link Fund Solutions to provide fund administration and unit registry services. Link Fund Solutions is a specialist provider of outsourced middle and back office administration and accounting services to around 100 clients with more than \$50 billion of funds under administration as at the date of this PDS. Link Fund Solutions provides administration services including:

- fund accounting services, including trade confirmation and reconciliation;
- regulatory and administrative services;
- mandate compliance, performance and analytical services; and
- unit pricing and registry services.

As the Administrator, Link Fund Solutions is contactable for all application and redemption forms.

### *Custody and prime brokerage*

The Responsible Entity has appointed CGML as a prime broker under the terms of the Prime Broker Agreement and CGMA as a cash lender under the terms of the Cash Loan Agreement. Each of CGML and CGMA are wholly owned indirect subsidiaries of Citigroup Inc. The services which CGML will provide under the Prime Broker Agreement include various custodial services, securities lending and the clearance and settlement of securities transactions. The services which CGMA will provide under the Cash Loan Agreement include cash financing in connection with transactions under the Prime Broker Agreement. CGML and CGMA, in their capacities as prime broker and cash lender, as applicable, will have no decision-making discretion relating to the investment of the assets of the Fund and will not provide any investment advice in relation to the assets of the Fund.

Under the terms of the Prime Broker Agreement, subject to CGML's right to utilise the same described below, CGML will identify, record on its books and hold all investments (and collect any dividends and other payments in respect thereto) and other assets of the Fund excluding cash (collectively, the **Assets**) in such manner that the identity and location of the Assets can be readily identified at any time as the property of a customer of CGML and separate from CGML's own property. Accordingly, such Assets which have not been utilised as described below should be unavailable to the creditors of CGML. Certain Assets may be co-mingled with similar assets of other customers of CGML. Accordingly, the Fund may not have the right to the return of specific assets but to their equivalent.

CGML's role as custodian is to hold the Assets. As custodian, CGML has no supervisory role in relation to the operation of the Fund and is not responsible for any investment decisions or protecting your interests.

CGML may hold Assets with a sub-custodian. CGML will identify on its books and records all Assets held as being held for the Fund. CGML has undertaken to exercise reasonable care in the selection of any sub-custodian.

The Fund acknowledges that cash received by CGML for credit to the prime brokerage Cash Account either from the Fund or on the Fund's behalf will be collateral for the purpose of securing or otherwise covering the secured liabilities under the Cash Loan Agreement and full ownership in such cash will be absolutely transferred to CGML, and all right, title and interest in and to such cash will pass to CGML outright and absolutely for the purposes of covering those secured liabilities. Upon such transfer CGML will become obliged, subject to and in accordance with the provisions of the Prime Broker Agreement to re-transfer to the Fund an equivalent amount of cash. CGML's obligation will be reduced to the extent that such cash is applied in accordance with the security and/or close-out arrangements provided in the Prime Broker Agreement.

The Fund's obligations to CGMA under and in connection with the Cash Loan Agreement will be secured by a security interest over the Fund's right, title and interest in connection with the Cash Account and the

Custody Account and over certain other assets (together the **“Secured Property”**). CGML will be entitled to sell, loan or otherwise use any and all Secured Property in the form of securities (securities so used being referred to herein as **“Utilised Securities”**). CGML shall use reasonable efforts to ensure that the value of the Utilised Securities shall not exceed 140 per cent of certain of the Fund’s liabilities under the Prime Broker Agreement. The Fund will have a contractual right against CGML for the return of assets equivalent to the Utilised Securities. Utilised Securities may not, therefore, be recoverable in full in the event of CGML’s insolvency.

The Prime Broker Agreement and Cash Loan Agreement provide that CGML and CGMA will not be liable for any loss, liability or cost incurred by the Fund as a result of any act or omission of CGML or CGMA unless such loss, liability or cost is caused by CGML’s or CGMA’s, as applicable, own fraud, gross negligence, wilful misconduct or wilful default. Neither CGML nor CGMA shall be responsible for the loss, liability or cost which the Fund may suffer or incur arising from the negligence, wilful default, wilful misconduct or fraud of any third party (including any executing broker, bank, agent, custodian, investment exchange, depository or clearing house, but subject to the obligations concerning the selection of such sub-custodian described above). Neither CGML, CGMA nor any third party which acts on their behalf, whether an affiliate of CGML or CGMA or not, nor its directors, officers, servants, agents or representatives, will be liable to the Fund, except in the case of fraud, for any consequential loss, liability or cost which the Fund may suffer or incur arising out of their acts or omissions, howsoever the loss, liability or cost is caused and regardless of whether it was foreseeable or not.

The Fund has agreed to indemnify and hold harmless CGML, CGMA and any sub-custodian, nominee or agent appointed by it against any loss, liability and cost arising out of or in connection with the Prime Broker Agreement or Cash Loan Agreement except where arising primarily out of its or, as the case may be, such sub-custodians’, nominees’ or agents’ own gross negligence, bad faith, wilful misconduct, fraud or wilful default, all as more fully detailed in the Prime Broker Agreement and Cash Loan Agreement. The Prime Broker Agreement and Cash Loan Agreement will remain in full force and effect until terminated at any time by either of the parties upon 3 Business Days’ written notice to the other.

The Responsible Entity has a custody account with Citibank NA Hong Kong Branch, an affiliate of CGML and a wholly-owned indirect subsidiary of Citigroup Inc. The custody account is subject to the terms of a Global Custodial Services Agreement and may be closed by either party with 60 days’ notice.

CGML and CGMA are paid service providers to the Fund and are not responsible for the preparation of this document or the activities of the Fund and therefore accept no responsibility for any information in this document. The Fund reserves the right to change the prime brokerage, cash loan and custodial arrangements described above by agreement with CGML and CGMA and/or, in its discretion, to appoint additional or alternative prime broker(s), cash lender(s) and custodian(s). The Fund may also utilise Citi and/or other brokers and dealers for the purposes of executing transactions for the Fund.

## 9.10 ‘Important additional information for New Zealand investors’

### Warning statement for New Zealand Investors

If you are a New Zealand investor we are required to provide the following warning statement to you under New Zealand law.

#### General

- 1 This offer to New Zealand investors is a regulated offer made under Australian and New Zealand law. In Australia, this is Chapter 8 of the Corporations Act 2001 (Aust) and regulations made under that Act. In New Zealand, this is subpart 6 of Part 9 of the Financial Markets Conduct Act 2013 and Part 9 of the Financial Markets Conduct Regulations 2014.



- 2 This offer and the content of the offer document are principally governed by Australian rather than New Zealand law. In the main, the Corporations Act 2001 (Aust) and the regulations made under that Act set out how the offer must be made.
- 3 There are differences in how financial products are regulated under Australian law. For example, the disclosure of fees for managed investment schemes is different under the Australian regime.
- 4 The rights, remedies, and compensation arrangements available to New Zealand investors in Australian financial products may differ from the rights, remedies, and compensation arrangements for New Zealand financial products.
- 5 Both the Australian and New Zealand financial markets regulators have enforcement responsibilities in relation to this offer. If you need to make a complaint about this offer, please contact the Financial Markets Authority, New Zealand (<http://www.fma.govt.nz>). The Australian and New Zealand regulators will work together to settle your complaint.
- 6 The taxation treatment of Australian financial products is not the same as for New Zealand financial products.
- 7 If you are uncertain about whether this investment is appropriate for you, you should seek the advice of an appropriately qualified financial adviser.

#### **Currency exchange risk**

- 1 The offer may involve a currency exchange risk. The currency for the financial products is not New Zealand dollars. The value of the financial products will go up or down according to changes in the exchange rate between that currency and New Zealand dollars. These changes may be significant.
- 2 If you expect the financial products to pay any amounts in a currency that is not New Zealand dollars, you may incur significant fees in having the funds credited to a bank account in New Zealand in New Zealand dollars.

#### **Dispute resolution process**

The dispute resolution process described in this offer document is available only in Australia and is not available in New Zealand.

## 10. GLOSSARY

### **Administrator**

The administrator of the Auscap Fund which is responsible for providing fund administration and unit registry services and at the date of this PDS is Link Fund Solutions.

### **AFSL**

Australian Financial Services Licence

### **Additional Application Form**

The application form accompanying this PDS at section 11 relating to the purchase of additional Units in the Auscap Fund.

### **AML Law**

The *Anti Money Laundering and Counter-Terrorism Financing Act 2006* (Cth), and any associated regulations or rules.

### **Application Form**

The application form accompanying this PDS at section 11 relating to the purchase of Units in the Series Class and the Monthly Platform Class. Platform and IDPS operators must contact Auscap for a specific application form for the Daily Platform Class.

### **ASIC**

Australian Securities & Investments Commission

### **ASX**

Australian Securities Exchange

### **Auscap or Investment Manager or Responsible Entity**

Auscap Asset Management Limited (ABN 11 158 929 143, AFSL 428014), the Investment Manager and Responsible Entity of the Auscap Fund.

### **Auscap Board**

The board of directors of Auscap.

### **Auscap Fund or Fund**

Auscap Long Short Australian Equities Fund

### **Auscap Newsletter**

The monthly newsletter published by Auscap for Unitholders and potential investors which discloses key information about the Auscap Fund and is available on Auscap's website at [www.auscapam.com](http://www.auscapam.com).

### **Benchmark**

As at the date of this PDS, the Reserve Bank of Australia Cash Rate.

### **Business Day**

A day (other than a Saturday, Sunday, public holiday or bank holiday) on which banks are open for general banking business in Sydney.

### **Cash Lender**

CGMA, the current Cash Lender to the Fund.

### **CGMA**

Citigroup Global Markets Australia Pty Limited, the Cash Lender.

### **CGML**

Citigroup Global Markets Limited, the Prime Broker and Custodian of the Auscap Fund.

### **Class**

A class of Units in the Auscap Fund.

### **Collateral**

Certain investments, cash or other assets of the Fund transferred to the Prime Broker in order to secure the obligations of Auscap to the Prime Broker in respect of certain transactions.

### **Compliance Committee**

A committee which has been appointed to monitor compliance by Auscap with the Constitution and the Compliance Plan.

### **Compliance Plan**

A plan which sets out the measures that Auscap will apply in operating the Auscap Fund as the Responsible Entity to ensure compliance with the Constitution, Corporations Act and any relevant ASIC policy.

### **Constitution**

The constitution of the Auscap Fund, as amended from time to time.

### **Corporations Act**

*Corporations Act 2001* (Cth)

### **Custodian**

CGML, the current Prime Broker and Custodian of the Auscap Fund.

### Daily Platform Class

A non-Series based Class of Units where valuations are calculated daily and for which applications and redemptions can be made on a daily basis, issued to IDPS operators investing in the Fund on behalf of Indirect Investors, unless otherwise determined by Auscap. Platform and IDPS operators must contact Auscap for a specific application form for the Daily Platform Class.

### Dollars or \$

Australian dollars, unless otherwise specified.

### Double Tax Agreement

A formal bilateral agreement between Australia and another jurisdiction to prevent double taxation and fiscal evasion, and to foster cooperation between Australia and the other jurisdiction's tax authorities by enforcing their respective laws.

### Financial Year or FY

A year ending 30 June.

### Fund

Auscap Long Short Australian Equities Fund (ARSN 615 542 213)

### GST

Goods and services tax.

### Half Year

A six-month period ending on either 30 June or 31 December.

### High Watermark

Until a Performance Fee for the relevant Series or Class first becomes payable, the Issue Price, or otherwise, the highest NAV per Unit of the Series or Class at the end of any performance period in which a Performance Fee has been payable and deducted.

### High Watermark Date

For the initial Performance Fee for the Class, is the date of the first issue of Units in the Class and, for subsequent Performance Fees for the Class, the last day of the most recent performance period in respect of which a Performance Fee was payable for the Class.

### Hurdle Rate

The Reserve Bank of Australia Cash Rate published monthly.

### IDPS

Investor Directed Portfolio Service. References to IDPS include IDPS-like facilities including platforms, master funds and wrap services.

### Indirect Investors

Investors who access the Fund's strategy via investment in an IDPS.

### Investment Manager

Auscap Asset Management Limited (ABN 11 158 929 143, AFSL 428014)

### Issue Price

Has the meaning expressed in section 6.1 of this PDS.

### Lead Series

Units in the initial Series of Units in the Fund.

### Link Fund Solutions

Link Fund Solutions Pty Limited (ACN 114 914 215), the current Administrator of the Auscap Fund.

### Long Position

Holding a positive amount of securities in the expectation that the value of those securities will appreciate.

### Management Fee

Generally 1.5375% per annum of the NAV of the Fund (GST inclusive net of RITC). However, from 1 April 2020 one third of the Management Fee has been temporarily waived by Auscap, resulting in a Management Fee of 1.025% (GST inclusive net of RITC). This waiver will remain in effect until the conditions described in Section 7.3 of this PDS are met.

### Monthly Platform Class

A non-Series based Class of Units where valuations are calculated monthly and for which applications and redemptions can be made on a monthly basis, issued to IDPS operators investing in the Fund on behalf of Indirect Investors, unless otherwise determined by Auscap.

