

# FIIG Monthly Income Fund Product Disclosure Statement

## About this PDS

This Product Disclosure Statement (“PDS”) has been prepared and issued by Equity Trustees Limited (“Equity Trustees”, “we” or “Responsible Entity”) and is a summary of the significant information relating to an investment in the FIIG Monthly Income Fund (the “Fund”). It contains a number of references to important information (including a glossary of terms), contained in the FIIG Monthly Income Reference Guide (“Reference Guide”), which forms part of this PDS. You should carefully read and consider both the information in this PDS, and the information in the Reference Guide, before making a decision about investing in the Fund.

The information provided in this PDS is general information only and does not take account of your personal objectives, financial situation or needs. You should obtain financial and taxation advice tailored to your personal circumstances and consider whether investing in the Fund is appropriate for you in light of those circumstances.

The offer to which this PDS relates is only available to investors receiving this PDS in Australia (electronically or otherwise). All references to dollars or “\$” in this PDS are to Australian dollars.

This PDS does not constitute a direct or indirect offer of securities in the US or to any US Person as defined in Regulation S under the Securities Act of 1933 as amended (“US Securities Act”). Equity Trustees may vary this position and offers may be accepted on merit at Equity Trustees’ discretion. The units in the Fund have not been, and will not be, registered under the US Securities Act unless otherwise approved by Equity Trustees and may not be offered or sold in the US to, or for, the account of any US Person (as defined in the Reference Guide) except in a transaction that is exempt from the registration requirements of the US Securities Act and applicable US state securities laws.

### The Reference Guide

Throughout the PDS, there are references to additional information contained in the Reference Guide. You can obtain a copy of the PDS and the Reference Guide, free of charge, by calling FIIG Securities Limited on **1800 01 01 81**, visiting [www.fiig.com.au](http://www.fiig.com.au) or emailing [funds@fiig.com.au](mailto:funds@fiig.com.au) or by calling the Responsible Entity.

The information contained in the Reference Guide may change between the day you receive this PDS and the day you acquire the product. You must therefore ensure that you have read the Reference Guide current as at the date of your application.

### Updated information

Information in this PDS is subject to change. We will notify you of any changes that have a material adverse impact on you or other significant events that affect the information contained in this PDS. Any information that is not materially adverse information is subject to change from time to time and may be obtained by calling FIIG Securities Limited on 1800 01 01 82 or visiting [www.fiig.com.au](http://www.fiig.com.au) or emailing [funds@fiig.com.au](mailto:funds@fiig.com.au). A paper copy of the updated information will be provided free of charge on request.

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### Investment Manager

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AFSL 224659  
Level 31, 1 Eagle Street  
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Ph: 1800 01 01 81  
Web: [fiig.com.au](http://fiig.com.au)

### Administrator and Custodian

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### Registry

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GPO Box 3993  
Sydney NSW 2001  
Ph: 1300 737 760  
Web: [boardroomlimited.com.au](http://boardroomlimited.com.au)

### Responsible Entity

Equity Trustees Limited  
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AFSL 240975  
GPO Box 2307  
Melbourne VIC 3001  
Ph: +613 8623 5000  
Web: [eqt.com.au/insto](http://eqt.com.au/insto)

## 1. About Equity Trustees Limited

### The Responsible Entity

#### Equity Trustees Limited

Equity Trustees Limited ABN 46 004 031 298 AFSL 240975, a subsidiary of EQT Holdings Limited ABN 22 607 797 615, which is a public company listed on the Australian Securities Exchange (ASX: EQT), is the Fund's responsible entity and issuer of this PDS. Established as a trustee and executorial service provider by a special Act of the Victorian Parliament in 1888, today Equity Trustees is a dynamic financial services institution which continues to grow the breadth and quality of products and services on offer.

Equity Trustees' responsibilities and obligations as the Fund's responsible entity are governed by the Fund's constitution ("Constitution"), the Corporations Act and general trust law. Equity Trustees has appointed FIIG Securities Limited ("FIIG" or "the Investment Manager") as the investment manager of the Fund. Equity Trustees has appointed Artega Investment Administration Pty Limited as custodian to hold the assets of the Fund. The custodian has no supervisory role in relation to the operation of the Fund and is not responsible for protecting your interests.

### The Investment Manager

#### FIIG Securities Limited (FIIG)

FIIG was established in 1998 to provide investors and issuers with access to and deep expertise in fixed income markets. As one of Australia's largest independent fixed income specialists, FIIG has grown to service over 6,000 clients with more than \$4.5bn in funds across their product offerings throughout their offices in Sydney, Melbourne, Brisbane, and Perth.

FIIG provides general financial product advice and facilitates fixed income investments across a comprehensive range of services and solutions, including private clients, intermediaries, corporations, and institutions. Those services include access to direct bonds, debt capital markets & private debt for corporate issuers, along with a dedicated, in-house, fixed-income credit research team.

