

MACQUARIE PROFESSIONAL SERIES

# IPM Global Macro 50 Fund

## Product Disclosure Statement



ARSN 617 269 851  
APIR code MAQ5318AU

Macquarie Investment Management Australia Limited  
ABN 55 092 552 611 AFSL 238321

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## IMPORTANT INFORMATION

This document is a Product Disclosure Statement (PDS) which has been prepared by Macquarie Investment Management Australia Limited ABN 55 092 552 611 AFSL 238321 (Macquarie, we, us, our) as the responsible entity of the IPM Global Macro 50 Fund (Fund).

### Changes and updates to this PDS

The information in this PDS may change from time to time. Where the information in this PDS changes, and such change is not materially adverse to you, we may update the information by publishing an update at [macquarie.com.au/pds](http://macquarie.com.au/pds).

### Investments in the Fund are subject to investment risk

Other than Macquarie Bank Limited (MBL), none of the entities noted in this document are authorised deposit-taking institutions for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of these entities do not represent deposits or other liabilities of MBL. MBL does not guarantee or otherwise provide assurance in respect of the obligations of these entities, unless noted otherwise.

### Business Days

A reference in this PDS to 'Business Day' means a day (other than a Saturday, Sunday, public holiday or bank holiday) on which banks are open for general banking business in Sydney.

### The offer

This offer is only open to persons receiving this PDS within Australia and New Zealand or any other jurisdiction approved by us. Unless otherwise stated all references to 'dollars' or '\$' herein refer to Australian dollars.

### No offering to United States persons

Without limiting the above, the offer is only open to persons who are:

- not a 'U.S. person' for the purposes of Regulation S under the U.S. Securities Act of 1933, and
- a 'Non-United States person' as defined in Section 4.7(a)(1)(iv) of the rules of the U.S. Commodity Futures Trading Commission.

If you are not an eligible investor as defined above, we reserve the right to compulsorily redeem your unitholding in the Fund.

### Warning statement for New Zealand investors


- The offer to New Zealand investors is a regulated offer made under Australian and New Zealand law. In Australia, this is Chapter 8 of the Corporations Act 2001 and Regulations. In New Zealand, this is Part 6 of Part 9 of the Financial Markets Conduct Act 2013 and Part 9 of the Financial Markets Conduct Regulations 2014.
- The offer and the content of the PDS is principally governed by Australian rather than New Zealand law. In the main, the Corporations Act 2001 and regulations made under that Act set out how the offer must be made.
- There are differences in how securities are regulated under Australian law. For example, the disclosure of fees for managed investment schemes is different under the Australian regime.
- The rights, remedies and compensation arrangements available to New Zealand investors in Australian financial products may differ from the rights, remedies and compensation arrangements for New Zealand financial products.
- Both the Australian and New Zealand securities regulators have enforcement responsibilities in relation to this offer. If you need to make a complaint about this offer, please contact the Financial Markets Authority, New Zealand (<http://www.fma.govt.nz>). The Australian and New Zealand regulators will work together to settle your complaint.
- The taxation treatment of Australian financial products is not the same as for New Zealand financial products.
- If you are uncertain about whether this investment is appropriate for you, you should seek the advice of an appropriately qualified financial adviser.
- The offer may involve a currency exchange risk. The currency for the financial products is not New Zealand dollars. The value of the financial products will go up or down according to changes in the exchange rate between that currency and New Zealand dollars. These changes may be significant.
- If you expect the financial products to pay any amounts in a currency that is not New Zealand dollars, you may incur significant fees in having the funds credited to a bank account in New Zealand in New Zealand dollars.\*
- The dispute resolution process described in the PDS is only available in Australia and is not available in New Zealand.

\* Redemptions and distributions of income will only be paid in Australian dollars to an Australian bank account.




# IPM Global Macro 50 Fund at a glance

The Fund is a 'fund of hedge funds' for the purposes of Australian Securities and Investments Commission (**ASIC**) Regulatory Guide 240.

The following table sets out a summary of the disclosure ASIC requires for fund of hedge funds, the key features of the Fund and a guide to where more detailed information can be found in this PDS. A copy of ASIC Regulatory Guide 240 dated October 2013 (as may be amended, supplemented or replaced from time to time) is available from [www.asic.gov.au](http://www.asic.gov.au).




ASIC Regulatory Guide 240 – Benchmarks	
<b>Valuation of non-exchange traded assets</b>	<p>The Fund invests in the IPM Global Macro Fund (<b>Underlying Fund</b>) and cash, cash equivalents or cash funds.</p> <p>This benchmark addresses whether valuations of the non-exchange traded assets of the Fund and Underlying Fund are provided by an independent administrator or an independent valuation service provider. The non-exchange traded assets of the Fund and Underlying Fund are valued by Macquarie and therefore, the benchmark is not met.</p> <p>The Underlying Fund's non-exchange traded assets are over-the-counter foreign exchange forwards, which are typically valued by Macquarie based on independent sources of exchange rate data published by third party providers, and cash and cash equivalents.</p> <p>The Fund's non-exchange traded assets are units in the Underlying Fund and cash, cash equivalents or cash funds. Cash and cash equivalents are typically valued at face value with the addition of accrued interest. Units in the Underlying Fund or any cash funds are valued using their most recent net asset value.</p> <p>Macquarie has expertise and experience in financial risk modelling and valuing financial products and other assets types, including non-exchange traded assets. Macquarie has in place valuation methods and policies which describe how non-exchange traded assets and liabilities are to be classified and the methodology to be used to value those assets and liabilities. These methods and policies are consistent with acceptable industry standards.</p> <p> Refer to Section 1.4 of this PDS for more information in relation to valuation of the assets of the Fund and Underlying Fund.</p>
<b>Periodic reporting</b>	<p>This benchmark addresses whether the responsible entity provides periodic disclosure of certain key information for the Fund and Underlying Fund on an annual and monthly basis. This benchmark is not met as we do not provide investors with information on the maturity profile of the liabilities of the Fund and Underlying Fund for the following reasons:</p> <ul style="list-style-type: none"> <li>• The Fund is not generally expected to have any liabilities, other than accrued fees and any operating costs charged to the Fund</li> <li>• We do not provide information on the maturity profile of the Underlying Fund's liabilities (that is, its liabilities under its derivatives position) because it is not relevant given the investment strategy of the Underlying Fund. In the ordinary course, we expect that the Underlying Fund's derivatives positions will be closed out before they reach maturity.</li> </ul> <p>The table in Section 7.2 of this PDS sets out the information that will be provided, how often it is available and where it can be accessed and also the information that will not be provided.</p> <p>For the purposes of ASIC Regulatory Guide 240:</p> <ul style="list-style-type: none"> <li>• Macquarie will provide the following information for the Fund and Underlying Fund to investors on an annual basis: <ul style="list-style-type: none"> <li>– the liquidity profile, and</li> <li>– the names of the derivatives counterparties engaged.</li> </ul> </li> <li>• Macquarie will provide the following information for the Fund and Underlying Fund to investors on a monthly basis: <ul style="list-style-type: none"> <li>– the allocation to each asset type: <ul style="list-style-type: none"> <li>– for the Fund, the allocation to units in the Underlying Fund and cash, cash equivalents or cash funds, and</li> <li>– for the Underlying Fund, the gross exposures to each underlying asset class</li> </ul> </li> <li>– the current total net asset value</li> <li>– the monthly and annual investment returns since inception</li> <li>– the redemption value of a unit</li> <li>– the net return on the assets after fees, costs and taxes</li> <li>– any changes (including changes in related party status) to any of the key service providers</li> <li>– the leverage ratio, and</li> <li>– any material change in the risk profile or strategy, or change in the individuals playing a key role in making the investment decisions.</li> </ul> </li> </ul>

## ASIC Regulatory Guide 240 – Disclosure Principles







<b>Investment manager</b>	<p><b>Fund</b></p> <p>Macquarie Investment Management Global Limited has been appointed as investment manager of the Fund, which includes the management of the cash, cash equivalents or cash funds held by the Fund.</p> <p><b>Underlying Fund</b></p> <p>IPM Informed Portfolio Management AB has been appointed to manage the Underlying Fund's futures and over-the-counter foreign exchange forwards contracts exposure on a discretionary basis.</p> <p>Macquarie Investment Management Global Limited has also been appointed to manage the Underlying Fund's cash investments in excess of the margin requirements.</p> <p> Refer to Section 1 of this PDS for more information.</p>
<b>Investment objective and strategy</b>	<p><b>Fund</b></p> <p>The Fund aims to generate long-term absolute returns from a global macro strategy. The Fund aims to invest half of its assets in the IPM Global Macro Fund (ARSN 617 257 717) (<b>Underlying Fund</b>), with the remainder in cash, cash equivalents or cash funds.<sup>1</sup></p> <p><b>Underlying Fund</b></p> <p>The Underlying Fund aims to generate long-term absolute returns by investing in exchange-traded government bond, equity index futures contracts and equity volatility index futures contracts, and over-the-counter foreign exchange forward contracts (<b>OTC FX forwards</b>) which provides exposure to developed market and emerging market currencies. The Underlying Fund may also gain exposure to developed market and emerging market currencies by investing in currency futures.</p> <p>The Underlying Fund holds both long and short positions in futures and OTC FX forwards. The Underlying Fund will also hold cash and cash equivalents.</p> <p>The investment process involves the use of models to determine the positions held by the Underlying Fund. The models are based on economic theory and rely on the belief that asset prices fluctuate around the true fundamental value of financial assets. The implementation of the investment process is systematic, which means that the vast majority of the Underlying Fund's portfolio exposures are based on the output of the model.</p> <p> Refer to Section 2 of this PDS for more information on the investment strategy and process.</p>
<b>Fund structure</b>	<p>The Fund and Underlying Fund are Australian unit trusts registered under the Corporations Act as managed investment schemes. The responsible entity of the Fund and Underlying Fund is Macquarie Investment Management Australia Limited (<b>Macquarie</b>).</p> <p>We may appoint service providers to assist in the ongoing operation, management and administration of the Fund and Underlying Fund. The key service providers to each are:</p> <p><b>Fund</b></p> <ul style="list-style-type: none"> <li>• Macquarie Investment Management Global Limited (<b>Investment Manager</b>), the investment manager of the Fund</li> <li>• Citigroup Pty Limited (<b>Citi</b>), the custodian of Fund, and</li> <li>• Ernst &amp; Young Australia, the auditor of the Fund.</li> </ul> <p><b>Underlying Fund</b></p> <ul style="list-style-type: none"> <li>• IPM Informed Portfolio Management AB (<b>IPM</b>), the investment manager of the Underlying Fund</li> <li>• Macquarie Investment Management Global Limited, the cash manager of the Underlying Fund</li> <li>• Citigroup Pty Limited, the custodian of the assets of the Underlying Fund</li> <li>• Morgan Stanley &amp; Co. International plc (<b>Morgan Stanley</b>), the futures clearing broker and OTC FX forwards prime broker for the Underlying Fund, and</li> <li>• Ernst &amp; Young Australia, the auditor of the Underlying Fund.</li> </ul> <p> Refer to Section 1 of this PDS for more information.</p>




<sup>1</sup> The Fund's holding in the Underlying Fund will be more or less than 50% of its assets at any point of time due to movements in the value of assets and cash flows.

## ASIC Regulatory Guide 240 – Disclosure Principles

<b>Valuation, location and custody of assets</b>	<p><b>Valuation of the assets</b></p> <p>The assets of the Fund and Underlying Fund are normally valued at their most recent market value, using independent pricing sources where available for the particular asset type and in accordance with industry standards. Futures are generally valued by reference to the exchange settlement price. Cash and cash equivalents are valued at face value with the addition of accrued interest. Units in the Underlying Fund or in any cash funds are valued using their most recent net asset value.</p> <p>The Underlying Fund's OTC FX forwards are typically valued by Macquarie based on independent sources of exchange rate data published by third party providers (for example, the Reuters London 4pm Fixing).</p> <p> Refer to Section 1.4 of this PDS for more information.</p> <p><b>Location and custody of the material assets</b></p> <p><b>Fund</b></p> <p>The Fund aims to invest half of its assets in the Underlying Fund, with the remainder in cash, cash equivalents or cash funds.</p> <p>Citi has been appointed as the custodian of the assets of the Fund and holds the Fund's units in the Underlying Fund. The Fund's cash is held by Macquarie as the responsible entity of the Fund.</p> <p><b>Underlying Fund</b></p> <p>The Underlying Fund holds both long and short positions in futures and OTC FX forwards. The Underlying Fund will also hold cash and cash equivalents.</p> <p>The Underlying Fund may invest in any futures markets globally. The futures, OTC FX forwards and underlying assets may be located in any jurisdiction worldwide and denominated in any currency. The Underlying Fund may invest in any developed market and emerging market currencies.</p> <p>The cash holdings of the Underlying Fund, in excess of margin requirements, will generally be denominated in Australian dollars and will be held in bank accounts with Australian authorised deposit-taking institutions, or such other cash or cash equivalent investments as determined by Macquarie Investment Management Global Limited, in its capacity as the cash manager of the Underlying Fund, from time to time. The margin for the Underlying Fund's futures and OTC FX forwards is held with Morgan Stanley, the futures exchange or Citi. The margin may be denominated in currencies other than Australian dollars.</p> <p>Citi has been appointed as the custodian of the Underlying Fund. However, the futures and OTC FX forwards contracts held by the Underlying Fund and the majority of the Underlying Fund's cash, are held by Macquarie in its capacity as the responsible entity of the Underlying Fund.</p> <p> Refer to Section 2 of this PDS for more information.</p>
<b>Liquidity of assets</b>	<p>As at the date of this PDS, Macquarie reasonably expects to be able to realise at least 80% of the assets of the Fund and Underlying Fund, at the value ascribed to those assets in calculating the net asset value (as relevant) of the Fund and Underlying Fund, within ten days.</p> <p>You should note that there are risks associated with liquidity.</p> <p> Refer to Section 3 of this PDS for those risks.</p>

## ASIC Regulatory Guide 240 – Disclosure Principles

<p><b>Exposure to leverage</b></p>	<p>Although the Fund does not directly invest in instruments that employ leverage, it is exposed to leverage as the Fund aims to invest 50% of its assets to units in the Underlying Fund.</p> <p>The Underlying Fund uses leverage, which is inherent in futures and OTC FX forwards contracts, to implement the investment strategy although it does not physically borrow to leverage.</p> <p>Leverage generally provides a much larger exposure to the underlying assets with a relatively small initial outlay. The Underlying Fund, therefore, will often have a gross market exposure (the sum of the combined market exposures of its long and short futures and OTC FX forwards positions) in excess of 100% of the net asset value of the Underlying Fund. While the use of leverage may increase the potential return on an investment in the Underlying Fund, it also increases the level of risk and may also result in substantial losses being incurred by the Underlying Fund.</p> <p>The Underlying Fund has a gross maximum anticipated leverage, or maximum anticipated gross market exposure to derivatives, of 18 times of the net asset value of the Underlying Fund and a maximum allowable leverage, or maximum allowable gross market exposure to derivatives, of 18.5 times of the net asset value of the Underlying Fund.</p> <p>As at the date of this PDS, the investment strategy that IPM is implementing for the Underlying Fund has historically averaged leverage (or gross market exposure to derivatives) of approximately 8 to 10 times the net asset value of the Underlying Fund. There is no guarantee that historical levels of leverage will continue.</p> <p>As the Fund aims to allocate 50% of its assets to units in the Underlying Fund, the Fund's exposure to leverage is expected to be approximately half that of the Underlying Fund.</p> <p> Refer to Section 2 of this PDS for more information.</p> <p>You should note that there are risks associated with the use of leverage by the Underlying Fund.</p> <p> Refer to Section 3 of this PDS for more information on those risks.</p>
<p><b>Exposure to derivatives</b></p>	<p>Although the Fund does not directly invest in derivatives, it is exposed to the use of derivatives as the Fund aims to allocate 50% of its assets to units in the Underlying Fund.</p> <p>The Underlying Fund's use of derivatives (in this case, futures and OTC FX forwards) is key to its investment strategy. The Underlying Fund takes both long and short positions in exchange-traded futures and OTC FX forwards, which provide returns linked to the movements in the underlying assets.</p> <p>All of the Underlying Fund's derivatives counterparties must, in IPM's reasonable opinion, meet specified credit criterion, and have sufficient expertise and experience in trading such financial instruments.</p> <p>You should note that there are risks associated with the use of derivatives by the Underlying Fund including the requirement to post collateral.</p> <p> Refer to Section 3 of this PDS for more information on those risks.</p>
<p><b>Exposure to short-selling</b></p>	<p>Although the Fund does not engage in short-selling physical assets, it may be exposed to short futures positions as the Fund aims to allocate 50% of its assets to units in the Underlying Fund.</p> <p>The Underlying Fund may hold short futures positions and OTC FX forwards although it does not engage in short-selling physical assets. In taking short positions, the Underlying Fund bears the risk of an increase in price of the underlying investment over which the short position is taken. Such an increase could lead to a substantial loss being incurred by the Underlying Fund.</p> <p> Refer to Section 2 of this PDS for more information.</p> <p>You should note that there are specific risks associated with the Underlying Fund taking short positions.</p> <p> Refer to Section 3 of this PDS for more information on those risks.</p>
<p><b>Redemptions</b></p>	<p>You can generally redeem part or all of your investment in the Fund. Redemption requests will generally need to be received by us prior to 1.00pm Sydney time on a Business Day to receive the redemption price calculated for that Business Day (although we have discretion to reject or delay redemptions even if received by this time). Requests received after the cut-off time will generally receive the redemption price for the next Business Day. In some circumstances, investors may not be able to redeem their investment in the usual period or at all.</p> <p> Refer to Section 6.2 of this PDS for more information.</p>