### NAV

Net asset value, being the total asset value less liabilities including accruals for all fees and expenses of the Auscap Fund, Class or Series (as the case may be).

### Outperformance

Outperformance is calculated as the amount by which the NAV per Unit of the relevant Series or Class at the end of the relevant performance period plus any relevant distributions exceeds the High Watermark increased by the Hurdle Rate.

### Performance Fee

Generally 15.375% of Outperformance (including GST net of RITC). However, from 1 April 2020 the Performance Fee has been temporarily waived by Auscap, resulting in a Performance Fee of nil. The waiver will remain in effect until the conditions described in Section 7.3 of this PDS are met.

### Portfolio Managers

Tim Carleton and Matthew Parker, who are also the Principals of Auscap.

### Prime Broker

CGML, the current Prime Broker and Custodian of the Auscap Fund.

### Prime Broker Agreement

An agreement for prime brokerage services between Auscap and CGML.

### Principals

Tim Carleton and Matthew Parker, the Principals of Auscap.

### Privacy laws

The *Privacy Act 1988* (Cth), including the Australian Privacy Principles.

### Redemption Day

For the Series Class and the Monthly Platform Class, the first day of the month where Unitholders are able to redeem Units based on the preceding Valuation Day. For the Daily Platform Class, the Business Day following a valid redemption request where Unitholders are able to redeem Units based on the preceding Valuation Day.

### Redemption Price

Has the meaning expressed in section 6.5 of this PDS.

### Redemption Request Form

The redemption request form accompanying this PDS at section 11 relating to the redemption of Units in the Auscap Fund.

### Relevant Investor

Has the meaning expressed in section 4.1 of this PDS.

### Retail Investor

A person or entity which is a retail client as defined under section 761G of the Corporations Act.

### Reserve Bank of Australia Cash Rate

The interest rate which banks pay to borrow funds from other banks in the money market on an overnight basis. The cash rate is calculated as the weighted average interest rate on overnight unsecured loans between banks settled in the Reserve Bank Information and Transfer System (RITS).

### RITC

Reduced input tax credits which are available on certain services acquired from financial supply facilitators.

### Series

A new class of Units issued on each Subscription Day, that is not the Monthly Platform Class or the Daily Platform Class.

### Short Position

Borrowing securities and then selling them in the expectation that the value of the securities will depreciate. The short position is covered by buying back the securities, theoretically at a lower price thereby locking in a profit. The borrowed securities are then returned.

### Subscription Day

A day on which Units are issued, generally being the first Business Day of each month in the case of the Series Class and the Monthly Platform Class, and generally being each Business Day in the case of the Daily Platform Class.

### Total Return

Has the meaning expressed in section 4.1 of this PDS.

### Unit(s)

A unit or units in the Fund including units offered under this PDS.

### Unitholder(s)

Persons who are indicated on the register of holders as a holder of a Unit or Units in the Fund.

### Unit Price

Has the meaning expressed in section 6.2 of this PDS.

### Valuation Day

The last day of each calendar month on which NAV is calculated in the case of the Series Class and the Monthly Platform Class, and each Business Day on which NAV is calculated in the case of the Daily Platform Class.

## 11. APPLICATION FORMS — SERIES CLASS AND MONTHLY PLATFORM CLASS

### Completing this Application Form

Investor Type	Correct Name	Section to Complete	Supporting Documents
<b>Individual/Joint investors</b> <ul style="list-style-type: none"> <li>use full name of each applicant, do not use initials</li> </ul>	Wendy Sarah Smith	Section 1	We require originals or certified copies to be posted to Link Fund Solutions <ul style="list-style-type: none"> <li>Original signed application form</li> <li>Certified ID for each individual investor</li> </ul>
<b>SMSF and Trusts with Individuals as Trustees</b> <ul style="list-style-type: none"> <li>use trustee(s) personal name (s); and</li> <li>use fund/trust name as designation</li> </ul>	Wendy Sarah Smith ATF Wendy Smith Super Fund	Section 2	<ul style="list-style-type: none"> <li>Original signed application form</li> <li>Certified ID for at least 1 individual Trustee</li> <li>Certified ID for all Beneficial Owners</li> <li>Certified copy of the Trust Deed</li> <li>Certified ID for the settlor of the trust (unless there was no settlor, the settlor is deceased or the settlor contributed less than AUD\$10,000 on creation of the trust)</li> </ul>
<b>SMSF and Trusts with Company as Trustee</b> <ul style="list-style-type: none"> <li>use trustee(s) company name(s); and</li> <li>use fund/trust name as designation</li> </ul>	XYZ Pty Ltd ATF Smith Family Trust	Section 3	<ul style="list-style-type: none"> <li>Original signed application form</li> <li>Certified copy or certified extract of the trust deed</li> <li>Certified ID of Beneficial Owners of the Company</li> <li>Certified ID of Beneficial Owners of the Trust</li> <li>Certified ID for the settlor of the Trust (unless there was no settlor, the settlor is deceased or the settlor contributed less than AUD\$10,000 on creation of the trust)</li> </ul>
<b>Company</b> <ul style="list-style-type: none"> <li>use full company name, do not use abbreviations</li> </ul>	Company Name Pty Ltd  Company Name Limited	Section 4	<ul style="list-style-type: none"> <li>Original signed application form</li> <li>Certified IDs of Beneficial Owners of the Company</li> </ul>

- Please note that this is a summary only and further documents may be required
- Applications under power of attorney must be accompanied by a certified copy or the original of the Power of Attorney with specimen signatures.

## Transferring Funds and Submitting Documents

The minimum initial investment in the Fund is \$100,000 and the minimum additional investment is \$50,000. The Responsible Entity may vary these minimum investment amounts from time to time in its absolute discretion.

Completed and approved Application forms and Application monies should be received by 5.00pm on the last Business Day of the month prior to the investment date either by cheque or electronic transfer to:

Account Name: Auscap Asset Management ATF Auscap Long Short Australian Equities Fund  
 Bank: ANZ  
 BSB: 012 006  
 Account number: 836165921

**Please include the applicant's / investment entity's name as a reference on all electronic transfers.**

Please send all original documents to:

**Link Fund Solutions  
 Unitholder Services  
 Attention: Auscap Fund Unit Registry  
 PO Box 5482  
 Sydney NSW 2001**

### Regular Information

Following acceptance of your application, once the unit price is confirmed you will be sent a contract note. You should check the details on the advice carefully and contact the Administrator, Link Fund Solutions, if you have any questions.

## Required ID and Additional Documents

Investors please provide for each person listed in the relevant section of this form:

- Certified copy of a Primary Photographic Identification Document (see below for definition); or
- Certified copy of a Primary Non-Photographic Identification Document AND a Secondary Identification Document (see below for definitions).

**Certified copy** means a document that has been certified as a true copy of an original document by a person eligible to certify documents (as listed on the following page).

**Certified extract** means an extract that has been certified as a true copy of some of the information contained in a complete original document by one of the persons described on the following page.

### What are the Identification Documents?

Primary Photographic Identification Documents:

- 1) Licence or permit issued by a State or Territory of Australia or equivalent authority of a foreign country for the purpose of driving a vehicle that contains a photograph of the person in whose name the document is issued.
- 2) Passport issued by the Commonwealth of Australia.
- 3) Passport issued for the purpose of international travel that is issued by a foreign government and contains a photograph and the signature of a person in whose name the document is issued (accompanied by a written translation prepared by accredited translator where required).
- 4) ID Card issued by a State or Territory of Australia for the purpose of proving a person's age that contains a photograph of the person in whose name the document is issued.
- 5) National Identity Card issued by a foreign government, for the purpose of identification, that contains a photograph of the person in whose name the document is issued (accompanied by a written translation prepared by accredited translator where required).

Primary Non-Photographic Identification Documents:

- 1) Birth Certificate or Birth Extract issued by a State or Territory of Australia.
- 2) Citizenship Certificate issued by the Commonwealth of Australia.
- 3) Citizenship Certificate issued by a foreign Government (accompanied by a written translation prepared by an accredited translator where required).

- 4) Birth certificate issued by a foreign government (accompanied by a written translation prepared by an accredited translator where required).
- 5) Pension or health card issued by Centrelink that entitles financial benefits to the person in whose name the card is issued.

#### Secondary Identification Documents:

- 1) A notice that was issued to an individual by the Commonwealth, a State or Territory of Australia within the preceding 12 months that contains the name of the individual and his or her residential address and records for the provision of financial benefits to the individual under a law of the Commonwealth, State or Territory.
- 2) A notice that was issued to an individual by a local government or utilities provider in Australia within the preceding 3 months that contains the name of the individual and his or her residential address and records the provision of services by that local government body or utilities provider to that address or to that person.

#### People who can certify documents or extracts are:

- a **lawyer** – a person who is enrolled on the roll of the Supreme Court of a State or Territory, or High Court of Australia, as a legal practitioner (however described);
- a **judge** of a court;
- a **magistrate**;
- a **chief executive officer** of a Commonwealth court;
- a **registrar** or **deputy registrar** of a court;
- a **Justice of the Peace**;
- a **notary public** (for the purposes of the Statutory Declaration Regulations 1993);
- a **police officer**;
- a **postal agent** – an agent of the Australian Postal Corporation who is in charge of an office supplying postal services to the public;
- a **permanent employee** of The Australian Postal Corporation with 2 or more years of continuous service who is employed in an office supplying postal services to the public;
- an **Australian consular officer** or an **Australian diplomatic officer** (within the meaning of the Consular Fees Act 1955);
- an **officer** with 2 or more continuous years of service with one or more **financial institutions** (for the purposes of the Statutory Declaration Regulations 1993);
- a **finance company officer** with 2 or more continuous years of service with one or more financial companies (for the purposes of the Statutory Declaration Regulations 1993);
- an **officer** with, or an **authorised representative** of, a **holder of an Australian financial services licence**, having 2 or more continuous years of service with one or more licensees; and
- an **accountant** – a member of the Institute of Chartered Accountants in Australia, CPA Australia or the National Institute of Accountants with 2 or more years of continuous membership.

#### The eligible certifier must include the following information:

- their full name;
- address;
- telephone number;
- the date of certifying;
- capacity in which they are eligible to certify; and
- an official stamp/seal if applicable.

The certified copy must include the statement, ***“I certify this is a true copy of the original document”***.

For photographic documents, the certified copy must include the statement, ***“I certify this is a true copy of the original document and the photograph is a true likeness”***.

**Documents that are written in a language that is not English** must be accompanied by an English translation prepared by an accredited translator.

## Explanation of FATCA & CRS

**Neither Auscap nor Link Fund Solutions is able to provide you with tax or professional advice in respect of FATCA or CRS and we strongly encourage you to seek the advice of an experienced tax or professional adviser in relation to completing the FATCA & CRS parts of this Application form.**

### What are FATCA & CRS?

The U.S. Foreign Account Tax Compliance Act (FATCA) and the Common Reporting Standard (CRS) are two ways in which a large number of governments are seeking the same thing – to improve global tax compliance. Both require financial institutions to capture relevant information on foreign tax payers, as follows:

- FATCA promotes cross border tax compliance by U.S. taxpayers, by implementing an international standard for the automatic exchange of information related to those taxpayers. Australia has entered into an inter-governmental agreement (IGA) with the U.S. to implement FATCA in Australia, to be administered through the ATO. The AUS-USA FATCA IGA requires the ATO to obtain detailed account information for U.S. citizens and/or taxpayers on an annual basis. The effect of this is that, to satisfy their FATCA obligations, relevant Australian financial institutions must identify any U.S. taxpayers and report those taxpayers’ financial account data to the ATO.
- CRS is a global reporting standard, developed by the OECD, for the automatic exchange of information (AEOI). Its goal is to allow tax authorities to obtain a clearer understanding of financial assets held abroad by their residents, for tax purposes. Over 100 countries (**refer to OECD link on page 55 for participating jurisdictions**) have agreed to share information on residents’ assets and incomes in accordance with defined reporting standards. Once again, this means that financial institutions around the globe must provide tax authorities with taxpayer financial account data, and the financial institutions must therefore collect this information from their customers and pass it on.

### Common FATCA & CRS terms

**Financial Institution** (also referred to as *Foreign financial institution* or “**FFI**” under FATCA) – an entity created or organised outside of the U.S. and includes:

- a) **Depository institution** – entity that accepts deposits in the ordinary course of banking or similar business (banks, credit unions), or
- b) **Custodial institution** – entity that holds financial assets for the account of others as a substantial portion of its business (brokers, custodians), or
- c) **Investments entity** – means any entity that conducts as a business (or is managed by an entity that conducts as a business) one or more of the following activities or operations for or on behalf of a customer:
  - trading in money market instruments (cheques, bills, certificates of deposit, derivatives, etc.); foreign exchange; exchange; interest rate and index instruments; transferable securities; or commodity futures trading;
  - individual and collective portfolio management; or
  - otherwise investing, administering, or managing funds or money on behalf of other persons.