FIIG is privately owned and not owned by any financial institution. This is a significant point of differentiation as it enables FIIG to transact an extensive and unrestricted range of interest rate securities and investments.

FIIG has an Australian Financial Services Licence (issued by ASIC) and provides general financial product advice, custodial services and dealing services to wholesale and retail investors. FIIG is not operating as custodian for the Fund.

FIIG provides comprehensive investment services for a wide variety of investors throughout Australia including:

- private clients: individual/personal investors, Self-Managed Superannuation Funds (SMSF), family and other trusts;
- intermediaries: financial advisors and planners, brokers, accountants, family offices and SMSF administration platforms;
- middle markets: companies, not-for-profit and charitable organisations, semi-government and government authorities, and family offices; and
- institutions: major financial institutions, fund managers, and major corporations throughout Australia, as well as working with institutional counterparties internationally through Asia Pacific and Europe.

FIIG also arranges and distributes corporate bonds for issuers of debt capital securities. FIIG maintains strict conflict of interest policies to ensure that the investment management team which manages the Fund operates independently from the segment of the business arranging and distributing corporate bonds.

## 2. How the Fund works

The Fund is a registered managed investment scheme governed by the Constitution. The Fund comprises assets which are acquired in accordance with the Fund's investment strategy. Monies that are invested into the Fund are pooled together and direct investors receive units in the Fund when they invest. In general, each unit represents an equal interest in the assets of the Fund subject to liabilities; however, it does not give investors an interest in any particular asset of the Fund.

If you invest in the Fund through an IDPS (as defined in the Reference Guide) you will not become an investor in the Fund. The operator or custodian of the IDPS will be the investor entered in the Fund's register and will be the only person who is able to exercise the rights and receive the benefits of a direct investor. Your investment in the Fund through the IDPS will be governed by the terms of your IDPS. Please direct any queries and requests relating to your investment to your IDPS Operator. Unless otherwise stated, the information in this PDS applies to direct investors.

### Applying for units

The Fund will commence accepting applications from 2 September 2024 and will issue the first units in the Fund on 1 October 2024. Any application monies received prior to 1 October 2024 will not be invested until 1 October 2024.

You can invest (acquire units) in the Fund by completing the [Online Application Form](#) or by contacting your FIIG Relationship Manager. The minimum initial investment amount for the Fund is \$10,000.

### How to invest

Investors can invest in the Fund by applying online at [www.fiig.com.au](http://www.fiig.com.au).

When completing the Application Form online, you will be required to complete an online identity verification process. We are required by law to collect identification information from you before we can issue you with units in the Fund.

If you would like a copy of the paper application form please contact us at [funds@fiig.com.au](mailto:funds@fiig.com.au).

Please note that cash and cheques cannot be accepted.

The price at which units are acquired is determined in accordance with the Constitution ("Application Price"). The completed Application Form, together with the application monies, must be received before 2:00 pm (Sydney time) on any Business Day to receive that day's Application Price. Application requests accepted after 2:00 pm will receive the next Business Day's unit price. An application is only considered complete once we have received a properly completed Application Form and AML identity verification processes have been completed. The Fund will commence accepting applications from 2 September 2024 and will issue the first units in the Fund on 1 October 2024.

The Application Price on a Business Day is, in general terms, equal to the Net Asset Value ("NAV") of the Fund, divided by the number of units on issue and adjusted for transaction costs ("Buy Spread"). At the date of this PDS, the Buy Spread is 0.05%. The Application Price will vary as the market value of assets in the Fund rises or falls.

We reserve the right to accept or reject applications in whole or in part at our discretion. We have the discretion to delay processing applications where we believe this to be in the best interest of the Fund's investors.

### Making additional investments

You can make additional investments into the Fund at any time through the [online Application Form](#) by selecting 'apply as an existing investor' or by contacting your relationship manager. If you require a paper application form to make an additional investment please contact us at [funds@fiig.com.au](mailto:funds@fiig.com.au). The minimum additional investment into the Fund is \$1,000.

## Distributions

An investor's share of any distributable income is calculated in accordance with the Constitution and is generally based on the number of units held by the investor at the end of the distribution period.

The Fund usually distributes income Monthly at the end of each calendar month however, Equity Trustees may change the distribution frequency without notice. Distributions are calculated effective the last day of each distribution period and are normally paid to investors as soon as practicable after the distribution calculation date. This is generally within two weeks of the distribution date.

Investors in the Fund can indicate a preference to have their distribution:

- reinvested back into the Fund; or
- directly credited to their AUD Australian domiciled bank account.

Investors who do not indicate a preference will have their distributions automatically directly credited to their bank account. The election for reinvestment must be recorded with the Registry by 5pm on the Business Day prior to the relevant distribution period end date. There is no Buy Spread or additional transaction cost incurred on distributions that are reinvested.

In some circumstances, the Constitution may allow for an investor's withdrawal proceeds to be taken to include a component of distributable income.

Indirect Investors should review their IDPS Guide for information on how and when they receive any income distribution.