Other key features of the Fund	
<b>Inception date</b>	9 March 2018
<b>Suggested minimum investment timeframe</b>	Five years
<b>Who the Fund may be suitable for</b>	<p>The Fund has exposure to specialist trading and investment techniques that involve the use of short positions and derivatives through its investment in the Underlying Fund. You should only consider investing in the Fund if:</p> <ul style="list-style-type: none"> <li>• you have a high risk tolerance and a medium to long-term investment horizon</li> <li>• the amount you invest only makes up a small proportion of your broader portfolio of investments (that is, excluding your principal place of residence), and you will have additional funds at your disposal after you have invested in the Fund</li> <li>• you are advised by a financial adviser or have a high level of financial literacy and experience in investing in alternative investment strategies</li> <li>• you have carefully read all of this PDS</li> <li>• you understand and are comfortable with the risks associated with investing in the Fund</li> <li>• you have considered whether to seek, and if appropriate, you have sought, professional legal, taxation and financial advice to determine whether an investment in the Fund is appropriate for you, and</li> <li>• you have carefully considered the potential benefits and the risks involved in investing in the Fund, in light of your particular investment needs, objectives and financial and taxation circumstances.</li> </ul> <p> Please refer to Section 3 of this PDS for a description of the significant risks of the Fund.</p>
<b>Distribution frequency</b>	Semi-annually (June and December)
<b>Unit pricing frequency</b>	Daily
Minimum transaction and balance requirements	
<b>Direct investors</b>	<p>Minimum initial investment: \$50,000<sup>1</sup>  Minimum balance: \$50,000<sup>1</sup></p> <p> Refer to Section 6 of this PDS for information on how to invest.</p>
<b>Indirect investors</b>	We suggest you contact your investor directed portfolio service ( <b>IDPS</b> ) operator for minimum transaction and balance requirements.
Fees and other costs	
<b>Management fee</b>	0.84% pa of the net asset value of the Fund (inclusive of the net impact of GST). The management fee accrues daily and is payable monthly. It is deducted from the Fund's assets and reflected in the Fund's unit price.
<b>Indirect costs – Underlying Fund performance fee</b>	<p>Although the Fund does not charge a performance fee, you should note that a performance fee is charged by the Underlying Fund. The Fund aims to allocate half of its assets to units in the Underlying Fund.</p> <p>The Underlying Fund charges a performance fee of 20.5% (inclusive of the net impact of GST) of the cumulative outperformance of the Underlying Fund (after management fees and expenses but before the deduction of performance fees (paid or accrued)) above the return of the RBA Cash Rate, subject to a high watermark. The performance fee accrues daily and is payable quarterly in arrears. It is deducted from the Underlying Fund's assets and reflected in the Underlying Fund's unit price (and therefore the Fund's unit price).</p> <p> Refer to Sections 4.1 and 4.2.3 of this PDS for more information and a worked dollar example.</p>
<b>Buy/Sell spread</b>	The buy/sell spread for the Fund, as at the date of the preparation of this PDS, is +0.02% for applications and -0.03% for redemptions, but these may be varied from time to time. In certain circumstances, the buy/sell spread may increase significantly. Notice will not usually be provided for variations to the buy/sell spread. The latest buy/sell spreads that may be applicable to an application or redemption from the Fund are posted on our website at <a href="http://macquarie.com.au/daily_spreads">macquarie.com.au/daily_spreads</a> .

<sup>1</sup> Or as we determine otherwise.

# 1 How the Fund works

## 1.1 Fund structure

The Fund is an Australian unit trust registered under the Corporations Act 2001 (Cth) (**Corporations Act**) as a managed investment scheme. Each unit gives an investor in the Fund a beneficial interest in the Fund's assets as a whole, but not an entitlement to, or interest in, any particular asset of the Fund. Macquarie Investment Management Australia Limited (**Macquarie, we, us, our**), a company incorporated under the laws of Australia, is the responsible entity of the Fund and is responsible for operating the Fund in accordance with the Fund's constitution, and the Corporations Act. Macquarie is also the responsible entity of the Underlying Fund.

Other key entities involved in the Fund's investment structure are:

### Investment manager

#### Macquarie Investment Management Global Limited

Macquarie has appointed Macquarie Investment Management Global Limited (ABN 90 086 159 060 AFSL 237843) (**Investment Manager**) as investment manager of the Fund. See Section 1.2 of this PDS for more information.

### Custodian

#### Citigroup Pty Limited

Macquarie has appointed Citigroup Pty Limited (ABN 88 004 325 080, AFSL 238098) (**Citi**) as a custodian of the Fund. Citi is a company incorporated under the laws of Australia and is the holder of an Australian Financial Services Licence, authorising it to provide custodial services in Australia.

### Key service providers to Underlying Fund

#### Investment manager

##### IPM Informed Portfolio Management AB

Macquarie, as the responsible entity of the Underlying Fund, has appointed IPM Informed Portfolio Management AB (**IPM**) to manage the Underlying Fund's futures and over-the-counter foreign exchange forwards exposure on a discretionary basis. IPM receives fees for acting as investment manager of the Underlying Fund. The fee is not additional to the fees disclosed in Section 4 of this PDS. See Section 1.2 of this PDS for more information.

#### Cash manager

##### Macquarie Investment Management Global Limited

The Investment Manager of the Fund also acts as the cash manager of the Underlying Fund, managing the cash investments held by the Underlying Fund in excess of the margin requirements. The Investment Manager receives a fee for acting as the Underlying Fund's cash manager. The fee is not an additional fee to unitholders in the Underlying Fund and is paid by Macquarie.

### Custodian

#### Citigroup Pty Limited

Citi has also been appointed as the custodian of the Underlying Fund. However, the futures and OTC FX forwards contracts held by the Underlying Fund and the majority of the Underlying Fund's cash, are held by Macquarie in its capacity as the responsible entity of the Underlying Fund.

### Futures clearing broker and OTC FX forwards prime broker

#### Morgan Stanley & Co. International plc

Macquarie has appointed Morgan Stanley & Co. International plc (**Morgan Stanley**) as futures clearing broker and the prime broker for the OTC FX forwards held by the Underlying Fund. Morgan Stanley is a company incorporated under the laws of England and is authorised by the UK Prudential Regulation Authority (**PRA**) and regulated by the UK Financial Conduct Authority and the PRA. Morgan Stanley is also registered in Australia (ARBN 613 032 705) and is a foreign financial services provider relying on ASIC Corporations (Repeal and Transitional) Instrument 2016/396.

As futures clearing broker, Morgan Stanley will arrange for the futures contracts traded by the Underlying Fund to be cleared through, or traded on, futures exchanges. As prime broker, Morgan Stanley will accept OTC FX forwards trades that the Underlying Fund has entered into with executing dealers, subject to certain conditions, and become the Underlying Fund's counterparty to those trades. The commissions and fees, paid to Morgan Stanley for acting as the futures clearing broker and prime broker, will be deducted from the assets of the Underlying Fund and will be reflected in the Underlying Fund's unit price.

### Other key service provider

#### Fund

- Ernst & Young Australia audits Macquarie's compliance with the Fund's compliance plan.
- PricewaterhouseCoopers provides the following services:
  - a) if required by the Corporations Act, reviews the half-yearly financial report and provides an auditor's report for the Fund, and
  - b) audits the financial report each financial year and provides an auditor's report for the Fund.

#### Underlying Fund

Ernst & Young Australia, which provides the following services:

- a) audits Macquarie's compliance with the Underlying Fund's compliance plan
- b) if required by the Corporations Act, reviews the half-yearly financial report and provides an auditor's report for the Underlying Fund, and
- c) audits the financial report each financial year and provides an auditor's report for the Underlying Fund.

### Additional disclosure for key service providers

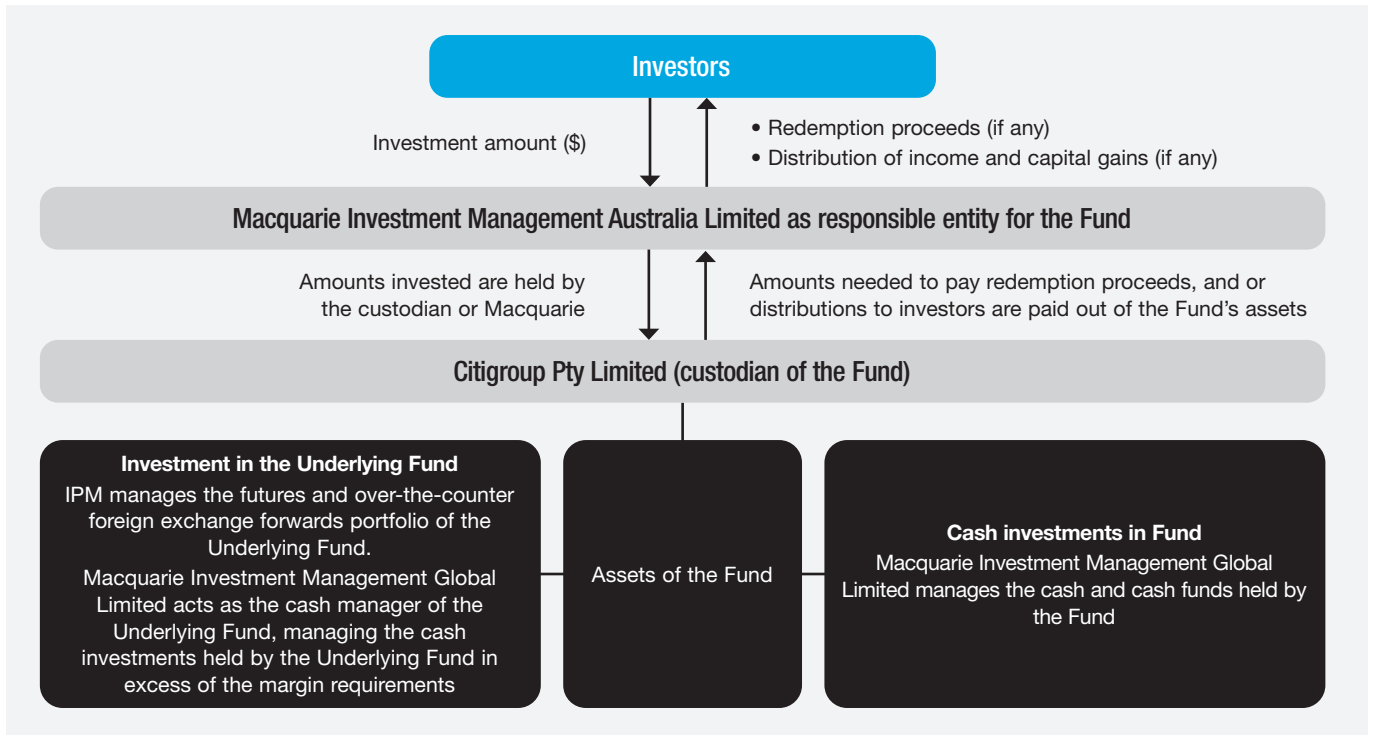
Citi, Morgan Stanley, Ernst & Young Australia and PricewaterhouseCoopers are paid service providers and are not responsible for the preparation of this PDS and therefore, accept no responsibility for any information in this PDS.

The role of Citi, as the custodian of the Fund, is limited. The custodian acts on the instructions of Macquarie or its agents and does not monitor the performance of Macquarie as responsible entity of the Fund, or make investment decisions in respect of the Fund. Citi may appoint a sub-custodian to hold any of the assets of the Fund where Citi is unable to hold those assets directly, or it is otherwise more efficient to appoint a sub-custodian.



Macquarie and the Investment Manager, both part of Macquarie Group, are related corporations. Macquarie has entered into arm's length contractual agreements with each service provider and will periodically monitor and review their performance to ensure that services are being provided in accordance with the terms of such agreements.

The diagram below shows the flow of investment money through the structure of the Fund.



**Material arrangements**

Any material arrangements in connection with the Fund are on arm's length terms or better.

**1.2 The investment manager**

**Fund**

**Macquarie Investment Management Global Limited**

The Investment Manager is a company incorporated under the laws of Australia, holds an Australian Financial Services Licence, authorising it to provide investment management services to the Fund. The Investment Manager forms part of Macquarie Group's investment management business, Macquarie Investment Management.

The rights and obligations of each of Macquarie and the Investment Manager are set out in the terms of an investment management agreement which has been negotiated on an arm's length basis. There are no unusual or materially onerous terms (from an investor's perspective) in the investment management agreement.

Under the investment management agreement between Macquarie and the Investment Manager, Macquarie may terminate the appointment of the Investment Manager as the investment manager of the Fund in the following circumstances:

- five Business Days' notice, and
- upon the occurrence of certain 'default' events including, but not limited to, liquidation of the Investment Manager, the Investment Manager ceasing to carry on its business, the Investment Manager ceases to be licensed or the Investment Manager breaches the investment management agreement and fails to remedy the breach within ten Business Days of receipt of a notice from Macquarie.

On termination, the Investment Management will be entitled to receive any accrued fees and expenses incurred in respect of the period to termination. Other than any accrued fees and expenses payable, there are no other payment obligations on termination of the investment management agreement.

## Underlying Fund

### IPM Informed Portfolio Management AB

IPM, founded in 1998 and based in Sweden, is a systematic investment manager offering macro and equity portfolio solutions to investors globally. IPM has been registered as a regulated investment firm with the Swedish Financial Supervisory Authority since 2002. IPM is also registered as a commodity trading adviser and commodity pool operator with the US Commodity Futures Trading Commission and is a member of the National Futures Association in such capacities.

The rights and obligations of each of Macquarie, as the responsible entity of the Underlying Fund, and IPM are set out in the terms of an investment management agreement which has been negotiated on an arm's length basis. There are no unusual or materially onerous terms (from an investor's perspective) in the investment management agreement. Under the investment management agreement between Macquarie and IPM, Macquarie may terminate the appointment of IPM as the investment manager of the Underlying Fund in the following circumstances:

- three months' written notice to IPM, and
- upon the occurrence of certain 'default' events including, but not limited to, a change of control of IPM, liquidation or insolvency of IPM, IPM ceasing to carry on business, a key person event or breach of a material provision or warranty, representation or undertaking of the agreement that has not been remedied within ten Business Days of us asking IPM to do so.

On termination, IPM will generally be entitled to receive any accrued fees and expenses incurred in respect of the period to termination. Other than any accrued fees and expenses payable, there are no other payment obligations on termination of the investment management agreement by Macquarie.

## 1.3 Key individuals of the investment manager

### Fund

The Fund aims to allocate 50% of its assets to units in the Underlying Fund, and the remaining 50% to cash, cash equivalents or cash funds. Given the investment strategy, the Fund does not have a key individual involved in the investment decisions of the Fund.

### Underlying Fund

IPM's strategy is systematic and does not have any one person who has discretionary decision-making responsibilities. 'Systematic' in this context means that the vast majority of the portfolio exposures are based on the forecasts generated by IPM's systems, other than in rare instances where IPM deems the circumstances to be exceptional. The following provides details of the identity, relevant qualifications and commercial experience of the key individuals of IPM. The individuals noted below are ultimately responsible for the oversight of IPM's investment activities for the Underlying Fund and will devote as much as time as IPM deems necessary or appropriate in order to manage the Underlying Fund's futures and OTC FX forwards exposure.

### Björn Österberg – Managing Director, Chief Investment Officer and Head of Research

Björn Österberg is responsible for the management and development of IPM's investment activities. He is a member of the executive, investment and risk management committees. Björn joined IPM in 2008, with extensive experience in managing quantitative research teams as well as in proprietary trading in a range of asset classes. Prior to IPM, he was Head of Quantitative Research and a member of the proprietary trading team at JP Bank, Head of Quantitative Research at Unibank/Nordea, and a Senior Equity Portfolio Manager at AP4. Björn holds a Masters of Science in Engineering Physics from the Royal Institute of Technology in Stockholm, and has several years of additional studies in both financial economics and macro economics from Stockholm University.

### Mattias Jansson – Executive Director, Deputy Head of Research

Mattias Jansson joined IPM in 2005 and has been extensively involved in the research and development of IPM's strategies. His first years were spent at the research department where he worked closely with the advisory board on risk allocation issues and developing the novel approach still in place today in IPM's strategy. Mattias worked on the trading desk between 2007 and 2009, where he gained an in-depth practical understanding of financial markets. After which, he has been fully dedicated to research. Mattias holds a Masters of Science in Engineering Physics from the Royal Institute of Technology in Stockholm.