**Non-Financial Foreign Entity (“NFFE”) / Non-Financial Entity (“NFE”)** – any non-U.S. entity that is not a financial institution. NFFE/NFE can be either *Active NFFE/NFE* or *Passive NFFE/NFE* (refer below for more details).

**U.S. citizen or U.S. resident for tax purposes** – includes:

- anyone born in the U.S. (who has not renounced their citizenship)
- anyone living in the U.S.
- a green card holder
- U.S. passport holder
- U.S. companies, trusts or partnerships

**Controlling Persons** – means the natural persons who exercise control over an Entity. In the case of a trust, such term means the settlor, the trustees, the protector (if any), the beneficiaries or class of beneficiaries, and any other natural person exercising ultimate effective control over the trust, and in the case of a legal arrangement other than a trust, such term means persons in equivalent or similar positions. The term “Controlling Persons” shall be interpreted in a manner consistent with the Financial Action Task Force Recommendations.

**GIIN** – Global Intermediary Identification Number is an IRS registration number for financial institutions.

**TIN** – is Taxpayer Identification Number and may include Social Security Number (SSN) or Employer Identification Number (EIN).

**IGA** – Agreement between the Government of Australia and the Government of the United States of America to Improve International Tax Compliance and to Implement FATCA.



### Australian Retirement Fund

1. Any plan, scheme, fund, trust, or other arrangement operated principally to administer or provide pension, retirement, superannuation, or death benefits that is a superannuation entity or public sector superannuation scheme (including an exempt public sector superannuation scheme) as defined in the *Superannuation Industry (Supervision) Act 1993*, or a constitutionally protected fund as defined in the *Income Tax Assessment Act 1997*.
2. A pooled superannuation trust as defined in the *Income Tax Assessment Act 1997*.
3. Any Entity that is wholly owned by, and conducts investment activities, accepts deposits from, or holds financial assets exclusively for or on behalf of, one or more plans, schemes, funds, trusts, or other arrangements referred to in subparagraphs (1) or (2) of this paragraph.

**Non-Participating Jurisdiction for CRS purposes** – Refer to OECD link on page 55 for list of participating jurisdictions.

### FATCA & CRS status

FATCA status refers to entity classification under FATCA and may include:

1. **Active NFFE/NFE** – any NFFE/NFE that meets the following criteria:
  - NFFE/NFE where less than 50% of income is passive income (i.e. dividends, interest, annuities etc.) and less than 50% of its assets produce passive income; or
  - Entity's stock is regularly traded on established securities market (e.g. entity listed on ASX) or affiliated group of such entity; or
  - Entity organised in U.S. Territory and owned by its residents; or
  - Foreign government; or
  - International organisation; or
  - Foreign Central Bank of Issue; or
  - Any other specifically identified class of entities, including those posing a low risk of tax evasion, as determined by the IRS (e.g. start-up entities, entities in liquidation, not-for profit entities etc).
2. **Passive NFFE/NFE** – any NFFE/NFE that is not an Active NFFE/NFE.
3. **Passive NFFE with controlling U.S. persons** – any NFFE that is not an Active NFFE or is not a withholding foreign partnership or trust and has controlling U.S. persons.
4. **Passive NFFE with no controlling U.S. persons** – any NFFE that is not an Active NFFE or is not a withholding foreign partnership or trust and where none of the entity's controlling persons are U.S. persons.
5. **Participating FFI** – an FFI that enters into an agreement with the IRS to undertake certain due diligence, withholding and reporting requirements for U.S. account holders in accordance with FATCA and is generally able to provide GIIN.
6. **Exempt Beneficial Owner** – this is non-reporting entity under FATCA and may include:
  - the Australian Government, State and local governments and local authorities and their wholly owned agencies or instrumentalities, including certain named entities;
  - International, intergovernmental and supranational organisations;
  - Reserve Bank of Australia and its subsidiaries;
  - Complying Australian superannuation funds (including self-managed super funds);
  - Investment entity wholly owned by *exempt beneficial owners*;
7. **Non-Reporting IGA FFI** – this is non-reporting entity (certified or registered deemed-compliant FFI) under FATCA and may include:
  - Financial institution with Australian client base (must satisfy all conditions listed in paragraph III. A of Annex II of the IGA, including at least 98% of the U.S. dollar value of all account balances must be held by Australian residents);
  - Small local banks that meet criteria listed in the IGA;
  - Financial Institution that is not an Investment Entity with only Low-Value Accounts (i.e. with value of U.S.\$ 50,000 or less) and with total assets of no more than U.S.\$50 million;
  - Qualified credit card issuer (with customer deposits of U.S.\$50,000 or less);
  - Trustee-Documented Trust – A trust established under the laws of Australia to the extent that the trustee of the trust is a Reporting U.S. Financial Institution, Reporting Model 1 FFI, or Participating FFI and reports all information required to be reported pursuant to the Agreement with respect to all U.S. Reportable Accounts of the trust;
  - Sponsored investment entity – an investment entity established in Australia that has a Sponsoring entity;
  - Certain Investment Manager and Investment Advisors;
  - Certain Collective Investment Vehicles that meet criteria listed in the IGA.
8. **Non-Participating FFI** – an entity that does not comply with FATCA and generally will not fall into any of the below categories:
  - Participating FFI; or
  - Reporting FFI; or
  - Exempt Beneficial Owner

**Further information about FATCA & CRS can be found at:**

<http://www.irs.gov/fatca>

[http://www.aph.gov.au/About\\_Parliament/Parliamentary\\_Departments/Parliamentary\\_Library/pubs/rp/rp1314/QG/FATCA](http://www.aph.gov.au/About_Parliament/Parliamentary_Departments/Parliamentary_Library/pubs/rp/rp1314/QG/FATCA)

[www.oecd.org/tax/automatic-exchange/international-framework-for-the-crs/](http://www.oecd.org/tax/automatic-exchange/international-framework-for-the-crs/)

<http://www.oecd.org/tax/automatic-exchange/international-framework-for-the-crs/MCAA-Signatories.pdf>

## Additional Applications

### **Additional Investment**

Additional investments can be made using the Additional Application Form attached to this PDS at page 98.

**SECTION 1**  
**SERIES CLASS AND MONTHLY PLATFORM CLASS APPLICATION FORM**  
**FOR PDS DATED 30 SEPTEMBER 2020**

**Auscap Long Short Australian Equities Fund**

ARSN 615 542 213

This application form relates to the Product Disclosure Statement dated 30 September 2020 (PDS) issued by Auscap Asset Management Limited ABN 11 158 929 143, AFSL 428014. Please read the PDS in full before completing this Application Form. Unless otherwise specified, terms defined in the PDS have the same meaning in this Application Form.

**INDIVIDUALS AND SOLE TRADERS**

**COMPLETE THIS SECTION 1 AS INDIVIDUALS**

Please provide the name of the holding (in a format that you want to appear on the Register of Unitholders).

**New Investor Name:** *Name of the holding in a format that you want to appear on the Register of Unitholders*

**1. Contact Details**

These contact details will be used for all investment related communication.

**Full given name(s)**

**Surname**

**Telephone/Mobile**

**Email** *Please provide contact email address that is to be used for all correspondence. You can provide more than 1 email address.*

**Address** Street

Suburb

State

Postcode

Country

## 2. Adviser Details

By completing this section, you nominate the named adviser as your financial adviser for the purposes of your investment in the Fund. You also consent to give your financial adviser access to your account information and to receive copies of all statements and transaction confirmations.

**Adviser name**

**Dealer Group**

**Adviser Firm**

**AFSL Number**

**Telephone/Mobile**

**Contact Email**

**Mailing address**

Street

Suburb

State

Postcode

Country

## 3. Investment Details

**Amount AUD \$**

Please note the minimum initial investment amount is \$100,000

## 4. Distributions

Please indicate whether you would like to receive distributions in cash or have them automatically reinvested into the Fund. If you leave this block blank, distributions will automatically be reinvested into the Fund (the default option).

**Reinvest my distributions**

**Pay my distributions in cash**

## 5. Bank Accounts

**Your bank account details**

Distributions and withdrawal proceeds can only be paid to a bank account nominated by the Unitholder. By completing this section, you confirm that any distributions and withdrawal proceeds sent by EFT to a designated bank account are sent at your risk insofar as the onus to provide bank account details rests solely on you.

Please pay distributions and withdrawal proceeds to the following bank account:

**Beneficiary Bank**

**Branch Name**

**BSB**

**Account Number**

**Account Name**

For bank accounts outside Australia, please provide the following additional details:

**Beneficiary Bank Address**

**National Beneficiary Bank Clearing Code (if applicable)**

**Beneficiary Bank SWIFT Code**

**Intermediary Bank details (if applicable)**

## 6. Individual Identifications

### INVESTOR 1

 Investor's name must match investor's ID exactly

**Full given name(s)**

**Surname**

**Date of Birth (dd/mm/yyyy)**

/ /

**Residential address (PO Box is NOT acceptable)**

Street

Suburb

State

Postcode

Country

**Are you a resident of Australia for taxation purposes?** (Select  one of the following options)

**Yes** – Please complete the below

**No** – Please provide country of residence:

**Tax File Number (TFN) or Australian Business Number (ABN):**

**Exemption Number (if applicable):**

Please note: You are not obliged to provide either your TFN or ABN but if you do not provide either your TFN or ABN or claim a TFN exemption, the Responsible Entity will be required to deduct tax at the highest marginal tax rate (plus Medicare levy and other levies as applicable). By inserting the ABN and signing this Application Form, you declare that this investment is made in the course or furtherance of your enterprise. Collection of TFN information is authorised and its use and disclosure are strictly regulated by the tax laws and the Privacy Act 1988 (Cth).

**COMPLETE THIS PART IF INDIVIDUAL IS A SOLE TRADER**

 Investor's name must match investor's ID exactly

**Full business name**

**Principal Place of Business (if any)** (PO Box is NOT acceptable)

Street

Suburb

State

Postcode

Country

**Are you a resident of Australia for taxation purposes?** (Select  one of the following options)

**Yes** – Please complete the below

**No** – Please provide country of residence:

**Tax File Number (TFN) or Australian Business Number (ABN):**

**Exemption Number (if applicable):**

Please note: You are not obliged to provide either your TFN or ABN but if you do not provide either your TFN or ABN or claim a TFN exemption, the Responsible Entity will be required to deduct tax at the highest marginal tax rate (plus Medicare levy and other levies as applicable). By inserting the ABN and signing this Application Form, you declare that this investment is made in the course or furtherance of your enterprise. Collection of TFN information is authorised and its use and disclosure are strictly regulated by the tax laws and the Privacy Act 1988 (Cth).

**INVESTOR 2**

 Investor's name must match investor's ID exactly

**Full given name(s)**

**Surname**

**Date of Birth (dd/mm/yyyy)**

/ /

**Residential address** (PO Box is NOT acceptable)

Street

Suburb

State

Postcode

Country

**Are you a resident of Australia for taxation purposes?** (Select  one of the following options)

**Yes** – Please complete the below

**No** – Please provide country of residence:

**Tax File Number (TFN) or Australian Business Number (ABN):**

**Exemption Number (if applicable):**

Please note: You are not obliged to provide either your TFN or ABN but if you do not provide either your TFN or ABN or claim a TFN exemption, the Responsible Entity will be required to deduct tax at the highest marginal tax rate (plus Medicare levy and other levies as applicable). By inserting the ABN and signing this Application Form, you declare that this investment is made in the course or furtherance of your enterprise. Collection of TFN information is authorised and its use and disclosure are strictly regulated by the tax laws and the Privacy Act 1988 (Cth).

**COMPLETE THIS PART IF INDIVIDUAL IS A SOLE TRADER**

 Investor's name must match investor's ID exactly

**Full business name**

**Principal Place of Business (if any)** (PO Box is NOT acceptable)

Street

Suburb

State

Postcode

Country

**Are you a resident of Australia for taxation purposes?** (Select  one of the following options)

**Yes** – Please complete the below

**No** – Please provide country of residence:

**Tax File Number (TFN) or Australian Business Number (ABN):**

**Exemption Number (if applicable):**

Please note: You are not obliged to provide either your TFN or ABN but if you do not provide either your TFN or ABN or claim a TFN exemption, the Responsible Entity will be required to deduct tax at the highest marginal tax rate (plus Medicare levy and other levies as applicable). By inserting the ABN and signing this Application Form, you declare that this investment is made in the course or furtherance of your enterprise. Collection of TFN information is authorised and its use and disclosure are strictly regulated by the tax laws and the Privacy Act 1988 (Cth).