## Withdrawal processing - access to your money

Investors in the Fund can generally withdraw their investment by completing a withdrawal form available on the FIIG website and emailing it to the Registry at [fiig@boardroomlimited.com.au](mailto:fiig@boardroomlimited.com.au). A paper copy of this form is available by contacting [funds@fiig.com.au](mailto:funds@fiig.com.au).

Withdrawals must be received by 2pm (Sydney time) on a Business Day to receive that day's unit price.

The minimum withdrawal amount is \$1,000. Once we receive and accept your withdrawal request, we may act on your instruction without further enquiry if the instruction bears your bank account number, investor details and your (apparent) signature(s), or your authorised signatory's (apparent) signature(s).

Equity Trustees will generally allow an investor to access their investment within 5 Business Days of acceptance of a withdrawal request by transferring the withdrawal proceeds to the investor's nominated bank account. However, Equity Trustees is allowed to reject withdrawal requests, and also to make payment up to 21 days after acceptance of a request (which may be extended in certain circumstances) as outlined in the Constitution and Reference Guide.

We reserve the right to accept or reject withdrawal requests in whole or in part at our discretion.

The price at which units are withdrawn is determined in accordance with the Constitution ("Withdrawal Price"). The Withdrawal Price on a Business Day is, in general terms, equal to the NAV of the Fund, divided by the number of units on issue and adjusted for transaction costs ("Sell Spread"). At the date of this PDS, the Sell Spread is 0.10%.

The Withdrawal Price will vary as the market value of assets in the Fund rises or falls.

Equity Trustees reserves the right to fully redeem your investment if your investment balance in the Fund falls below \$5,000 as a result of processing your withdrawal request. In certain circumstances, for example, when there is a freeze on withdrawals, where accepting a withdrawal is not in the best interests of investors in the Fund including due to one or more circumstances outside its control or where the Fund is not liquid (as defined in the Corporations Act), Equity Trustees can deny or suspend a withdrawal request and you may not be able to withdraw your funds in the usual processing times. When the Fund is not liquid, an investor can only withdraw when Equity Trustees makes a withdrawal offer to investors in accordance with the Corporations Act. Equity Trustees is not obliged to make such offers.

If you are an Indirect Investor, you need to provide your withdrawal request directly to your IDPS Operator. The time to process a withdrawal request will depend on the particular IDPS Operator and the terms of the IDPS.

## Regular Investment Plan

Investors can build on their existing investments using a Regular Investment Plan to make regular monthly investments. A Regular Investment Plan is a monthly direct debit from your chosen bank account to make a monthly additional investment in the Fund. Your regular monthly investment can be for a minimum of \$1,000 per month. You can stop or change the amount of your regular monthly investment at any time (but not below the minimum) through the completion of a change of details form available at [fiig.com.au](http://fiig.com.au) or through Boardroom's InvestorServe portal. Please note, any changes to your Regular Investment Plan need to be submitted within 5 Business Days before the processing date to ensure the change or cancellation is processed in the respective month.

The nominated amount will be deducted from your account on the 15th of each month (or the next Business Day). It is an investor's responsibility to ensure sufficient funds are in the elected account at the time the direct debit is made.

To start a Regular Investment Plan, complete the Regular Investment Plan section on the Fund's application form.

## Unit pricing discretions policy

Equity Trustees has developed a formal written policy in relation to the guidelines and relevant factors taken into account when exercising any discretion in calculating unit prices (including determining the value of the assets and liabilities). A copy of the policy and, where applicable and to the extent required, any other relevant documents in relation to the policy will be made available free of charge on request.

## Additional information

If and when the Fund has 100 or more direct investors, it will be classified by the Corporations Act as a 'disclosing entity'. As a disclosing entity, the Fund will be subject to regular reporting and disclosure obligations. Investors would then have a right to obtain a copy, free of charge, of any of the following documents:

- the most recent annual financial report lodged with ASIC ("Annual Report");
- any subsequent half yearly financial report lodged with ASIC after the lodgement of the Annual Report; and
- any continuous disclosure notices lodged with ASIC after the Annual Report but before the date of this PDS.

Equity Trustees will comply with any continuous disclosure obligation by lodging documents with ASIC as and when required.

Copies of these documents lodged with ASIC in relation to the Fund may be obtained from ASIC through ASIC's website.

## Further reading

Before making an investment decision, you should read the important information in the Reference Guide about:

- Application cut-off times and terms;
- Authorised signatories;
- Reports;
- Withdrawal cut-off times, terms and restrictions.

This information is available in the "Investing in the Fund", "Managing your investment" and "Withdrawing your investment" sections in the Reference Guide, available at [fiig.com.au](http://fiig.com.au). Please note, the material relating to these matters may change between the time when you read this PDS and the day when you acquire the product, please ensure you read the PDS current on the day you make an application.