As at the date of this PDS, there have been no adverse regulatory findings against the Investment Manager, IPM or the key individuals responsible for the oversight of IPM's investment activities for the Underlying Fund.

## 1.4 Valuation and unit pricing

The price of a unit in the Fund will generally be calculated each Business Day, and will be based on the value of the Fund's assets, less liabilities, divided by the number of units on issue (the **net asset value unit price**). The price of units will vary as the value of the Fund's assets and liabilities rises or falls. Application and redemption prices take into account our estimate of transaction costs (the **buy/sell spread**), and as a result, the application price will be higher than the net asset value price (by the amount of the buy spread), and the redemption price will be lower than the net asset value unit price (by the amount of the sell spread). See Section 4.2.4 of this PDS for further details on the buy/sell spread.

Under the constitution of the Fund, we have certain discretions in determining application and redemption prices. We have documented our policy regarding the exercise of these discretions. You can obtain a copy of the policy and the related documents by contacting Client Service.

In some circumstances, we may need to suspend the calculation of unit prices for the Fund (including indefinitely). For example, this may be necessary due to the closure of, or trading restrictions on, securities exchanges.

## Valuation of assets

The assets of the Fund and the Underlying Fund are normally valued at their most recent market value, using independent pricing sources where available for the particular asset type and in accordance with industry standards. Futures are generally valued by reference to the exchange settlement price, and cash or cash equivalents are valued at face value with the addition of accrued interest. In accordance with our valuation methods and policies, units in the Underlying Fund or any cash funds will be valued using their most recent net asset value unit price.

The Underlying Fund's non-exchange traded assets are OTC FX forwards, which are typically valued by Macquarie based on independent sources of exchange rate data published by third party providers (for example, the Reuters London 4pm Fixing), cash and cash equivalents. The Fund's non-exchange traded assets are units in the Underlying Fund and cash, cash equivalents or cash funds. Macquarie values the OTC FX forwards itself because the valuations are based on independent sources of exchange rate data and, given this and the risk controls described below, we do not believe that Macquarie performing the valuation results, in any material increase, in risk to investors.

Macquarie has expertise and experience in financial risk modelling and valuing financial products and other assets types, including non-exchange traded assets. Macquarie has in place valuation methods and policies which describe how non-exchange traded assets and liabilities are to be classified and the methodology to be used to value those assets and liabilities. These methods and policies are consistent with acceptable industry standards.

## How is the risk of any related party conflicts and any lack of independence in valuations addressed?

Macquarie has a number of controls in place which operate to limit the risk of any lack of independence and any related party conflicts in the valuation of non-exchange traded assets in the Fund or Underlying Fund.

These include, but are not limited to:

- **best interests duty:** Macquarie, as responsibility entity of the Fund and Underlying Fund, is obliged under the Corporations Act to:
  - act in the best interests of members, and
  - in circumstances where there is a conflict between Macquarie's interests as responsible entity and the interests of members of the Fund or Underlying Fund (as relevant), give priority to the members' interests,
- **separation of function/reporting line controls:** Macquarie employees performing the valuation function are separate from, and do not report to, personnel engaged in the management of the portfolio of the Fund or Underlying Fund, and
- **documented policy regarding the exercise of valuation discretions:** Macquarie has documented its policy regarding the exercise of any discretions it may have under the constitution of the Fund or Underlying Fund that relate to the determination of application and redemption prices. A copy of this policy is available free of charge from Client Service.

## 1.5 Distributions

The Fund may receive distributions, interest and gains from its underlying investments. We will generally seek to distribute any net income on a six-monthly basis and any net realised capital gains at least once a year. Distributions will be calculated based on the net income and net realised capital gains of the Fund. Unit prices may fall as a result of the allocation of distributions to unitholders.

You may elect to have your distributions paid directly into a nominated Australian financial institution account or to have them reinvested as additional units. If you do not make an election, your distributions will be reinvested.

If you elect to have your distributions paid to you, we may pay distributions into a non-interest bearing trust account in order to facilitate payment of these amounts to your nominated account. If we are unable to credit your account for any reason, these amounts may continue to be held in such a non-interest bearing trust account until you provide alternative payment instructions or we are required by law to pay these amounts to any regulatory body or other person or account.

## 1.6 Calculating the performance of the Fund

To calculate the performance of the Fund, we comply with the standards set by the Financial Services Council. Performance figures are calculated before tax and after deducting fees and expenses, using net asset value prices, assuming that income is reinvested and that the investment is held for the full performance calculation period. Past performance figures can be obtained from our website at [macquarie.com.au/performance](http://macquarie.com.au/performance) or by calling Client Service. Past performance is not a reliable indicator of future performance, which can differ materially. Returns can be volatile, reflecting rises and falls in the value of the underlying investments.

## 2 How we invest your money

**!** You should consider the potential investment returns, the risks involved and your investment timeframe when deciding whether or not to invest in the Fund.

### 2.1 Investment objective and strategy

#### IPM Global Macro 50 Fund

##### Investment objective and strategy

##### Fund

The Fund aims to generate long-term absolute returns from a global macro strategy. The Fund aims to invest half of its assets in the IPM Global Macro Fund (**Underlying Fund**), with the remainder in cash, cash equivalents or cash funds.

##### Underlying Fund

The Underlying Fund aims to generate long-term absolute returns by investing in exchange-traded government bond, equity index futures contracts and equity volatility index futures contracts, and over-the-counter foreign exchange forward contracts (**OTC FX forwards**) that provide exposure to developed market and emerging market currencies. The Underlying Fund may also gain exposure to developed market and emerging market currencies by investing in currency futures.

IPM's investment process involves the use of models to determine the positions held by the Underlying Fund. The models are based on economic theory and rely on the belief that asset prices fluctuate around the true fundamental value of financial assets. The implementation of the investment process is systematic, which means that the vast majority of the Underlying Fund's portfolio exposures are based on the output of the model.

**!** Refer to Section 2.2 of this PDS for more information on the investment process.

##### Exposure to derivatives – Futures and OTC FX forwards

##### Fund

Although the Fund does not directly invest in derivatives, it is exposed to the use of derivatives as the Fund aims to allocate 50% of its assets to units in the Underlying Fund.

##### Underlying Fund

The Underlying Fund uses derivatives (in this case, futures and OTC FX forwards) to execute its investment strategy. The Underlying Fund takes both long and short positions in exchange-traded futures and OTC FX forwards, which provide returns linked to the movements in the underlying assets.

All of the Underlying Fund's derivatives counterparties must, in IPM's reasonable opinion, meet specified credit criterion, and have sufficient expertise and experience in trading such financial instruments.

Futures and OTC FX forwards are contracts to buy or sell a particular asset on a specified future date at an agreed price. They provide returns linked to movements in particular underlying investments, which, in this case, are government bonds, equity indices, equity volatility index futures contracts and developed market and emerging market currencies.

Futures traded on an exchange are standardised, interchangeable and generally liquid (that is, they are readily bought and sold) and valued in real time. OTC FX forwards are not traded on an exchange and, being 'over-the-counter' derivatives, are not standardised but instead can be tailored. However, like futures, OTC FX forwards are generally liquid as they can readily be closed out by either party. Both futures and OTC FX forwards are potentially an efficient way of accessing markets.




The Underlying Fund takes both long and short positions in futures and OTC FX forwards. A long position means the Underlying Fund has bought a futures and/or OTC FX forwards contract and will make a gain if the price of the contract (which reflects the price of the underlying asset) goes up. Conversely, the Underlying Fund will incur a loss if the price of the contract goes down. On the other hand when the Underlying Fund takes a short position, it will incur a loss if the price of the contract goes up and make a gain if the price goes down.

##### How does the Underlying Fund gain exposure to movements in equity volatility?

Volatility measures the frequency and magnitude of price movements, both up and down, that a financial instrument or index experiences over a certain period of time. The more frequent and significant the price swings in that instrument or index, the higher the level of volatility and vice versa. Volatility can be measured using actual historical price changes (realised volatility) or it can be an estimated measure of expected future volatility (implied volatility). Equity volatility indices measure the implied volatility of a particular equity market index (for example, the S&P 500 Index, which is an index comprised of 500 large companies listed on the NYSE or NASDAQ). An increase in the volatility index means that the volatility of the equity market index is expected to increase and a decrease in the volatility index means that the volatility of the equity market index is expected to decrease. The Underlying Fund gains exposure to the variability, or volatility, of equity markets by investing in equity volatility index futures. The Underlying Fund takes long or short positions in equity volatility index futures. A long position in equity volatility index futures means that the Underlying Fund will make a gain if the volatility index (and therefore, volatility on the relevant equity market) increases and a loss if the index (and therefore, volatility on the relevant equity market) falls. If the Underlying Fund takes a short position in equity market index futures, it will incur a loss if the volatility index increases and make a gain if the index falls.

**!** Refer to Section 2.2 of this PDS for more information on the Underlying Fund's use of derivatives and Section 3 for information on the risks associated with the use of derivatives.

IPM Global Macro 50 Fund	
<b>Liquidity of assets</b>	As at the date of this PDS, Macquarie reasonably expects to be able to realise at least 80% of the assets of the Fund and Underlying Fund, at the value ascribed to those assets in calculating the net asset value of the Fund and Underlying Fund, within ten days.
<b>Exposure to leverage</b>	<p><b>Fund</b></p> <p>Although the Fund does not directly invest in instruments that employ leverage, it is exposed to leverage as the Fund aims to allocate 50% of its assets to units in the Underlying Fund.</p> <p><b>Underlying Fund</b></p> <p>The Underlying Fund uses leverage, which is inherent in futures and OTC FX forwards trading, to implement the investment strategy although it does not physically borrow to leverage.</p> <p>When you trade a futures and/or OTC FX forwards contract, you do not pay, or receive, the full value of the contract at the time of trade. Instead, both the buyer and seller of a contract pay an initial cash deposit in order to enter into the contract. This initial deposit is called the margin. Futures and/or OTC FX forwards can get a much larger exposure to an asset class with a relatively small initial outlay. The use of leverage can lead to larger losses as well as larger gains.</p> <p>Futures margin rates are generally set by the futures exchanges, whereas margin rates for OTC FX forwards are generally set by the OTC FX forwards prime broker. Margin is based on risk. In most circumstances, the higher the volatility of a market, the higher the margin rates. The total margin is made up of two components.</p> <ul style="list-style-type: none"> <li>• The initial margin is paid by the buyer and the seller of the contract. This is the minimum amount required to enter into a new contract.</li> <li>• The variation margin is an amount that is paid to cover an unfavourable move in positions. Each day, positions are revalued to market or settled. For example, if a position has moved against the Underlying Fund since the previous day's close of trade, the Underlying Fund will be required to pay the difference as variation margin. If the position has moved in the Underlying Fund's favour, the Underlying Fund will receive that amount.</li> </ul> <p>The gross market exposure of the Underlying Fund's combined long and short positions will often be greater than 100% of the net asset value of the Underlying Fund, and as a result, the Underlying Fund will often be leveraged. While the use of leverage may increase the potential return on an investment in the Underlying Fund, it also increases the level of risk and may also result in substantial losses.</p> <p>The Underlying Fund has a gross maximum anticipated leverage of 18 times of the net asset value of the Underlying Fund and maximum allowable leverage of 18.5 times of the net asset value of the Underlying Fund.</p> <p>At the date of this PDS, the investment strategy that IPM is implementing for the Underlying Fund has historically averaged a leverage of approximately 8 to 10 times of net asset value. There is no guarantee that historical levels of leverage will continue. As the Fund aims to allocate 50% of its assets to units in the Underlying Fund, the Fund's exposure to leverage is expected to be approximately half of the leverage of the Underlying Fund.</p> <p>IPM applies limits to manage the Underlying Fund's futures and OTC FX forwards investments. Refer to 'Asset allocation' below for the limits and guidelines.</p> <p><b>Example of impact of maximum anticipated level of leverage on investment returns and losses for the Fund and Underlying Fund</b></p> <p><b>The example below is provided for illustrative purposes only to show the impact that leverage may have on an investment. It does not represent any actual or prospective level of leverage for the Fund or Underlying Fund and is not reflective of the expected return outcome of the Fund or Underlying Fund. The worked example excludes transaction costs and fees.</b></p> <p>If the Underlying Fund employs the maximum anticipated level of gross leverage of 18 times, then for every \$1 of the Underlying Fund's net asset value, the Underlying Fund will have an \$18 exposure for every \$1 invested.</p> <p>As a worked example, if the Underlying Fund were to utilise \$1,000,000 of its cash to purchase \$1,000,000 worth of investments and the Underlying Fund does not employ shorting, it is not using leverage. Its net asset value and gross market exposure is equal.</p> <p>If the Underlying Fund were to employ the maximum level of anticipated leverage of 18 times through a combination of long and short positions, it would invest the original \$1,000,000 into derivatives contracts, which have leverage embedded within them, and obtain a gross market exposure of \$18,000,000.</p> <p>If the Underlying Fund had positive performance and the total gross market exposure of the derivatives contracts increased by 5%, then the gross exposure would be \$18,900,000. The gain of \$900,000 represents a return of 90% on the \$1,000,000 invested in the Underlying Fund, resulting in a net asset value of \$1,900,000.</p> <p>Conversely, if the Underlying Fund had negative performance and the total gross market exposure of the derivatives contracts decreased by 5%, then the gross market exposure would be \$17,100,000. This \$900,000 loss represents a 90% loss on the \$1,000,000 invested in the Underlying Fund, resulting in a net asset value of \$100,000.</p>

IPM Global Macro 50 Fund	
<b>Exposure to leverage (continued)</b>	<p>As the Fund aims to allocate 50% of its assets to units in the Underlying Fund, the Fund's exposure to leverage is expected to be approximately half of the leverage of the Underlying Fund.</p> <p>You should note that there are risks associated with the use of leverage.</p> <p> Refer to Section 3 of this PDS for more information on those risks, and Section 2.2 for more information on the investment process and how IPM manages risks in the Fund.</p> <p><b>Assets used as collateral</b></p> <p>The initial margin and variation margin is collateral to cover the risk of default on the futures and/or OTC FX forwards contract. If the Underlying Fund's margin account goes below a certain value, then a margin call is made and the Underlying Fund must replenish the margin account. Calls for margin are expected to be paid on the same day. If not, the futures clearing broker, futures exchange or OTC FX forwards prime broker may terminate such futures and/or OTC FX forwards contracts. Cash deposited as margin with the futures clearing broker, futures exchange or OTC FX forwards prime broker in the Underlying Fund may be encumbered or exposed to set off rights in certain circumstances. For example, these parties may have rights to such collateral where an event of default occurs in relation to futures and/or OTC FX forwards trading undertaken on behalf of the Underlying Fund. Also, the claims against the collateral by third parties may be accelerated in the event of insolvency of Macquarie in certain circumstances.</p> <p> Refer to Section 3 of this PDS for more information on the risks associated with the requirement to post collateral by the Underlying Fund.</p>
<b>Exposure to short-selling</b>	<p><b>Fund</b></p> <p>Although the Fund does not engage in short-selling physical assets, it may be exposed to short futures positions as the Fund aims to allocate 50% of its assets to units in the Underlying Fund.</p> <p><b>Underlying Fund</b></p> <p>The Underlying Fund may hold short futures positions and short OTC FX forwards although it does not engage in short-selling physical assets. In taking short positions, the Underlying Fund bears the risk of an increase in price of the underlying asset over which the short position is taken. The key difference between a long position and a short position is that a short position involves an unlimited risk of an increase in the price of the securities underlying the short position. Such an increase could lead to substantial losses for the Underlying Fund.</p> <p> Refer to Section 2 of this PDS for details on how IPM manages the risks associated with the investment process generally for the Underlying Fund (including short positions) and Section 3 for more information on the risks associated with the Underlying Fund taking short positions.</p>
<b>Asset allocation and investment guidelines</b>	<p><b>Fund</b></p> <p>The Fund aims to invest half of its assets in the Underlying Fund, with the remainder in cash, cash equivalents or cash funds (<b>Holding Guidelines</b>).</p> <p>The Fund's holding in the Underlying Fund will be more or less than half of its assets at any point of time due to movements in the value of assets and cash flows. Macquarie monitors the portfolio of the Fund on an ongoing basis to ensure that the Fund complies with the Holding Guidelines. Where the portfolio of the Fund moves outside the Holding Guidelines, the Fund will, subject to tolerance thresholds, be rebalanced, as soon as practicable, to ensure it meets the Holding Guidelines. The Holding Guidelines may change from time to time.</p> <p><b>Underlying Fund</b></p> <p>The Underlying Fund invests in exchange-traded derivatives (futures) and over-the-counter derivatives (<b>OTC FX forwards</b>). The Underlying Fund also holds cash and cash equivalents.</p> <p>The Underlying Fund has indirect exposure, through derivatives contracts, to the following assets:</p> <ul style="list-style-type: none"> <li>• Australian listed equities</li> <li>• Australian government bonds</li> <li>• International listed equities</li> <li>• Equity volatility indices</li> <li>• International government bonds, and</li> <li>• Developed market and emerging market currencies.</li> </ul>

IPM Global Macro 50 Fund			
Asset allocation and investment guidelines (continued)	Investment limits and guidelines		
	The Underlying Fund has limits on its exposure to each underlying asset class as shown in the table below. <sup>1</sup> The Fund aims to allocate half of its assets in units in the Underlying Fund and therefore, its exposure to each of the underlying asset classes is expected to be approximately half that of the Underlying Fund.		
	Maximum total gross exposure for each asset class (% of the Underlying Fund's net asset value)	Individual contract exposure limits within each asset class (% of the Underlying Fund's net asset value)	Global net (directional) <sup>2</sup> exposure limits for each asset class (% of the Underlying Fund's net asset value)
Developed market currencies	675	+/- 100	+/- 30
Emerging market currencies	125	+/- 25	+/- 30
Government bonds	1,700	+/- 300	+/- 515
Equity indices	225	+/- 25	+/- 50
Equity volatility indices	3.5	+/- 3.5	+/- 3.5
Cash and cash equivalents			
The cash holding of the Underlying Fund in excess of the margin requirements for the Fund will be held in bank accounts with Australian authorised deposit-taking institutions, or such other cash or cash equivalents as determined from time to time. The margin is held with Morgan Stanley, futures exchanges or Citi.			
The Underlying Fund is monitored on an ongoing basis to ensure that it complies with these guidelines. The Underlying Fund will be rebalanced as soon as practicable should it move outside these guidelines. These guidelines may be changed from time to time.			

