



## **Talaria Global Equity Fund (Managed Fund)**

### Product Disclosure Statement | 21 December 2023

Exchange code: TLRA

ARSN: 132 393 705

APIR: AUS0035AU

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Responsible Entity: Australian Unity Funds Management Limited

ABN 60 071 497 115, AFS Licence No. 234454

Investment Manager: Talaria Asset Management Pty Ltd

ABN 67 130 534 342

## About the Talaria Global Equity Fund (Managed Fund)

This product disclosure statement ('PDS') is issued by Australian Unity Funds Management Limited ABN 60 071 497 115, AFS Licence No. 234454 ('AUFM' or 'Australian Unity') as responsible entity ('Responsible Entity') of the Talaria Global Equity Fund ARSN 132 393 705.

The fund currently has two classes of units on issue: units in the Foundation Class and units in the class known as the 'Talaria Global Equity Fund (Managed Fund)' class (formerly known as the Wholesale Class). This PDS relates to units in the Talaria Global Equity Fund (Managed Fund) class only. In this PDS, unless the context otherwise requires, a reference to 'Fund' or 'Class' is a reference to the Talaria Global Equity Fund (Managed Fund) class and a reference to a Unit is a reference to a unit in the Talaria Global Equity Fund (Managed Fund) class.

A copy of this PDS has been lodged with the Australian Securities and Investments Commission ('ASIC') and Cboe Australia Pty Ltd ('Cboe Australia'). Neither ASIC nor Cboe Australia take any responsibility for the contents of this PDS.

The Talaria Global Equity Fund (Managed Fund) class is quoted on the Cboe Australia Securities Exchange with the exchange ticker: TLRA. The units are traded on the Securities Exchange. No representation is made concerning the quotation on the Securities Exchange.

### References to us

In this document, the description, 'we', 'us' or 'our' refers to AUFM.

AUFM is a wholly owned subsidiary of Australian Unity Limited ABN 23 087 648 888 ('Australian Unity Limited') and is a member of the Australian Unity group of companies.

A reference to 'Australian Unity Wealth & Capital Markets' is a business platform, which includes those entities within the Australian Unity group undertaking investment activities.

### Investment manager

Talaria Asset Management Pty Ltd ABN 67 130 534 342 ('Talaria') is the appointed investment manager of the Fund. AUFM may appoint or remove investment managers without notice. Any investment managers appointed by AUFM will be entitled to receive fees for investment management functions.

Talaria is an international equities manager seeking to grow investors' real wealth over time through global equities, excluding Australia.

### No guarantee

An investment in the Fund, through the Units offered under this PDS, is not guaranteed or otherwise supported by Talaria, AUFM, Australian Unity Limited, or any member of the Australian Unity Group. You should consider this when assessing the suitability of the investment and particular aspects of risk.

### No reliance

This document contains important information but does not constitute financial product advice and does not consider your investment objectives, financial situation, or particular needs. Before making any decision based upon information contained in this document, you should read it carefully in its entirety, and consider consulting with a financial adviser or tax adviser.

Any forward-looking statements are not promises or representations about future matters.

### Jurisdictions outside of Australia

This PDS has been prepared to comply with the requirements of the laws of Australia. No Units are being offered to any person whose registered address is outside of Australia unless we are satisfied that it would be lawful to make such an offer. The distribution of this PDS in jurisdictions outside of Australia may be restricted by law and persons who come into possession of this PDS should seek their own advice on and observe any such restrictions. Any failure to comply with such restrictions may constitute a violation of applicable securities laws.

This PDS does not constitute an offer or invitation in any place in which, or to any person to whom, it would not be lawful to make such

an offer or invitation. This PDS may only be used by investors receiving it (electronically or otherwise) in Australia. No investments will be accepted on the basis of this PDS once it is replaced with a later PDS.

### Indirect investments

AUFM has authorised the use of this PDS for investors considering placing an investment through a masterfund, wrap, 'investor directed portfolio service' ('IDPS') or similar product. In this PDS, the operator of that masterfund or IDPS product will be referred to as your 'operator'.

### Business day

In this document, 'business day' refers to a Melbourne business day on which Australian banks are open for business in Melbourne excluding public or bank holidays, Saturday and Sunday.

### Terms and conditions

Units are issued on the terms and conditions contained in the Fund's Constitution and this PDS. We reserve the right to change those terms and conditions subject to applicable laws.

### Goods and services tax

Fees and charges set out in this PDS, unless otherwise stated, are inclusive of goods and services tax ('GST') less input tax credits (including approximate reduced input tax credits) that the Fund is entitled to claim.

### Currency

All dollar amounts referred to in this PDS are in reference to the Australian currency.

### Availability of this PDS

The PDS is available in electronic format, including access via the Talaria and Australian Unity websites. If you receive it electronically, please ensure that you have received the entire PDS and application form. If you are unsure whether the electronic document you have received is complete, please contact us. A printed copy is available free of charge.

### Updates to this PDS

The information in this PDS is up to date as at the date of this PDS but may change from time to time. Information in this PDS which is not materially adverse information that is subject to change from time to time may be updated via our website and can be found at any time at <http://www.talariacapital.com.au/talaria-global-equity-fund-managed-fund>. If we consider a change to be materially adverse, we will issue a supplementary or new PDS. A paper copy of the PDS and any updated information is available free of charge by contacting us on 1300 997 774.

### Target Market Determination (TMD)

TMD is a set of criteria that we, in our capacity as the product issuer, issue for each of our products (including their investment options). It describes who our products are likely to be appropriate for. It also contains details around distribution conditions, eligibility criteria, information reporting requirements, and a set of internal review triggers.

For more information on whether this product may be suitable for your investment needs, please refer to the TMD at [Target Market Determinations \(australianunity.com.au\)](#).

### Consent

Talaria has provided consent to the statements about it in the form and context in which they are included. Talaria was not otherwise involved in the distribution of this PDS and is not responsible for the issue of this PDS, nor is it responsible for any part of this PDS other than those parts which refer to it. Talaria has not withdrawn its consent before the date of this PDS.

### Glossary

A list of defined terms used within this PDS can be found in the glossary in section 10.

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“We believe the most compelling way to compound clients’ wealth is by using multiple return sources to deliver superior risk-adjusted investment outcomes.”

Talaria



- Long-term compounding of investor wealth
- Multiple sources of return
- Quarterly distributions
- Risk focused investment mindset

The Fund takes a high conviction, value based approach to construct a portfolio of high quality, large capitalisation companies from around the globe. Talaria’s unique investment methodology harnesses the benefits of consistent income generation and capital appreciation to grow investors’ real wealth.

## A snapshot of the Fund

		Further information						
Fund name	Talaria Global Equity Fund (Managed Fund)	Inside cover						
ARSN	132 393 705							
Units offered	Units in the Talaria Global Equity Fund (Managed Fund) class							
Exchange ticker	TLRA							
Responsible Entity	Australian Unity Funds Management Limited ABN 60 071 497 115, AFS Licence 234455							
Investment Manager	Talaria Asset Management Pty Ltd ABN 67 130 534 342 Talaria is an international equities manager seeking to grow investors' real wealth over time through global equities, excluding Australia.							
APIR code	AUS0035AU							
Investment objective	The Fund's investment strategy seeks to increase the certainty of international equity returns for investors.	Section 1						
Investment strategy	The Fund takes a high conviction, value biased approach to construct an actively managed portfolio of high quality, large cap companies from around the globe. The Fund sells exchange traded options to generate option premiums which add to the Fund's return. Put option sales are always fully cash backed and call option sales are always fully equity backed. As a result, the Fund does not take on leverage from its use of options. This unique investment methodology harnesses the benefits of consistent income generation and capital appreciation to grow investors' real wealth.	Section 1						
Asset classes and asset allocation	<p>The Fund's assets are typically invested within the following asset allocation ranges:</p> <table border="1"> <thead> <tr> <th>Asset class</th> <th>Investment range</th> </tr> </thead> <tbody> <tr> <td>International equities (includes contingent purchases)<sup>1</sup></td> <td>80%-100%</td> </tr> <tr> <td>Cash and cash equivalents<sup>2</sup></td> <td>0%-20%</td> </tr> </tbody> </table> <p>1. Talaria sells options to generate option premiums which add to the Fund's return. These options are contingent purchases and cash backed. 2. Cash that is not used to back option positions.</p>	Asset class	Investment range	International equities (includes contingent purchases) <sup>1</sup>	80%-100%	Cash and cash equivalents <sup>2</sup>	0%-20%	Section 1
Asset class	Investment range							
International equities (includes contingent purchases) <sup>1</sup>	80%-100%							
Cash and cash equivalents <sup>2</sup>	0%-20%							
Distributions	Generally, distributions are paid within 21 days after the end of the quarterly distribution period (i.e. 31 March, 30 June, 30 September and 31 December).	Section 2						
<b>Risks and benefits</b>								
Benefits of investing in the Fund	<ul style="list-style-type: none"> <li>• Long-term compounding investor wealth</li> <li>• Multiple sources of return</li> <li>• Distributions generally paid quarterly</li> <li>• Risk focused investment mindset</li> <li>• Internationally experienced and personally invested leadership team</li> </ul>	Section 3						
Who should invest in the Fund	<p>This Fund is typically suited to investors who:</p> <ul style="list-style-type: none"> <li>• seek an opportunity for capital growth over the medium-to-long term;</li> <li>• feel comfortable with potential volatility of international share markets, the use of options and foreign currency exposure;</li> <li>• are looking to add international equities to their existing portfolio through a differentiated approach that increases the certainty of return; and</li> <li>• have at least a five-year investment outlook.</li> </ul>	Section 3						
Key risks of investing in the Fund	<ul style="list-style-type: none"> <li>• International equities risk</li> <li>• Derivatives risk</li> <li>• Foreign currency risk</li> <li>• Liquidity risk</li> </ul>	Section 4						