**If there are more than 2 joint individual investors, please provide details on a separate sheet of paper and attach it to your Application Form.**

## 7. Foreign Account Tax Compliance Act (FATCA)

Please see explanation of FATCA on page 53

**Full name (investor 1):**

**Are you a U.S citizen or US resident for tax purposes?** (Select  one of the following options)

**Yes**  Please provide your Taxpayer Identification Number (TIN)

**No** Continue to part 8

**Taxpayer Identification  
Number (TIN):**

**Full name (investor 2):**

**Are you a U.S citizen or US resident for tax purposes?** (Select  one of the following options)

**Yes**  Please provide your Taxpayer Identification Number (TIN)

**No** Continue to part 8

**Taxpayer Identification  
Number (TIN):**

## 8. Common Reporting Standard (CRS)

Please see explanation of CRS on page 53

**Full name (investor 1):**

**Are you a tax resident of any other country outside of Australia?** (Select  one of the following options)

**Yes**  Please provide details below. If resident in more than one jurisdiction please include details for all jurisdictions below (if more than 2 jurisdictions please provide them on a separate piece of paper)

**No** Continue to part 9

Country of Tax Residence	Tax Identification Number (TIN) or equivalent	Reason Code if no TIN provided*
1.		
2.		

\*If TIN or equivalent is not provided, please provide the reason from the following options:

- **Reason A:** The country/jurisdiction where you are a resident does not issue TINs to its residents
- **Reason B:** You are otherwise unable to obtain a TIN or equivalent number (Please explain why you are unable to obtain a TIN in the below table if you have selected this reason)
- **Reason C:** No TIN is required. (Note: Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If Reason B has been selected above, explain why you are unable to obtain a TIN:



**Full name (investor 2):**

**Are you a tax resident of any other country outside of Australia?** (Select  one of the following options)

**Yes**  Please provide details below. If resident in more than one jurisdiction please include details for all jurisdictions below (if more than 2 jurisdictions please provide them on a separate piece of paper)

**No** Continue to part 9

Country of Tax Residence	Tax Identification Number (TIN) or equivalent	Reason Code if no TIN provided*
1.		
2.		

\*If TIN or equivalent is not provided, please provide the reason from the following options:

- **Reason A:** The country/jurisdiction where you are a resident does not issue TINs to its residents
- **Reason B:** You are otherwise unable to obtain a TIN or equivalent number (Please explain why you are unable to obtain a TIN in the below table if you have selected this reason)
- **Reason C:** No TIN is required. (Note: Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If Reason B has been selected above, explain why you are unable to obtain a TIN:

## 9. Declaration and Signature

I/we acknowledge, declare and agree that by signing this Application Form:

- I/we have received and read the Product Disclosure Statement (PDS) to which this Application Form applies and have received and accepted the offer to invest in the Fund in Australia or New Zealand.
- If I/we have received the PDS from the internet or other electronic means, that I/we received it personally or a print out of it, accompanied by this Application Form.
- All details provided by me/us in this Application Form are true and correct.
- If this application form is signed by joint applicants, we agree that we hold the units as joint tenants and either of us may operate the account and bind the other, including with respect to future transactions such as applications or withdrawals.
- I/we are not bankrupt or a minor.
- I/we agree to be bound by the terms and conditions of the current PDS and of the Constitution, as amended.
- That the Responsible Entity is authorised to apply the TFN or ABN provided above to all future applications for Units, including reinvestments, unless I/we notify the Responsible Entity otherwise.
- None of the representatives, employees, directors or shareholders of the Responsible Entity, or any other person guarantees the repayment of capital invested in the Fund, the performance of the Fund or any particular return from the Fund and I/we understand the risks involved in investing in the Fund.
- I/we acknowledge that the Responsible Entity may be required to pass on information about me/us or my/our investment to the relevant regulatory authority in compliance with the AML Law. I/we will provide such information and assistance that may be requested by the Responsible Entity to comply with its obligations under the AML Law and I indemnify it against any loss caused by my failure to provide such information or assistance.
- The monies used to fund my/our investment in the Fund are not derived from, or related to, any money laundering, terrorism financing or other illegal activities, whether prohibited under Australian law, international law or convention ('illegal activity') and the proceeds of my/our investment in the Fund will not be used to finance any illegal activities.
- I am/we are not a "politically exposed" person or organisation for the purpose of any AML Law.

- I/we consent to details about my/our application and holdings being disclosed in accordance with the Privacy section of the PDS.
- I/we confirm that the Responsible Entity and Administrator are authorised to accept and act upon any instructions in respect of this application and the Units to which it relates given by me/us by mail or email. If instructions are given by email, the onus is on me/us to ensure that such instructions are received in legible form and I/we undertake to confirm them in writing. I/we indemnify the Responsible Entity and Administrator against any loss arising as a result of any of them acting on email instructions. The Responsible Entity and Administrator may rely conclusively upon, and shall incur no liability in respect of, any action taken upon any notice, consent, request, instruction or other instrument believed, in good faith, to be genuine or to be signed by properly authorised persons.
- I/we declare that the information provided in this form is correct and where relevant reflects my/our tax status for the purposes of FATCA & CRS.
- I/we will promptly notify the Responsible Entity and Link Fund Solutions (“Link”) and provide it with any changes to the information provided by me/us in connection with this form and on request provide any further information reasonably required by the Responsible Entity and/or Link to comply with any obligation under FATCA or CRS.
- I/we acknowledge that I/we have read and understood the privacy section in the PDS and consent to the collection, handling, use and disclosure of my/our personal information in accordance with the Privacy Act 1988 and as described in the PDS.
- I/we acknowledge that the Responsible Entity reserves the right to reject any application.

**Account operating instructions** (if no selection is made, all individuals to sign will be assumed)

Any individual to sign

Any two individuals to sign

All individuals to sign

Other (please specify):

<p><b>Signature</b> <i>Print to sign</i></p> <div style="border: 1px solid black; height: 40px; width: 100%; background-color: #fff9c4;"></div> <p><b>Sign</b> ▶</p> <p>Print Name</p> <p>Date</p>	<p><b>Signature</b> <i>Print to sign</i></p> <div style="border: 1px solid black; height: 40px; width: 100%; background-color: #fff9c4;"></div> <p><b>Sign</b> ▶</p> <p>Print Name</p> <p>Date</p>
--	--

## 10. Supporting Documents

Please provide the following documents with your form:

- **Original signed application form**
- **Certified ID's for each individual investor listed**

## 11. Post this form

Please post this completed form and the supporting documents to:

**Link Fund Solutions  
Unitholder Services  
Attention: Auscap Fund Unit Registry  
PO Box 5482  
Sydney NSW 2001**

## 12. Payment details

Cheque – Please make payable to: Auscap Asset Management ATF Auscap Long Short Australian Equities Fund

Electronic Funds Transfer (EFT) to :

Bank:	ANZ
BSB:	012 006
Account Number:	836165921
Account Name:	Auscap Asset Management ATF Auscap Long Short Australian Equities Fund
Reference:	(Investor Name)

**SECTION 2**  
**SERIES CLASS AND MONTHLY PLATFORM CLASS APPLICATION FORM FOR**  
**PDS DATED 30 SEPTEMBER 2020**

**Auscap Long Short Australian Equities Fund**

ARSN 615 542 213

This application form relates to the Product Disclosure Statement dated 30 September 2020 (PDS) issued by Auscap Asset Management Limited ABN 11 158 929 143, AFSL 428014. Please read the PDS in full before completing this Application Form. Unless otherwise specified, terms defined in the PDS have the same meaning in this Application Form.

**SMSF OR TRUSTS WITH INDIVIDUALS AS TRUSTEES**

**SMSF or TRUSTS with INDIVIDUALS AS TRUSTEES**

Please provide the name of the holding (in a format that you want to appear on the Register of Unitholders).

**New Investor Name:** *Name of the holding in a format that you want to appear on the Register of Unitholders*

**1. Contact Details**

These contact details will be used for all investment related communication.

**Full given name(s)**

**Surname**

**Telephone/Mobile**

**Email** *Please provide contact email address that is to be used for all correspondence. You can provide more than 1 email address.*

**Address for communications**

Street

Suburb

State

Postcode

Country

## 2. Adviser Details

By completing this section, you nominate the named adviser as your financial adviser for the purposes of your investment in the Fund. You also consent to give your financial adviser access to your account information and to receive copies of all statements and transaction confirmations.

**Adviser name**

**Dealer Group**

**Adviser Firm**

**AFSL Number**

**Telephone/Mobile**

**Contact Email**

**Mailing address**

Street

Suburb

State

Postcode

Country

## 3. Investment Details

**Amount AUD \$**

Please note the minimum initial investment amount is \$100,000

## 4. Trust Details

Please note: You are not obliged to provide either your TFN or ABN but if you do not provide either your TFN or ABN or claim a TFN exemption, the Responsible Entity will be required to deduct tax at the highest marginal tax rate (plus Medicare levy and other levies as applicable). By inserting the ABN and signing this Application Form, you declare that this investment is made in the course or furtherance of your enterprise. Collection of TFN information is authorised and its use and disclosure are strictly regulated by the tax laws and the Privacy Act 1988 (Cth).

## SMSF or Trust

**Name**

Are you a resident of Australia for taxation purposes? (Select  one of the following options)

*Yes – Please complete the below*

*No – Please provide country of residence:*

**Tax File Number (TFN) of the Trust**

**Australian Business Number (ABN) of the Trust**

**Exemption Number (if applicable):**

Country of establishment of trust:

Type of trust (e.g. family trust, discretionary trust):

### 4.1 Individual Trustees

Please provide details of all individual trustees

#### Individual Trustee 1

<b>Full given name(s)</b>	<b>Surname</b>	<b>Date of Birth (dd/mm/yyyy)</b> / /
---------------------------	----------------	--

**Residential address (PO Box is NOT acceptable)**

Street

Suburb

State

Postcode

Country

#### Individual Trustee 2

<b>Full given name(s)</b>	<b>Surname</b>	<b>Date of Birth (dd/mm/yyyy)</b> / /
---------------------------	----------------	--

**Residential address (PO Box is NOT acceptable)**

Street

Suburb

State

Postcode

Country

SMSF OR TRUSTS WITH INDIVIDUALS AS TRUSTEES

## 4.2 Settlor

Name of Settlor of the trust (if applicable – note that this part is not applicable for SMSFs):

**Full given name(s)** **Surname**

Was there no settlor, did the settlor contribute less than AUD\$10,000 on creation of the trust or is the settlor deceased?  
 (Select  one of the following options)

**Yes**

**No**

## 4.3 Beneficial Owners (Please state if Trustees and Beneficial Owners are the same)

Provide the names of individuals that directly or indirectly control the trust. This may be the individuals identified as the trustee(s) above, however these individuals must be listed again below to confirm that they are the trust’s beneficial owner. This includes control by acting as trustee, or by means of trusts, agreements, understandings and practices, or exercising control through the capacity to direct the trustees, or the ability to appoint or remove the trustee(s). Note that this part is not applicable for SMSFs.

### Beneficial Owner 1

**Full given name(s)** **Surname** **Date of Birth (dd/mm/yyyy)**  
/ /

**Residential address (PO Box is NOT acceptable)**

Street

Suburb

State

Postcode

Country

### Beneficial Owner 2

**Full given name(s)** **Surname** **Date of Birth (dd/mm/yyyy)**  
/ /

**Residential address (PO Box is NOT acceptable)**

Street

Suburb

State

Postcode

Country

## 4.4 Beneficiaries of the Trust

Note that this part is not applicable for SMSFs.

### Beneficiary 1

Full given name(s) Surname Date of Birth (dd/mm/yyyy)  
/ /

**Address**

Street

Suburb

State

Postcode

Country

**Class of Beneficiary:**

*If Beneficiaries are identified by reference to a class, then provide detail of the class. This may not be applicable to all trusts, if this is not applicable leave blank.*

### Beneficiary 2

Full given name(s) Surname Date of Birth (dd/mm/yyyy)  
/ /

**Address**

Street

Suburb

State

Postcode

Country

**Class of Beneficiary:**

*If Beneficiaries are identified by reference to a class, then provide detail of the class. This may not be applicable to all trusts, if this is not applicable leave blank.*

SMSF OR TRUSTS WITH INDIVIDUALS AS TRUSTEES



## 5. Distributions

Please indicate whether you would like to receive distributions in cash or have them automatically reinvested into the Fund. If you leave this block blank, distributions will automatically be reinvested into the Fund (the default option).

**Reinvest my distributions**

**Pay my distributions in cash**

## 6. Bank Accounts

**Your bank account details** Distributions and withdrawal proceeds can only be paid to a bank account nominated by the Unitholder. By completing this section, you confirm that any distributions and withdrawal proceeds sent by EFT to a designated bank account are sent at your risk insofar as the onus to provide bank account details rests solely on you.

Please pay distributions and withdrawal proceeds to the following bank account:

**Beneficiary Bank**

**Branch Name**

**BSB**

**Account Number**

**Account Name**

For bank accounts outside Australia, please provide the following additional details:

**Beneficiary Bank  
Address**

**National Beneficiary  
Bank Clearing Code  
(if applicable)**

**Beneficiary Bank  
SWIFT Code**

**Intermediary Bank  
details (if applicable)**

## 7. Foreign Account Tax Compliance Act (FATCA)

Please see explanation of FATCA on page 53

**Full legal name of the  
SMSF or other Trust**

*Select only ONE of the following options that best describes the SMSF or other Trust and provide the information requested.*

**The entity is an Australian Retirement Fund (refer to FATCA & CRS terms) or a SMSF**  
*Skip to part 9*

**The entity is not an Australian Retirement Fund (refer to FATCA & CRS terms) or a SMSF**  
 *Please complete details below*

Select only ONE of the following three FATCA categories that best describes the entity and provide the information requested.