### 3. Benefits of investing in the Fund

#### Significant features and benefits

The Fund is an actively managed portfolio that invests in both Australian and global fixed interest securities. These investments are carefully selected by the Investment Manager with the aim of delivering consistent monthly income for investors. By choosing the Fund, you gain access to FIIG's investment management experience and their established process. On top of that, you benefit from the in-depth research conducted by FIIG's own credit research team.

#### Regular Monthly Income

The Fund aims to deliver investors with monthly distributions, representing income generated by the underlying assets of the Fund.

#### Active Management

The Fund is actively managed, which allows FIIG to pursue three key objectives: generating income through strategic investments, navigating market fluctuations with active risk management, and potentially outperforming benchmarks by capitalising on market dislocations.

#### Simplicity

The Fund allows you to invest in a diversified pool of bonds through an easy and quick online application form.

#### Liquidity

The Fund generally offers daily applications and redemptions on each Business Day, with withdrawal proceeds typically paid within 5 days of the withdrawal request being accepted and processed, providing investors with liquidity so you can manage your investments in a way that suits your personal circumstances.

### 4. Risks of managed investment schemes

All investments carry risks. Different investment strategies may carry different levels of risk, depending on the assets acquired under the strategy. Assets with the highest long-term returns may also carry the highest level of short-term risk. The significant risks below should be considered in light of your risk profile when deciding whether to invest in the Fund. Your risk profile will vary depending on a range of factors, including your age, the investment time frame (how long you wish to invest for), your other investments or assets and your risk tolerance.

The Responsible Entity and FIIG do not guarantee the liquidity of the Fund's investments, repayment of capital or any rate of return or the Fund's investment performance. The value of the Fund's investments will vary. Returns are not guaranteed, and you may lose money by investing in the Fund. The level of returns will vary and future returns may differ from past returns. Laws affecting managed investment schemes may change in the future. The structure and administration of the Fund is also subject to change.

In addition, we do not offer advice that takes into account your personal financial situation, including advice about whether the Fund is suitable for your circumstances. If you require personal financial or taxation advice, you should contact a licensed financial adviser and/or taxation adviser.

#### More information on risks

Information on the key risks including general risk, market risk, interest rate risk, credit risk, multiple unit class risk, capital risk, fund risk, liquidity risk, derivatives risk, operational risk, counterparty and service provider risk, distribution risk, regulatory risk, investment manager risk and pandemic and other unforeseen event risk is available in the Principal Risks section of the Reference Guide.

<sup>1</sup> Bloomberg Index Services Limited. BLOOMBERG® is a trademark and service mark of Bloomberg Finance L.P. and its affiliates (collectively "Bloomberg"). Bloomberg or Bloomberg's licensors own all proprietary rights in the Bloomberg Indices. Bloomberg does not approve or endorse this material or guarantee the accuracy or completeness of any information herein, nor does Bloomberg make any warranty, express or implied, as to the results to be obtained therefrom, and, to the maximum extent allowed by law, Bloomberg shall not have any liability or responsibility for injury or damages arising in connection therewith.

### 5. How we invest your money

**Warning:** When choosing to invest in the Fund you should consider the investment objective, likely investment returns, the risks of investing and your investment time frame to determine whether this product is suitable for you.

#### Portfolio

The Fund will invest in a portfolio of predominantly Investment Grade rated floating rates notes to provide investors with a consistent income source. It is expected that income generated from these assets will provide a majority of the returns for the Fund.

Investors can also expect select exposures to Asset Backed Securities, High Yield and Unrated Bonds, Emerging Market Debt and Structured Credit such as collateralised Loan Obligations (CLO's).

The Fund also has the capacity to invest in relative value opportunities across a broad opportunity set of fixed income assets on a tactical or opportunistic basis. This includes exposure to global fixed income securities via physical or derivative positions.

The Fund may utilise derivatives including (but not limited to) interest rate swaps, credit default swaps, currency and interest rate futures and options for hedging and investment purposes. Hedging involves establishing offsetting positions in derivative markets to protect the value of the underlying physical assets from adverse price movements.

The Fund will implement sector, duration and credit exposure investment strategies with the goal of providing investors with the following:

1. Capital preservation through a prudent selection process and a maximisation of diversity (within the permitted investment parameters);
2. Total return (income and capital growth) in excess of the Benchmark Index, net of fees, over three-year rolling periods; and
3. Regular income distributions by targeting monthly payouts and not withholding distributions (unless the Responsible Entity determines otherwise following consultation with FIIG).

#### Investment objective

The aim of the portfolio is to preserve capital, generate regular income and deliver an income return of 2% per annum above the Bloomberg AusBond Bank Bill Index. This strategy is designed for investors who want the potential for regular income and capital stability.

#### Benchmark

The Fund is benchmarked against the Bloomberg AusBond Bank Bill Index<sup>1</sup>.

#### Minimum suggested time frame

At least 3 years.

#### Risk level

The Fund has a low to medium risk level. There is a low to medium level risk of loss of investment over one year. The Fund invests in assets with relatively stable capital values. Investors in the Fund should be able to tolerate limited risks and should be seeking to avoid large fluctuations in their investment value, accepting the prospect of more modest returns to achieve this.