		Further information
Entering and exiting the Fund	<p>Investors can enter the Fund either by applying for the Units directly with us using an Application Form or on the Securities Exchange, by buying Units on the Securities Exchange.</p> <p>Investors can exit the Fund either by directly making a withdrawal request with us using a Withdrawal Form or by selling the Units on the Securities Exchange.</p> <p>The method by which you enter the Fund does not affect the method by which you can exit the Fund.</p> <p>There are important differences between entering and exiting the Fund via the Securities Exchange or by applying for and withdrawing Units directly. These differences include, but are not limited to, the entry and exit price you will receive and whether minimum investment amounts apply to your investment.</p> <p>An investor who applies for the Units directly with us using an Application Form may pay a different price for the Units in the Fund to an investor who buys the Units on the Securities Exchange at the exact same time. Similarly, an investor who withdraws Units directly with us using a Withdrawal Form is likely to receive a different price for the Units in the Fund to an investor who sells the Units on the Securities Exchange at the exact same time. These differences in prices received by investors may result in a different return from an investment in the Fund.</p>	Section 5 and section 6.
Fund liquidity and market making	<p>Under the Securities Exchange Rules, we have certain obligations in respect of the Fund to facilitate an orderly and liquid market in the Fund. We have appointed a Market Maker (and, subject to the Securities Exchange Rules, may replace the Market Maker and appoint additional market makers) to maintain continuous liquidity to the market by acting as a buyer and seller in the secondary market.</p> <p>The Market Maker uses information such as the Pricing Basket and NAV prices to determine the price of Units and places a bid/ask spread around this value before sending these prices to the Securities Exchange as bid and ask orders.</p> <p>There may be other circumstances where:</p> <ul style="list-style-type: none"> <li>• withdrawals have been suspended. In such circumstances, Units in the Fund may continue to trade on the Securities Exchange provided that the Fund continues to comply with the Securities Exchange Rules. If the Fund ceases to comply with the Securities Exchange Rules, we may seek a trading halt or the Securities Exchange Operator may suspend trading of Units in the Fund on the Securities Exchange; or</li> <li>• the Securities Exchange Operator suspends trading of Units in the Fund on the Securities Exchange. In such circumstances, ordinarily investors may continue to withdraw directly with us using a Withdrawal Form.</li> </ul>	Section 8
<b>Reporting</b>		
Account statement	Annually	Section 9
Attribution managed investment trust member annual (AMMA) statement	Annually	
Confirmations	<p>Investors buying or selling Units on the Securities Exchange will receive transaction confirmations from their stockbroker.</p> <p>Investors who apply for Units or withdraw their investment directly with us will receive transaction confirmations from the Registry, which will include your investor number or Securityholder Reference Number (SRN).</p>	
Performance	<p>Full information relating to the Fund's performance can be accessed at: <a href="http://www.talariacapital.com.au/talaria-global-equity-fund-managed-fund">www.talariacapital.com.au/talaria-global-equity-fund-managed-fund</a>.</p> <p>The website includes information on the Fund's returns over a period of time and is calculated on the basis of applying for Units directly with us. While this information is relevant to investors transacting directly with us, you should not rely on past performance as an indicator of future performance.</p>	
Annual Report	<p>Available at <a href="http://www.talariacapital.com.au/talaria-global-equity-fund-managed-fund">www.talariacapital.com.au/talaria-global-equity-fund-managed-fund</a>. You can elect to have an Annual Report sent to you.</p>	

## 1. How the Fund works

### Investment objective

The Fund's investment strategy seeks to increase the certainty of international equity returns for investors. Talaria aims to deliver on its objective through:

- Generating high and consistent income as part of the total Fund return. This comes from a variety of sources creating more stable returns to investors;
- Capturing most of the upside and less of the downside; and
- Providing a smoother ride to the end result through lower volatility.

### Investment approach

Talaria delivers this through its:

- Unique and structurally lower-risk investment approach that combines capital growth and income generation to deliver a more consistent return profile (smoothing);
- Portfolio of up to 45 large, international listed companies; and
- Internationally experienced and personally invested leadership team.

The Fund's assets are typically invested within the following asset allocation ranges:

Asset class	Investment range
International equities (includes contingent purchases) <sup>1</sup>	80%-100%
Cash and cash equivalents <sup>2</sup>	0%-20%

1. Talaria sells options to generate option premiums which add to the Fund's return. These options are contingent purchases and cash backed.
2. Cash that is not used to back option positions.

The Fund aims to generate returns comprising capital growth, option premiums, dividends and interest earned on cash<sup>3</sup>.

The Fund is a high conviction, actively managed international equity portfolio that typically has between 15 and 45 holdings (comprising stocks and options) and can invest up to 100% of its assets in international equities, including direct holdings in shares and option positions over equities, which are fully backed by cash.

The Fund restricts exposure to any individual company to a maximum of 15% of the net assets of the Fund. Cash that is not used to back option positions is restricted to a maximum of 20% of the net assets of the Fund. Cash used to back options may be held at the relevant overseas option clearing house in the relevant foreign currency. The Fund invests in shares traded on regulated developed market stock exchanges. There are no individual country exposure limits. The Fund may also hold Australian and foreign cash investments.

The Fund's investment strategy aims to produce investment returns through a combination of capital appreciation and income generation. Talaria generally invests in equities it believes are trading at least 20% under their intrinsic value. As such, a percentage of returns are expected to be produced from the Fund's shareholdings appreciating.

3. The return that we aim to deliver to investors is a statement of intent, and we cannot guarantee that the Fund will achieve this return.

The Fund's implementation process sells exchange traded options to generate option premiums which add to the Fund's return. The receipt of option premiums may allow the Fund to achieve a positive return even when markets are flat. Put option sales are always fully cash backed and call option sales are always fully equity backed. As a result, the Fund does not take on leverage from its use of options. The Fund does not intend to engage in short selling or enter securities lending arrangements.

### Authorised investments

AUFM may vary the investment objective of the Fund from time to time after first advising investors and the Securities Exchange in writing of the proposed change.

### Labour standards or environmental, social or ethical considerations

AUFM does not itself take into account labour standards, environmental, social or ethical considerations for the purpose of selecting, retaining or realising investments for the Fund, as it has delegated investment management of the Fund to Talaria. Talaria assesses and takes into account labour standards or environmental, social or ethical considerations when undertaking qualitative company analysis. Talaria recognises that environmental, social and corporate governance (ESG) factors not directly captured in financial statements can materially impact shareholder value. Talaria's investment process formally excludes companies who have a material source of revenue (greater than 5%) in the sale and production of:

- Tobacco
- Armaments
- Gambling; or
- Pornography

Talaria is an active investor and engages with companies on ESG related matters. Where applicable, Talaria questions management regarding ESG concerns and seeks to improve disclosure and effect change through constructive dialogue. Talaria's ESG Policy is available on its website ([www.talariacapital.com.au/esg](http://www.talariacapital.com.au/esg)) and provides further detail of the Fund's approach to responsible investment.

There is no predetermined view as to the degree to which labour standards or environmental, social or ethical considerations will be taken into account in the selection, retention or realisation of investments relating to the Fund's investments. You should read the information contained in this policy before making a decision. This policy and material relating to 'Labour standards, environmental and ethical considerations' may change between the time when you read this PDS and the day when you acquire the product.

## Investing in the Fund

Investors can enter the Fund either by applying for the Units directly with us using an Application Form or by buying Units on the Securities Exchange. The method by which you enter the Fund does not affect the method by which you can exit the Fund. If you enter the Fund by buying the Units on the Securities Exchange, you can exit the Fund by selling the Units on the Securities Exchange or by withdrawing directly with us using a Withdrawal Form. If you enter the Fund by applying for the Units directly with us using an Application Form, you can exit the Fund by selling the Units on the Securities Exchange or by withdrawing directly with us.

## Withdrawing from the Fund

Investors can exit the Fund either directly with us using a Withdrawal Form or by selling the Units on the Securities Exchange.

You need to hold your Units on an issuer sponsored sub-register to make a withdrawal with us by using a Withdrawal Form. Your stockbroker can assist you with this process if you hold your Units on a HIN.

## Key differences between the two methods of investing in and disposing of Units

There are important differences between entering and exiting the Fund via the Securities Exchange or by applying for and withdrawing Units directly with us. These differences include, but are not limited to, the entry and exit price you will receive and whether minimum investment amounts apply to your investment.

An investor who applies for the Units directly with us may pay a different price for the Units to an investor who buys the Units on the Securities Exchange at the exact same time. Similarly, an investor who withdraws Units directly with us is likely to receive a different price for the Units to an investor who sells the Units on the Securities Exchange at the exact same time. These differences in prices received by investors may result in a different return from an investment in the Fund.

For more information on buying and selling the Units on the Securities Exchange see Section 5 'Buying and selling Units on the Securities Exchange'. For more information on applying to and withdrawing directly with us see Section 6 'Applying for and withdrawing Units directly in the Fund'.



## 2. Unit prices and distributions

### Unit prices

Units are able to be traded on the Securities Exchange, subject to liquidity. Investors can enter or exit the Fund either by applying directly with us using an Application Form or a Withdrawal Form or on the Securities Exchange, by buying and selling Units on the Securities Exchange.

When investors make an investment in the Fund, their money is pooled to purchase assets in international equities, derivatives and cash and cash equivalents. Units in the Fund represent your beneficial interest in the assets of the Fund as a whole. You do not have an entitlement to any particular asset of the Fund. The Fund is structured to allow Units to be invested in and disposed of either by trading on a Securities Exchange or by direct applications and redemptions with us. This simply requires the Units to be on a different unit register (broker-sponsored or issuer-sponsored). The Units remain in the same class and are fungible regardless of the register on which they are recorded.

We have the right to create additional classes of units for the Fund. These may be issued with any preferred, deferred or other special rights, obligations or restrictions, relating to such things as distributions, voting, return of capital, or payment of calls.

	Applying directly with us into the Fund	Securities Exchange	Important information
Unit prices	Unit prices are generally calculated once every Business Day based on the Net Asset Value of the Fund at the end of the day.	The price at which investors buy or sell Units on the Securities Exchange is the price at which Units are offered for sale on the Securities Exchange, which may change every second. The trading price is generally expected to be a tight spread to the indicative Net Asset Value of the Class (iNAV) (plus or minus the buy or sell spread) and can be at a premium or discount to the Net Asset Value of the Class and the iNAV.	
How we calculate Unit prices	<p>The Unit price is calculated by taking the value of the assets of the Fund and deducting the liabilities of the Fund. The resulting Net Asset Value (NAV) is then divided by the total number of units on issue in the Fund. Both the application and withdrawal price are calculated taking into account any applicable buy/sell spread. The buy/sell spread is a percentage amount applied to the unit price. It ensures that there is an equitable application of costs of buying and selling assets to investors entering or exiting a Fund.</p> <p>Please refer to section 7 'Additional explanation of fees and costs' for further information on the buy/sell spread.</p> <p>If there are multiple classes of units in a Fund, the unit price for each class of units is calculated in the same manner, taking into consideration only the NAV and the number of units on issue for that class at the relevant time. Where fees or costs relate to more than one class, the deduction is made for fees pertinent to the respective class of units.</p>	AUFM has engaged an independent agent to calculate an indicative Net Asset Value per Unit, which is known as the "iNAV". The iNAV will generally be calculated at least every 15 seconds and will be published at <a href="http://www.talariacapital.com.au/talaria-global-equity-fund-managed-fund">www.talariacapital.com.au/talaria-global-equity-fund-managed-fund</a> throughout the Trading Day. The iNAV will be updated in respect of portfolio securities that have live market prices during the Trading Day. No assurance can be given that the iNAV will be published continuously or that it will be up to date or free from error. To the extent permitted by law, neither we nor our appointed agent shall be liable to any person who relies on the iNAV. The price at which Units trade on the Securities Exchange may not reflect either the Net Asset Value per Unit or the iNAV. See "liquidity risk" in section 4 'Risks of managed investment schemes' for more details.	<p>Where AUFM applies its discretion to unit pricing using its powers under the Fund's Constitution, it does so in accordance with its unit pricing policy. Investors may inspect a copy of the unit pricing policy at our registered office at any time between 9:00am and 5:00pm (Melbourne time) on a business day.</p> <p>For daily unit price updates please visit our website or call us on 1300 997 774.</p>



## Distributions

Generally, distributions are paid within 21 business days after the end of the quarterly distribution period (i.e. generally 31 March, 30 June, 30 September and 31 December) but may be earlier.