<sup>1</sup> Some or all of the Underlying Fund's foreign currency exposure may be hedged back to Australian dollars by IPM using instruments such as spot foreign exchange contracts and foreign exchange derivatives. Currency exposure obtained by the Underlying Fund as part of these hedging activities will not count towards the exposure limits in the table above.

<sup>2</sup> Refers to the directional portfolio held by the Underlying Fund as part of its broader portfolio of futures and OTC FX forwards. Refer to Section 2.2 of this PDS for a description of the directional portfolio.

## 2.2 Investment process

### Fund

The Fund aims to allocate 50% of its assets to units in the Underlying Fund, and the remaining 50% to cash, cash equivalents or cash funds. The Fund's holdings are monitored on an ongoing basis to ensure that it remains within its allocations.

### Underlying Fund

IPM's investment process involves the use of models to determine the positions held by the Underlying Fund. The models are based on economic theory and rely on the belief that asset prices fluctuate around the true fundamental value of financial assets. The implementation of the investment process is systematic, which means that the vast majority of the Underlying Fund's portfolio exposures are based on the output of the model.

The process, in constructing a diversified portfolio, has its starting point in the evaluation of investment opportunities grouped under the following investment themes.

- **Value** – Identifies and takes positions against discrepancies between observed prices and longer term intrinsic value.
- **Risk premia** – Identifies opportunities for compensation for accepting risk resulting from investors having different risk preferences and the assumption that these preferences do not change over time.

- **Macroeconomic** – Identifies shifts in global economic activity and takes forward-looking positions to profit from the expected market adjustment.
- **Market dynamics** – Each market has its own set of specific characteristics which offer opportunities (for example, investment flows, volatility of interest rate curves).

Once individual investment opportunities have been evaluated, IPM aggregates all the investment ideas within each of the five portfolios, which make up a broader portfolio, consisting of four relative value and one directional portfolios.

- **Relative value portfolios**
  - These are segregated into four asset classes (developed market and emerging market currencies, government bonds and equity indices).
  - Each underlying asset is evaluated against an equally-weighted basket of assets within that portfolio to establish long or short positions.
  - The aggregate of the long and short positions are expected to remain neutral; that is, the sum of net market exposures are targeted to be zero.
- **Directional portfolio**
  - This may include any of the four asset classes (developed market and emerging market currencies, government bonds, equity volatility indices and equity indices).
  - Unlike the relative value portfolios, this portfolio will take long or short positions across an asset class based on the model's prediction that the asset class (or certain features of the asset class) will rise or fall in value.

## Risk management

IPM assesses and manages risk management in three ways.

### 1. Embedded risk filters

Risk management is embedded into the investment process. As part of the process of aggregating all of the investment ideas described above, various groups of ideas in aggregation passes through a sequence of risk filters. The filters are intended to seek diversification to mitigate potential downside.

### 2. Strategic risk allocation

Part of the portfolio construction process is the strategic risk allocation between the five portfolios. For this purpose, IPM applies a proprietary statistical risk optimisation process designed to avoid excessive risk allocation to portfolios that are, relatively speaking, more likely to exhibit larger losses (potentially simultaneously as one or more other portfolios). As such, the Underlying Fund targets a specific risk allocation expressed on a relative basis per portfolio.

### 3. Risk on a trading level

Risk, on a trading level, is targeted at a predetermined annualised volatility; however, the volatility of the Underlying Fund should be expected to fluctuate depending on general market volatility and the perceived opportunity set. Volatility is measured using standard deviation.

## 2.3 Key assumptions and dependencies of the investment strategy

### Fund

The ability of the Fund to produce investment returns will depend on the performance of the Underlying Fund. The factors that may impact the performance of the Underlying Fund are described below.

### Underlying Fund

The ability of the investment strategy to produce investment returns will depend on a number of factors, including without limitation, the success of IPM's proprietary investment models ability to evaluate the relative attractiveness of each underlying asset based on fundamentals such as supply and demand, and the macroeconomic environment impact on the asset price, and exploiting the difference as seen in asset prices between the fundamental value and market value. The Underlying Fund is also likely to perform better when the market participants are more focused on fundamental data as opposed to speculation around interventions from central banks and governments and in markets that have minimal intervention from central banks and governments. There is no guarantee that the Underlying Fund will achieve its performance objectives, or produce returns that are positive or compare favourably against its peers.

## 2.4 Ethical investments

### Fund

The Fund invests in the Underlying Fund and cash, cash equivalents or cash funds. Due to the investment universe of the Fund, the Fund does not provide an opportunity for an investment style that takes into consideration labour standards, environmental, social or ethical considerations.

### Underlying Fund

IPM's investment process is based on economic theory and relies on the belief that market prices fluctuate around the true fundamental value of financial assets. The implementation of the investment process is systematic, which means that the vast majority of the portfolio exposures are based on the output of the model. Therefore, the Underlying Fund does not provide an opportunity for an investment style that takes into consideration labour standards, environmental, social or ethical considerations.

## 2.5 Changes to the Fund or Underlying Fund

We, as responsible entity of the Fund and Underlying Fund, may make changes to the Fund and/or Underlying Fund from time to time, including to the investment strategy and guidelines of the Fund and/or Underlying Fund, or to investors' redemption rights. We may also terminate the Fund and/or Underlying Fund. We will provide such notice as required by the Corporations Act or constitution of the Fund and/or Underlying Fund and, if required by either the Corporations Act and/or the Fund's and/or Underlying Fund's constitution, we will seek unitholder approval at a meeting of unitholders (see Section 7.1 of this PDS for more information on meetings of unitholders in the Fund).

If the Fund terminates, both the Fund and unitholders may crystallise taxable gains or losses (including capital gains or losses). You are encouraged to seek independent tax advice on the implications of investing in managed funds.

Investors in the Fund will not be able to vote at a meeting of unitholders in the Underlying Fund and Macquarie, as responsible entity of the Fund, may not be able to vote on behalf of investors in the Fund at such a meeting.



## 3 Risks you should consider

All investments carry risk. Different investments carry different levels of risk, depending on the investment strategy and the underlying investments. Generally, the higher the potential return of an investment, the greater the risk (including the potential for loss and unit price variability over the short term). Financial markets can and have been volatile, and higher levels of market volatility may result in greater risk for investors than an investment in less volatile markets. When you make an investment, you are accepting the risks of that investment. It is therefore important to understand these risks before deciding to invest.

The level of risk that you are willing to accept will depend on a range of factors including your financial objectives, risk tolerance, age, investment timeframe, where other parts of your wealth are invested and whether your investment portfolio will be appropriately diversified after making the investment. The value of your investment and the returns from your investment will vary over time. Future returns may differ from past returns. We do not guarantee the performance or returns of the Fund and you may lose some or all of the money that you invest in the Fund. The significant risks of the Fund are described below, but there could be other risks that adversely affect the Fund. You should seek your own professional advice on the appropriateness of this investment for your particular circumstances and financial objectives.

**Strategy, model and research risk:** IPM's strategy for the Underlying Fund is implemented through a proprietary quantitative model that has a heavy emphasis on research. However, research is based on what has occurred in the past. To the extent a market deviates from its accustomed response to an event or the event itself is unusual, extreme or never before experienced by the market, the value of a research-based methodology will lessen. Mathematical models are representations of reality but they may be incomplete and/or flawed and there is an inherent risk that any forecasts derived from them may be inaccurate, particularly if the research or models are based on, or incorporate, inaccurate assumptions or data. Assumptions or data may be inaccurate from the outset or may become inaccurate as a result of many factors such as, changes in market structure or increased government intervention in markets. As a result, IPM's investment process may not generate profitable trading signals and the Underlying Fund, and therefore the Fund, may incur a loss.

**Investment risk:** The risk of an investment in the Fund is significantly higher than an investment in a typical bank account or fixed income investment. While the Underlying Fund's benchmark is the RBA Cash Rate and half of the Fund's assets is invested in cash, cash equivalents or cash funds, the Fund is not a cash fund and is not expected to behave like a cash investment. Amounts distributed to unitholders may fluctuate, as may the Fund's unit price. The unit price may vary by material amounts, even over short periods of time, including during the period between a redemption request or application for units being made and the time the redemption unit price or application unit price is calculated. Changes in the prices of futures and OTC FX forwards positions held by the Underlying Fund may result in loss of principal or large movements in the unit price of the Fund within short or long periods of time, including during the period between a redemption request or application for

units being made and the time the redemption unit price or application unit price is calculated. Different factors may affect the price of individual futures positions, particular asset classes (such as currencies) or futures positions generally at different times. Due to market risk and the potential short-term volatility of the Underlying Fund, and therefore the Fund, investors should have a medium to long-term investment horizon.

**Leverage risk:** Leverage arises in the Underlying Fund through taking both long and short futures positions which are larger in size than the net asset value of the Underlying Fund. The Underlying Fund will take leveraged positions with the aim of increasing returns which can also lead to increased losses for the Underlying Fund and therefore for the Fund. While this process forms a key part of IPM's investment strategy, it may mean that gains and losses in the Underlying Fund (and therefore, the Fund) may be significantly greater than those in a fund that is not leveraged.

**Market risk:** Changes in the prices of futures positions held by the Underlying Fund may result in loss of principal or large movements in the Underlying fund, and hence the unit price of the Fund, within short or long periods of time. Global and local economic, financial, political, technological and environmental factors can drive changes in the prices of futures positions. It is not possible to predict the occurrence or magnitude of these and other potentially relevant factors. Different factors may affect the price of individual futures positions, particular asset classes (such as shares, bonds, interest rates, currencies and commodities) or futures positions generally at different times.

**Collateral risk:** The Underlying Fund enters into derivatives arrangements that require it to deliver collateral to the futures exchanges or derivatives counterparty. As such, the Underlying Fund will be exposed to the following additional risks.

- The Underlying Fund will need to have sufficient liquid assets to satisfy an obligation to post initial or variation margin/collateral. Failure to do so may give the counterparty a right to terminate.
- The Underlying Fund will be subject to the credit risk of the counterparty and if the counterparty becomes insolvent at a time it holds margin/collateral posted with it by the Underlying Fund, the Underlying Fund will be an unsecured creditor of the counterparty, and will rank behind other preferred creditors such as secured creditors and other creditors mandatorily preferred by law.

**Manager risk:** There is no guarantee that the Fund will achieve its performance objectives, produce returns that are positive, or compare favourably against its peers. Many factors can negatively impact the ability of the Investment Manager and IPM to generate returns from its investment process (for example, loss of key staff). The growth in assets managed in accordance with similar investment strategies may result in IPM and other market participants inadvertently buying and selling the same or similar investments simultaneously, which may reduce liquidity and exacerbate market movements. The Underlying Fund may then be subject to an increased risk of suffering substantial losses. In addition, the Investment Manager or IPM may change their investment strategies and internal trading guidelines over time, and there is no guarantee that such changes will produce favourable outcomes.

**Short positions:** The Underlying Fund may enter into short positions. In taking short positions, the Underlying Fund bears the risk of an increase in the price of the investment over which the short position is taken. Such an increase could lead to a substantial loss for the Underlying Fund, and therefore for the Fund, and ultimately, your investment. While losses on a long position are limited, losses on a short position are potentially unlimited as the price of the investment over which the short position is taken will generally have no theoretical upper limit. Such an increase could lead to a substantial loss.

**Currency risk:** Some of the Underlying Fund's investments will be denominated in currencies other than Australian dollars. The Underlying Fund's investments are therefore exposed to foreign exchange rate movements and this may cause the value of the Fund's investments to decline significantly.

**Active currency risk:** The Fund also gains active exposure to currencies through the Underlying Fund's active investment in currency derivatives. Such transactions and the active management of them involve a significant degree of risk and the markets in which foreign exchange transactions are effected are volatile, specialised and technical. Given the volatility in currency markets, there is no guarantee that active management will add to the value of your investment in the Fund. Significant changes, including changes in liquidity and prices, can also occur in such markets within very short periods of time, often within minutes. Foreign exchange trading risks include, but are not limited to, exchange rate risk, price gaps, interest rate risk and potential interference by foreign governments through intervention in local exchange markets, foreign investment or particular transactions in foreign currency. Adverse movements in exchange rates will result in the decline of the value of the Underlying Fund, and therefore the Fund, and this could happen over a short period of time.

**Drawdown risk:** The Fund may experience large cumulative losses, potentially over a short period of time, which may result in the unit price falling significantly below the price at which you invested, and therefore, result in a decline in the value of your investment in the Fund. This is referred to as a drawdown. There is no guarantee that the unit price will return to the level at which you invested. Although the Fund does not charge a performance fee, a performance fee is charged by the Underlying Fund. Performance fees for the Underlying Fund are based on the overall performance of the Underlying Fund and not the performance of any individual investment. You may therefore bear a share of a performance fee paid out of the Fund's assets even in circumstances where your investment in the Fund has fallen in value.

**Derivatives risk:** The Underlying Fund will invest in derivatives as part of its investment strategy. The use of derivatives may expose the Underlying Fund, and therefore the Fund, to risks including counterparty default, legal and documentation risk, and the risk of increased sensitivity of the Fund's unit price to underlying market variables. The use of derivatives may have the effect of magnifying both gains and losses.

**Concentration risk:** Concentration risk is the risk that poor performance in a particular market may significantly affect the Fund. Although the Underlying Fund can invest in a diversified portfolio of equity indices, equity volatility indices, government bonds and currencies, it may only be invested in a small number of markets.

Generally, the fewer markets in which the Underlying Fund invests, the greater the overall volatility of the Underlying Fund. This may result in large movements in the unit price of the Fund within a short period of time.

**Liquidity risk:** Investments may be difficult or impossible to sell, either due to factors specific to that investment, or due to prevailing market conditions. Liquidity risk may mean that an asset is unable to be sold, or an exposure is unable to be rebalanced within a timely period and at a fair price, potentially resulting in loss, delays in redemption processing, or even the suspension of redemptions. If we are required to process a large redemption or application from the Fund or Underlying Fund, the exposure of the Fund or Underlying Fund to particular investments, sectors or asset classes may be altered significantly, as determined by the Investment Manager or IPM. In addition, rapid liquidation of positions during adverse market conditions (for example, a market crash) is likely to lead to greater losses than would be the case under 'normal' market conditions.

**Default risk:** The Fund and Underlying Fund will be exposed to default risk of parties with whom it trades or invests or that provide services to the Fund or Underlying Fund where such parties fail to comply with their obligations (including payment obligations) or become insolvent. Such parties may include derivative counterparties, brokers (including clearing brokers and prime brokers), exchanges and clearing houses, IPM or the Investment Manager (as relevant) and custodian. Certain agreements may also seek to limit or exclude certain liability or types of loss including in circumstances where there has been a default by that party. The Fund and/or Underlying Fund may bear the risk of loss in the event of the default or insolvency of such parties. It is important to understand that these exclusions are sometimes greater for alternative investment strategies, such as the Underlying Fund's strategy, than they are for traditional investment strategies.

**International and emerging market risk:** The Fund may make investments that have exposure to a range of international economies, including emerging economies. Global and country specific macroeconomic factors may impact the Fund's international investments. Governments may intervene in markets, industries, and companies; may alter tax and legal regimes; and may act to prevent or limit the repatriation of foreign capital. Emerging markets in particular may experience lower liquidity, the potential for political unrest, the increased likelihood of sovereign intervention (including default and currency intervention), currency volatility, and increased legal risk. These events may impact the Fund's international investments.