#### Investor suitability

The Fund is likely suitable for investors looking to achieve a steady stream of income and capital stability over the medium term by investing in a portfolio of Investment Grade Australian and global fixed interest securities.

A suitable investor should be able to tolerate low to moderate levels of risk and be aiming to invest in the Fund in line with the minimum suggested timeframe of 3 years.

The Fund seeks to provide investors a regular income stream by way of monthly distributions, though these distributions are not guaranteed. The Fund aims to offer total returns in excess of the benchmark over a rolling 3 year period, with a focus on regular monthly income. Investment in the Fund does not, however, guarantee a profit or protect against loss.

### Investment style and approach

The Fund’s asset exposure is actively managed with the goal of protecting investor capital and generating recurring monthly income.

The Fund aims to achieve a steady stream of income by focusing on shorter-term, investment-grade bonds with limited sector switching. While prioritizing reliable income, the Fund may incorporate a strategic allocation to higher-yielding bonds for potentially increased returns. Careful management of bond maturities and optimising credit quality with yield generation is the central task of the Investment Manager.

### Asset allocation

The average credit exposure of the Fund will be actively managed using various methodologies that encompass consideration of the impact of both macroeconomic and microeconomic factors affecting the securities which the Fund is or may invest in to maintain an appropriate credit exposure.

The Fund predominantly provides exposure to a wide range of investment grade floating rate instruments, asset backed securities and cash. The Fund may also have opportunistic exposure to High Yield Bonds, Emerging Market Bonds, Unrated Bonds and Structured Credit such as collateralised Loan Obligations (CLO’s).

The Fund will primarily explore opportunities in the Australian fixed interest markets however it may also provide exposure to global fixed income securities to exploit relative value opportunities and diversify the geographical concentrations in the Fund. This includes exposure to Emerging Market Bonds (to the limits defined in the following table) as well as mature international markets such as the US, United Kingdom, Europe, and Japan. Total exposure to global fixed income securities will not exceed 30% of the portfolio at any given time.

The Fund’s duration is targeted to range between -2.5 and +2.5 years. The careful management of duration within this range will assist to limit fluctuations in the capital price of the portfolio due to changes in the level of interest rates. While the asset allocation of the Fund allows for an ability to seek returns from tactical interest rate positioning, the bulk of the Fund’s returns are likely to be derived from income generation (i.e. coupons) from Investment Grade rated floating rates notes.

The Fund’s allocation ranges are provided below.

Asset class	Asset Allocation Ranges
Cash and Term Deposits	0 – 75%
Investment Grade Bonds & ABS	25 – 100%
High Yield Bonds	0 – 15%
Emerging Market Bonds	0 – 15%
Unrated Bonds	0 – 10%
Structured Credit – CLO’s	0 – 10%
High Yield, Emerging Market and Unrated Bonds and Structured Credit	0 – 30%
Non-AUD unhedged positions	0 – 10%

Derivatives may be used to obtain exposure of up to 10% of the assets of the Fund by Net Asset Value. Any exposure achieved through derivatives will adhere to the asset allocation ranges presented in the above table.

The actual allocation may temporarily fall outside the ranges stated above in certain circumstances such as large applications, asset transitions, extreme market movements, or at the establishment of the Fund. The Investment Manager will take reasonable steps to bring the asset allocation within the ranges when it is appropriate to do so.

### Changing the investment strategy

The investment strategy and asset allocation parameters may be changed. If a change is to be made, investors in the Fund will be notified in accordance with the Corporations Act.

### Labour, environmental, social and ethical considerations (“ESG”)

EQT has delegated the investment function (including ESG responsibilities) to the Investment Manager and the Investment Manager has contemplated that ESG considerations will not be taken into account in relation to the investment of the Fund.

### Fund performance

The performance of the Fund is published on the FIIG website monthly. The published performance figures are calculated using the sell (exit) price, net of management fees, gross of tax, as if distributions of income have been reinvested at the actual distribution reinvestment price.

The actual returns received by an investor will depend on the timing, buy and exit price of individual transactions. Return of capital and the performance of your investment in the Fund are not guaranteed. Past performance is not a reliable indicator of future performance.

## 6. Fees and costs

### DID YOU KNOW?

**Small differences in both investment performance and fees and costs can have a substantial impact on your long-term returns.**

**For example, total annual fees and costs of 2% of your investment balance rather than 1% could reduce your final return by up to 20% over a 30-year period (for example, reduce it from \$100,000 to \$80,000).**

**You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.**

**You may be able to negotiate to pay lower 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.

The information in the following Fees and Costs Summary can be used to compare costs between different simple managed investment schemes. Fees and costs can be paid directly from an investor’s account or deducted from investment returns. For information on tax please see Section 7 of this PDS.