Any net realised gains earned by the Fund are generally distributed at the end of the financial year. The distribution policy will be aligned to the ongoing earning capacity of the Fund. Although it is not our intention to source future distribution payments from sources other than net income and net realised capital gains, we may do so if we consider it to be in the interests of our investors and where payment from that source is expected to be sustainable given the circumstances.

The amount of distribution income paid to you is based on the number of Units you hold on the record date. The record date is generally 31 March, 30 June, 30 September and 31 December, but may be earlier or later. The record date for the Fund will be published each quarter as a Fund announcement.

To be entitled to the distribution an investor must have bought and settled their Unit purchase by the record date and be recorded on the register as owning Units. Investors who buy Units directly with us using an Application Form will need to have submitted a validly completed application and have made payment in order to be entitled. Investors who buy Units on the Securities Exchange will need to have traded two Trading Days prior to the record date to be entitled to the distribution.

You can reinvest your distribution. The distribution reinvestment price is the cum-distribution unit price at the end of the distribution period less the amount of distribution per unit payable, excluding any buy/sell spread. The distribution reinvestment plan is the default option for the Fund. If you wish to reinvest your distributions, you should complete the relevant section of the Application Form. Your distribution will automatically be reinvested if we do not have your bank account details on record or we do not have a valid payment instruction.

## 3. Benefits of the Fund

Benefit	Description
Talaria's track record*	Proven ability to capture the market's strength while insulating investors from periods of market weakness
Multiple sources of return	Additional drivers of return to help diversify risk and grow real wealth over time
Quarterly distributions	A regular income stream that can be reinvested or credited directly to a bank account
Global diversification	International investment opportunities unavailable in the Australian market
Genuine partnership	An investment team aligned with investors brings benefits which only come from genuine partnership

\* Past performance is not a reliable indicator of future performance.

### Who should invest in the Fund?

This Fund is typically suited to investors who:

- seek an opportunity for capital growth over the medium-to-long term;
- feel comfortable with potential volatility of international share markets, the use of options and foreign currency exposure;
- are looking to add international equities to their existing portfolio through a differentiated approach that increases the certainty of return; and
- have at least a five-year investment outlook.

For more information on whether this product may be suitable for your investment needs, please refer to the TMD at [Target Market Determinations \(australianunity.com.au\)](#).

## 4. Risks of managed investment schemes

### What is risk?

Risk refers to the variability and volatility of an investment return, the likelihood of incurring a loss on your investment or the possibility that your investment does not perform as expected.

You should consider the likely investment return, the risk associated with the Fund and your investment timeframe when choosing to invest in the Fund.

All investments come with a degree of risk and different strategies carry different levels of risk, depending on the assets that make up the strategy. You will need to determine how much risk you are able, or willing, to tolerate as the level of risk for each person will vary depending upon a range of factors, including age, investment time frames, your overall investment portfolio, and your individual risk tolerance.

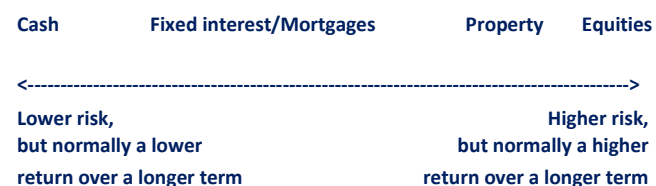
The main risks of investing include that the value of your investment will vary, the amount of income generated from the investment may fluctuate or decrease, or you may receive a lower than expected rate of return. Returns of the Fund are not guaranteed. The level of returns will vary, and there is a risk that investors may lose some of their money. Future returns may differ from past returns.

These risks can arise from various circumstances, including:

- changes to government policies and legislation that may have adverse impacts on registered managed investment schemes such as this Fund, investment markets or the tax treatment of investment returns ('regulatory risk'); and
- changes to social, economic (e.g. inflation and interest rates), political, commercial and technological environments, or to market sentiment, that may make certain investments less attractive ('market risk').

In general, there is a relationship between the level of return generated by an investment and its level of risk. Assets with the highest potential long-term returns often also carry the highest level of risk.

The spectrum below shows the main types of investments according to their relationship between risk and return for you to consider.



If the security of your money is your highest concern when selecting investments, you should choose an investment with lower risk, bearing in mind that your return may be lower over the long term. Conversely, if your focus is on achieving higher returns, you will need to be comfortable with the fluctuations in the value of your investment before selecting an investment with higher risk.

### How we manage risk

We are unable to eliminate all investment risks, but we do analyse, manage and aim to reduce the impact of risks through the use of carefully considered investment guidelines.

Talaria intends to spread the Fund's investments across a portfolio of up to 45 large, international listed companies to reduce the reliance upon the performance of any single stock. If one stock is performing poorly, another may perform well. Diversification will therefore generally smooth out the overall return on the portfolio, and may reduce short-term volatility. Furthermore, to manage any potential counterparty risk, the Fund only uses exchange traded options. In addition, no leverage may be employed within the Fund. All options are 100% cash or stock backed.

### How you can manage your risk

In managing your risk, we recommend that you:

- seek your own professional advice to help you understand how your current financial situation and your investment objectives affect your selection of investments;
- consider your investment timeframe, your investment objectives and your risk tolerance; and
- diversify your investments to help reduce risk and the volatility of investment returns.

### Particular significant risks relevant to the Fund

#### International equities risk

Share prices can be volatile which means the value of your investment can increase or decrease frequently.

International equities are exposed to general market risk and company specific risks in the same way as Australian equities. However, the ability to monitor these risks closely is different when investing internationally.

If the Fund invests in emerging markets, this may result in lower trading volumes, less liquidity and an exposure to potentially greater political instability.

The Fund will hold investments in different jurisdictions. The laws in such jurisdictions may differ from those in Australia and therefore may not necessarily provide the same level of protection to investors.

#### Derivatives risk

A derivative is a financial instrument which derives its value from another source, such as a share. The main types of derivatives are options, futures, and swaps. The Fund seeks to use derivatives to generate option premiums to add to the Fund's return, to obtain market exposure and to manage market risk. In the event an open option position is exercised, this will result in the Fund buying or selling stocks.

Derivatives can expose a fund to risks such as market risk (the risk that the value of the derivative will fluctuate due to movement in the price of the underlying security, index or financial obligation), basis risk (the risk where the value of the derivative moves independently from the value of the underlying security, index or financial obligation) and counterparty risk (the risk of loss arising from the failure of another party to meet contractual obligations). The Fund may use derivatives in the management of the portfolio but does not use derivatives for gearing purposes or speculative activities.

#### **Foreign currency risk**

Changes in the value of the Australian dollar against foreign currencies may affect the value of international investments (in Australian dollar terms). The Fund does not use hedging to manage the exchange rate risk arising from investing internationally. Accordingly, the Fund is affected by currency fluctuations, and its value may be reduced with a rise in the Australian dollar.

#### **Liquidity risk**

Liquidity relates to how quickly you can access your money from an investment. Investments in direct property, for example, are generally less liquid than cash, due to the time it takes to sell property. Similarly, securities of small capitalisation companies may be less liquid than large capitalisation companies. This is a risk in all market conditions, however, especially in falling markets.

The Fund holds a certain amount of cash and other liquid assets to enable you to access your money in a relatively short amount of time. However, if the level of withdrawals exceeds the available liquid assets, it may take longer for you to access your money or the Fund may lose value from selling assets at an inopportune time.

In addition, the liquidity of trading in the Units on the Securities Exchange may be limited. This may affect an investor's ability to buy or sell Units on the Securities Exchange. Investors will not be able to buy or sell Units on the Securities Exchange during any period where the Securities Exchange is experiencing a trading outage or where the Securities Exchange Operator suspends trading of Units in the Fund. Further, where trading in the Units on the Securities Exchange has been suspended, investors may continue to apply or withdraw directly with us unless applications and/or withdrawals have also been suspended in accordance with the Constitution.

#### **Market Making risk**

Under the Securities Exchange Rules we have an obligation to facilitate an orderly and liquid market in the Fund's Units and have appointed a Market Maker to assist us in doing so. While we will monitor the Market Maker's ability to maintain continuous liquidity in the market, there is no guarantee of liquidity, particularly if there is a failure by the Market Maker to make a market.

#### **iNAV risk**

The published iNAV is indicative only and might not be up to date or might not accurately reflect the underlying value of the Fund. The price at which the units in the Fund trade on the Securities Exchange may not reflect accurately the NAV of each such unit. The adoption of a robust pricing methodology for the iNAV is intended to minimise this differential, as is the role of the market maker, but will not be able to eliminate it entirely. The market price and iNAV price may also deviate because the market price of the units in the Fund is a function of supply and demand amongst investors wishing to buy and sell such units and the bid-offer spread the market maker is willing to quote for those units.

#### **Operational risk**

Operational risk includes those risks which arise from carrying on a funds management business, managing the assets of the Fund and fulfilling its obligations to its investors. Operating the Fund requires us, Talaria and external service providers to implement sophisticated systems and procedures, including systems and procedures that relate to the Securities Exchange activities. Inadequacies with these systems and procedures or the people operating them could lead to a problem with the Fund's operation and result in a decrease in the value of the Units.

#### **The Fund may be removed from quotation by the Securities Exchange Operator or terminated**

The Securities Exchange Rules impose certain requirements for the continued quotation of securities, such as the Units, on the Securities Exchange. Investors cannot be assured that the Fund will continue to meet the requirements necessary to maintain quotation on the Securities Exchange. In addition, the Securities Exchange Operator may change the quotation requirements.