**1. U.S. person as defined under FATCA and U.S. Internal Revenue Code.**

This includes but is not limited to company, trust or partnership that is established under the laws of the U.S. and is considered a U.S. resident for tax purposes.

▶ Please also answer questions (a) and (b) below and then continue to part 8

**(a) U.S. federal tax classification** ▶ Please confirm entity's U.S. federal tax classification below

- Single-member LLC      C Corporation      S Corporation      Partnership      Trust/estate
- Limited liability company – C corporation      Limited liability company – S corporation
- Limited liability company – Partnership      Other ▶ Please provide detail:

**(b) Is the entity exempt from FATCA reporting?**

**Yes** ▶ Please provide the entity's FATCA exemption code

**No** ▶ Please provide the entity's U.S. Taxpayer Identification Number (TIN)

**2. Financial institution (FFI)** ▶ Select one of the options from (a) to (e) to confirm which type of FFI the entity is

**(a) Reporting IGA FFI or Participating FFI**      GIIN

▶ Provide entity's GIIN and continue to part 8

**(b) Sponsored FFI or Trustee Documented Trust**

Please complete details of the Sponsoring Entity or Trustee below and continue to part 8

Name of Sponsoring Entity or Trustee      GIIN of Sponsoring Entity or Trustee

**(c) FFI that does not need to register (e.g. Non-Reporting IGA FFI)** Please complete details below and continue to part 8

FATCA status      GIIN (if applicable)

**(d) Non-participating FFI** Note that information about the entity will be reported to the ATO and IRS. Continue to part 8

**(e) Exempt Beneficial Owner** Continue to part 8

**3. Non-Financial Foreign Entity (NFFE)** ▶ Select one of the options from (a) to (c) to confirm which type of NFFE

**(a) Active NFFE** Continue to part 8

**(b) Passive NFFE with no controlling U.S. persons** Continue to part 8

**(c) Passive NFFE with controlling persons (refer to FATCA & CRS terms) who are U.S. citizens or U.S. residents for tax purposes?** ▶ Please provide details of each of the controlling U.S. persons below (if there are more than 2 controlling U.S. persons please provide their details on a separate page and attach it to this form) and continue to part 8

SMSF OR TRUSTS WITH INDIVIDUALS AS TRUSTEES

U.S. Person 1			U.S. Person 2		
Controlling Person	Beneficiary	Trustee	Controlling Person	Beneficiary	Trustee
Other – <i>please specify</i>			Other – <i>please specify</i>		
Full Name			Full Name		
Residential address (PO box is not acceptable)			Residential address (PO box is not acceptable)		
U.S. Taxpayer Identification Number (TIN)			U.S. Taxpayer Identification Number (TIN)		

## 8. Common Reporting Standard (CRS)

Please see explanation of CRS on page 53

### (a) Is the entity a tax resident of any other country outside of Australia?

**Yes**  *Please provide details below and continue to part 8(b). If resident in more than one jurisdiction please include details for all jurisdictions below (if more than 2 jurisdictions please provide them on a separate piece of paper)*

Country of Tax Residence	Tax Identification Number (TIN) or equivalent	Reason Code if no TIN provided*
1.		
2.		

\*If TIN or equivalent is not provided, please provide the reason from the following options:

- **Reason A:** The country/jurisdiction where the entity is resident does not issue TINs to its residents
- **Reason B:** The entity is otherwise unable to obtain a TIN or equivalent number (Please explain why the entity is unable to obtain a TIN in the below table if you have selected this reason)
- **Reason C:** No TIN is required (Note: Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If Reason B has been selected above, explain why the entity is unable to obtain a TIN:

**No** *Continue to part 8(b)*

### (b) Is the entity a Financial Institution for the purposes of CRS?

**Yes** *Continue to part 8(c)*

**No** *Skip to part 8(d)*

### (c) Is the entity an Investment Entity (Financial Institution) located in a Non-Participating Jurisdiction for CRS purposes and managed by another Financial Institution?

**Yes** *Skip to part 8(e)*

**No** *Skip to part 9*

**(d) Is the entity an Active Non-Financial Entity (Active NFE)?**

Yes  *Please specify the type of Active NFE below and then skip to part 9*

Less than 50% of the Active NFE’s gross income from the preceding calendar year is passive income and less than 50% of its assets during the preceding calendar year are assets held for the production of passive income

No *The entity is a Passive Non-Financial Entity (Passive NFE). Continue to part 8(e)*

**(e) Controlling Persons – Does the following apply to the entity:**

- Is any natural person including trustee, protector, beneficiary, settlor or any other natural person exercising ultimate effective control over the trust a tax resident of any country outside of Australia?

Yes  *Complete details below for these persons and then continue to part 9*

Person 1	Person 2
Name	Name
Position (e.g. trustee / beneficiary)	Position (e.g. trustee / beneficiary)
Date of Birth	Date of Birth
Residential address	Residential address
Country of Tax Residence	Country of Tax Residence
Tax Identification Number (TIN) or equivalent	Tax Identification Number (TIN) or equivalent
Reason Code if no TIN provided*	Reason Code if no TIN provided*

*If there are more than 2 controlling persons, please list them on a separate piece of paper*

\*If TIN or equivalent is not provided, please provide the reason from the following options:

- **Reason A:** The country/jurisdiction where the person is resident does not issue TINs to its residents
- **Reason B:** The person is otherwise unable to obtain a TIN or equivalent number (Please explain why the person is unable to obtain a TIN in the below table if you have selected this reason)
- **Reason C:** No TIN is required (Note: Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If Reason B has been selected above, explain why the person is unable to obtain a TIN:

No *Continue to part 9*

SMSF OR TRUSTS WITH INDIVIDUALS AS TRUSTEES

## 9. Declaration and Signature

I/we acknowledge, declare and agree that by signing this Application Form:

- I/we have received and read the Product Disclosure Statement (PDS) to which this Application Form applies and have received and accepted the offer to invest in the Fund in Australia or New Zealand.
- If I/we have received the PDS from the internet or other electronic means, that I/we received it personally or a print out of it, accompanied by this Application Form.
- All details provided by me in this Application Form are true and correct.
- If this application form is signed by joint applicants, we agree that we hold the units as joint tenants and either of us may operate the account and bind the other, including with respect to future transactions such as applications or withdrawals.
- I/we are not bankrupt or a minor.
- I/we agree to be bound by the terms and conditions of the current PDS and of the Constitution, as amended.
- That the Responsible Entity is authorised to apply the TFN or ABN provided above to all future applications for Units, including reinvestments, unless I/we notify the Responsible Entity otherwise.
- None of the representatives, employees, directors or shareholders of the Responsible Entity, or any other person guarantees the repayment of capital invested in the Fund, the performance of the Fund or any particular return from the Fund and I/we understand the risks involved in investing in the Fund.
- I/we acknowledge that the Responsible Entity may be required to pass on information about me/us or my/our investment to the relevant regulatory authority in compliance with the AML Act. I/we will provide such information and assistance that may be requested by the Responsible Entity to comply with its obligations under the AML Act and I/we indemnify it against any loss caused by my/our failure to provide such information or assistance.
- The monies used to fund my/our investment in the Fund are not derived from, or related to, any money laundering, terrorism financing or other illegal activities, whether prohibited under Australian law, international law or convention ('illegal activity') and the proceeds of my investment in the Fund will not be used to finance any illegal activities.
- I/we are not a "politically exposed" person or organisation for the purpose of any AML Act.
- I/we consent to details about my application and holdings being disclosed in accordance with the Privacy section of the PDS.
- I/we confirm that the Responsible Entity and Administrator are authorised to accept and act upon any instructions in respect of this application and the Units to which it relates given by me by mail or email. If instructions are given by email, the onus is on me/us to ensure that such instructions are received in legible form and I/we undertake to confirm them in writing. I/we indemnify the Responsible Entity and administrator against any loss arising as a result of any of them acting on email instructions. The Responsible Entity and administrator may rely conclusively upon, and shall incur no liability in respect of, any action taken upon any notice, consent, request, instruction or other instrument believed, in good faith, to be genuine or to be signed by properly authorised persons.
- I/we declare that the information provided in this form is correct and where relevant reflects my/our tax status for the purposes of FATCA & CRS.
- I/we will promptly notify the Responsible Entity and Link Fund Solutions ("Link") and provide it with any changes to the information provided by me/us in connection with this form and on request provide any further information reasonably required by the Responsible Entity and/or Link to comply with any obligation under FATCA or CRS.
- I/we acknowledge that I/we have read and understood the privacy section in the PDS and consent to the collection, handling, use and disclosure of my/our personal information in accordance with the Privacy Act 1988 and as described in the PDS.
- I/we acknowledge that the Responsible Entity reserves the right to reject any application.

**Account operating instructions** (if no selection is made, all individuals to sign will be assumed)

Any individual to sign

Any two individuals to sign

All individuals to sign

Other (please specify):

<p><b>Signature</b> <i>Print to sign</i></p> <div style="border: 1px solid black; height: 40px; width: 100%;"></div> <p><b>Sign ▶</b></p> <p>Print Name</p> <p>Title (select one)</p> <p>Individual Trustee Partner Other</p> <p>Date</p>	<p><b>Signature</b> <i>Print to sign</i></p> <div style="border: 1px solid black; height: 40px; width: 100%;"></div> <p><b>Sign ▶</b></p> <p>Print Name</p> <p>Title (select one)</p> <p>Individual Trustee Partner Other</p> <p>Date</p>
---	---

## 10. Supporting Documents

Please provide the following documents with your form:

- **Original signed application form**
- **Certified copy or certified extract of the Trust Deed**
- **Certified IDs of trustees**
- **Certified ID for all Beneficial Owners of the Trust**
- **Certified ID for the settlor of the trust (unless there was no settlor, the settlor is deceased or the settlor contributed less than AUD\$10,000 on creation of the trust)**

## 11. Post this form

Please post this completed form and the supporting documents to:

**Link Fund Solutions  
Unitholder Services  
Attention: Auscap Fund Unit Registry  
PO Box 5482  
Sydney NSW 2001**

## 12. Payment details

Cheque – Please make payable to: Auscap Asset Management ATF Auscap Long Short Australian Equities Fund

Electronic Funds Transfer (EFT) to :

Bank:	ANZ
BSB:	012 006
Account Number:	836165921
Account Name:	Auscap Asset Management ATF Auscap Long Short Australian Equities Fund
Reference:	(Investor Name)

SMSF OR TRUSTS WITH INDIVIDUALS AS TRUSTEES

**SECTION 3**  
**SERIES CLASS AND MONTHLY PLATFORM CLASS APPLICATION FORM**  
**FOR PDS DATED 30 SEPTEMBER 2020**

**Auscap Long Short Australian Equities Fund**

ARSN 615 542 213

This application form relates to the Product Disclosure Statement dated 30 September 2020 (PDS) issued by Auscap Asset Management Limited ABN 11 158 929 143, AFSL 428014. Please read the PDS in full before completing this Application Form. Unless otherwise specified, terms defined in the PDS have the same meaning in this Application Form.

**SMSF OR OTHER TRUSTS WITH A COMPANY AS TRUSTEE**

**COMPLETE THIS FORM FOR SMSF or OTHER TRUSTS with COMPANY AS TRUSTEE**

Please provide the name of the holding (in a format that you want to appear on the Register of Unitholders).

**New Investor Name:** *Name of the holding in a format that you want to appear on the Register of Unitholders*

**1. Contact Details**

These contact details will be used for all investment related communication.

**Full given name(s)** **Surname**

**Telephone/Mobile**

**Email** *Please provide contact email address that is to be used for all correspondence. You can provide more than 1 email address.*

**Address for communications**

Street

Suburb

State

Postcode

Country

**SMSF OR OTHER TRUSTS WITH A COMPANY AS TRUSTEE**

## 2. Adviser Details

By completing this section, you nominate the named adviser as your financial adviser for the purposes of your investment in the Fund. You also consent to give your financial adviser access to your account information and to receive copies of all statements and transaction confirmations.

**Adviser name**

**Dealer Group**

**Adviser Firm**

**AFSL Number**

**Telephone/Mobile**

**Contact Email**

**Mailing address**

Street

Suburb

State

Postcode

Country

## 3. Investment Details

**Amount AUD \$**

Please note the minimum initial investment amount is \$100,000

## 4. Company Details

**Full legal name of the Company**

**Regulated company** (licensed by an Australian Commonwealth, State or Territory statutory regulator)

Regulator name

Licence Number

**Australian listed company or Foreign listed company**

Name of market / exchange



**Majority-owned subsidiary of an Australian listed company**

Australian listed company  
name

Name of market or exchange

**Foreign company**

Country of formation /  
incorporation / registration

**Company ACN**

**Exemption Number (if applicable):**

**Registered Company Address**

Street

Suburb

State

Postcode

Country

**4.1 Company Type** *(select  only ONE of the following categories)*

**Australian Listed Public Company** *Skip to part 5*

**Australian Proprietary / Private Company or Non-Listed Public Company** *Continue to parts 4.2 and 4.3*

**Foreign Company** *Continue to parts 4.2 and 4.3*

**4.2 Directors** *(only needs to be completed for proprietary / private or non-listed public companies)*

How many directors are there?