## Fees and Costs Summary

### FIIG MONTHLY INCOME FUND

Type of fee or cost	Amount	How and when paid
<b>Ongoing annual fees and costs<sup>1,2</sup></b>		
<b>Management fees and costs</b> The fees and costs for managing your investment <sup>2</sup>	0.50% of the Net Asset Value of the Fund	The management fees component of management fees and costs are accrued daily and paid from the Fund monthly in arrears and reflected in the daily unit price. Otherwise, the fees and costs are variable and deducted and reflected in the unit price of the Fund as they are incurred.
<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	0.00% of the Net Asset Value of the Fund <sup>3</sup>	Transaction costs are variable and deducted from the Fund as they are incurred and reflected in the unit price. They are disclosed net of amounts recovered by the Buy-Sell Spread.
<b>Member activity related fees and costs (fees for services or when your money moves in or out of the scheme)<sup>1</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</b> An amount deducted from your investment representing costs incurred in transactions by the scheme	0.05% upon entry and 0.10% upon exit	These costs are an additional cost to the investor but are incorporated into the unit price and arise when investing application monies and funding withdrawals from the Fund and are not separately charged to the investor. The Buy Spread is paid into the Fund as part of an application and the Sell Spread is left in the Fund as part of a redemption.
<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

<sup>1</sup>All fees quoted above are inclusive of Goods and Services Tax (GST) and net of any Reduced Input Tax Credits (RITC). See below for more details as to how the relevant fees and costs are calculated. The fees shown are current as at the date of this PDS and are subject to change. All updates will be published on the FIIG website.

<sup>2</sup>The management fee component of management fees and costs can be negotiated in certain circumstances. See "Differential fees" in the "Additional Explanation of Fees and Costs" below.

<sup>3</sup>The disclosed transaction costs (net of amounts recovered by the Buy/Sell Spread) is based on a reasonable estimate of the costs for the current financial year to date, adjusted to reflect a 12 month period. Transaction costs are subject to change annually based on actual costs incurred. The calculation basis of these amounts is set out in the "Additional Explanation of Fees and Costs" section below.

## Additional Explanation of Fees and Costs

### Management fees and costs

The management fees and costs include amounts payable for administering and operating the Fund, investing the assets of the Fund, expenses and reimbursements in relation to the Fund and indirect costs if applicable.

Management fees and costs do not include performance fees or transaction costs, which are disclosed separately.

The management fees component of management fees and costs of 0.50% p.a. of the NAV of the Fund is payable to the Responsible Entity of the Fund for managing the assets and overseeing the operations of the Fund. The management fees component is accrued daily and paid from the Fund monthly in arrears and reflected in the unit price. As at the date of this PDS, the management fees component covers certain ordinary expenses such as responsible entity fees, investment management fees, administrator's fees, custodian's fees, registry fees, ASIC, ATO, APIR, accounting/tax/compliance auditor's fees, bank fees and other ordinary expense recoveries related to the establishment and operation of the Fund.

### Indirect costs

The indirect costs and other expenses component may include other ordinary expenses of operating the Fund, as well as management fees and costs (if any) arising from interposed vehicles in or through which the Fund invests and the costs of investing in over-the-counter derivatives to gain investment exposure to assets or implement the Fund's investment strategy. The indirect costs and other expenses component is variable and reflected in the unit price of the Fund as the relevant fees and costs are incurred. They are borne by investors, but they are not paid to the Responsible Entity or Investment Manager. The indirect costs at the date of this document are 0.00% p.a.

### Transaction costs

In managing the assets of the Fund, the Fund may incur transaction costs such as brokerage, buy-sell spreads in respect of the underlying investments of the Fund, settlement costs, clearing costs and applicable stamp duty when assets are bought and sold, and the costs of over-the-counter derivatives that reflect transaction costs that would arise if the Fund held the ultimate reference assets, as well as the costs of over-the-counter derivatives used for hedging purposes. Transaction costs also include costs incurred by interposed vehicles in which the Fund invests (if any), that would have been transaction costs if they had been incurred by the Fund itself. Transaction costs are an additional cost to the investor where they are not recovered by the Buy/Sell Spread, and are generally incurred when the assets of the Fund are changed in connection with day-to-day trading of the Fund's assets or when there are applications or withdrawals which cause net cash flows into or out of the Fund.

Transaction costs generally arise through the day-to-day trading of the Fund's assets and are reflected in the Fund's unit price as an additional cost to the investor, as and when they are incurred.

The gross transaction costs for the Fund are estimated to be 0.05% p.a. of the NAV of the Fund which is based on a reasonable estimate of the costs for the current financial year, adjusted to reflect a 12 month period. However, actual transaction costs for future years may differ.

### Buy/Sell Spread

The Buy/Sell Spread that is disclosed in the Fees and Costs Summary is a reasonable estimate of transaction costs that the Fund will incur when buying or selling assets of the Fund. These costs are an additional cost to the investor but are incorporated into the unit price and arise when investing application monies and funding withdrawals from the Fund and

are not separately charged to the investor. The Buy Spread is paid into the Fund as part of an application and the Sell Spread is left in the Fund as part of a redemption and not paid to the Responsible Entity or FIIG as the Investment Manager.