AUFM may elect, in accordance with the Constitution and Corporations Act, to terminate the Fund for any reason including if Units cease to be quoted on the Securities Exchange.

Information about the Securities Exchange Rules applicable to quotation of Units in the Fund on the Securities Exchange is set out in section 8 'Securities Exchange Rules'.

#### **Regulatory and business risk**

Changes in corporate, taxation or other relevant laws may adversely impact your investment. By way of example, changes to laws may adversely impact the Fund's ability to implement certain investment strategies. The Fund is also governed by the Securities Exchange Rules and is exposed to risks of quotation on that platform, including such things as the platform or settlements process being delayed or failing. The Securities Exchange may suspend or remove the Units from quotation on the Securities Exchange.

#### **Unforeseen risk**

Major external events including natural phenomena, pandemics, attacks or other like events may affect the Fund's investments. These occurrences may result in a loss of capital, in turn reducing the price of Units and amounts that may be available for distribution by the Fund.

## 5. Buying and selling Units on the Securities Exchange

### Buying your Units on the Securities Exchange

As the Units are quoted on the Securities Exchange, investors can invest in the Fund by purchasing Units via their stockbroker if they have a Holder Identification Number (HIN). An investor's entry price into the Fund will be the price at which they have purchased Units on the Securities Exchange.

	What you need to do	Minimum	Cut off times	Important information
Initial and additional investments	As the Units are quoted on the Securities Exchange, you do not need to complete an Application Form. Your purchase of Units will be settled via the CHESSE settlement service, generally two Trading Days following your purchase.	There is no minimum number of Units applicable to investors who buy their Units on the Securities Exchange.	You can invest in the Fund at any time by purchasing Units via your stockbroker.	Your entry price will be the price at which you have purchased the Units on the Securities Exchange. You will receive a transaction confirmation from your stockbroker informing you of this price. You may incur customary brokerage fees and commissions when you buy the Units. Investors should consult their stockbroker for further information on their fees and charges.

### Selling your Units on the Securities Exchange

As Units are quoted on the Securities Exchange, investors can sell their Units in the Fund via their stockbroker if their Units are associated with a Holder Identification Number (HIN) and are therefore recorded on the CHESSE sponsored sub-register. Investors who sell Units on the Securities Exchange do not need to submit a Withdrawal Form with us. They will receive the proceeds from the sale of their Units in the same way they would receive proceeds from the sale of listed securities via the CHESSE settlement service.

An investor's exit price will be the price at which they have sold Units on the Securities Exchange. Investors can only sell whole Units on the Securities Exchange and any residual partial Unit holdings will be cancelled and the property attributable to the partial Unit will become the property of the Fund.

	What you need to do	Minimum	Cut off times	Important information
Withdrawals	As the Units are quoted on the Securities Exchange, you do not need to complete a Withdrawal Form or letter requesting a withdrawal. You can withdraw from the Fund by selling the Units on the Securities Exchange via your stockbroker.  Your sale of the Units will be settled via the CHESSE settlement service, generally two Trading Days following your sale.	There is no minimum number of Units applicable to either the sale of Units on the Securities Exchange.	You can withdraw from the Fund at any time by selling Units on the Securities Exchange via your stockbroker.	Your exit price will be the price at which you sold your Units on the Securities Exchange. You will receive a transaction confirmation from your stockbroker informing you of this price. You may incur customary brokerage fees and commissions when you sell the Units. Investors should consult their stockbroker for further information on their fees and charges.

### Securities Exchange liquidity

Investors can buy Units and sell Units on the Securities Exchange to other investors in the secondary market in the same way as any other listed security.

Under the Securities Exchange Rules, we have certain obligations in respect of the Fund to facilitate an orderly and liquid market in the Fund. We have appointed a Market Maker (and, subject to the Securities Exchange Rules, may replace the Market Maker and appoint additional market makers) to maintain continuous liquidity to the market by acting as a buyer and seller to the secondary market.

A Market Maker will apply for and redeem Units from us as required to hold an inventory of Units enabling it to provide buy and sell prices to the secondary market, while also potentially hedging their underlying positions.

The Market Maker uses information such as the Pricing Basket and NAV prices to determine the price of the Units and places a bid/ask spread around this value before sending these prices to the Securities Exchange as bid and ask orders.

We understand the importance of the role of the Market Maker and seek to ensure that any market maker(s) appointed by us:

- have experience in making markets in exchange quoted products and other types of listed securities both in Australia and overseas;
- are trading participants of the Securities Exchange or are able to access the Securities Exchange through a trading participant and have agreements with the Securities Exchange to act as a market maker (if applicable); and
- have the necessary skill and expertise to perform a market making function. A market maker will generally retain for its own account any trading profit and bear any loss generated by its market making activities.

The risks of providing liquidity on the Securities Exchange are explained in section 4 'Risks of managed investment schemes'.

## 6. Applying for and withdrawing Units directly with us

### Applying for Units

To apply for Units directly with us into the Fund, investors must complete the electronic Application Form online. If you prefer to fill in a paper-based form, you can complete the Application Form together with your payment instructions by downloading the Application Form. Once an investor has completed the Application Form, it may be submitted by one of the following methods:

- Online: Pressing the 'Submit' button
- Email: Sending your scanned Application Form and attachments to [australianunitywealth\\_transactions@unitregistry.com.au](mailto:australianunitywealth_transactions@unitregistry.com.au)
- Post: Sending your completed Application Form and payment methods to:

Australian Unity Wealth & Capital Markets  
GPO Box 804  
Melbourne VIC 3001

The application and cleared application money will be considered lodged when it is received in our Melbourne office on a business day, prior to 4.15 pm. The Application Form for the Fund can be found on our website at [www.australianunity.com.au/wealth](http://www.australianunity.com.au/wealth)

Investors applying for Units directly with us will be issued a Securityholder Reference Number (SRN). Investors who wish to exit the Fund on the Securities Exchange must first convert their SRN to a Holder Identification Number (HIN). Investors can call 1300 997 774 or email us at [australianunitywealth@unitregistry.com.au](mailto:australianunitywealth@unitregistry.com.au) for more information on how to do this.

### Payment of Units

Payment can be completed by direct debit, BPAY or Electronic Funds Transfer (EFT). Cash or cheque payments are not accepted. For further information please refer to the Application Form.

	What you need to do	Minimum	Cut off times	Important information
Initial investment <sup>1</sup>	A completed Application Form <sup>2</sup> ; <b>and</b> completed payment details will need to be sent to us.	\$5,000 <sup>1</sup>	The Application Form and cleared application money must be received by 4.15pm at our Melbourne office on a business day for you to receive the application price effective for that day. Otherwise, you will receive the application price effective the next business day.	Review your Application Form before you sign it, as incomplete applications may not be accepted.  Your entry price will be the entry unit price applicable to the business day on which we receive your completed documentation and cleared monies by the applicable cut-off times.  The entry price reflects the NAV per Unit plus an allowance for the buy spread. Please refer to section 7 'Fees and costs' for further information on the buy/sell spread.  The NAV per Unit estimates the value of the Fund's Units based on the net value of the Fund's assets at the close of trading in each market in which the Fund invests.  You have a 14-day cooling off period if you change your mind, please refer to section 9 'Changing your mind'.
Additional investment(s) <sup>1</sup>	A completed Application Form <sup>2</sup> ; <b>and</b> completed payment details will need to be sent to us.	\$1,000 <sup>1</sup>		
Regular investments through the regular savings plan	A completed Application Form <sup>2</sup> including the relevant section to nominate the amount you will regularly invest; <b>and</b> your regular payment details will need to be sent to us.	\$100 per month <sup>1</sup> \$300 per quarter <sup>1</sup> \$600 per half year <sup>1</sup> \$1,200 per year <sup>1</sup>	The Application must be received five business days before the start of your contributions.	

1. We reserve the right to vary minimum investment amounts and to accept or reject any investment (in whole or in part) at our discretion without explanation. If you are investing through a masterfund or Investor Directed Portfolio Service ('IDPS'), the minimums detailed above may not apply.

2. Applications can be made daily online, by email, or by post. The Application Form (available online and to download) can be found on our website at [australianunity.com.au/wealth](http://australianunity.com.au/wealth).

If you invest into the Fund indirectly through an Investor Directed Portfolio Service ("IDPS") or IDPS-like scheme (commonly referred to as a master trust or wrap account), the minimum investment amount detailed above may not apply.

### Handling of applications

No interest will be paid on application amounts for the period from receipt until the issue of units occurs. Similarly, no interest will be paid to any investor whose application (or part of an application) is returned by us unfilled. Any interest earned on the application amount during this period will be retained by the Fund and form part of its income for the benefit of investors. We may, in our absolute discretion, reject in whole or in part any application. We need not give any reason for the rejection.



## Withdrawing directly from the Fund

If you hold your Units on the Fund's issuer sponsored sub-register (and have a SRN) then, subject to the Constitution, the Corporations Act and the Securities Exchange Rules, you can apply directly with us to withdraw some or all of your investment at any time.

	What you need do	Minimum	Cut off times	Important information
One-off withdrawals	A completed Withdrawal Form <sup>2</sup> or letter requesting a withdrawal signed by all the account holders or the authorised signatories and your Australian financial institution account details will need to be sent to us.	\$1,000 <sup>1</sup>	Your written request must be received by 4.15pm at our Melbourne office on a business day for you to receive the withdrawal price effective for that day. Otherwise, you will receive the withdrawal price effective next business day.	Withdrawal proceeds will only be paid to a nominated Australian financial institution account. The exit price for an investor who withdraws directly from the Fund will be the NAV per Unit less an allowance for the sell spread. Please refer to section 7 'Fees and costs' for further information on the buy/sell spread. Cheque withdrawals and third-party payments are not available. Incomplete withdrawal requests may not be accepted.
Transferring your investment	A transfer form completed by both parties; and a completed Application Form for the Fund completed by the transferee will need to be sent to us.	\$1,000 <sup>1</sup>	Your standard transfer form and the Application Form must be received by 4.15pm on a business day for the transfer to be completed that day. Otherwise, the transfer will be completed the next business day.	If you choose to transfer only part of your investment you will be required to keep a minimum of \$5,000 in your account.

1. We may vary minimum withdrawal amounts at our discretion. If you are investing in a Fund through a masterfund or IDPS, the minimum detailed above may not apply.

2. A Withdrawal Form can be downloaded from our website: [australianunity.com.au/wealth](http://australianunity.com.au/wealth).