**Systems risk:** IPM's investment process is based on mathematical systems, which are implemented as automated computer algorithms and valuation systems. This also includes a risk management framework. In addition to IPM's proprietary software and code, the investment process is also reliant on third-party hardware and software. Issues with the design, development, implementation, maintenance or operation of the investment process; any component of the investment process; or any processes and procedures related to the investment process may cause losses to the Underlying Fund, and therefore to the Fund, and such losses may be substantial.

**Broad investment mandate:** The Underlying Fund has a broad investment mandate. This gives IPM generally more discretion to allocate the Underlying Fund's investments, as compared with traditional investment managers who may have a narrower investment mandate. While the investment mandate has been designed with the aim of maximising the Underlying Fund's absolute returns, there is still the risk that investing to the full extent of the investment mandate may have an adverse effect on the value of the Underlying Fund (and therefore, the Fund).

**Underlying Fund risk:** Through its investment in the Underlying Fund, the Fund is exposed to the risks of the Underlying Fund including investment performance, liquidity, management, default and counterparty risk, all of which may affect the value of units in the Underlying Fund and therefore the value of units in the Fund.

**Force majeure risk:** Issuers or counterparties of investments that the Fund holds or has exposure to may be impacted by a force majeure event, which is an event beyond the control of that party. This includes events such as fire, flood, earthquakes, pandemic, war, terrorism and labour strikes. Such events may adversely affect that party's ability to perform its obligations resulting in an adverse impact on the Fund. A force majeure event may also impact the ability of Macquarie and/or the investment manager to operate and manage the Fund as described in this PDS.

**Regulatory and legal risk:** Governments or regulators may pass laws, create policy, or implement regulation that affects the Fund or Underlying Fund and/or the execution of investment strategies. Such initiatives may impact either a specific transaction type or market, and may be either country specific or global. Such changes may result in the Fund or Underlying Fund failing to achieve their investment objectives. Similarly laws affecting registered managed investment schemes (including taxation and corporate and regulatory laws) may change in the future, affecting investors' rights and investment returns.

**Risks related to alternative investment strategies:** The investment strategy for the Underlying Fund can be characterised as an 'alternative investment strategy'. Alternative investment strategies may be exposed to additional risks when compared to traditional investment strategies, such as long-only equity and fixed income strategies.

- They may display performance characteristics that are not normally associated with more traditional investment strategies.
- They may display more pronounced reactions to events such as macroeconomic shocks.
- They may be influenced by events that do not affect more traditional asset classes.
- They may fail to generate performance in a consistent manner.
- They may fail to recover at all, or to the same extent as traditional investment strategies, after periods of poor performance.
- They may cease to perform temporarily, or permanently, resulting in an inability to generate positive returns, or to recover prior losses.

Alternative investment strategies may also exhibit more correlation to traditional markets in the future than the strategy may have exhibited historically and therefore, may fail to provide the level of diversification to an investor's portfolio that was expected.

## 4 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 contribution fees and management costs where applicable. Ask Macquarie Investment Management or your financial adviser.

### To find out more

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a managed investment fee calculator to help you check out different fee options.

## 4.1 Fees and other costs

This table shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, the returns on your investment or from the Fund's assets as a whole.

Unless stated otherwise, all fees are shown inclusive of GST, net of reduced input tax credits.


Information on how managed investment schemes are taxed is set out in Section 5 of this PDS.

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

Type of fee or cost <sup>1,2</sup>	Amount	How and when paid
<b>Fees when your money moves in and out of the Fund</b>		
<b>Establishment fee</b> The fee to open your investment	Nil	Not applicable
<b>Contribution fee</b> The fee on each amount contributed to your investment	Nil	Not applicable
<b>Withdrawal fee</b> The fee on each amount you take out of your investment	Nil	Not applicable
<b>Exit fee</b> The fee to close your investment	Nil	Not applicable
<b>Management costs</b>		
The fees and costs for managing your investment	Management costs of 0.84% pa, comprising: <b>Management fee</b> 0.84% pa of the net asset value of the Fund.	The management fee: <ul style="list-style-type: none"> <li>• accrues daily and is payable monthly, and</li> <li>• is deducted from the Fund's assets and reflected in the Fund's unit price.</li> </ul>

<sup>1</sup> You may also incur a buy/sell spread when your money moves in or out of the Fund. Refer to Section 4.2.4 of this PDS for more information.

<sup>2</sup> Fees may be individually negotiated if you are a wholesale investor under the Corporations Act and subject to compliance with applicable regulatory requirements. See 'Differential fees' in Section 4.2.6 of this PDS for more information.

Type of fee or cost <sup>1,2</sup>	Amount	How and when paid
	<b>Indirect costs<sup>3</sup></b> – 0.00% pa of the net asset value of the Fund, comprising: <ul style="list-style-type: none"> <li>• 0.00% pa expenses – Fund<sup>4</sup></li> <li>• 0.00% pa performance fee Underlying Fund<sup>5</sup></li> <li>• 0.00% pa expenses from underlying funds</li> <li>• 0.00% pa other indirect costs.<sup>6</sup></li> </ul>	<p>Indirect costs are generally deducted from the Fund's assets and reflected in the Fund's unit price. Indirect costs are generally paid when incurred.</p> <p>The indirect costs include a performance fee charged by the Underlying Fund, to which the Fund aims to allocate half of its assets. The Underlying Fund charges a performance fee of 20.5% of the cumulative outperformance of the Underlying Fund (after management fees and expenses but before the deduction of performance fees (paid or accrued)) above the return of the RBA Cash Rate, subject to a high watermark. The Underlying Fund's performance fee accrues daily and is payable quarterly in arrears and deducted from the Underlying Fund's assets.</p> <p> Refer to Section 4.2.3 of this PDS for more information and a worked dollar example.</p>
<b>Service fees</b>		
<b>Switching fee</b>	Nil	Not applicable
The fee for changing funds		

<sup>3</sup> Based on our estimate of indirect costs for the previous financial year. Actual costs may vary including by material amounts. Past costs may not be a reliable indicator of future costs.

<sup>4</sup> We do not currently seek reimbursement from the Fund for administrative expenses of the Fund. Abnormal expenses will generally be paid by the Fund. Refer to Section 4.2.2 of this PDS for further details.

<sup>5</sup> The estimate of the Underlying Fund's performance fee is based on the performance fee that was charged by the Underlying Fund in the previous financial year. As at the date of this PDS, the Underlying Fund has an estimated performance fee of 0.59% per annum for the current financial year. As the Fund allocates half of its assets to cash, the performance fee related indirect costs borne by the Fund as a percentage of the Fund's total net assets will be approximately half of the performance fee for the Underlying Fund as a percentage of the Underlying Fund's total net assets. The estimated cost of the Underlying Fund performance fee to the Fund is based on information available as at the date of this PDS and assumptions that are considered to be reasonable. It is not possible to accurately forecast the actual performance of the Underlying Fund or the performance fee payable in any given period. Accordingly, the actual performance of the Underlying Fund or performance fees charged by the Underlying Fund may differ to a material extent. Refer to Section 4.2.3 of this PDS for a description of the performance fee charged by the Underlying Fund.

<sup>6</sup> May also include certain costs such as over-the-counter derivatives and any other costs required to be included for the purposes of the Corporations Act.

Additional fees and charges may apply. See 'Additional explanation of fees and costs' section below for further information.

## Example of annual fees and costs of the Fund

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

Example	Balance of \$100,000 with total contributions of \$5,000 during the year	
Contribution fees	Nil	For every additional \$5,000 you put in, you will not be charged any contribution fee.
<b>PLUS</b> Management costs comprising:	<b>0.84% pa<sup>1</sup></b>	<b>And</b> for every \$100,000 you have in the Fund, you will be charged <b>\$840</b> each year, comprising:
<i>Management fee – Fund</i>	<i>0.84% pa</i>	<i>\$840</i>
<i>Indirect costs – Underlying Fund performance fee</i>	<i>0.00% pa<sup>2</sup></i>	<i>\$0</i>
<b>EQUALS</b> cost of Fund		If you had an investment of \$100,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees of <b>\$840.<sup>3</sup></b> <b>What it costs you will depend on the fees you may be able to negotiate.</b>

<sup>1</sup> Calculated using the estimated 'indirect cost ratio' for the Fund. The 'indirect cost ratio' refers to the management costs expressed as a percentage of the average net asset value of the Fund. It is not a forecast of the amount of the total management costs, which may be higher or lower in the future.

<sup>2</sup> The estimate of the Underlying Fund's performance fee is based on the performance fee that was charged by the Underlying Fund in the previous financial year. As at the date of this PDS, the Underlying Fund has an estimated performance fee of 0.59% per annum for the current financial year. As the Fund allocates half of its assets to cash, the performance fee related indirect costs borne by the Fund as a percentage of the Fund's total net assets will be approximately half of the performance fee for the Underlying Fund as a percentage of the Underlying Fund's total net assets. The estimated cost of the Underlying Fund performance fee to the Fund is based on information available as at the date of this PDS and assumptions that are considered to be reasonable. It is not possible to accurately forecast the actual performance of the Underlying Fund or the performance fee payable in any given period. Accordingly, the actual performance of the Underlying Fund or performance fees charged by the Underlying Fund may differ to a material extent. Refer to Section 4.2.3 of this PDS for a description of the performance fee charged by the Underlying Fund. Past performance is not a reliable indicator of future performance.

<sup>3</sup> This example assumes that there is no variation in the value of your investment and the additional investment of \$5,000 is made at the end of the period. In practice, the value of an investor's investment and the fees paid will vary and if an additional investment is made during the period, a management fee will also be payable on the additional investment from the date that the additional investment is made.

## 4.2 Additional explanation of fees and costs

### 4.2.1 Management fee

The fee is calculated as a percentage of the net asset value of the Fund, accrues daily and is payable monthly. It is deducted from the Fund's assets and reflected in the Fund's unit price. Macquarie will pay a portion of the management fee to the Investment Manager.

### 4.2.2 Indirect costs

Indirect costs are the costs (excluding the management fee referred to above) incurred in managing the Fund's assets which directly or indirectly reduce the return on the Fund. These costs are not directly charged or retained by us for acting as responsible entity of the Fund. These costs are generally deducted from the Fund's or an underlying fund's assets, and reflected in the Fund's unit price. Indirect costs may comprise fund expenses, underlying fund fees and expenses, and other indirect costs, such as over-the-counter derivative costs and any other costs required to be included for the purposes of the Corporations Act.

#### **Fund expenses – administrative and abnormal expenses**

The constitution allows properly incurred expenses to be recovered directly from the Fund. When expenses are paid by the Fund, they will be deducted from the Fund's assets and reflected in the Fund's unit price. Expenses are generally paid when incurred.

We do not currently seek reimbursement from the Fund for administrative expenses such as custody fees, registry costs, audit, accounting and tax fees, postage and printing costs. Such expenses will be paid by us out of the management fee. We will provide prior notice to investors if we seek to recover these expenses in the future.

Abnormal expenses such as the cost of unitholder meetings, defending legal proceedings and the costs of terminating the Fund will generally be paid by the Fund. Abnormal expenses are not generally incurred during the day-to-day operation of the Fund and are in addition to administrative expenses.

#### **Fees and expenses – underlying fund**

The Fund may gain exposure to securities and other assets by investing in underlying funds.

***Where we are (or an entity forming part of Macquarie Investment Management is) the responsible entity, trustee or investment manager of the underlying fund.***

##### Management fees

Any management fee charged by the underlying fund will be rebated to the Fund or reduced such that the management fee payable to us (whether directly or indirectly) will not exceed the management fee of the Fund.

##### Expenses and performance-related fees

Any performance-related fee and expenses charged by an underlying fund will generally be indirectly borne by the Fund through the value of the Fund's holding in an underlying fund. These fees and costs are included in the indirect cost amount for the Fund. In this case, the Fund aims to allocate half of its assets to units to the Underlying Fund and the Underlying Fund charges a performance fee – refer to Section 4.2.3 below for details.

***Where we are not (or an entity forming part of Macquarie Investment Management is not) the responsible entity, trustee or investment manager of the underlying fund.***

Any management fee, performance-related fee and expenses charged by the underlying fund will generally be indirectly borne by the Fund through the value of the Fund's holding in the underlying fund. The fees and expenses charged by the underlying fund are in addition to the fees and expenses charged by us for your investment in the Fund.

Where the Fund invests into an underlying fund, we have relied on the information provided by the managers of those underlying funds and have made reasonable enquiries where necessary to determine the appropriateness of the indirect costs provided. These fees and costs are included in the indirect cost amount for the Fund.

##### **Other indirect costs**

Other indirect costs, if any, are generally paid when incurred.

### 4.2.3 Underlying Fund performance fee

The Fund aims to allocate half of its assets to the Underlying Fund. The Underlying Fund charges a performance fee of 20.5% of the cumulative outperformance of the Underlying Fund (after management fees and expenses but before the deduction of performance fees (paid or accrued)) above the return of the RBA Cash Rate, subject to a high watermark.

The performance fee accrues daily and is payable quarterly. It is deducted from the Underlying Fund's assets and reflected in the Underlying Fund's (and therefore, Fund's) unit price.

As at the date of this PDS, the Underlying Fund has an estimated performance fee of 0.59% per annum for the current financial year. As the Fund allocates half of its assets to cash, the performance fee related indirect costs borne by the Fund as a percentage of the Fund's total net assets will be approximately half of the performance fee for the Underlying Fund as a percentage of the Underlying Fund's total net assets. The estimated cost of the Underlying Fund performance fee to the Fund is based on information available as at the date of this PDS and assumptions that are considered to be reasonable. It is not possible to reliably provide the actual cost of the Underlying Fund performance fee to the Fund in any given period, as the performance of the Underlying Fund cannot be accurately forecast. The estimated cost of the Underlying Fund performance fee to the Fund (as disclosed) may differ to the actual cost incurred, including to a material extent.

**The example below is provided for illustrative purposes only and does not represent any actual or prospective performance of the Underlying Fund or Fund. We do not provide any assurance that the Underlying Fund or Fund will achieve the performance used in the example and you should not rely on this in determining whether to invest in the Fund.**

In general terms:

1. Each day, the cumulative performance of the Underlying Fund, since the inception date, is compared with the cumulative performance of the Underlying Fund benchmark (RBA Cash Rate) since the inception date of the Underlying Fund. The Underlying Fund's cumulative performance is calculated after the deduction of the management costs (paid or accrued) but before the deduction of performance fees (paid or accrued) and disregards any applications in and redemptions out of the Underlying Fund. The ratio of the Underlying Fund's performance above the performance of the Underlying Fund benchmark is referred to as 'outperformance'.
2. A 'high watermark' is set each time the level of cumulative outperformance exceeds the previous highest level of cumulative outperformance since inception of the Underlying Fund.
3. The ratio by which the Underlying Fund's cumulative outperformance exceeds the previous high watermark is then calculated.
4. If the previous high watermark is exceeded on a day, a performance fee of 20.5% of the ratio of outperformance above the previous high watermark, multiplied by the Underlying Fund's net asset value for that day (before the performance fee), is then accrued. The Underlying Fund's performance fee is calculated daily and payable quarterly.
5. However, if the previous high watermark is not exceeded, no performance fee is deducted, even if the Underlying Fund's performance has exceeded the performance of the Underlying Fund benchmark on that day.

If the Underlying Fund charges a performance fee, this reduces the unit price of units in the Underlying Fund. As the Fund aims to allocate half of its assets to the Underlying Fund, the deduction of a performance fee at the Underlying Fund level also reduces the unit price of units in the Fund.

#### Example – Fund has a balance of \$50,000 in the Underlying Fund and \$50,000 in cash, cash equivalents or cash funds

On a day, the cumulative Underlying Fund performance since inception is compared with the cumulative performance of the Benchmark since inception, and there is no 'outperformance'.	No performance fee is payable.
On a day, the cumulative Underlying Fund performance since inception, when compared with the cumulative performance of the Benchmark since inception, has outperformed the Benchmark. However, the cumulative Underlying Fund outperformance since inception is less than the previous highest level of outperformance since inception of the Fund (the 'high watermark').	No performance fee is payable.
On a day, the cumulative Underlying Fund performance since inception, when compared with the cumulative Index performance since inception, has outperformed the Benchmark by 10%. The Underlying Fund's previous highest level of outperformance since inception of the Fund (the 'high watermark') is 8%.	$20.5\% \times [(1 + 10\%) / (1 + 8\%) - 1] \times \$50,000 = \$189.81$ Therefore, for a balance of \$50,000 invested in the Underlying Fund, the Fund would effectively pay a performance fee of \$189.81 for that day. It is deducted from the Underlying Fund's assets and reflected in the Underlying Fund's (and therefore, Fund's) unit price.