The estimated Buy/Sell Spread is 0.05% upon entry and 0.10% upon exit. The dollar value of these costs based on an application of \$10,000 is \$5 for an application and for a withdrawal of \$10,000 is \$10 for each individual transaction. The Buy/Sell Spread can be altered by the Responsible Entity at any time and the FIIG website will be updated as soon as practicable to reflect any change. The Responsible Entity may also waive the Buy/Sell Spread in part or in full at its discretion. The transaction costs figure in the Fees and Costs Summary is shown net of any amount recovered by the Buy/Sell Spread charged by the Responsible Entity.

#### Can the fees change?

Yes, all fees can change without investor consent, subject to the maximum fee amounts specified in the Constitution. The current maximum management fee to which Equity Trustees is entitled is 2% of the GAV of the Fund. However, Equity Trustees does not intend to charge that amount and will generally provide investors with at least 30 days' notice of any proposed increase to the management fees component of management fees and costs. In most circumstances, the Constitution defines the maximum level that can be charged for fees described in this PDS. Equity Trustees also has the right to recover all reasonable expenses incurred in relation to the proper performance of its duties in managing the Fund and as such these expenses may increase or decrease accordingly, without notice.

#### Payments to IDPS Operators

Subject to the law, annual payments may be made to some IDPS Operators because they offer the Fund on their investment menus. Product access (if applicable) is paid by FIIG out of its investment management fee and is not an additional cost to the investor.

#### Differential fees

FIIG may from time to time negotiate a different fee arrangement (by way of a rebate or waiver of fees) with certain investors who are Australian Wholesale Clients. Please contact FIIG on [funds@fiig.com.au](mailto:funds@fiig.com.au) or your FIIG Relationship Manager for further information.

#### Commissions

To the extent permitted by law, FIIG may agree to pay commissions to your referrer, including Relationship Managers. These payments may be upfront, or ongoing "trail" commissions. The commissions are paid to your referrer at FIIG's sole discretion and will be paid out of FIIG's assets and will not represent an additional cost to you.

#### Example of annual fees and costs for an investment option

This table gives an example of how the ongoing annual fees and costs in the investment option 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 – FIIG MONTHLY INCOME FUND

##### BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING THE YEAR

<b>Contribution Fees</b>	Nil	For every additional \$5,000 you put in, you will be charged \$0.
<b>Plus Management fees and costs</b>	0.50% p.a.	<b>And</b> , for every \$50,000 you have in the Fund you will be charged or have deducted from your investment \$250 each year.
<b>Plus Performance fees</b>	Not applicable	<b>And</b> , you will be charged or have deducted from your investment \$0 in performance fees each year.
<b>Plus Transaction costs</b>	0.00% p.a.	<b>And</b> , you will be charged or have deducted from your investment \$0 in transaction costs.

<b>Equals</b> Cost of the 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 \$250*  <b>What it costs you will depend on the investment option you choose and the fees you negotiate.</b>
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\* Additional fees may apply. Please note that this example does not capture all the fees and costs that may apply to you such as the Buy/Sell Spread.

This example assumes the \$5,000 contribution occurs at the end of the first year, therefore the fees and costs are calculated using the \$50,000 balance only.

**Warning: If you have consulted a financial adviser, you may pay additional fees. You should refer to the Statement of Advice or Financial Services Guide provided by your financial adviser in which details of the fees are set out.**

ASIC provides a fee calculator on [www.moneysmart.gov.au](http://www.moneysmart.gov.au), which you may use to calculate the effects of fees and costs on account balances.

The indirect costs and other expenses component of management fees and costs and transaction costs may be based on estimates. As a result, the total fees and costs that you are charged may differ from the figures shown in the table.

#### Further reading

You should read the important information in the Reference Guide about fees and costs under the "Additional information on fees and costs" section before making a decision. Go to the Reference Guide which is available on the [FIIG website](#) or a paper copy is available upon request. The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.

## 7. How managed investment schemes are taxed

**Warning: Investing in a registered managed investment scheme (such as the Fund) is likely to have tax consequences. You are strongly advised to seek your own professional tax advice about the applicable Australian tax (including income tax, GST and duty) consequences and, if appropriate, foreign tax consequences which may apply to you based on your particular circumstances before investing in the Fund.**

The Fund is an Australian resident for tax purposes and does not generally pay tax on behalf of its investors. Australian resident investors are assessed for tax on any income and capital gains generated by the Fund to which they become presently entitled or, where the Fund has made a choice to be an Attribution Managed Investment Trust ("AMIT") and the choice is effective for the income year, are attributed to them.

#### Further reading

You should read the important information in the Reference Guide about Taxation under the "Other important information" section before making a decision. Go to the Reference Guide which is available on the [FIIG website](#). The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.