If you hold your Units via a stockbroker (and your Units are associated with a Holder Identification Number (HIN)), then you hold your Units on the CHESSE sponsored sub-register. If you want to withdraw directly from the Fund, you will first need to submit a request to your stockbroker to have your Units converted to an issuer-sponsored holding so that an SRN can be allocated to you by the Registry. The process of converting your broker-sponsored holding to an issuer-sponsored holding is managed by your stockbroker and is subject to their standard processing times. Please contact your stockbroker for further information.

If you purchased your Units on the Securities Exchange, and have not yet provided certain identification information and documentation ('KYC Documents') as requested by our Register (this request will be made shortly after your Units are converted from the CHESSE sub-register to the issuer sponsored sub-register), you will be required to supply certain identification information as part of your withdrawal request. Under some circumstances, we may need to contact you to request further documentation to confirm the validity of your instruction. This may delay processing of the withdrawal request.

### Payment of your redemption proceeds

You can usually expect to receive payment into your nominated bank account within 5 business days after our receipt and acceptance of your withdrawal request. There may be circumstances, such as a freeze on withdrawals or where the Fund is not liquid (as defined under the Corporations Act), where your ability to withdraw from the Fund is restricted and you may have to wait a period of time before you can withdraw some or all of your investment.

We can only pay redemption proceeds to an Australian financial institution account held in the name of the investor. We are unable to pay redemption proceeds to a third-party bank account. Normally we will pay redemption proceeds to the bank account you nominated on your Application Form when you opened your investment, or if you purchased your Units on the Securities Exchange and submit a withdrawal request with us directly, the bank account nominated on your withdrawal request, or if you have subsequently notified us of a change your nominated account, we will pay proceeds to that account.

We will send you a confirmation of your redemption once it has been processed and paid.

## Additional information about investing and withdrawing from the Fund

### Minimum balance

If, as a result of a withdrawal request, your account value falls below the minimum balance of \$5,000 we may treat the request as a request to withdraw in full and close your account. We reserve the right to vary this minimum at any time at our discretion.

### Indirect Investors

We authorise the use of this PDS as disclosure to persons who wish to access the Fund indirectly through an IDPS or IDPS-like scheme (commonly referred to as a master trust or wrap account). These investors are referred to as 'Indirect Investors'.

Indirect Investors do not become registered investors in the Fund, nor do they acquire the rights of a registered investor. Instead, as the master trust or wrap account operator is investing on your behalf, it acquires the rights of investors. In most cases, references to 'you' or 'your' in this PDS (for example, receiving distribution income, reinvestment distribution income and redemptions) is a reference to the master trust or wrap account operator and accordingly their arrangements with you will set out your rights. We do not keep personal information about Indirect Investors.

Further, some provisions of the Fund's Constitution will not be relevant to you. For example, you will generally not be able to attend meetings, or withdraw investments directly. You will receive reports from the master trust or wrap account operator, not us. The master trust or wrap account operator can exercise (or decline to exercise) those rights in accordance with the arrangements governing the operation of the master trust or wrap account.

Enquiries about the Fund should be directed to your licensed financial adviser, master trust or wrap account operator.

### Suspension of withdrawals

While the Fund is liquid for the purpose of the Corporations Act, we normally endeavour to meet a withdrawal request within five business days, however the Fund's Constitution permits a maximum of 21 days or such time as we may determine having regard to our ability to realise or value any of the assets of the Fund and to the best interests of investors. In unusual circumstances outside our control, we may delay satisfying the request for the period that the unusual circumstances prevail.

In circumstances where the Fund is not liquid, (i.e. less than 80% of the Fund's assets are liquid assets) you will not have a right to withdraw from the Fund, and the Units may only be withdrawn pursuant to a withdrawal offer to investors in accordance with the Fund's Constitution and Corporations Act. We are not obliged to make such offers.

Where withdrawals have been suspended, Units in the Fund may continue trading on the Securities Exchange provided that the Fund continues to comply with the Securities Exchange Rules. If the Fund ceases to comply with the Securities Exchange Rules, the Securities Exchange Operator may suspend trading of Units in the Fund on the Securities Exchange.

Further information on risks that may impact your ability to withdraw within the normal five business day period are outlined in section 4 'Risks of managed investment Schemes'.

## Changing sub-registers

Your stockbroker should be able to initiate the conversion or transfer of the Units in the following scenarios:

- you hold Units directly with the Fund (SRN holding on the issuer sponsored sub-register) and wish to convert or transfer your Units to an account with a stockbroker (HIN holding on the CHESS sub-register). You will need to provide your stockbroker with your SRN. You can only convert or transfer all your Units and any partial Units holding remaining after the conversion or transfer will be cancelled and become property of the Fund.
- you hold Units in an account with your stockbroker (HIN holding on the CHESS sub-register) and wish to transfer your Units to another HIN or to transfer or convert your Units to an account directly with the Fund (SRN holding on the issuer sponsored sub-register).

The Fund's Registry handles transfers of Units for investors who hold Units directly with the Fund (SRN holding on the issuer sponsored sub-register) and wish to transfer to another existing account or a new account directly with the Fund.

## Switching to another Australian Unity fund

The Fund has only a single investment option and switching is not available. If you find the Fund no longer suits your needs you should consider withdrawing and applying for another investment that better suits your investment requirements. For the latest range of funds offered by Australian Unity, please refer to our website [www.australianunity.com.au/wealth](http://www.australianunity.com.au/wealth).



## 7. Fees and 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 account balance rather than 1% could reduce your final return by up to 20% over a 30-year period (for example, reduce it from \$100,000 to \$80,000).

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs. You may be able to negotiate to pay lower fees. 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) Moneysmart** website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a managed funds fee calculator to help you check out different fee options.

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.

Taxes are set out in another part of this document.

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

### Fees and costs summary

Talaria Global Equity Fund (Managed Fund)		
Type of fee or cost	Amount	How and when paid
<b>Ongoing annual fees and costs</b>		
<b>Management fees and costs</b> The fees and costs for managing your investment <sup>2</sup>	Estimated 1.28% p.a. of the Net Asset Value of the Fund comprising: (1) A management fee of 1.16% p.a. of the Net Asset Value of the Fund. (2) Recoverable expenses <sup>1</sup> estimated to be 0.12% of the Net Asset Value of the Fund for the financial year ending 30 June 2023. (3) Estimated indirect costs <sup>2</sup> of 0.00% of the Net Asset Value of the Fund for the financial year ending 30 June 2023.	(1) The management fee is calculated and accrued daily in the asset value of the Fund and paid in arrears up to the last business day of each month. The amount of this fee can be negotiated with wholesale clients. <sup>5</sup> (2) Recoverable expenses are accrued daily in the asset value of the Fund and paid in arrears up to the last business day of each month. They are not charged separately to unitholders. (3) Indirect costs are deducted from the assets of the Fund as and when they are incurred and reflected in the asset value of the Fund and are not charged separately to unitholders.
<b>Performance fees</b> Amounts deducted from your investment in relation to the performance of the product	Nil	Not applicable
<b>Transaction costs</b> The costs incurred by the scheme when buying or selling assets	Estimated to be 0.09% p.a. of the Fund Net Asset Value for the year to 30 June 2023.	These costs are payable when incurred from the assets of the Fund or the asset of the interposed vehicles and reflected in the Fund's Unit Price.
<b>Member activity related fees and costs (fees for services or when your money moves in or out of the scheme)<sup>3</sup></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>Buy-sell spread<sup>4</sup></b> An amount deducted from your investment representing costs incurred in transactions by the scheme	Buy spread – 0.20% of the Net Asset Value per Unit  Sell spread – 0.20% of the Net Asset Value per Unit	These are the amounts are recovered by the Fund when you transact. Buy-sell spreads are included in the application and withdrawal prices and effectively increase the amount you pay when you buy units and reduce the amount you receive when you sell units. Buy-sell spreads are not applied to the reinvestment of distributions.

<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
<b>Switching fee</b> The fee for changing investment options	Nil	Not applicable

1. The estimated recoverable expenses do not include expenses relating to the operation of the Fund's assets or abnormal expenses, and these expenses are charged to the Fund. This is the estimated amount for the 12 months to 30 June 2023. Please note that past costs are not a reliable indicator of future costs. For more information about Fund expenses, see 'Recoverable expenses' under the heading 'Additional explanation of fees and costs'.
2. This is the estimated amount for the 12 months to 30 June 2023. Please note that past costs are not a reliable indicator of future costs. For more information about indirect costs, see 'Indirect costs' under the heading 'Additional explanation of fees and costs'.
3. Additional member activity related fees and costs apply, such as government taxes, stamp duty and bank fees. See recoverable expenses in the 'Additional explanation of fees and costs' section below for more information.
4. For an investor applying for Units or to withdraw Units directly with us, the above Buy/Sell spreads apply. Buy-sell spreads are not applied to the reinvestment of distributions. For an investor that buys or sells Units on the Securities Exchange, the price at which they transact may vary from the prevailing iNAV. The prices on the Securities Exchange are determined in the secondary market by market participants who set their own prices at which they wish to buy or sell Units in the Fund. The difference, or spread, from the prevailing iNAV may represent a cost, or possible benefit, of an investment in the Fund. As such, the cost of the spread on the Securities Exchange may be different to the cost of the 'buy spread' or 'sell spread' for investors who apply or withdraw directly with us.
5. These fees may be negotiated for investors who qualify as a 'wholesale client' (as defined in the Corporations Act 2001). Refer to 'Wholesale clients' in the Additional explanation of fees and costs.

**Warning:** Other service fees, such as an advice fee, may apply if you have a financial adviser. Refer to 'Adviser Remuneration' section for more information.

### Example of annual fees and costs for a balanced investment option or other investment option

This table gives an example of how the ongoing annual fees and costs in the Talaria Global Equity Fund (Managed Fund) for this product can affect your investment over a 1-year period. You should use this table to compare this product with other products offered by managed investment schemes.

EXAMPLE – Talaria Global Equity Fund (Managed Fund)		BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING YEAR
Contribution fee <sup>1</sup>	Nil	For every additional \$5,000 you put in, you will be charged <b>\$0</b> .
<b>PLUS</b> Management fees and costs	1.28% p.a. <sup>3</sup>	<b>And</b> , for every \$50,000 you have in the Talaria Global Equity Fund (Managed Fund) you will be charged or have deducted from your investment <b>\$640</b> each year
<b>PLUS</b> Performance fees	Nil	<b>And</b> , you will be charged or have deducted from your investment <b>\$0</b> in performance fees each year
<b>PLUS</b> Transaction costs	0.09% p.a. <sup>2</sup>	<b>And</b> , you will be charged or have deducted from your investment <b>\$45</b> in transaction costs
<b>EQUALS</b> Cost of Talaria Global Equity Fund (Managed Fund)		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees and costs of: <b>\$685*</b> <sup>1,2,3</sup> <b>What it costs you will depend on the investment option you choose and the fees you negotiate.</b>

\* Additional fees may apply. Please note: The example above is illustrative only

1. This example assumes that the contribution of \$5,000 is made at the end of the year, and therefore no management costs for the contribution have been included.
2. A buy/sell spread may apply to investments in and out of the Fund (see Buy /sell spreads' below).
3. Management fees and costs may be negotiated with investors who are wholesale clients.