#### 4.2.4 Transactional and operational costs

Transactional and operational costs (such as brokerage, clearing costs, hedging costs, settlement costs, transaction fees, bid/ask spreads, taxes and stamp duty incurred by the Fund or an underlying fund the Fund invests in) will generally be incurred as part of the management of the Fund or Underlying Fund. These costs are an additional cost to you and are reflected in the Fund's unit price. They are not amounts paid to us, the Investment Manager or IPM.

##### Buy/Sell spread

The Fund may recover an estimate of transactional and operational costs through a buy/sell spread from investors who apply for, or redeem units.

When units are acquired, a buy spread is added to the value of a unit. The buy spread is an amount which reflects the estimated transaction costs associated with acquiring the underlying investments and may take into account the

difference between the bid/offer price of investments traded and/or the estimated market impact of the acquisitions on the price of the investments being acquired. When units are redeemed, a sell spread is subtracted from the value of a unit. The sell spread is an amount which reflects the estimated transaction costs of disposing of the underlying investments and may take into account the difference between the bid/offer price of investments traded and/or the estimated market impact of the disposals on the price of the investments being sold. The buy/sell spreads are retained by the Fund and not paid to us or the Investment Manager.

A buy/sell spread seeks to ensure that the estimated transaction costs of the acquisition or redemption are borne by the investor who is applying for or redeeming the units, and not by the other investors in the Fund. The buy/sell spread may apply even if no transaction to acquire or dispose of assets is required (for example, where there is an application from one investor and a corresponding redemption by another investor).

The buy/sell spread for the Fund, as at the date of the preparation of this PDS, is +0.02% for applications and -0.03% for redemptions, but may be varied from time to time. In certain circumstances, the buy/sell spread may increase significantly. Notice will not usually be provided for variations to the buy/sell spread. The latest buy/sell spreads that may be applicable to an application or redemption from the Fund are posted on our website at [macquarie.com.au/daily\\_spreads](http://macquarie.com.au/daily_spreads).

We may at our discretion reduce the buy/sell spread in certain circumstances, for example where an investor subscribes using assets (rather than cash) on an application or receives assets (rather than cash) on a redemption.

The buy/sell spread charged to investors offsets some or all of the transactional and operational costs incurred by the Fund which may include costs incurred as part of the ordinary trading activities of the Fund rather than the particular application or redemption. This is referred to as 'Fund buy/sell spread recovery'.

#### Estimated net transactional and operational costs

The estimated net transactional and operational costs for the Fund for the previous financial year were 0.34%, resulting from estimated transactional and operational costs attributed to the underlying funds for the previous financial year of 0.34% less estimated the buy/sell spread recovery of 0.00%. For example, if you had an account balance of \$100,000 invested in the Fund over the year and there were no changes to your investment, you would have paid \$340 in net transactional and operational costs during the year (excluding any buy/sell spread as a result of applying for, or redeeming, units in the Fund). When added to the estimated management costs, you would have paid 1.18% (which amounts to \$1,180)<sup>1</sup> in costs.

The transactional and operational costs disclosed (including the buy/sell spread for the Fund) are based on information available as at the date of this PDS and assumptions that we consider reasonable, including assumptions about the bid/ask spreads and other costs of underlying assets. The transaction cost amounts are not forecasts of the total transaction costs in the future and the amount of transaction costs, including buy/sell spreads, may be higher or lower in the future.

#### 4.2.5 Information about fee changes

We may change the amount of the fees without your consent (up to any maximum that is allowed under the Fund's constitution).

If we increase the fees, we will provide you with at least 30 days written advance notice. We cannot charge more than the constitution of the Fund allows, unless we obtain approval to do so through a unitholder resolution. Under the constitution, the maximum fees (exclusive of the net effect of GST) are:

- a maximum contribution fee of 5% of the investment amount
- a maximum redemption fee of 5% of the redemption amount
- a maximum switching fee of 5% of the value of units subscribed for, and
- a maximum management fee of 5.5% of the net asset value of the Fund.

#### 4.2.6 Other information about fees and costs

You may agree to pay your adviser a fee for any financial advice that they provide to you. This is separate to any fees we charge in respect of your investment in the Fund, as set out in Section 4.1 above.

#### Commissions and soft dollars

The dealer group to which an adviser belongs and your IDPS operators, may receive certain payments or other non-monetary benefits from us, such as business and technical support, professional development and entertainment.

We may, in accordance with applicable laws and Financial Services Council policy, receive goods and services (such as third party research) paid for by brokers where such goods and services assist us in managing the Funds.

The provision and receipt of such benefits is governed by our policy on soft dollar benefits. These payments and benefits are not an additional cost to you.

We also maintain a register of compliance with the Industry Code of Practice on Alternative Forms of Remuneration summarising alternative forms of remuneration that are paid by or provided to us. Contact Client Service to view this register.

#### Differential fees

We may negotiate with wholesale clients (as defined in the Corporations Act) differential management fees, rebates and other similar arrangements as permitted by the Corporations Act and ASIC relief. There is no set manner or method of negotiating fees. We may also offer reduced management fees to employees of the Macquarie Group of companies. The reduced fees are determined by us and notified to eligible employees from time to time. These arrangements do not adversely affect the fees paid or to be paid, or the returns of, other unitholders in the Fund who are not entitled to the benefit of the arrangements. Contact Client Service for more information.

Reduced management fees and performance fees may be in the form of rebates. At our discretion, the maximum rebate we will offer is 100%, for example where a Macquarie Investment Management fund invests into another Macquarie Investment Management fund, the management fee is generally fully rebated.



## 5 Taxation considerations

Investing in a registered managed investment scheme is likely to have tax consequences. The information contained in the following summary is intended to be of a general nature only. It does not constitute tax advice and should not be relied on as such. You are strongly advised to seek independent professional advice on the tax consequences of an investment in the Fund, based on your particular circumstances, before making an investment decision.

### 5.1 Tax position of the Fund

#### Income tax

The Fund will elect into the Attribution Managed Investment Trust (AMIT) regime where it is eligible to do so. Under the AMIT regime, investors will be attributed amounts of income on a fair and reasonable basis for each relevant financial year. Where the AMIT regime applies to the Fund, the Fund should not be liable for Australian income tax under present income tax legislation.

The AMIT regime is designed specifically for managed funds to provide certainty and flexibility to managed funds and their investors. The AMIT regime also seeks to codify longstanding managed fund industry practice.

Under the AMIT rules:

- The Fund will be deemed to be a 'fixed trust' for taxation law purposes.
- The allocation of taxable income to investors is based on 'attribution' rather than present entitlement to the 'income' of the Fund.
- The Fund may make year-on-year adjustments to reflect under-or-over distributions of the Fund's income ('under and overs').
- Investors may increase or decrease the cost base of their units where taxable income attributed is either less than or greater than (respectively) broadly the cash distribution and tax offsets for an income year, to avoid the potential for double taxation.

While investors will be attributed income under the AMIT regime, this should not fundamentally change the way investors are taxed. Consistent with the previous trust taxation regime:

- Australian residents will include their share of the Fund's income in their income tax return, and
- non-residents will have withholding tax deducted from distributions they receive from the Fund.

If the Fund does not elect into the AMIT regime, investors in the Fund will be presently entitled to the entire amount of the income of the Fund (including any capital gains) for each relevant financial year and will be assessed for tax on their share of the net income of the Fund (including any capital gains) for a financial year. If the Fund incurs a tax loss in a financial year, there will be no distributable income for that year and the tax loss may be carried forward to be utilised in subsequent financial years (subject to the loss carry forward rules).

Please contact Client Service if you would like confirmation if the Fund has elected into the AMIT regime.

### 5.2 Tax position of resident investors

The following comments only deal with Australian residents who are individuals, complying superannuation entities and companies that will hold their units on capital account.

#### Capital Gains Tax (CGT)

An Australian resident investor's assessable income for each year includes any net capital gains (that is, after offsetting capital losses).

There are two potential sources of capital gains tax to investors in relation to their investment in the Fund:

1. Capital gains tax may be payable on part of the distribution made in respect of units from the Fund that relates to the disposal of CGT assets in the Fund. The Fund has made the Managed Investment Trust CGT election to treat shares, units and options over shares and units as CGT assets. The Fund's ability to make this election is subject to it satisfying certain criteria.

The Fund does not make allowance in the unit price for any tax on unrealised net gains accruing when investments are re-valued. As a result, investors should be aware that they may be liable for capital gains tax arising from the sale of assets where unrealised gains arose before they acquired their units.

The distribution by the Fund of certain non-taxable amounts (if any) may give rise to cost base adjustments to an investor's units for CGT purposes. Such cost base adjustments may result in either an increased capital gain or reduced capital loss on the subsequent disposal of units in the Fund, or, an immediate capital gain to the extent the cost base of the units of the Fund is reduced to less than zero.

2. Capital gains tax may be payable when units are redeemed from the Fund. Concessions may be available depending on how long the units have been held. Where the units have been held continuously for at least 12 months, individuals and trusts may be entitled to a CGT discount of 50% and superannuation entities may be entitled to a discount of 33 $\frac{1}{3}$ % in relation to the disposal of units. Companies are not entitled to this discount. Capital losses incurred by an investor may be offset against the gross capital gains for the investment before the application of the CGT discount.

Where the Fund is an AMIT, the capital gains or income arising from securities sold to meet a significant redemption can be distributed to the redeeming investor on a fair and reasonable basis. Significant redemptions will generally be those where an investor's total redemptions in the one financial year are 5% or more of the Fund's net asset value but may be lower where we believe it is fair and reasonable in the circumstances. The objective would be for remaining investors not to be materially adversely affected by the capital gains resulting from a disposal of the assets where both the Fund and the redeeming investors make a capital gain in the relevant financial year.

Where the AMIT regime does not apply to the Fund and the constitution of the Fund permits, capital gains or income arising from securities sold to meet a significant redemption may also be distributed to the redeeming investor to ensure that remaining investors are not materially adversely affected by the redemption. Where the Fund is not an AMIT, significant redemptions are subject to the 5% of net asset value threshold.

### **Taxation of financial arrangements (TOFA)**

The TOFA rules may apply to financial arrangements held by the Fund when calculating its assessable income. Broadly, the TOFA rules may impact the timing of the recognition of gains and losses in the Fund for tax purposes and will also treat relevant gains and losses as being on revenue account.

### **Foreign income tax offsets**

Australian residents are required to include in their assessable income their share of certain foreign taxes paid in respect of income derived by the Fund. Investors may be able to benefit from a foreign income tax offset in respect of foreign taxes paid by the Fund provided they are paid in relation to an amount that is included in the investor's assessable income and do not exceed the higher of a particular investor's foreign income tax offset limit and \$1,000.

### **Tax file number (TFN) and Australian Business Number (ABN)**

It is not compulsory for investors to provide their TFN or ABN, and it is not an offence if they decline to provide them. However, unless exempted, if the TFN or ABN is not provided, tax will be deducted from income at the highest marginal rate plus the Medicare levy. TFNs and ABNs can be provided on the application form when making an initial investment.

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

The Fund has registered for GST. The issue and redemption of units in the Fund and receipt of distributions will not be subject to GST. However, the Fund may incur GST on fees and expenses that it pays. The Fund may be entitled to claim input tax credits and/or reduced input tax credits on certain of these fees and expenses.

## **5.3 Tax position of non-resident investors**

### **Non-resident withholding tax**

Appropriate deductions of Australian tax will be made from distributions of Australian sourced income to non-resident investors. The amounts will be withheld at the rates of tax applicable to non-resident investors and will depend on the type of income and residence of the investor. Distributions to non-resident investors from sources wholly outside of Australia and on most capital gains will generally be exempt from Australian income tax and withholding tax. Non-resident investors may also be subject to tax laws in the country in which they reside, but may be entitled to a credit for some or all of the tax deducted in Australia.

### **Capital Gains Tax**

On the basis that the assets of the Fund will not be direct or indirect interests in Australian real property, no capital gains tax consequences should arise for non-resident investors (assuming that their units are held on capital account) as a result of investing in the Fund.

## 5.4 General information

### Transaction taxes

Normal transaction taxes and stamp duties (if any) also apply.

### Tax statement

An annual tax statement will be sent to each Australian resident investor to assist in completing tax returns.

### Tax advice

If you have any questions regarding the application of income tax or capital gains tax to an investment in the Fund, you should consult your tax adviser. Investors should seek their own professional advice, including as to taxation, before investing. Please note that any discussion of tax in this PDS refers to Australian tax law as at the date of this PDS, and that these laws may change at any time.

### Automatic Exchange of Financial Account Information

#### Foreign Account Tax Compliance Act and Common Reporting Standard

Australian legislation relating to the automatic exchange of financial account information between jurisdictions has been passed. This legislation gives effect to the United States of America Foreign Account Tax Compliance Act (**FATCA**) and the OECD Common Reporting Standard for Automatic Exchange of Financial Account Information (**CRS**). These regimes cover the collection and reporting of information to tax authorities by financial institutions.

The Fund is a reporting Australian financial institution under the inter-governmental agreement entered into between the Australian and US governments in relation to FATCA, effective from 1 July 2014. The Fund is also a reporting Australian financial institution under the CRS, effective from 1 July 2017. As such, the Fund will be required to comply with the registration, due diligence and reporting requirements of FATCA and CRS.

Accordingly, we may request that you provide certain information in order for the Fund to comply with their FATCA or CRS obligations. Depending on your status, for the purposes of FATCA and CRS, we may assess any information you provide to us and if required, report information in relation to you and your unit holding to the Australian Taxation Office (**ATO**). The ATO will, in turn, share such information with the US Internal Revenue Service or tax authorities of jurisdictions that have signed the 'CRS Competent Authority Agreement' on an annual basis.

### How could the FATCA and CRS regulations affect you?

By applying for units in the Fund, you:

- agree to promptly provide us or our service providers with any information we may request from you from time to time
- agree to promptly notify us of any change to the information you have previously provided to us or our service providers
- consent to us disclosing any information we have in compliance with our obligations under FATCA and CRS
- consent to us disclosing any information we have if your units are held by or for the benefit of, or controlled indirectly by, specified US person(s) (in the context of FATCA) or foreign tax resident(s) (in the context of CRS), including disclosing information to the ATO, which may in turn report that information to the US Internal Revenue Service or other foreign tax authority, and
- waive any provision of domestic or foreign law that would, absent a waiver, prevent us from complying with our obligations under FATCA and CRS.

Failure to comply with our obligations under FATCA and CRS could result in the Fund being subject to a 30% US withholding tax on payments of US income or gross proceeds from the sale of particular US securities (in relation to FATCA only) and administrative penalties under Australian taxation law.

It is important to note that:

- although the Fund may take steps to manage the imposition of any withholding tax or penalties, no assurance can be given that the Fund will be successful, and
- if you fail to provide us with any information requested by us, and we become subject to such withholding tax or penalties, we may seek to recover such amount from you.

For further information in relation to how our due diligence and reporting obligations under FATCA and CRS may affect you, please consult your tax adviser.

## 6.1 Making initial and additional investments in the Fund

Application cut-off time (Application Cut-off) <sup>1</sup>	Minimum initial investment amount <sup>1</sup>
1.00pm Sydney time on a Business Day	\$50,000

<sup>1</sup> Or as we otherwise determine.

You can apply to make an initial investment in the Fund by completing the application form contained in this PDS (**Application**). Unless we agree otherwise, where we receive an Application (including any required identification documentation) completed to our satisfaction, and cleared funds before the Application Cut-off, investors will generally receive the application price calculated for the relevant Business Day.

Unless we agree otherwise, if we receive an Application (including any required identification documentation) completed to our satisfaction, and cleared funds after the Application Cut-off, or on a non-Business Day, we will generally treat the Application as having been received before the Application Cut-off for the next Business Day. Generally, Applications made by direct debit may take up to four Business Days before the amount is invested but may take longer in certain circumstances.

If we are not able to issue units immediately after receipt of your application money, that money will be held in a non-interest bearing trust account with an authorised deposit-taking institution. If we are not able to issue units within a period of one month starting from the day on which we receive your application money (or if this is not reasonably practicable, by the end of such longer period as is reasonable in the circumstances), we will return the application money to you.

You can add to your investment at any time by depositing cleared funds using the account details provided to you at the time of your initial investment (**Investment Account**). Deposits into the Investment Account will be deemed to be an application for additional units in the Fund and will be subject to the same Application Cut-off requirements that apply to initial investments. We will not be responsible for any losses incurred by you as a result of the incorrect payment of funds into the Investment Account or into another incorrect bank account. We may accept or reject an application (in whole or in part) at our discretion (without giving reasons).

### How to apply

To make your initial investment, complete the Application Form that is contained in this PDS. You can send the completed Application Form and required identification documentation to us by mail, facsimile or email. If you fax or email your identification documentation to us, we may request certified copies of the originals to follow in the mail for our records and your account may not be opened until they have been received.

If you are an indirect investor investing through an investor directed portfolio service (**IDPS**), please contact your financial adviser or IDPS operator for details of how to invest in the Fund.

### Paying your investment amount

Payment of the initial and any additional investment amounts can be made by:

- bank transfer
- Real Time Gross Settlement (**RTGS**)
- cheque
- direct debit (for initial investment amount only), and
- such other method approved by us.