Please provide the full name of each director

	Full given name(s)	Surname
1		
2		
3		
4		

If there are more directors, please provide details on a separate sheet of paper and attach it to your Application Form.

SMSF OR OTHER TRUSTS  
WITH A COMPANY AS TRUSTEE

### 4.3 Beneficial Owners including Shareholders *only needs to be completed for companies that are not Australian listed public companies, majority owned by an Australian listed public company or that are not regulated*

Please provide details of ALL individuals who are beneficial owners (directly or indirectly) of 25% or more of the company's issued capital or who directly or indirectly control the company. Control includes exercising control through the capacity to determine decisions about financial or operational policies, or by means of trusts, agreements, arrangements, understandings and practices, voting rights of 25% or more or power of veto.

#### Shareholder 1

Full given name(s)

Surname

Residential address *(PO Box is NOT acceptable)*

Street

Suburb

State

Postcode

Country

#### Shareholder 2

Full given name(s)

Surname

Residential address *(PO Box is NOT acceptable)*

Street

Suburb

State

Postcode

Country

#### Shareholder 3

Full given name(s)

Surname

Residential address *(PO Box is NOT acceptable)*

Street

Suburb

State

Postcode

Country

If there are more shareholders, please provide details on a separate sheet of paper and attach it to your Application Form.

## 5. Trust Details

Please note: You are not obliged to provide either your TFN or ABN but if you do not provide either your TFN or ABN or claim a TFN exemption, the Responsible Entity will be required to deduct tax at the highest marginal tax rate (plus Medicare levy and other levies as applicable). By inserting the ABN and signing this Application Form, you declare that this investment is made in the course or furtherance of your enterprise. Collection of TFN information is authorised and its use and disclosure are strictly regulated by the tax laws and the Privacy Act 1988 (Cth).

### SMSF or Trust

**Name**

**Are you a resident of Australia for taxation purposes?** (Select  one of the following options)

**Yes** – Please complete the below

**No** – Please provide country of residence:

**Tax File Number (TFN) of the Trust**

**Australian Business Number (ABN) of the Trust**

**Exemption Number (if applicable):**

Country of establishment of trust:

Type of trust (e.g. family trust, discretionary trust):

### 5.1. Settlor

Name of Settlor of the trust (if applicable – note that this part is not applicable for SMSFs):

**Full given name(s)**

**Surname**

Was there no settlor, did the settlor contribute less than AUD\$10,000 on creation of the trust or is the settlor deceased?

(Select  one of the following options)

**Yes**

**No**

### 5.2. Beneficial Owners (Please state if Trustees and Beneficial Owners are the same)

Please provide the names of individuals that directly or indirectly control the trust. This may be the individuals identified as the trustee(s) above, however these individuals must be listed again below to confirm that they are the trust's beneficial owner. This includes control by acting as trustee, or by means of trusts, agreements, understandings and practices, or exercising control through the capacity to direct the trustees, or the ability to appoint or remove the trustee(s). Note that this part is not applicable for SMSFs.

#### Beneficial Owner 1

**Full given name(s)**

**Surname**

**Date of Birth (dd/mm/yyyy)**

/ /

**Residential address** (PO Box is NOT acceptable)

Street

Suburb

State

Postcode

Country

**Beneficial Owner 2**

**Full given name(s)**

**Surname**

**Date of Birth** (dd/mm/yyyy)

/ /

**Residential address** (PO Box is NOT acceptable)

Street

Suburb

State

Postcode

Country

**5.3. Beneficiaries**

Note that this part is not applicable for SMSFs.

**Beneficiary 1**

**Full given name(s)**

**Surname**

**Date of Birth** (dd/mm/yyyy)

/ /

**Address**

Street

Suburb

State

Postcode

Country

**Class of Beneficiary:**

*If Beneficiaries are identified by reference to a class, then provide detail of the class. This may not be applicable to all trusts, if this is not applicable leave blank.*

SMSF OR OTHER TRUSTS  
WITH A COMPANY AS TRUSTEE

## Beneficiary 2

**Full given name(s)** **Surname** **Date of Birth (dd/mm/yyyy)**  
/ /

**Address**

Street

Suburb

State

Postcode

Country

**Class of Beneficiary:**

*If Beneficiaries are identified by reference to a class, then provide detail of the class. This may not be applicable to all trusts, if this is not applicable leave blank.*

## 6. Distributions

Please indicate whether you would like to receive distributions in cash or have them automatically reinvested into the Fund. If you leave this block blank, distributions will automatically be reinvested into the Fund (the default option).

**Reinvest my distributions**

**Pay my distributions in cash**

## 7. Bank Accounts

**Your bank account details** Distributions and withdrawal proceeds can only be paid to a bank account nominated by the Unitholder. By completing this section, you confirm that any distributions and withdrawal proceeds sent by EFT to a designated bank account are sent at your risk insofar as the onus to provide bank account details rests solely on you.

Please pay distributions and withdrawal proceeds to the following bank account:

**Beneficiary Bank**

**Branch Name**

**BSB**

**Account Number**

**Account Name**

For bank accounts outside Australia, please provide the following additional details:

**Beneficiary Bank  
Address**

**National Beneficiary  
Bank Clearing Code  
(if applicable)**

**Beneficiary Bank  
SWIFT Code**

**Intermediary Bank  
details (if applicable)**

SMSF OR OTHER TRUSTS  
WITH A COMPANY AS TRUSTEE

## 8. Foreign Account Tax Compliance Act (FATCA)

Please see explanation of FATCA on page 53

### Full legal name of the SMSF or other Trust

Select only ONE of the following options that best describes the SMSF or other Trust and provide the information requested.

**The entity is an Australian Retirement Fund** (refer to FATCA & CRS terms) **or a SMSF**

*Skip to part 10*

**The entity is not an Australian Retirement Fund** (refer to FATCA & CRS terms) **or a SMSF**

Please complete details below

Select only ONE of the following three FATCA categories that best describes the entity and provide the information requested.

#### 1. U.S. person as defined under FATCA and U.S. Internal Revenue Code.

This includes but is not limited to company, trust or partnership that is established under the laws of the U.S. and is considered a U.S. resident for tax purposes.

Please also answer questions (a) and (b) below and then continue to part 9

**(a) U.S. federal tax classification**  Please confirm entity's U.S. federal tax classification below

Single-member LLC	C Corporation	S Corporation	Partnership	Trust/estate
Limited liability company – C corporation	Limited liability company – S corporation			
Limited liability company – Partnership	Other	<input type="checkbox"/> Please provide detail:		

#### (b) Is the entity exempt from FATCA reporting?

**Yes**  Please provide the entity's FATCA exemption code

**No**  Please provide the entity's U.S. Taxpayer Identification Number (TIN)

#### 2. Financial institution (FFI) Select one of the options from (a) to (e) to confirm which type of FFI the entity is

**(a) Reporting IGA FFI or Participating FFI**  GIIN

Provide entity's GIIN and continue to part 9

**(b) Sponsored FFI or Trustee Documented Trust**

*Please complete details of the Sponsoring Entity or Trustee below and continue to part 9*


Name of Sponsoring Entity or Trustee	GIIN of Sponsoring Entity or Trustee
--------------------------------------	--------------------------------------

**(c) FFI that does not need to register (e.g. Non-Reporting IGA FFI)** *Please complete details below and continue to part 9*

FATCA status	GIIN (if applicable)
--------------	----------------------


**(d) Non-participating FFI** *Note that information about the entity will be reported to the ATO and IRS. Continue to part 9*

**(e) Exempt Beneficial Owner** *Continue to part 9*

**3. Non-Financial Foreign Entity (NFFE)**  *Select one of the options from (a) to (c) to confirm which type of NFFE the entity is*

(a) **Active NFFE** *Continue to part 9*

(b) **Passive NFFE with no controlling U.S. persons** *Continue to part 9*

(c) **Passive NFFE with controlling persons (refer to FATCA & CRS terms) who are U.S. citizens or U.S. residents for tax purposes?**  *Please provide details of each of the controlling U.S. persons below (if there are more than 2 controlling U.S. persons please provide their details on a separate page and attach it to this form) and continue to part 9*

U.S. Person 1				U.S. Person 2			
Controlling Person	Beneficiary	Trustee		Controlling Person	Beneficiary	Trustee	
Owner	Director	Other – <i>please specify</i>		Owner	Director	Other – <i>please specify</i>	
Full Name				Full Name			
Residential address (PO box is not acceptable)				Residential address (PO box is not acceptable)			
U.S. Taxpayer Identification Number (TIN)				U.S. Taxpayer Identification Number (TIN)			

## 9. Common Reporting Standard (CRS)

Please see explanation of CRS on page 53

**(a) Is the entity a tax resident of any other country outside of Australia?**

**Yes**  *Please provide details below and continue to part 9(b). If resident in more than one jurisdiction please include details for all jurisdictions below (if more than 2 jurisdictions please provide them on a separate piece of paper)*

Country of Tax Residence	Tax Identification Number (TIN) or equivalent	Reason Code if no TIN provided*
1.		
2.		

\*If TIN or equivalent is not provided, please provide the reason from the following options:

- **Reason A:** The country/jurisdiction where the entity is resident does not issue TINs to its residents
- **Reason B:** The entity is otherwise unable to obtain a TIN or equivalent number (Please explain why the entity is unable to obtain a TIN in the below table if you have selected this reason)
- **Reason C:** No TIN is required (Note: Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If Reason B has been selected above, explain why the entity is unable to obtain a TIN:

**No** *Continue to part 9(b)*

**(b) Is the entity a Financial Institution for the purposes of CRS?**

Yes *Continue to part 9(c)*

No *Skip to part 9(d)*

**(c) Is the entity an Investment Entity (Financial Institution) located in a Non-Participating Jurisdiction for CRS purposes and managed by another Financial Institution?**

Yes *Skip to part 9(e)*

No *Skip to part 10*

**(d) Is the entity an Active Non-Financial Entity (Active NFE)?**

Yes  *Please specify the type of Active NFE below and then skip to part 10*

Less than 50% of the Active NFE’s gross income from the preceding calendar year is passive income and less than 50% of its assets during the preceding calendar year are assets held for the production of passive income

Corporation that is regularly traded or a related entity of a regularly traded corporation

Governmental Entity, International Organisation or Central Bank

No *The entity is a Passive Non-Financial Entity (Passive NFE). Continue to part 9(e)*

**(e) Controlling Persons – Does the following apply to the entity:**

- Is any natural person including trustee, protector, beneficiary, settlor or any other natural person exercising ultimate effective control over the trust a tax resident of any country outside of Australia?

Yes  *Complete details below for these persons and then continue to part 10*

<b>Person 1</b>	<b>Person 2</b>
Name	Name
Position (e.g. trustee / beneficiary)	Position (e.g. trustee / beneficiary)
Date of Birth	Date of Birth
Residential address	Residential address
Country of Tax Residence	Country of Tax Residence
Tax Identification Number (TIN) or equivalent	Tax Identification Number (TIN) or equivalent
Reason Code if no TIN provided*	Reason Code if no TIN provided*

*If there are more than 2 controlling persons, please list them on a separate piece of paper*

\*If TIN or equivalent is not provided, please provide the reason from the following options:

- **Reason A:** The country/jurisdiction where the person is resident does not issue TINs to its residents
- **Reason B:** The person is otherwise unable to obtain a TIN or equivalent number (Please explain why the person is unable to obtain a TIN in the below table if you have selected this reason)
- **Reason C:** No TIN is required (Note: Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

**SMSF OR OTHER TRUSTS WITH A COMPANY AS TRUSTEE**



If Reason B has been selected above, explain why the person is unable to obtain a TIN:

No *Continue to part 10*

## 10. Declaration and Signature

I/we acknowledge, declare and agree that by signing this Application Form:

- I/we have received and read the Product Disclosure Statement (PDS) to which this Application Form applies and have received and accepted the offer to invest in the Fund in Australia or New Zealand.
- If /we have received the PDS from the internet or other electronic means, that I/we received it personally or a print out of it, accompanied by this Application Form.
- All details provided by me in this Application Form are true and correct.
- If this application form is signed by joint applicants, we agree that we hold the units as joint tenants and either of us may operate the account and bind the other, including with respect to future transactions such as applications or withdrawals.
- I/we are not bankrupt or a minor.
- I/we agree to be bound by the terms and conditions of the current PDS and of the Constitution, as amended.
- That the Responsible Entity is authorised to apply the TFN or ABN provided above to all future applications for Units, including reinvestments, unless I/we notify the Responsible Entity otherwise.
- None of the representatives, employees, directors or shareholders of the Responsible Entity, or any other person guarantees the repayment of capital invested in the Fund, the performance of the Fund or any particular return from the Fund and I/we understand the risks involved in investing in the Fund.
- I/we acknowledge that the Responsible Entity may be required to pass on information about me/us or my/our investment to the relevant regulatory authority in compliance with the AML Act. I/we will provide such information and assistance that may be requested by the Responsible Entity to comply with its obligations under the AML Act and I/we indemnify it against any loss caused by my/our failure to provide such information or assistance.
- The monies used to fund my/our investment in the Fund are not derived from, or related to, any money laundering, terrorism financing or other illegal activities, whether prohibited under Australian law, international law or convention ('illegal activity') and the proceeds of my/our investment in the Fund will not be used to finance any illegal activities.
- I/we am not a "politically exposed" person or organisation for the purpose of any AML Law.
- I/we consent to details about my/our application and holdings being disclosed in accordance with the Privacy section of the PDS.
- I/we confirm that the Responsible Entity and administrator are authorised to accept and act upon any instructions in respect of this application and the Units to which it relates given by me/us by mail or email. If instructions are given by email, the onus is on me/us to ensure that such instructions are received in legible form and I/we undertake to confirm them in writing. I/we indemnify the Responsible Entity and administrator against any loss arising as a result of any of them acting on email instructions. The Responsible Entity and administrator may rely conclusively upon, and shall incur no liability in respect of, any action taken upon any notice, consent, request, instruction or other instrument believed, in good faith, to be genuine or to be signed by properly authorised persons.
- I/we declare that the information provided in this form is correct and where relevant reflects my/our tax status for the purposes of FATCA & CRS.
- I/we will promptly notify the Responsible Entity and Link Fund Solutions ("Link") and provide it with any changes to the information provided by me/us in connection with this form and on request provide any further information reasonably required by the Responsible Entity and/or Link to comply with any obligation under FATCA or CRS.
- I/we acknowledge that I/we have read and understood the privacy section in the PDS and consent to the collection, handling, use and disclosure of my/our personal information in accordance with the Privacy Act 1988 and as described in the PDS.
- I/we acknowledge that the Responsible Entity reserves the right to reject any application.

**Account operating instructions** (if no selection is made, all individuals to sign will be assumed)

Any individual to sign

Any two individuals to sign

All individuals to sign

Other (please specify):

<p><b>Signature</b> <i>Print to sign</i></p> <p style="text-align: center;"><b>Sign ▶</b></p> <p>Print Name</p> <p>Title (select one)</p> <ul style="list-style-type: none"> <li>Individual</li> <li>Sole Director</li> <li>Director</li> <li>Trustee</li> <li>Partner</li> <li>Other</li> </ul> <p>Date</p>	<p><b>Signature</b> <i>Print to sign</i></p> <p style="text-align: center;"><b>Sign ▶</b></p> <p>Print Name</p> <p>Title (select one)</p> <ul style="list-style-type: none"> <li>Individual</li> <li>Sole Director</li> <li>Director</li> <li>Trustee</li> <li>Partner</li> <li>Other</li> </ul> <p>Date</p>
--	--

## 11. Supporting Documents

Please provide the following documents with your form:

- **Original signed application form**
- **Certified copy or Certified extract of the Trust Deed**
- **Certified IDs for each of the beneficial owners of the trust and company**
- If there is a corporate trustee who is a Foreign company NOT registered with ASIC, please attach a certified copy of the certification of registration issued by the relevant foreign registration body
- **Certified ID for the settlor of the trust (unless there was no settlor, the settlor is deceased or the settlor contributed less than AUD\$10,000 on creation of the trust)**

## 12. Post this form

Please post this completed form and the supporting documents to:

**Link Fund Solutions**  
**Unitholder Services**  
**Attention: Auscap Fund Unit Registry**  
**PO Box 5482**  
**Sydney NSW 2001**

## 13. Payment details

Cheque – Please make payable to: Auscap Asset Management ATF Auscap Long Short Australian Equities Fund

Electronic Funds Transfer (EFT) to :

Bank:	ANZ
BSB:	012 006
Account Number:	836165921
Account Name:	Auscap Asset Management ATF Auscap Long Short Australian Equities Fund
Reference:	(Investor Name)

**SMSF OR OTHER TRUSTS WITH A COMPANY AS TRUSTEE**

**SECTION 4**  
**SERIES CLASS AND MONTHLY PLATFORM CLASS APPLICATION FORM**  
**FOR PDS DATED 30 SEPTEMBER 2020**

**Auscap Long Short Australian Equities Fund**

ARSN 615 542 213

This application form relates to the Product Disclosure Statement dated 30 September 2020 (PDS) issued by Auscap Asset Management Limited ABN 11 158 929 143, AFSL 428014. Please read the PDS in full before completing this Application Form. Unless otherwise specified, terms defined in the PDS have the same meaning in this Application Form.

**COMPANY**

**COMPLETE THIS FORM AS A COMPANY**

Please provide the name of the holding (in a format that you want to appear on the Register of Unitholders).

**New Investor Name:** *Name of the holding in a format that you want to appear on the Register of Unitholders*

**1. Contact Details**

These contact details will be used for all investment related communication

**Full given name(s)** **Surname**

**Telephone/Mobile**

**Email** *Please provide contact email address that is to be used for all correspondence. You can provide more than 1 email address.*

**Address for communications**

Street

Suburb

State

Postcode

Country

**COMPANY**

## 2. Adviser Details

By completing this section, you nominate the named adviser as your financial adviser for the purposes of your investment in the Fund. You also consent to give your financial adviser access to your account information and to receive copies of all statements and transaction confirmations.

**Adviser name**

**Dealer Group**

**Adviser Firm**

**AFSL Number**

**Telephone/Mobile**

**Contact Email**

**Mailing address**

Street

Suburb

State

Postcode

Country

## 3. Investment Details

**Amount AUD \$**

Please note the minimum initial investment amount is \$100,000

## 4. Company Details

### Full legal name of the Company

**Regulated company** (licensed by an Australian Commonwealth, State or Territory statutory regulator)

Regulator name

Licence Number

**Australian listed company or Foreign listed company**

Name of market / exchange

**Majority-owned subsidiary of an Australian listed company**

Australian listed company name

Name of market or exchange

**Foreign company**

Country of formation /  
incorporation / registration

Please note: You are not obliged to provide either your TFN or ABN but if you do not provide either your TFN or ABN or claim a TFN exemption, the Responsible Entity will be required to deduct tax at the highest marginal tax rate (plus Medicare levy and other levies as applicable). By inserting the ABN and signing this Application Form, you declare that this investment is made in the course or furtherance of your enterprise. Collection of TFN information is authorised and its use and disclosure are strictly regulated by the tax laws and the Privacy Act 1988 (Cth).

### Company ACN

**Exemption Number (if applicable):**

### Registered Company Address

Street

Suburb

State

Postcode

Country

### 4.1 Company Type *(select only ONE of the following categories)*

**Australian Listed Public Company** *Skip to part 5*

**Australian Proprietary / Private Company or Non-Listed Public Company** *Continue to parts 4.2 and 4.3*

**Foreign Company** *Continue to parts 4.2 and 4.3*

## 4.2 Directors *(only needs to be completed for proprietary / private or non-listed public companies)*

How many directors are there?

Please provide the full name of each director

Full given name(s)	Surname
1	
2	
3	
4	

If there are more directors, please provide details on a separate sheet of paper and attach it to your Application Form.

## 4.3 Beneficial Owners including Shareholders *only needs to be completed for companies that are not Australian listed public companies, majority owned by an Australian listed public company or that are not regulated*

Please provide details of ALL individuals who are beneficial owners (directly or indirectly) of 25% or more of the company's issued capital or who directly or indirectly control the company. Control includes exercising control through the capacity to determine decisions about financial or operational policies, or by means of trusts, agreements, arrangements, understandings and practices, voting rights of 25% or more or power of veto.

Please provide certified copies of each of the above persons IDs

### Shareholder 1

**Full given name(s)** **Surname**

**Residential address** *(PO Box is NOT acceptable)*

Street

Suburb

State

Postcode

Country

### Shareholder 2

**Full given name(s)** **Surname**

**Residential address** *(PO Box is NOT acceptable)*

Street

Suburb

State

Postcode

Country

### Shareholder 3

Full given name(s)

Surname

Residential address (PO Box is NOT acceptable)

Street

Suburb

State

Postcode

Country

If there are more shareholders, please provide details on a separate sheet of paper and attach it to your Application Form.

## 5. Distributions

Please indicate whether you would like to receive distributions in cash or have them automatically reinvested into the Fund. If you leave this block blank, distributions will automatically be reinvested into the Fund (the default option).

**Reinvest my distributions**

**Pay my distributions in cash**

## 6. Bank Accounts

**Your bank account details** Distributions and withdrawal proceeds can only be paid to a bank account nominated by the Unitholder. By completing this section, you confirm that any distributions and withdrawal proceeds sent by EFT to a designated bank account are sent at your risk insofar as the onus to provide bank account details rests solely on you.

Please pay distributions and withdrawal proceeds to the following bank account:

**Beneficiary Bank**

**Branch Name**

**BSB**

**Account Number**

**Account Name**

For bank accounts outside Australia, please provide the following additional details:

**Beneficiary Bank Address**

**National Beneficiary Bank Clearing Code (if applicable)**

**Beneficiary Bank SWIFT Code**

**Intermediary Bank details (if applicable)**

## 7. Foreign Account Tax Compliance Act (FATCA)

Please see explanation of FATCA on page 53

### Full legal name of the entity

Select only ONE of the following three FATCA categories that best describes the entity and provide the information requested.

#### 1. U.S. person as defined under FATCA and U.S. Internal Revenue Code.

This includes but is not limited to company, trust or partnership that is established under the laws of the U.S. and is considered a U.S. resident for tax purposes.

▶ Please also answer questions (a) and (b) below and then continue to part 8

**(a) U.S. federal tax classification** ▶ Please confirm entity's U.S. federal tax classification below

Single-member LLC	C Corporation	S Corporation	Partnership	Trust/estate
Limited liability company – C corporation	Limited liability company – S corporation			
Limited liability company – Partnership	Other	▶ Please provide detail:		

#### (b) Is the entity exempt from FATCA reporting?

**Yes** ▶ Please provide the entity's FATCA exemption code

**No** ▶ Please provide the entity's U.S. Taxpayer Identification Number (TIN)

#### 2. Financial institution (FFI) ▶ Select one of the options from (a) to (e) to confirm which type of FFI the entity is

**(a) Reporting IGA FFI or Participating FFI** GIIN

▶ Provide entity's GIIN and continue to part 8

**(b) Sponsored FFI or Trustee Documented Trust**

Please complete details of the Sponsoring Entity or Trustee below and continue to part 8

Name of Sponsoring Entity or Trustee	GIIN of Sponsoring Entity or Trustee
--------------------------------------	--------------------------------------


**(c) FFI that does not need to register (e.g. Non-Reporting IGA FFI)** Please complete details below and continue to part 8

FATCA status	GIIN (if applicable)
--------------	----------------------

**(d) Non-participating FFI** Note that information about the entity will be reported to the ATO and IRS. Continue to part 8


**(e) Exempt Beneficial Owner** Continue to part 8



**3. Non-Financial Foreign Entity (NFFE)**  *Select one of the options from (a) to (c) to confirm which type of NFFE the entity is*

**(a) Active NFFE** *Continue to part 8*

**(b) Passive NFFE with no controlling U.S. persons** *Continue to part 8*

**(c) Passive NFFE with controlling persons (refer to FATCA & CRS terms) who are U.S. citizens or U.S. residents for tax purposes?**  *Please provide details of each of the controlling U.S. persons below (if there are more than 2 controlling U.S. persons please provide their details on a separate page and attach it to this form) and continue to part 8*

U.S. Person 1			U.S. Person 2		
Controlling Person	Owner	Director	Controlling Person	Owner	Director
Other – <i>please specify</i>			Other – <i>please specify</i>		
Full Name			Full Name		
Residential address (PO box is not acceptable)			Residential address (PO box is not acceptable)		
U.S. Taxpayer Identification Number (TIN)			U.S. Taxpayer Identification Number (TIN)		

## 8. Common Reporting Standard (CRS)

Please see explanation of CRS on page 53

**(a) Is the entity a tax resident of any other country outside of Australia?**

**Yes**  *Please provide details below and continue to part 8(b). If resident in more than one jurisdiction please include details for all jurisdictions below (if more than 2 jurisdictions please provide them on a separate piece of paper)*

Country of Tax Residence	Tax Identification Number (TIN) or equivalent	Reason Code if no TIN provided*
1.		
2.		