ASIC provides a fee calculator on its 'Moneysmart' website that you could use to calculate the effects of fees and costs on account balances.

## Additional explanation of fees and costs

### Management fees and costs

Management fees and costs for the Fund comprise a management fee, recoverable expenses and indirect costs. They do not include transaction costs. Further information about the management fee, recoverable expenses, indirect costs and transaction costs are set out below.

### Management fee

The management fee for the Fund is 1.16% p.a. of the Net Asset Value of the Fund and is payable to the Responsible Entity. The Management fee is calculated and accrued daily and is paid from the assets of the Fund monthly in arrears up to the last business day of each month.

### Recoverable expenses

We are entitled to reimbursement for, or have a Fund pay, all expenses and taxes we may incur in the proper performance of our duties. Recoverable expenses are expenses generally incurred in the day-to-day operation of a Fund and include, for example: registry costs, legal, custodian services, compliance and related administration functions, accounting, printing, audit and asset management fees. These costs are shown in the fees and costs summary under 'Management fees and costs'. The above estimates are expressed as a percentage of the Net Asset Value relating to a Fund for the financial year ending 30 June 2023. Recoverable expenses are accrued as and when incurred by a Fund, and therefore the amount recovered each month may vary.

This estimate does not include every type of cost that might be incurred by a Fund. Some of these might include:

- expenses that would normally be incurred by a direct investor that relate to the buying and selling of assets;
- abnormal operating expenses which are due to abnormal events such as the cost of running investor meetings. These expenses are infrequent and are paid out of a Fund; and
- costs of borrowing (if any), including interest expenses.

You may also incur costs directly associated with transactions made on your account, such as government taxes, stamp duty and bank fees. These costs will be directly deducted from your account by reducing the number of units you hold within a Fund. We are unable to estimate these costs until they are incurred.

### Indirect costs

Indirect costs are generally amounts that the Responsible Entity knows, or estimates, will reduce a Fund's returns. The costs are paid from a Fund's assets, or the assets of interposed vehicles in which a Fund may invest from time to time. Typically, an interposed vehicle will be another fund or investment companies in which the Fund has invested.

The costs may include reasonable estimates of:

- fees and costs charged by an interposed vehicle, including management fees, expense recoveries and performance related fees; and
- if applicable, the costs of investing in over-the-counter ('OTC') derivatives (incurred either by a Fund or an interposed vehicle in which a Fund invests), which may be used by a Fund to gain economic exposure to assets.

### Where the Fund invests in other funds managed by us

A Fund may invest in other funds or investment companies (interposed vehicles) managed or operated by us or our associates. Where this occurs, management fees will not be taken from the Fund. Instead, our management fees will be adjusted to reflect the Fund's fees described above.

For example, if a Fund invests in another fund managed by Australian Unity which charges a management fee of 0.40% p.a., the Fund will reduce its base management fee proportionately on that asset.

### Where the Fund invests in other funds managed by an external party

Where a Fund invests in other funds or investment companies (interposed vehicles) managed by third parties not related to us, any management fees charged by those parties will be reflected in the performance of the relevant Fund and our management fee will not be adjusted to reflect the management fees of such interposed vehicles.

### Fund Operating Expenses

Under the Fund's Constitution, we are entitled to be reimbursed from the Fund for all expenses properly incurred in the management and administration of the Fund.

### Wholesale clients

'Wholesale clients' as defined under the Corporations Act 2001 may negotiate with us to pay reduced management fees through the payment of fee rebates. We do not enter into individual fee arrangements with other investors. Relevant investors can contact Wholesale Wealth Solutions on 1300 407 698 in relation to negotiating fees.

From time to time, we may rebate some of our management fees (or issue Units in the Fund) to employees within the Australian Unity Group so that they pay reduced fees.

### Transaction costs

In managing the investments of a Fund or a Fund's underlying investments, transaction costs such as brokerage, settlement costs, clearing costs, stamp duty, buy/sell spreads and other government charges may be incurred. These costs are generally paid from the assets of the Fund and are reflected in the Unit Price. Changes in a Fund's investment portfolio (or when new investments into or redemptions out of a Fund are paid) can also incur fees. Transaction costs are an additional cost to investors and are not included in the 'management costs'. Transaction costs exclude borrowing costs, property operating costs and certain implicit transaction costs or market impact costs.

Transaction costs incurred from changing the Fund's investment portfolio are generally paid out first from amounts retained through the buy/sell spread. The Fund's buy/sell spread is set out below under 'Buy and sell spreads and estimated transaction costs'.

However, if the amount retained through the collection of a Fund's buy/sell spread is not sufficient to offset transaction costs, these costs are instead paid out of a Fund's assets as and when incurred. In this case, this is an additional cost payable by you and all other investors of the Fund.

The Fund's transaction costs during the financial year ended 30 June 2023 are set out under 'Buy and sell spreads and estimated transaction costs' in the table below. **Please note that past costs are not a reliable indicator of future costs:**

Transaction costs as % pa of Gross Asset Value	
Gross transaction costs p.a.	0.27%
Buy and sell spreads recovered p.a.	-0.18%
<b>Net transaction costs borne by the Fund p.a.</b>	<b>0.09%</b>

Transaction costs may include:

1. Brokerage: the amount that is paid to a broker when securities are bought and sold.
2. Settlement and clearing costs: the amount paid for future trades to a clearing house for settling and reconciling transactions.
3. Stamp duty: is generally levied on the purchase of assets and is payable at the time of acquiring an asset. It is paid from the assets of the Fund, and will be reflected in the Unit Price

#### Buy/Sell spread

The buy and sell spread aims to ensure that each investor shares the transaction costs associated with their investment decision to either enter or exit a Fund. The amount is:

- in the case of a buy spread, an extra cost applied on entry to the Fund and the sell spread is a cost applied on exit from the Fund;
- an estimate to cover Fund's transaction costs;
- not an additional fee paid to the Responsible Entity but is retained in a Fund to cover those transaction costs;
- not applied to the reinvestment of distributions.

For an investor applying for Units or to withdraw Units directly with us, the current Buy/Sell spreads apply:

Buy Spread	Sell Spread
0.20% of the NAV per Unit	0.20% of the NAV per Unit

Buy and sell spreads may change from time to time, please refer to [australianunity.com.au/wealth](http://australianunity.com.au/wealth) for the most up-to-date buy and sell spreads.

For an investor that buys or sells Units on the Securities Exchange, the price at which they transact may vary from the prevailing iNAV. The prices on the Securities Exchange are determined in the secondary market by market participants who set their own prices at which they wish to buy or sell Units in the Fund. The difference, or spread, from the prevailing iNAV may represent a cost, or possible benefit, of an investment in the Fund. As such, the cost of the spread on the Securities Exchange may be different to the cost of the 'buy spread' or 'sell spread' for investors who apply or withdraw directly with us.

#### Performance Fees

The Fund does not charge a performance fee and does not invest in funds which charge performance fees.

#### Other fees, charges and costs

You may also incur costs directly associated with transactions made on your account, such as government taxes, stamp duty and bank

fees. These costs will be directly deducted from your account by reducing the number of units you hold within a Fund. We are unable to estimate these costs until they are incurred.

#### Stockbroker fees for investors

Investors will incur customary brokerage fees and commissions when buying and selling the Units on the Securities Exchange. Investors should consult their stockbroker for more information in relation to their fees and charges.

#### Borrowing costs

In addition, a Fund's underlying investments may borrow to finance new and existing assets, to develop and maintain those assets, and to provide liquidity managing the underlying fund's working capital. The costs involved with borrowing may be recovered from a Fund's underlying investments. Such costs may include debt arranger fees, loan establishment fees and hedging costs. Borrowing costs are not included in the management costs set out in section 7 'Fees and other costs'.

#### Tax

For more information on Tax see section 9 "Additional Important Information".

#### Fee changes

Fees may increase or decrease for many reasons, including changes in the competitive, industry and regulatory environments or simply from changes in costs. We can change fees, without your consent, but will provide at least 30 days' written notice of any increase.

#### Adviser Remunerations

The Corporations Act contains provisions which regulate, and in some cases prohibit, payment to financial advisers and intermediaries by product issuers. Any arrangement by us to make payments or provide incentives to financial advisers and intermediaries will be entered into in compliance with the legislation.

You may agree with your financial adviser that advice fees will be paid for financial planning services your financial adviser provides for you. These advice fees are additional to the fees shown in the fees and costs summary on pages 15 and 16, and are paid to your financial adviser, not to us. You must notify us if you change or cancel your arrangement with your financial adviser. We may require evidence of your continuing consent to the ongoing payment of advice fees from time to time from your financial adviser.

#### Maximum fees

The maximum fees we are allowed to charge the Fund (excluding any GST) are stated in the Fund's Constitution and are as follows:

Fee	Maximum
Maximum Ongoing Management Fee	5.00% p.a. of the gross asset value of the Fund.
Maximum Contribution/Entry Fee	While we do not charge an entry fee, the Constitution allows a maximum Entry Fee of 5.00% of the application monies.
Maximum Withdrawal/Exit Fee	While we do not charge an Exit Fee, the Constitution allows a maximum Exit Fee of 5.00% of the withdrawal request.

## 8. Securities Exchange Rules

The Securities Exchange Rules are accessible at [www.cboe.com.au](http://www.cboe.com.au). The following table sets out the key differences between the Securities Exchange Rules and the Listing Rules.