Make the cheque payable to 'MIMAL – IPM Global Macro 50 Fund A/C [Full investor name]'.

For example 'MIMAL – IPM Global Macro 50 Fund A/C John Smith ATF Smith Super Fund'.

To assist in processing additional investments greater than \$500,000, please send notification by facsimile or email to Client Service prior to the Fund's Application Cut-off. There may be delays in receipt of cleared funds for each method of payment and cleared funds will not necessarily be received by Macquarie prior to any particular cut-off requirement. Payments must be made in Australian dollars.

### Delays when an Application Form is incomplete

As part of Macquarie's obligations under the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (Cth) (**AML/CTF**), we cannot accept or process an application to invest until we are satisfied that the identity of the investor has been verified in accordance with the AML/CTF.

Where an application is unable to be finalised for AML/CTF reasons or is otherwise incomplete, we will seek to contact you to obtain the missing or additional information. Your application will not be accepted by us, nor units issued to you, unless our AML/CTF verification has been completed or other issues have been addressed to our satisfaction.

We will not be liable to any prospective investor for any losses incurred, including as a result of market movements, if an application is rejected or the processing of an application is delayed.

## 6.2 Redeeming your investment

Redemption cut-off time (Redemption Cut-off) <sup>1</sup>	Minimum balance amount <sup>1,2</sup>
1.00pm Sydney time on a Business Day	\$50,000

<sup>1</sup> Or as we otherwise determine.

<sup>2</sup> If acceptance of a redemption request will result in a balance less than the minimum balance amount, we may either reject the redemption request or treat the redemption request as relating to your entire holding.

You can generally request redemption of all or part of your investment in the Fund by completing a redemption request form which you can download at [macquarie.com/redemptionform](http://macquarie.com/redemptionform). Alternatively, you can provide a signed request specifying the account name, the Fund name, the amount or number of units to be withdrawn and bank details. You can send your redemption request by facsimile, email, mail or such other method agreed by us.

Where we receive a redemption request, completed to our satisfaction, before the Redemption Cut-off, investors will generally receive the redemption price calculated for that Business Day. Unless we agree otherwise, if we receive a redemption request, completed to our satisfaction, after the Redemption Cut-off, we will generally treat the request as having been received before the Redemption Cut-off for the next Business Day.

Before paying you the redemption amount, we may deduct from that amount any money you owe us in relation to your investment. Redemption proceeds will generally be paid within five Business Days after we accept the redemption request.

### Suspension of redemptions

In some circumstances, such as where there is a suspension of redemptions, investors may not be able to redeem their investment within the usual period or at all. It is also important to note that under the terms of the constitution, we:

- may accept or reject a redemption request (in whole or in part) at our discretion (without giving reasons), and
- are able to change the time by which a redemption request must be lodged and/or the days on which redemptions will be available at our discretion.

Where a redemption request is accepted by us, the Fund's constitution generally allows us up to 21 days after acceptance of the request to pay the redemption proceeds. This may be extended if:

- payment of all or part of the redemption amount is not in the interests of unitholders as a whole, is materially adverse to unitholders as a whole or is not fair to the remaining unitholders, or
- market conditions are such that liquidation of the Fund's assets to facilitate the redemption is difficult, not desirable or impossible (such as where there is restricted liquidity or suspended trading in a market for the assets of the Fund).

Potential investors should refer to the constitution of the Fund for full details of when Macquarie may delay the redemption of units and/or the payment of redemption proceeds.

We may be required to suspend redemptions from the Fund (including indefinitely) where the Fund is no longer 'liquid', as defined in the Corporations Act. While the Fund is not liquid, we may, at our discretion, offer investors the ability to redeem (wholly or partly) from the Fund but only if there are assets available that are able to be converted to cash to meet redemptions under the offer.

### Redemption proceeds

We may pay the redemption proceeds on your units into a non-interest bearing trust account in order to facilitate payment of these amounts to your nominated account. If we are unable to credit your account for any reason these amounts may continue to be held in such a non-interest bearing trust account until you provide alternative payment instructions or we are required by law to pay these amounts to any regulatory body or other person or account.

### Other important information about redemptions

We may compulsorily redeem your units where permitted or required by law or the constitution of the Fund.

If you submit your redemption request by facsimile or email, Macquarie may rely on the faxed or emailed redemption request to process your redemption. If Macquarie receives a redemption request by facsimile or email, you:

- acknowledge that there is potentially a greater risk that fraudulent facsimile or email instructions can be given by someone who has access to your account number and a copy of your signature(s) and that you accept such risks
- acknowledge that Macquarie may assume that the instruction has been sent, and is authorised, by or on behalf of you, and
- release Macquarie from, and indemnify Macquarie against all losses and liabilities arising from any payment or action taken by Macquarie based on any instruction bearing your account number and a signature that purports to be yours or that of an authorised signatory on the account, even if such instructions are not authorised (except to the extent that such losses and liabilities directly arise from the negligence or wilful default of Macquarie).

## 6.3 Confirmation of instructions

When you are instructing us in relation to the following:

- a redemption greater than or equal to \$1,000,000
- a redemption to an account which is not the pre-nominated bank account, even if it has the same account name as the pre-nominated bank account
- a redemption where there has been a change of bank account details from the original Application Form, or
- a change of authorised signatory/signatories,

we may contact an authorised signatory for the investment to confirm that the instruction is authorised. If we are unable to contact an authorised signatory for the investment, we may postpone the processing of the instruction until we have been able to make contact and confirm the instruction. Your instruction will not be treated as having been received by us until it has been confirmed, unless we determine otherwise.

## 6.4 Application and Redemption Cut-off times

Application and Redemption Cut-off times may be changed in certain circumstances including where the market for trading the assets of the Fund closes early (for example, Christmas Eve). Any changes to the Application and Redemption Cut-off times will be published on our website at [macquarie.com.au/unit\\_prices](http://macquarie.com.au/unit_prices).

## 6.5 Cooling-off period

If you are a retail client under the Corporations Act, you can terminate your investment in the Fund during the period of 14 days starting on the earlier of the time when you receive confirmation of issue of units in the Fund to you or the end of the fifth Business Day after the units are issued to you. Your refund will be processed as a redemption and the redemption value will be reduced or increased for market movements since your investment. We will also deduct any tax or duty that is paid or payable by the Fund, any reasonable administration or transaction costs incurred as well as the sell spread. As a result, the amount returned to you may be less than your original investment. To exercise your cooling-off rights, please write to Client Service.

## 6.6 Transferring units

You may transfer units in the Fund to another person by providing us with:

- a standard transfer form signed and completed by both you and the party receiving the units
- an Application Form accompanying the current PDS for the Fund duly signed and completed by the party receiving the units, and
- such other information and confirmations (including to comply with AML/CTF requirements) that we may request.

We reserve the right to decline transfer requests at our discretion (including because we have not received all requested information from you or the party to whom you propose to transfer your units).

A transfer of units involves a disposal of units, which may have tax implications. Stamp duty may also be payable on the transfer (including where there is a change in legal ownership but no change in beneficial ownership) unless an exemption applies. You should obtain tax and stamp duty advice before requesting a transfer.

## 6.7 Indirect investors

We consent to the use of this PDS by IDPS operators, such as master trusts, wrap accounts or nominee services that include the Fund on their investment menus. You may invest indirectly in the Fund as an 'indirect investor' through an IDPS by directing the IDPS operator to acquire units in the Fund on your behalf. An investment in the Fund through an IDPS operator does not entitle you to a direct interest in the Fund and you may be subject to different terms and conditions from those referred to in this PDS.

An indirect investor does not become a unitholder in the Fund. Accordingly, an indirect investor does not acquire the rights of a unitholder of the Fund or acquire any direct interest in the Fund. The IDPS operator acquires these rights and can exercise, or decline to exercise, them on your behalf according to the arrangements governing the IDPS. As an indirect investor, you will still have access to our dispute resolution process.

If you invest in the Fund through an IDPS, certain information in this PDS may not be relevant to you. This includes information relating to:

- minimum initial investment and additional investment amounts
- applications and application forms
- redemptions and switches, and
- transferring units.

Your IDPS operator can provide you with the unit prices for your investment and any other terms and conditions that may apply to any investment you propose to make in the Fund through that IDPS operator. If you are investing through an IDPS, the net performance of your investment in the Fund may differ from the information we publish, due to cash flows specific to your portfolio and any fees charged by the IDPS operator. Fees and expenses, applicable to the IDPS (as set out in the IDPS offer document or client agreement), may be payable in addition to the fees and expenses stated in the PDS. Please contact your financial adviser or IDPS operator if you have any queries.

## 6.8 Incorrect addresses and facsimile numbers

You are responsible for ensuring that you send your application and redemption requests and any other correspondence to the correct address, email or facsimile number. If incorrect contact details are used, your request may be delayed or not processed.

We accept no responsibility for requests (including for applications and redemptions) that have been sent to an incorrect address, email or facsimile number, including addresses and facsimile numbers of other parts of the Macquarie Group that are not referred to in the PDS. Please contact Client Service if you would like to confirm our address, email or facsimile number.

## 7.1 Our legal relationship with you

### Macquarie as the responsible entity

As the responsible entity of the Fund, we are responsible for the management and administration of the Fund. We hold an Australian Financial Services Licence (AFSL), authorising us to act as the responsible entity of the Fund. Details of our AFSL can be found on ASIC's website at [www.asic.gov.au](http://www.asic.gov.au).

Our powers and duties in relation to the Fund are set out in the constitution, the Corporations Act and general trust law.

### Constitution

The Fund is established by a constitution, as amended from time to time. The provisions of the constitution are binding on each investor and persons claiming through them, as if the investor or person were a party to the constitution. The constitution of the Fund contemplates that Macquarie may determine, agree, approve or consent to certain matters. Unless the constitution or the Corporations Act otherwise provides, we may do so in our absolute discretion and subject to such conditions (if any) as we determine.

This PDS contains a summary of some key features of the constitution. The constitution covers a number of additional matters, including:

- the nature of units (subject to any special terms of issue, identical rights attach to all units)
- how and when redemptions are paid
- unitholder meetings
- the circumstances in which we may be liable to you
- our indemnification out of the assets of the Fund for all costs incurred by us in relation to the administration or management of the Fund (subject to the proper performance of our duties)
- the circumstances in which we can terminate the Fund
- your rights to share in any Fund income, and how we calculate it, and
- when we can retire as responsible entity of the Fund.

We can amend the constitution from time to time, subject to the provisions of the constitution and the Corporations Act. We can amend the constitution without your consent if we reasonably consider that the amendments will not adversely affect investors' rights. Otherwise, we must obtain the approval of the required number of unitholders at a meeting of unitholders (a resolution may bind you, regardless of how or whether you vote). A copy of the Fund's constitution is available upon request by contacting Client Service.

### Corporations Act

Our duties under the Corporations Act include:

- acting in the best interest of investors and, if there is a conflict between unitholders' interests and our own interests, giving priority to unitholders' interests
- ensuring that Fund property is clearly identified as Fund property, is valued at regular intervals and is held separately from our property and the property of any other fund, and
- reporting to ASIC any breach of the Corporations Act in relation to the Fund, which has had, or is likely to have, a materially adverse effect on the interests of unitholders.

We are liable for our agents engaged or appointed to provide services in connection with the Fund.

### The compliance plan

We have prepared and lodged a compliance plan for the Fund with ASIC. The compliance plan sets out the compliance procedures that we will follow to ensure that we are complying with the Corporations Act and the Fund's constitution. Our compliance with the compliance plan is independently audited each year, as required by the Corporations Act and the auditor's report is lodged with ASIC.

### Related party issues

In the execution of transactions, we deal with professional organisations that may include Macquarie Group Limited or its associated companies (**Macquarie Group**). All transactions are conducted on arm's length terms. We can also trade the Fund's investments with members of the Macquarie Group. These organisations may receive commissions at prevailing market rates for the execution of transactions. Any conflict of interest or potential conflict of interest is managed in accordance with our Conflict of Interest Policy.

The Macquarie Group is a global provider of banking, financial, advisory, investment and funds management services. The Macquarie Group acts on behalf of institutional, corporate and retail clients and counterparties around the world. Macquarie Investment Management Australia Limited, as responsible entity of the Fund and Macquarie Investment Management Global Limited, as the Investment Manager of the Fund, generally have no control over these activities. As a result, from time to time the Fund's or Underlying Fund's activities may be restricted, for example due to regulatory constraints applicable to the Macquarie Group, and/or its internal policies designed to comply with such constraints. In certain circumstances, statutory or internal Macquarie Group imposed restrictions may preclude the acquisition or disposal of securities by the Fund and Underlying Fund. Without limitation, this includes where the acquisition would cause the Macquarie Group's aggregated holdings in a company (including holdings that the Macquarie Group is required to aggregate) to exceed applicable takeover thresholds. In addition, where, due to such restrictions, there is limited capacity to acquire particular securities, the Fund and Underlying Fund will not have priority over any member of, or any other fund associated with, the Macquarie Group to acquire those securities. Such restrictions may result in an adverse effect on the value of the investments of the Fund or Underlying Fund due to the Fund or Underlying Fund (as relevant) being unable to enter into positions or exit positions, as and when desired.

The provision of services by us (and other entities forming part of the Macquarie Group) in relation to the Fund and Underlying Fund is not exclusive and we or other members of the Macquarie Group may act as the responsible entity, trustee, investment manager or adviser for other funds or separate client accounts that have the same or similar investment strategies to the Fund or Underlying Fund.

### Investing through a margin loan

If you invest in the Fund through a margin lender, units in the Fund will generally be held in the name of the margin lender or its nominee. Accordingly, you may not acquire the rights of an investor in the Fund and all correspondence and dealings in relation to the investment must generally be through your margin lender.

## 7.2 Keeping you informed

To keep you up to date on your investment in the Fund, we will provide or make available:

- transaction confirmations
- transaction statements at least annually
- an annual tax statement for Australian resident investors to assist in completing tax returns, and
- an annual financial report. The Application Form contains a number of options in relation to access to annual financial reports.

For the purposes of ASIC Regulatory Guide 240, the following will be made available or distributed to investors of the Fund.

Type of information	Is the information available?	How often this information will be available?	Where can this information be accessed?
Actual allocation to each asset type for the Fund and Underlying Fund	The Fund's allocation to units in the Underlying Fund and cash, cash equivalents or cash funds will be available. The Underlying Fund's gross exposures to each underlying asset class will be available.	Monthly	Fund performance report available on our website
Liquidity profile of the assets of the Fund and Underlying Fund (that is, the estimated time required to sell an asset at the value ascribed to that asset in the most recently calculated net asset value)	Yes	Annually	Fund performance report for the period ending 30 June available on our website
Maturity profile of the liabilities	We do not provide this information because it is not relevant given the investment strategy of the Fund and Underlying Fund. The Fund is not generally expected to have any liabilities, other than accrued fees and any operating costs charged to the Fund. In the ordinary course, we expect that the Underlying Fund's derivatives positions will be closed out before they reach maturity.	Not applicable	Not applicable
Leverage ratio for the Fund and Underlying Fund (after taking into account the leverage embedded in the assets of the relevant fund, other than listed equities and bonds)	Yes The initial margin to equity ratio for the Underlying Fund will also be available.	Monthly	Fund performance report available on our website
Names of derivatives counterparties engaged by the Fund and Underlying Fund	Yes	Annually	Fund performance report for the period ending 30 June available on our website
Any changes (including changes in related party status) to any of the key service providers for the Fund and Underlying Fund	Yes	Monthly	Fund performance report available on our website
Monthly or annual investment returns over at least a five-year period (or since its inception if a shorter period) for the Fund and Underlying Fund	Yes	Monthly	Fund performance report available on our website
Current total net asset value of the Fund and Underlying Fund	Yes	Monthly	Fund performance report available on our website
Redemption value of a unit in the Fund and Underlying Fund	Yes	Monthly	Fund performance report available on our website
Net return on the assets of the Fund and Underlying Fund after fees and costs but before taxes	Yes	Monthly	Fund performance report available on our website



Type of information	Is the information available?	How often this information will be available?	Where can this information be accessed?
Any material change in the risk profile, strategy for the Fund or Underlying Fund, and individuals playing a key role in making the investment decisions for the Fund or Underlying Fund	Yes	Monthly	Fund performance report available on our website

You are also able to access and view some account information online through our secure website. Register for this service by completing the 'Online Registration' form which you can download at [macquarie.com/onlineform](http://macquarie.com/onlineform).

### Continuous disclosure documents

The Fund may be a disclosing entity for the purposes of the Corporations Act and subject to certain regular reporting and continuous disclosure obligations. Copies of documents lodged with ASIC in relation to the Fund may be obtained from, or inspected at, an ASIC office.

As an investor in the Fund, you have the right to obtain, free of charge, the following periodic documents (in printed or electronic form) from us for the Fund:

- the annual financial report (including financial statements) most recently lodged with ASIC, and
- any half-year financial report (including financial statements) lodged with ASIC or any continuous disclosure notices provided by us after the lodgement of the annual financial report and before the date of the Fund's PDS.