\*If TIN or equivalent is not provided, please provide the reason from the following options:

- **Reason A:** The country/jurisdiction where the entity is resident does not issue TINs to its residents
- **Reason B:** The entity is otherwise unable to obtain a TIN or equivalent number (Please explain why the entity is unable to obtain a TIN in the below table if you have selected this reason)
- **Reason C:** No TIN is required (Note: Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

If Reason B has been selected above, explain why the entity is unable to obtain a TIN:

**No** *Continue to part 8(b)*

**(b) Is the entity a Financial Institution for the purposes of CRS?**

Yes *Continue to part 8(c)*

No *Skip to part 8(d)*

**(c) Is the entity an Investment Entity (Financial Institution) located in a Non-Participating Jurisdiction for CRS purposes and managed by another Financial Institution?**

Yes *Skip to part 8(e)*

No *Skip to part 9*

**(d) Is the entity an Active Non-Financial Entity (Active NFE)?**

Yes  *Please specify the type of Active NFE below and then skip to part 9*

Less than 50% of the Active NFE's gross income from the preceding calendar year is passive income and less than 50% of its assets during the preceding calendar year are assets held for the production of passive income

Corporation that is regularly traded or a related entity of a regularly traded corporation

Governmental Entity, International Organisation or Central Bank

No *The entity is a Passive Non-Financial Entity (Passive NFE). Continue to part 8(e)*

**(e) Controlling Persons – Does the following apply to the entity:**

- Is any natural person that exercises control over the entity (this would include directors or beneficial owners who ultimately own 25% or more of the share capital) a tax resident of any country outside of Australia?

Yes  *Complete details below for these persons and then continue to part 9*

<i>Person 1</i>	<i>Person 2</i>
Name	Name
Position (e.g. director)	Position (e.g. director)
Date of Birth	Date of Birth
Residential address	Residential address
Country of Tax Residence	Country of Tax Residence
Tax Identification Number (TIN) or equivalent	Tax Identification Number (TIN) or equivalent
Reason Code if no TIN provided*	Reason Code if no TIN provided*

*If there are more than 2 controlling persons, please list them on a separate piece of paper*

\*If TIN or equivalent is not provided, please provide the reason from the following options:

- **Reason A:** The country/jurisdiction where the person is resident does not issue TINs to its residents
- **Reason B:** The person is otherwise unable to obtain a TIN or equivalent number (Please explain why the person is unable to obtain a TIN in the below table if you have selected this reason)
- **Reason C:** No TIN is required (Note: Only select this reason if the domestic law of the relevant jurisdiction does not require the collection of the TIN issued by such jurisdiction)

COMPANY

If Reason B has been selected above, explain why the person is unable to obtain a TIN:

No *Continue to part 9*

## 9. Declaration and Signature

I/we acknowledge, declare and agree that by signing this Application Form:

- I/we have received and read the Product Disclosure Statement (PDS) to which this Application Form applies and have received and accepted the offer to invest in the Fund in Australia or New Zealand.
- If I/we have received the PDS from the internet or other electronic means, that I/we received it personally or a print out of it, accompanied by this Application Form.
- All details provided by me/us in this Application Form are true and correct.
- If this application form is signed by joint applicants, we agree that we hold the units as joint tenants and either of us may operate the account and bind the other, including with respect to future transactions such as applications or withdrawals.
- I/we are not bankrupt or a minor.
- I/we agree to be bound by the terms and conditions of the current PDS and of the Constitution, as amended.
- That the Responsible Entity is authorised to apply the TFN or ABN provided above to all future applications for Units, including reinvestments, unless I/we notify the Responsible Entity otherwise.
- None of the representatives, employees, directors or shareholders of the Responsible Entity, or any other person guarantees the repayment of capital invested in the Fund, the performance of the Fund or any particular return from the Fund and I/we understand the risks involved in investing in the Fund.
- I/we acknowledge that the Responsible Entity may be required to pass on information about me/us or my/our investment to the relevant regulatory authority in compliance with the AML Act. I/we will provide such information and assistance that may be requested by the Responsible Entity to comply with its obligations under the AML Act and I/we indemnify it against any loss caused by my/our failure to provide such information or assistance.
- The monies used to fund my/our investment in the Fund are not derived from, or related to, any money laundering, terrorism financing or other illegal activities, whether prohibited under Australian law, international law or convention ('illegal activity') and the proceeds of my/our investment in the Fund will not be used to finance any illegal activities.
- I/we am not a "politically exposed" person or organisation for the purpose of any AML Law.
- I/we consent to details about my application and holdings being disclosed in accordance with the Privacy section of the PDS.
- I/we confirm that the Responsible Entity and Administrator are authorised to accept and act upon any instructions in respect of this application and the Units to which it relates given by me/us by mail or email. If instructions are given by email, the onus is on me/us to ensure that such instructions are received in legible form and I/we undertake to confirm them in writing. I/we indemnify the Responsible Entity and administrator against any loss arising as a result of any of them acting on email instructions. The Responsible Entity and administrator may rely conclusively upon, and shall incur no liability in respect of, any action taken upon any notice, consent, request, instruction or other instrument believed, in good faith, to be genuine or to be signed by properly authorised persons.
- I/we declare that the information provided in this form is correct and where relevant reflects my/our tax status for the purposes of FATCA & CRS.
- I/we will promptly notify the Responsible Entity and Link Fund Solutions ("Link") and provide it with any changes to the information provided by me/us in connection with this form and on request provide any further information reasonably required by the Responsible Entity and/or Link to comply with any obligation under FATCA or CRS.
- I/we acknowledge that I/we have read and understood the privacy section in the PDS and consent to the collection, handling, use and disclosure of my/our personal information in accordance with the Privacy Act 1988 and as described in the PDS.
- I/we acknowledge that the Responsible Entity reserves the right to reject any application.

**Account operating instructions** (if no selection is made, all individuals to sign will be assumed)

Any individual to sign

Any two individuals to sign

All individuals to sign

Other (please specify):

<p><b>Signature</b> <i>Print to sign</i></p> <div style="border: 1px solid black; height: 40px; width: 100%; background-color: #f9f9f9;"></div> <p><b>Sign</b> ▶</p> <p>Print Name</p> <p>Title (select one)</p> <p style="margin-left: 20px;">Director Sole Director Other</p> <p>Date</p>	<p><b>Signature</b> <i>Print to sign</i></p> <div style="border: 1px solid black; height: 40px; width: 100%; background-color: #f9f9f9;"></div> <p><b>Sign</b> ▶</p> <p>Print Name</p> <p>Title (select one)</p> <p style="margin-left: 20px;">Director Sole Director Other</p> <p>Date</p>
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## 10. Supporting Documents

Please provide the following documents with your form:

- **Original signed application form**
- **Certified IDs for all beneficial owners**
- **Certified copy of the company’s incorporation/registration**

## 11. Post this form

Please post this completed form and the supporting documents to:

**Link Fund Solutions**  
**Unitholder Services**  
**Attention: Auscap Fund Unit Registry**  
**PO Box 5482**  
**Sydney NSW 2001**

## 12. Payment details

Cheque – Please make payable to: Auscap Asset Management ATF Auscap Long Short Australian Equities Fund

Electronic Funds Transfer (EFT) to :

Bank:	ANZ
BSB:	012 006
Account Number:	836165921
Account Name:	Auscap Asset Management ATF Auscap Long Short Australian Equities Fund
Reference:	(Investor Name)

**SECTION 5**  
**SERIES CLASS AND MONTHLY PLATFORM CLASS ADDITIONAL APPLICATION**  
**FORM FOR PDS DATED 30 SEPTEMBER 2020**

**Auscap Long Short Australian Equities Fund**

ARSN 615 542 213

This form should be used by existing Unitholders provided your details have not changed.

**This form should be used by existing Unitholders provided your details have not changed**

**Investor Number**

**Investor Name**

### 1. AMOUNT OF ADDITIONAL INVESTMENT

Please indicate how much you wish to invest **\$AUD**

Please note the minimum additional investment amount is \$50,000. Please make payment net of all bank charges. Only the net amount received will be invested in the Fund.

### 2. PAYMENT DETAILS

Please tick the box to advise how your payment will be made:

Cheque – Please make payable to: Auscap Asset Management ATF Auscap Long Short Australian Equities Fund

Electronic Funds Transfer (EFT) to :

Bank:	ANZ
BSB:	012 006
Account Number:	836165921
Account Name:	Auscap Asset Management ATF Auscap Long Short Australian Equities Fund
Reference:	(Investor Name/Unitholder number)

**IMPORTANT:** Please include the applicant's / investment entity's name as a reference on all EFT payments. All EFT payments must also be accompanied by a notification email to [LFS\\_registry@linkgroup.com](mailto:LFS_registry@linkgroup.com) in order to ensure that the investor account is properly credited.

### 3. CONTACT DETAILS

Contact  
Name

Contact Number

## 4. DECLARATION AND AUTHORISATION

Please make sure you have completed the part above.

In signing, I/we request you to issue the additional units applied for to me/us and authorise you to register me/us as the holder(s) of the units issued. I/we acknowledge that this form is provided on the basis that the Responsible Entity will effect it according to the terms and conditions of the current PDS and I/we agree to be bound by the terms of the PDS and the Fund's Constitution (as amended from time to time).

Signature Sign ▶ *Print to sign*      Name and title of signatory (block letters please)      Date

Signature Sign ▶ *Print to sign*      Name and title of signatory (block letters please)      Date

## 5. POST OR EMAIL THIS FORM

Please **post** this completed form with your cheque (if applicable) to:

**Link Fund Solutions**  
**Unitholder Services**  
**Auscap Fund Unit Registry**  
**PO Box 5482**  
**Sydney NSW 2001**

Alternatively you can **email** this form to [LFS\\_registry@linkgroup.com](mailto:LFS_registry@linkgroup.com)

**SECTION 6**  
**REDEMPTION REQUEST FORM**  
**Auscap Long Short Australian Equities Fund**  
**ARSN 615 542 213**

*Please complete in black or blue pen and use CAPITAL letters.*

**1. Investor Details**

**Investor Number**

**Investor Name**

**Contact Details**

Contact Name:

Contact phone:

Contact email:

REDEMPTION REQUEST FORM

**2. Redemption Amount *(please select one)***

**Full Redemption** – please proceed to part 3

**Partial Redemption** – Amount to redeem **\$AUD**

OR

Units to redeem

**UNITS**

The minimum redemption amount is \$10,000 (Australian dollars)

Unit Series from which you wish to redeem\*:

\* If you have an investment in more than one Unit Series, please nominate the specific Unit Series from which you wish to redeem your Units. Otherwise, Units from the first series of Units issued to you will be the first Units redeemed.

### 3. Payment of Redemption Proceeds *(please select one only)*

**Pay into the account previously advised** – please proceed to the next part 4

**Pay redemption proceeds into following account** – please provide details below

**IMPORTANT INFORMATION:** Additional security checks to verify bank account changes will be performed before the payment of your redemption proceeds if the bank account provided does not match the bank account that is currently recorded in our records under your investment, or if you have changed your bank account details.

**Bank**

**Branch Name**

**BSB**

**Account Number**

**Account Name**

### 4. Authorisation

I/we instruct Link Fund Solutions to effect the redemption in accordance with the completed instructions set out above.

<p><b>Signature</b> <i>Print to sign</i></p> <p style="text-align: center;"><b>Sign ▶</b></p> <div style="background-color: #f9e79f; height: 40px; width: 100%;"></div> <p><b>Print Name</b></p> <p><b>Title</b> (select one)</p> <ul style="list-style-type: none"> <li>Individual</li> <li>Sole Director</li> <li>Director</li> <li>Trustee</li> <li>Partner</li> <li>Other</li> </ul> <p><b>Date</b></p>	<p><b>Signature</b> <i>Print to sign</i></p> <p style="text-align: center;"><b>Sign ▶</b></p> <div style="background-color: #f9e79f; height: 40px; width: 100%;"></div> <p><b>Print Name</b></p> <p><b>Title</b> (select one)</p> <ul style="list-style-type: none"> <li>Individual</li> <li>Sole Director</li> <li>Director</li> <li>Trustee</li> <li>Partner</li> <li>Other</li> </ul> <p><b>Date</b></p>
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### 5. POST OR EMAIL THIS FORM

Please **post** this completed form to:

**Link Fund Solutions  
Unitholder Services  
Auscap Fund Unit Registry  
PO Box 5482  
Sydney NSW 2001**

Alternatively you can **scan and email** this form to [LFS\\_registry@linkgroup.com](mailto:LFS_registry@linkgroup.com).



## 12. FUND DIRECTORY

### Administration Office

All Application Forms and Redemption Requests should be directed to the Auscap Fund Administrator's office as follows:

**Postal Address:**

Link Fund Solutions

Unitholder Services

Attention: Auscap Fund Unit Registry

PO Box 5482

Sydney NSW 2001

**Telephone:**

+61 2 9547 4311

**Email:**

[LFS\\_registry@linkgroup.com](mailto:LFS_registry@linkgroup.com)

### Other Fund enquiries

Any enquiries about an investment in the Fund and all other enquiries regarding the Fund, including requests for additional copies of the Product Disclosure Statement or a copy of the Constitution should be directed to the following:

**Street Address:**

Auscap Asset Management

Re: Auscap Long Short Australian Equities Fund

Level 30, 9 Castlereagh Street

Sydney NSW 2000

**Telephone:**

+61 2 8378 0800

**Email:**

[info@auscapam.com](mailto:info@auscapam.com)

**Website:**

[www.auscapam.com](http://www.auscapam.com)