## 8. How to apply

You can invest (acquire units) in the Fund by completing the [online application form](#) or by contacting your FIIG Relationship Manager. If you would like a copy of the paper application form please contact us at [funds@fiig.com.au](mailto:funds@fiig.com.au).

Please note that cash and cheques cannot be accepted and all applications must be made in Australian dollars.

### Who can invest?

Eligible persons (as detailed in the 'About this PDS' section) can invest, however individual investors must be 18 years of age or over.

Investors investing through an IDPS should use the application form provided by their IDPS Operator.

### Cooling off period

If you are a Retail Client who has invested directly in the Fund, you may have a right to a 'cooling off' period in relation to your investment in the Fund for 14 days from the earlier of:

- confirmation of the investment being received; and
- the end of the fifth Business Day after the units are issued.

A Retail Client may exercise this right by notifying Equity Trustees in writing. A Retail Client is entitled to a refund of their investment adjusted for any increase or decrease in the relevant Application Price between the time we process your application and the time we receive the notification from you, as well as any other tax and other reasonable administrative expenses and transaction costs associated with the acquisition and termination of the investment.

The right of a Retail Client to cool off does not apply in certain limited situations, such as if the issue is made under a distribution reinvestment plan, switching facility or represents additional contributions required under an existing agreement. Also, the right to cool off does not apply to you if you choose to exercise your rights or powers as a unit holder in the Fund during the 14 day period. This could include selling part of your investment or switching it to another product.

Indirect Investors should seek advice from their IDPS Operator as to whether cooling off rights apply to an investment in the Fund by the IDPS. The right to cool off in relation to the Fund is not directly available to an Indirect Investor. This is because an Indirect Investor does not acquire the rights of a unit holder in the Fund. Rather, an Indirect Investor directs the IDPS Operator to arrange for their monies to be invested in the Fund on their behalf. The terms and conditions of the IDPS Guide or similar type document will govern an Indirect Investor's investment in relation to the Fund and any rights an Indirect Investor may have in this regard.

### Complaints resolution

Equity Trustees has an established complaints handling process and is committed to properly considering and resolving all complaints. If you have a complaint about your investment, please contact us on:

Phone: 1300 133 472

Post: Equity Trustees Limited

GPO Box 2307, Melbourne VIC 3001

Email: [compliance@eqt.com.au](mailto:compliance@eqt.com.au)

We will acknowledge receipt of the complaint within 1 Business Day or as soon as possible after receiving the complaint. We will seek to resolve your complaint as soon as practicable but not more than 30 calendar days after receiving the complaint.

If you are not satisfied with our response to your complaint, you may be able to lodge a complaint with the Australian Financial Complaints Authority ("AFCA").

### Contact details are:

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

Phone: 1800 931 678

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

Post: GPO Box 3, Melbourne VIC 3001.

The external dispute resolution body is established to assist you in resolving your complaint where you have been unable to do so with us. However, it's important that you contact us first.

## 9. Other information

### Investment Manager Consent

FIIG as the Investment Manager has given and, as at the date of this PDS, has not withdrawn:

- its written consent to be named in this PDS as the investment manager of the Fund; and
- its written consent to the inclusion of the statements made about it which are specifically attributed to it, in the form and context in which they appear.

FIIG has not otherwise been involved in the preparation of this PDS nor has it caused or otherwise authorised the issue of this PDS. Neither FIIG nor their employees or officers accept any responsibility arising in any way for errors or omissions, other than in relation to the statements for which they have provided consent.

### Administrator consents

Artega has given, and at the date of this PDS has not withdrawn, its written consent:

- to be named in this PDS as the Administrator of the Fund; and
- to the inclusion of the statements made about it in the form and context in which this information appears.

Artega has not otherwise been involved in the preparation of this PDS, nor have they caused or otherwise authorised the issue of this PDS. Neither Artega nor their employees or officers accept any responsibility arising in any way for errors or omissions from this PDS, other than in relation to the statements for which they have provided consent.

### Registry consents

Boardroom has given, and at the date of this PDS has not withdrawn, its written consent:

- to be named in this PDS as the Registry of the Fund; and
- to the inclusion of the statements made about it in the form and context in which this information appears.

Boardroom has not otherwise been involved in the preparation of this PDS, nor have they caused or otherwise authorised the issue of this PDS. Neither Boardroom nor their employees or officers accept any responsibility arising in any way for errors or omissions from this PDS, other than in relation to the statements for which they have provided consent.

### Further reading

You should read the important information in the Reference Guide about:

- Your privacy;
- The Constitution;
- Anti-Money Laundering and Counter Terrorism Financing ("AML/CTF");
- NAV for the Fund;
- Indirect Investors;
- Information on underlying investments;
- Foreign Account Tax Compliance Act ("FATCA"); and
- Common Reporting Standard ("CRS"), under the "Other important information" section before making a decision. Go to the Reference Guide which is available at [www.fiig.com.au](http://www.fiig.com.au). The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.