Requirement	Listing Rules	Securities Exchange Rules
Continuous disclosure	Issuers are subject to continuous disclosure requirements under Listing Rule 3.1 and section 674 of the Corporations Act.	<p>Issuers of products quoted under the Securities Exchange Rules are not subject to the continuous disclosure requirements in Listing Rule 3.1 and section 674 of the Corporations Act. AUFM will comply with the continuous disclosure requirements in section 675 of the Corporations Act as if the Fund were an unlisted disclosing entity.</p> <p>This means that we will disclose to ASIC information which is not generally available and that a reasonable person would expect, if the information were generally available, to have a material effect on the price or value of the Units, provided that such information has not already been included in this PDS (as supplemented or amended).</p> <p>We will publish such information on the announcements platform of the Securities Exchange Operator and the Fund's website at the same time as it is disclosed to ASIC.</p> <p>Under Securities Exchange Rules the Responsible Entity must disclose:</p> <ul style="list-style-type: none"> <li>• information about the NAV of the Fund's underlying investments daily;</li> <li>• information about redemptions from the Fund and the number of Units on issue;</li> <li>• information about distributions paid in relation to the Fund;</li> <li>• any other information which is required to be disclosed to ASIC under section 675 of the Corporations Act; and</li> <li>• any other information that would be required to be disclosed to the Securities Exchange Operator under section 323DA of the Corporations Act if the Units were admitted under the Listing Rules.</li> </ul> <p>In addition, the Responsible Entity must immediately notify the Securities Exchange Operator of any information the non-disclosure of which may lead to a false market in the Units or which would otherwise affect the price of the Units.</p>
Periodic disclosure	Issuers are required to disclose half-yearly and annual financial information and reports to the announcements platform of the relevant Securities Exchange Operator.	<p>Issuers of products quoted under the Securities Exchange Rules are not required to disclose half-yearly or annual financial information or reports to the announcements platform of the Securities Exchange Operator.</p> <p>The Responsible Entity will disclose financial information and reports in respect of the Fund to the announcements platform of the Securities Exchange Operator and will also lodge such financial information and reports with ASIC under Chapter 2M of the Corporations Act.</p>
Corporate governance	Listed companies and listed managed investment schemes are subject to notification requirements under the Corporations Act and the Listing Rules relating to takeover bids, buy-backs, change of capital, new issues, restricted securities, disclosure of directors' interests and substantial shareholdings.	<p>Although the Units are quoted under the Securities Exchange Rules, neither the Fund nor the Responsible Entity itself is listed and they are therefore not subject to certain corporate governance requirements.</p> <p>The Responsible Entity will still be required to comply with the related party requirements in Part 5C.7 and Chapter 2E of the Corporations Act and section 601FM of the Corporations Act, including that the Responsible Entity may be removed by an extraordinary resolution of members on which the Responsible Entity would not be entitled to vote.</p>
Related party transactions	Chapter 10 of the Listing Rules relates to transactions between an entity and a person in a position to influence the entity and sets out controls over related party transactions.	Chapter 10 of the Listing Rules does not apply to products quoted under the Securities Exchange Rules. The Responsible Entity will still be required to comply with the related party requirements in Part 5C.7 and Chapter 2E of the Corporations Act.
Auditor rotation obligations	Division 5 of Part 2M.4 of the Corporations Act imposes specific rotation obligations on auditors of listed companies and listed managed investment schemes.	<p>Issuers of products quoted under the Securities Exchange Rules are not subject to the auditor rotation requirements in Division 5 of Part 2M.4 of the Corporations Act.</p> <p>An auditor will be appointed by the Responsible Entity to audit the financial statements and Compliance Plan of the Fund.</p>

### About CHES

We participate in the Clearing House Electronic Sub-register System ("CHES"). CHES is a fast and economical clearing and settlement facility which also provides an electronic sub-register service. The Registry has established and will maintain an electronic sub-register with CHES on behalf of us.

The Responsible Entity will not issue investors with certificates in respect of Units held on the CHES sub-register. Instead, when investors purchase Units on the Securities Exchange they will receive a holding statement which will set out the number of Units they hold. The holding statement will specify the HIN allocated by CHES or SRN allocated by the Registry. Subject to the Securities Exchange Rules, Clearing Rules and Settlement Rules, we may decline to register a purchaser of a Unit or Units transacted on the Securities Exchange.



## 9. Additional information

### Australian Taxation

Investing in a registered managed investment scheme is likely to have tax consequences. Taxation law is complex and its application is dependent on your individual circumstances. We recommend that you seek independent professional tax advice about how it applies in your specific circumstances.

Certain tax implications of investing in a Fund are explained below. It is intended to be a brief guide only and does not purport to be a complete statement of the relevant tax law, nor does it take into account your individual circumstances. Accordingly, we strongly recommend that you seek independent professional taxation advice on the tax implications of investing in a Fund relevant to your specific circumstances.

The following summary is intended for Australian resident investors and generally applies to investors who hold their investment for the purpose of realising a long-term return (that is, hold their investment on capital account for tax purposes). This summary does not consider the tax implications for those investors who hold their investment in a Fund on revenue account, as an isolated investment made with profit making intent or as trading stock. It is based on our interpretation of the current Australian tax laws at the date of publication of this document, including applicable case law and published guidance by the Australian Taxation Office, which may be subject to change.

### While you hold your investment

The Fund elected to be an Attribution Managed Investment Trust ('AMIT') for tax purposes from the 2018 income year. The Fund itself should not pay tax on the basis that it will attribute trust components to investors each financial year on a fair and reasonable basis. You will need to include in your income tax return your share of the Fund's taxable income and capital gains for each financial year.

This applies regardless of whether the distribution is received in cash during that income year or a later year and may include amounts that have been reinvested.

To assist you to complete your tax return, you will receive an AMIT member annual (AMMA) statement from us. This statement will provide you with the components to be included in your tax return. The sum of these components may differ to the amount of cash distribution you receive.

Tax losses (if any) generated by a Fund cannot be passed onto investors. However, provided specific requirements are satisfied, a Fund should be able to carry forward tax losses, offsetting them against income generated in a later income year.

### Dividends

Where a Fund receives franked distributions in relation to investments in Australian equities, you may receive as part of your distribution franking credits (subject to relevant franking credit integrity measures, such as the 45-day holding period rule). These franking credits will not represent part of your cash receipts but will need to be included in your tax return as part of your taxable income. Depending on your individual circumstances, these may be available to offset your tax liability or be paid as a refund.

### Foreign income

Where the Fund derives foreign sourced income, Australian tax resident investors may be able to claim a Foreign Income Tax Offset ('FITO') against their Australian income tax liability in respect of their share of any foreign tax paid on that income. FITO's not utilised in the income year in which they are derived will be forfeited and cannot be carried forward to a later year.

### Capital gains

Where the Fund derives net capital gains to which you become entitled, you may need to include these amounts in your assessable income. Investors will generally be required to double any discounted capital gains. A capital gains tax ('CGT') discount may then be available for some investors, as outlined below.

### When you withdraw

When you fully or partially withdraw or redeem your investment in a Fund, you are treated as having disposed of your investment, and as a result, any net gain derived on disposal may be included in your taxable income under the CGT provisions. This may include where you move between Funds or transfer your Units in a particular Fund to another investor.

An investor will make a capital gain in respect of the disposal of its investment to the extent that the capital proceeds attributable to the disposal exceed the investor's cost base. Alternatively, an investor will make a capital loss in respect of the disposal of its investment to the extent that the capital proceeds attributable to the disposal of the investment are less than the CGT reduced cost base in that investment.

In determining the cost base or reduced cost base of your investment in a Fund, you will need to take into account any returns of capital and certain tax components of distributions that will increase or decrease the cost base of your investment.

In circumstances where the amount of cash distribution from an AMIT is more than your share of the Fund's taxable income in an income year, your CGT cost base of the investment in the Fund should decrease by the difference ('AMIT cost base net amount – excess'). These amounts may have the effect of increasing your capital gain or decreasing your capital loss.

In addition, in circumstances where the amount of cash distribution from an AMIT is less than your share of the Fund's taxable income in an income year, your CGT cost base of the investment in the Fund should increase by the difference ('AMIT cost base net amount – shortfall'). This amount should have the effect of decreasing your capital loss upon disposal of your investment.

The AMMA statement you receive from the Fund will state the amounts that the Responsible Entity reasonably estimates to be the 'AMIT cost base net amount – excess' and the 'AMIT cost base net amount – shortfall'.

Any net capital loss resulting from the disposal of your investment may be able to be used to reduce capital gains derived in that or future income years.

Investors that are individuals and trusts may be entitled to a CGT discount that reduces their capital gains by 50% where they have held their investment for more than 12 months. Investors that are complying superannuation funds may be entitled to a 33.33% reduction of their CGT liability. No such discount is available to corporate investors.

#### **Non-residents**

This summary does not consider the Australian income tax implications for non-resident investors. However, it is noted that the Australian tax law imposes obligations on a Fund to withhold tax on distributions paid to non-residents for Australian tax purposes.

If you are not an Australian resident for tax purposes, withholding tax will be deducted from your distributions at the prescribed rates. The rates may vary according to the components of the distribution and the country in which you reside.

#### **Tax File Number withholding tax**

If you are an Australian resident, you may choose whether or not to provide a Tax File Number ('TFN') or an Australian Business Number ('ABN'). If neither is quoted and no relevant exemption information is provided, a Fund is required to withhold tax on your income distributions at the highest marginal tax rate, plus levies.

#### **Goods and Services Tax ('GST')**

The acquisition, redemption and transfer of units in the Fund should not be subject to GST. Distributions made by a Fund should also not give rise to any GST consequences.

#### **Australian tax reform**

Australia is in the process of ongoing taxation reform. There is considerable uncertainty as to the breadth and ultimate impact of the reforms. The Responsible Entity of the Fund will continue to monitor the tax reform process and its impact on the Fund. It is an investor's responsibility to monitor tax reform developments that may impact on their investment in a Fund.

## **Other information**

### **Constitution**

The Fund is a registered managed investment scheme and is governed both by a Constitution and a Compliance Plan.

The statements in this PDS only provide a summary of some of the provisions of the Constitution. You can inspect a copy of the Constitution at our Melbourne office at any time between 9:00am and 5:00pm on a business day.

AUFM is entitled to the benefit of various indemnities under the Fund's Constitution, which means that it has limited its liability for acting as the Responsible Entity.

### **Automatic Exchange of Information ('AEOI')**

We intend to meet any requirements imposed on our funds under Australian legislation designed to give effect to Automatic Exchange of Information ('AEOI') regimes.

Australia's obligations under AEOI regimes include legislation designed to give effect to the Foreign Account Tax Compliance Act ('FATCA') and the Organisation for Economic Co-operation and Development's ('OECD') Common Reporting Standard ('CRS'). As such, we may collect certain information from you, report payments made in respect of your investment and retain information to meet record keeping requirements. It is recommended you consult with your tax advisor to discuss the impact these AEOI regimes may have on you.

### **Related party transactions**

All transactions we enter into in relation to the Fund including those with related parties are on arm's length commercial terms.

Entities within the Australian Unity Group may provide registry, accounting, asset management and tax services to the Fund for fees charged at a commercial rate.

Policies and guidelines are in place to manage the risk of any actual or perceived conflict of interest as a result of a related party transaction. Related party transactions with Australian Unity Group entities are reviewed and approved by senior management with clearly identified governance policies and guidelines. Details of material related party transactions are reported yearly as part of the Fund's Annual Report. The Fund's Annual Reports are published on our website.

### **ASIC relief and conditions of admission**

ASIC Class Order 13/721 exempts the Responsible Entity from the ongoing disclosure requirements in section 1017B of the Corporations Act. This exemption is on the condition that the Responsible Entity complies with section 675 of the Corporations Act as if the Fund was an unlisted disclosing entity and includes statements in any PDS for interests in the Fund. These statements should note that the Responsible Entity will comply with the continuous disclosure requirements of the Corporations Act as if the Fund was an unlisted disclosing entity.

As part of the Fund's conditions of admission to quotation on the Securities Exchange under the Securities Exchange Rules, the Responsible Entity is subject to certain ongoing conditions on admission to quotation, which, if the Responsible Entity were to fail to observe, could affect the Fund's ability to remain quoted on the Securities Exchange.



## Pricing basket

The Fund has appointed a Market Maker in respect of the Fund. The Responsible Entity and the Market Maker will agree on a Pricing Basket (which is intended to be representative of the Fund's portfolio) that will enable the Market Maker to determine the price at which to buy and sell Units on the Securities Exchange. The Fund will disclose the Pricing Basket to the Market Maker and publish the Pricing Basket on the Fund's website in its Material Portfolio Information report on a daily basis. The Market Maker applies for and redeems units in the Fund with us at prices that are generally referable to the published NAV of the Fund as at the end of the day plus or minus the applicable buy/sell spread. This means the Market Maker has an incentive to ensure there is limited difference between the price at which it buys and sells Units on the Securities Exchange based on the Pricing Basket and the price of Units that are created or redeemed based on the NAV of the Fund. However, there is a risk to transacting investors that unit prices determined by the Pricing Basket during trading hours on a business day will not be referable to the Fund's NAV at that time. This risk could arise due to, for example, market volatility or stale prices in the underlying assets.

## Changing your mind

When you invest directly with us, you generally have a 14-day cooling off period to decide if this investment is right for you. The 14-day period starts on the earlier of:

- the date you receive your initial investment transaction statement; or
- five business days after your units are issued.

Therefore, if you wish to cancel your investment, it is important that you write to us before the expiration of this period.

The amount repaid to you is adjusted to reflect any increase/decrease in the value of the investment due to market movement. We will also deduct any taxes or duties payable and transaction costs. As a result, the amount returned to you may be less than your original investment.

If you are an investor who qualifies as a 'wholesale client' as defined in the Corporations Act 2001, or have purchased your Units on the Securities Exchange, the cooling off period is not available to you.

## Keeping you informed about your investment

To help keep you informed of your investment, we will send you the following:

Communication	Frequency
Confirmation of your initial application	At the time of the transaction
Confirmation of subsequent applications	At the time of the transaction
Tax statement showing full taxation details	Annually
Annual Report (available on our website. You can elect to receive hard copies of the Annual Report – see Step 10 on the Application Form)	Annually on request
Account statement	Online and on demand*
Distribution confirmation statement	Quarterly

\* [www.talariacapital.com.au/login](http://www.talariacapital.com.au/login)

In addition, you can access up to date information about the Fund and the performance of the Fund on the website [www.talariacapital.com.au/talaria-global-equity-fund-managed-fund](http://www.talariacapital.com.au/talaria-global-equity-fund-managed-fund) including:

- returns and asset allocations;
- details of the NAV price per Unit for the Fund (available daily);
- iNAV;
- Pricing Basket; and
- details of any continuous disclosure notices given by us to ASIC and/or Cboe Australia.

As a disclosing entity, the Fund is subject to regular reporting and disclosure obligations, and copies of documents lodged with ASIC in relation to the scheme may be obtained from, or inspected at, an ASIC office. Further, as a disclosing entity, announcements will be issued under continuous disclosure obligations for changes relevant to your investment and to update information contained within the relevant PDS. We will also publish up to date information about the performance of the Fund (including returns and asset allocations), and the latest annual report. These will be available on our website. While it is relevant information, you should not rely on past performance as an indicator of future performance.

We can also provide you with a copy (free of charge) of the annual report most recently lodged with ASIC and any half-yearly report lodged after the annual report is lodged and before the date of the relevant PDS and any continuous disclosure notices given after the annual report is lodged and before the date of the relevant PDS. You can view your account balance, transaction history and account details online via a secure login at our website [australianunity.com.au/wealth](http://australianunity.com.au/wealth). You can also update your contact details online if they change. In addition, you can request paper statements to be sent to your address by contacting us on 1300 997 774.

## Dispute resolution

We take complaints seriously and aim to resolve them as quickly as possible. If you would like to make a complaint you can call us on 1300 997 774, email us at [australianunitywealth@unitregistry.com.au](mailto:australianunitywealth@unitregistry.com.au) or write to us at the following address:

Australian Unity Wealth & Capital Markets  
GPO Box 804  
Melbourne VIC 3001

We will promptly acknowledge your complaint, investigate it and decide in a timely manner what action needs to be taken. We will notify you of our decision within 30 days after receipt of the complaint, together with any remedies that are available, or other avenues of appeal against the decision.

If you are not satisfied with our handling or resolution of your complaint, then you may contact the external independent body that has been established to provide recourse for consumers, free of charge.

### **Australian Financial Complaints Authority**

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)

In writing to: Australian Financial Complaints Authority  
GPO Box 3, Melbourne VIC 3001

## Anti-money laundering and counter terrorism financing (AML/CTF)

Australia's AML/CTF laws require us to adopt and maintain an AML/CTF Program. A fundamental part of the AML/CTF Program is that we know certain information about investors in the Fund. To meet this legal requirement, we need to collect certain identification information and documentation ('KYC Documents') from you if you are a new investor and/or after your initial investment is made on the Securities Exchange. We may also ask an existing investor to provide KYC Documents as part of a re-identification process to comply with the AML/CTF laws.

Processing of applications or redemptions will be delayed or refused if you do not provide the KYC Documents when requested. Under the AML/CTF laws, we may be required to submit reports to the Australian Transaction Reports and Analysis Centre ('AUSTRAC'). This may include the disclosure of your personal information. We may not be able to tell you when this occurs and, as a result, AUSTRAC may require us to deny you (on a temporary or permanent basis) access to your investment.

This could result in loss of the capital invested, or you may experience significant delays when you wish to transact on your investment.

We are not liable for any loss you may suffer because of compliance with the AML/CTF laws.

## Privacy

We collect and manage your personal information in accordance with the law and the Australian Unity Privacy Policy, which can be accessed from our website - [australianunity.com.au/privacy-policy](http://australianunity.com.au/privacy-policy). If you have any concerns or questions about the privacy of your personal information, please contact our Privacy Officer:

Email: [investments@australianunity.com.au](mailto:investments@australianunity.com.au)

Address: Wealth & Capital Markets  
GPO Box 4360  
Melbourne VIC 3001

If you are not satisfied with how your concern was addressed you may contact the Privacy Commissioner at:

Address: Office of the Australian Information Commissioner  
GPO Box 5218  
Sydney NSW 2001

Online: [www.oaic.gov.au/privacy/privacy-complaints/](http://www.oaic.gov.au/privacy/privacy-complaints/)

## Glossary

**AFS Licence** means an Australian financial services licence.

**AMIT** means Attribution Managed Investment Trust.

**AMMA statement** means AMIT Member Annual statement

**Application Form** means the application form for the Fund.

**ASIC** means the Australian Securities & Investments Commission.

**ASIC Relief** means any declaration made or exemption granted by ASIC that is applicable to the Fund and that is in force.

**ASX** means the Australian Securities Exchange or a market operated by it.

**CHESS** means Clearing House Electronic Sub-register System, the Australian settlement system for equities and other issued products traded on the ASX, Cboe Australia and other exchanges. CHESS is owned by the ASX.

**Cboe** means Cboe Australia Pty Ltd.

**Class** means the Talaria Global Equity Fund (Managed Fund) class of the Talaria Global Equity Fund.

**Clearing Rules** means the operating rules of ASX Clear Pty Limited from time to time.

**Compliance Plan** means the compliance plan of the Fund.

**Constitution** means the constitution of the Fund, as amended from time to time.

**Corporations Act** means the *Corporations Act 2001* (Cth).

**FATCA** means *Foreign Account Tax Compliance Act*.

**Fund** means the Talaria Global Equity Fund, and where the context requires, the Talaria Global Equity Fund (Managed Fund) class of the Talaria Global Equity Fund.

**Foundation Class** means the class of units in the Fund known as the Foundation Class.

**GST** means Goods and Services Tax.

**HIN** means Holder Identification Number.

**IDPS** means Investor Directed Portfolio Service.

**iNAV** means indicative NAV per Unit that will be calculated based on the full portfolio and published throughout trading hours on each Trading Day.

**KYC Documents** means certain identification information and documentation to meet a fundamental part of the Anti-Money Laundering and Counter Terrorism Financing Program of knowing certain information about investors in the Fund.

**Listing Rules** means the listing rules of the ASX.

**Market Maker** means a market participant appointed by the Responsible Entity to act as its agent to execute its market making activities.

**Net Asset Value** or **NAV** means the market value of the Fund's assets less accrued expenses and other liabilities.

**NAV per Unit** means the NAV per Unit calculated by dividing the NAV of the Fund by the number of Units on issue.

**Pricing Basket** means the basket of securities that is created to track the movements in the prices of the Fund's assets to assist with intra-day pricing. The Pricing Basket is published by Talaria in its daily Material Portfolio Information report.

**Product Disclosure Statement** or **PDS** means this product disclosure statement as amended or supplemented from time to time.

**Registry** means the registry for the Fund operated by IRESS Limited.

**Responsible Entity** means Australian Unity Funds Management Limited.

**Securities Exchange** means a securities market operated by Cboe Australia.

**Securities Exchange Operator** means Cboe Australia.

**Securities Exchange Rules** means the operating rules of the Securities Exchange Operator that apply from time to time to the quotation of managed funds and products such as the units.

**Settlement Rules** means the operating rules of ASX Settlement Pty Limited.

**SRN** means Securityholder Reference Number.

**Trading Day** means the day and time during which the Cboe market is open and any other day notified by Cboe to participants.

**Units** means an undivided share in the beneficial interest of the Talaria Global Equity Fund (Managed Fund).

**Withdrawal Form** means the withdrawal form for the Fund.