## 7.3 Protecting your privacy

We collect certain personal information from you, in order to administer your investment in the Fund. As required by law, we have adopted a Privacy Policy that governs the collection, storage, use and disclosure of personal information. A copy of our Privacy Policy is available from our website at [macquarie.com.au/au/privacy\\_policy.htm](http://macquarie.com.au/au/privacy_policy.htm).

By signing the Application Form, you agree to us collecting, storing, using and disclosing your personal information in accordance with our Privacy Policy. This includes using your personal information for:

- processing your application
- providing or marketing products and services to you
- administration purposes, including managing, monitoring, auditing and evaluating the products and services
- determining future product and business strategies and to develop services, including the modelling of data and data testing
- ensuring compliance with all applicable regulatory or legal requirements (including the requirements of superannuation law). This includes the requirements of the Australian Securities and Investments Commission, the Australian Taxation Office, AUSTRAC and other regulatory bodies or relevant exchanges
- communicating with you in relation to your holding and all transactions relating to the holding, and

- providing products and services to you through other entities in the Macquarie Group, our agents, contractors or third parties whether or not located in Australia.

We collect and record personal information through our interactions with you and your nominated adviser(s), including by telephone, email or online. We may also collect personal information from public sources and third parties including information brokers and our service providers.

We aim to ensure that our record of your personal information is accurate, complete and up to date. If your personal information changes, inform us as soon as possible. You may correct or update this information by notifying us in writing.

Where you provide us with personal information about someone else you must first ensure that you have obtained their consent to provide their personal information to us based on this privacy statement.

We are required or authorised to collect your personal information under various laws including those relating to taxation and the AML/CTF Laws.

### What happens if you do not give us information

You may choose not to give personal information about you to Macquarie. Depending on the type of personal information, the consequences set out below may apply if you do not do so:

- refer to 'Tax file number (TFN) and Australian Business Number (ABN)' in Section 5 of this PDS for the consequences if you do not supply your TFN or a valid exemption (or in certain cases an ABN)
- we may not be able to approve your application for units in the Fund, and
- we may not be able to provide you with an appropriate level of service.

### Disclosing your information

You agree and consent that Macquarie may disclose information we hold about you in the following circumstances:

- to other companies in the Macquarie Group as well as our agents, contractors or service providers, which provide services in connection with our products and services, for example printing statements or notices which we send to you
- supplying information about your investments to any financial adviser that is nominated by you, or their dealer group
- to your agents and representatives (for example your broker, adviser, solicitor, accountant or superannuation fund administration) or any administrator, liquidator, trustee in bankruptcy, legal personal representative or executor, whether or not located in Australia
- disclosing your personal information to regulatory authorities

(for example tax authorities in Australia and overseas) in connection with their lawful information requests or to meet our legal obligations in any relevant jurisdiction using your personal information to contact you on an ongoing basis (by telephone, electronic messages, online and other means) to offer you products or services that may be of interest to you, including offers of banking, financial advisory, investment, insurance and funds management services, unless you tell us not to

- disclosing your personal information to any person proposing to acquire an interest in our business
- if the disclosure is required or authorised by law, or
- if you consent.

In order to use and disclose your personal information for the purposes stated above, we may be required to transfer your personal information to entities located outside Australia (this includes locations in the Philippines and India and the countries specified in our Privacy Policy). By completing the Application Form, you consent to your personal information being transferred overseas for these purposes.

### Direct marketing

We and other companies in the Macquarie Group may use your personal information to contact you on an ongoing basis by telephone, electronic messages (like email), online and other means to offer products or services that may be of interest to you including offers of banking, financial, advisory, investment, insurance and funds management services, unless you change your marketing preferences by contacting us.

If you have any questions in regards to your privacy or to request access to your personal information that we hold, contact us on 1800 814 523 or email [privacy@macquarie.com](mailto:privacy@macquarie.com).

### Complaints

If you wish to complain about any breach or potential breach of our privacy obligations, you should contact us. If you are unhappy with our response, you are entitled to contact the Office of the Australian Information Commissioner who may investigate your complaint further.

## 7.4 Representations

We have not authorised any person to give any information, or to make any representation about the Fund, which is not in the PDS and, if given or made, such information or representation must not be relied on as having been authorised by us.

Any other parties distributing the Fund are not our agent or representative and are doing so on their own behalf. We are not responsible for any advice or information given, or not given, to you by any party distributing the Fund and, to the maximum extent permitted by law, accept no liability whatsoever for any loss or damage arising from you relying on any information that is not in the PDS.

## 7.5 Enquiries and complaints

You may contact your financial adviser or Client Service if you have any enquiries or complaints. If you have a complaint, please contact us and we will do our best to resolve any matter quickly and fairly. Written complaints can be sent to us at:

### The Complaints Officer

Macquarie Investment Management Australia Limited  
PO Box R1723  
Royal Exchange NSW 1225 Australia

If you make a complaint, we will assess your complaint and advise you of the outcome within 45 days of receiving your complaint.

If you are an individual or small business and you are not satisfied with the outcome of your complaint or how the complaint was handled, you may refer the complaint to the:

- Macquarie Customer Advocate, who will review the reasonableness and fairness of the outcome of your complaint, or
- Australian Financial Complaints Authority (AFCA), an independent external dispute resolution body approved by ASIC.

If you request the Customer Advocate to carry out an independent review of your complaint and are not satisfied with the outcome, you can still raise your complaint with AFCA.

The Macquarie Customer Advocate can be contacted at:

### The Customer Advocate

Macquarie Group Limited  
PO Box R1723  
Royal Exchange NSW 1225 Australia

Email: [customeradvocate@macquarie.com](mailto:customeradvocate@macquarie.com)  
Telephone: 1800 898 307

Please include the following information in your correspondence:

- your investor number and complaint reference number
- your preferred contact details, and
- a brief description of your complaint.

AFCA can be contacted at the details below. Please quote our membership number, 14922.

### Australian Financial Complaints Authority

GPO Box 3  
Melbourne VIC 3001 Australia

Email: [info@afca.org.au](mailto:info@afca.org.au)  
Telephone: 1800 931 678

## 7.6 Consents

### IPM Informed Portfolio Management AB

IPM has given its written consent to the statements about it and its employees and officers appearing in this PDS in the form and context in which they appear (and has not withdrawn that consent before the date of this PDS).

# IPM Global Macro 50 Fund Application Form

Issued by Macquarie Investment Management Australia Limited (**Macquarie**) ABN 55 092 552 611 AFSL 238321  
Dated 1 July 2020



This is the Application Form for the IPM Global Macro 50 Fund (**Fund**).

This Application Form is contained in the Product Disclosure Statement for the Fund (**PDS**). The PDS contains important information about investing in the Fund. You should read the PDS before making a decision to invest in the Fund.

Information in the PDS may change from time to time. Where information that changes is not materially adverse to investors, we may update this information by updating the relevant document or by publishing an update at [macquarie.com.au/pds](http://macquarie.com.au/pds).

You can access a copy of the latest version of the PDS, any updated information and the Application Form free of charge from our website or by contacting us.

The information provided in the PDS is general information only and does not take account of your personal financial situation or needs. You should obtain your own financial advice tailored to your personal circumstances.

If you are an existing investor in the Fund and would like to make an additional investment in the Fund, please see the PDS for details.

Accounts can only be opened by the following types of investors:

- individuals over 18 years of age
- trustees of other entities
- companies or incorporated bodies
- associations/cooperatives, or
- government entities.

You are required to complete this Application Form and send it to us with any required certified copies of your identification documents by mail, facsimile or email. If you fax or email your identification documentation to us, we may request certified copies of the originals to follow in the mail for our records and your account may not be opened until they have been received. If you are not one of the types of investors listed above, please contact Client Service.

**! Refer to page 18 for the instructions and checklist for completing this Application Form.**

Macquarie is subject to the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (Cth) (**AML/CTF Laws**). To comply with AML/CTF Laws, we must collect certain information about each investor as set out below. If you do not have the identification documentation referred to, please contact Client Service for other acceptable identification documentation.

Macquarie may disclose your personal information in connection with AML/CTF Laws. In certain circumstances, Macquarie may be obliged to freeze or block an account where it is used in connection with illegal activities or suspected illegal activities. Freezing or blocking can arise as a result of Macquarie's account monitoring obligations under the AML/CTF Laws. If this occurs, Macquarie is not liable to you for any consequences or losses whatsoever and you agree to indemnify Macquarie if it is found liable to a third party in connection with the freezing or blocking of your account.

Documents in a language other than English must be accompanied by an English translation prepared by an accredited translator.

**! Refer to 'How to certify your documents' on page 19 for more information.**

To contact Macquarie Investment Management Client Service, call **1800 814 523** or **61 2 8245 4900** 8.30am to 5.30pm (Sydney time) Monday to Friday or email [mim.clientservice@macquarie.com](mailto:mim.clientservice@macquarie.com).

You can also write to us at **PO Box R1723, Royal Exchange, NSW 1225 Australia** or fax us at **61 2 8232 4730**.

The instructions and checklist to help you complete this Application Form are located on page 19. Please use black ink and complete the applicable sections in BLOCK LETTERS.

1

Do you have an existing Macquarie Investment Management account?

Are you an existing client with Macquarie Investment Management?

Yes  No

**!** Note if you answered 'Yes', you are still required to complete this Application Form in full.

My existing 5-digit investor number is

**!** Your 5-digit investor number can be located on your statements.

**!** If you are an existing investor and complete this Application Form using the same name (or substantially the same name as we determine) for the investment as your existing account(s), we will link this new account with your existing account(s), as determined by Macquarie. This means that your contact and address details provided in this Application Form will be applied to all your accounts which are linked.

STATEMENT	
For the period 05/11/2014 to 20/11/2014	
Account Name:	Mary Smith ATF Smith Family Trust
Investor Number:	87170

2

Details of individuals (including directors of proprietary companies and trustees)

**!** All individuals, including directors of proprietary companies and trustees, are required to complete this section.

Please indicate the investor type  Individual/Joint investors  Individual trustee  Company director  Sole trader

Complete the below sections for the indicated individual. Please note that all fields are mandatory.

2.1 / Individual 1

Title  Full given name(s)

Surname  Date of birth  /  /

Any other name known by  Gender  Male  Female

Occupation

TFN  OR Reason for exemption  Non-resident  Charity  Other (specify)

**!** If you are a tax resident of a country other than, or in addition to, Australia, and/or you are a US citizen ► please complete the 'Macquarie Asset Management FATCA/CRS Self-Certification Form' and return to us with your Application Form. Download the form at [macquarie.com/mamFATCA-CRS](http://macquarie.com/mamFATCA-CRS).

It is not compulsory for you to provide your TFN, and it is not an offence if you decline to provide it. However, unless exempted, if your TFN is not provided, tax will be deducted from any income at the highest marginal rate plus the Medicare levy and any other applicable levies or taxes.

Residential address (cannot be a PO Box)

Street name and number

Suburb  State  Postcode

Country

Postal address

Is the postal address the same as residential address?  Yes ► go to contact details  No ► please provide below

Street name and number

Suburb  State  Postcode

Country

## Details of individuals (including directors of proprietary companies and trustees) (continued)

### Contact details

**!** At least one contact phone number and an email address must be provided.

Email address

Work phone number

Home phone number

Fax number

Mobile phone number

Complete below if you would like to link this investment in the Fund(s) with your existing online services account.

### Do you have a Macquarie Access Code (MAC) for online services?

Yes, my MAC is

No. Please complete the 'Online Registration Form' to request a MAC. Download the form at [macquarie.com/onlineform](http://macquarie.com/onlineform) or contact us. The full terms and conditions are available on the website.

### Are there any additional investors, individual trustees or company directors?

Yes ► go to **Section 2.2**

No Companies (including corporate trustees) ► go to **Section 3**

Trusts (including SMSFs) with corporate trustees ► go to **Section 3**

Trusts (including SMSFs) with individual trustees ► go to **Section 4**

If none of the above ► go to **Section 5**

### 2.2 / Individual 2

Title

Full given name(s)

Surname

Date of birth

 /  / 

Any other name known by

Gender

Male

Female

Occupation

TFN

OR Reason for exemption

Non-resident

Charity

Other (specify)

**!** If you are a tax resident of a country other than, or in addition to, Australia, and/or you are a US citizen ► please complete the 'Macquarie Asset Management FATCA/CRS Self-Certification Form' and return to us with your Application Form. Download the form at [macquarie.com/mamFATCA-CRS](http://macquarie.com/mamFATCA-CRS).

It is not compulsory for you to provide your TFN, and it is not an offence if you decline to provide it. However, unless exempted, if your TFN is not provided, tax will be deducted from any income at the highest marginal rate plus the Medicare levy and any other applicable levies or taxes.

### Residential address (cannot be a PO Box)

Cross this box if same as 'Individual 1'. If different, please complete below.

Street name and number

Suburb

State

Postcode

Country

Complete below if you would like to link this investment in the Fund(s) with your existing online services account.

### Do you have a Macquarie Access Code (MAC) for online services?

Yes, my MAC is

No, please complete the 'Online Registration Form' to request a MAC. Download the form at [macquarie.com/onlineform](http://macquarie.com/onlineform) or contact us. The full terms and conditions are available on the website.

### Are there any additional individual trustees or company directors?

Yes, please provide details (as required in Section 2.2) of additional individuals on a separate sheet.

No Companies (including corporate trustees) ► go to **Section 3**

Trusts (including SMSFs) with corporate trustees ► go to **Section 3**

Trusts (including SMSFs) with individual trustees ► go to **Section 4**

If none of the above ► go to **Section 5**

## Details of individuals (including directors of proprietary companies and trustees) (continued)

### 2.3 / Sole trader – additional information

Registered business name (if any)

ABN (if any)  Business activity

#### Principal place of business (cannot be a PO Box)

Street name and number

Suburb  State  Postcode

Country

### 3

## Details of company

#### Foreign or domestic companies including corporate trustees

Full name of company or corporate trustee

**!** We require the applicable identification documentation if it has not been provided previously. See page 18 for a list of acceptable identification documents.

What is the nature of the business activity?  Corporate trustee  Other (specify)

ACN or reason for exemption

ABN/TFN or reason for exemption

**!** It is not compulsory for you to provide your TFN or ABN, and it is not an offence if you decline to provide it. However, unless exempted, if your TFN or ABN is not provided, tax will be deducted from any income at the highest marginal rate plus the Medicare levy and any other applicable levies or taxes.

Is the company a foreign entity for tax purposes?  Yes, country of tax residence   
 No

#### Principal place of office for your business (cannot be a PO Box)

Street name and number

Suburb  State  Postcode

Country

#### Registered address (if different from above)

Street name and number

Suburb  State  Postcode

Country

#### Contact details

**!** At least one contact telephone number and an email address must be provided.

Cross this box if same as 'Individual 1' in Section 2.1

If different, please complete below.

Email address

Work phone number  Home phone number

Fax number  Mobile phone number

## Details of company (continued)

**Beneficial owners of company:** Please provide details for each shareholder who is beneficially entitled to 25% or more of issued capital in the company. If no shareholder owns more than 25% of the company's shares, please list the persons who directly or indirectly control the company. *Please attach additional pages if there are more than two beneficial owners.*

### A. Beneficial owner 1

Cross this box if same as 'Individual 1' in Section 2.1. If different, please complete below.

Name  Date of birth  /  /

Residential address (cannot be a PO Box)

Street name and number

Suburb  State  Postcode

Country

Country of tax residence (if more than one, please specify all)

**!** If you are a tax resident of a country other than, or in addition to, Australia, and/or you are a US citizen ► please complete the 'Macquarie Asset Management FATCA/CRS Self-Certification Form' and return to us with your Application Form. Download the form at [macquarie.com/mamFATCA-CRS](http://macquarie.com/mamFATCA-CRS).

### B. Beneficial owner 2

Cross this box if same as 'Individual 2' in Section 2.2. If different, please complete below.

Name  Date of birth  /  /

Residential address (cannot be a PO Box)

Street name and number

Suburb  State  Postcode

Country

Country of tax residence (if more than one, please specify all)

**!** If you are a tax resident of a country other than, or in addition to, Australia, and/or you are a US citizen ► please complete the 'Macquarie Asset Management FATCA/CRS Self-Certification Form' and return to us with your Application Form. Download the form at [macquarie.com/mamFATCA-CRS](http://macquarie.com/mamFATCA-CRS).

Please indicate company type by selecting one of the following:

Public listed company ► go to Section 3.1

Majority owned subsidiary of a listed public company ► go to Section 3.2

Licensed and subject to the regulatory oversight of a commonwealth, state or territory statutory regulator in relation to its activities as a company  
► go to Section 3.3

Foreign company ► go to Section 3.4

Proprietary (including corporate trustees)  
If applying on behalf of a trust ► go to Section 4.  
If not ► go to Section 5

Public ► go to Section 5

#### 3.1 / Public listed company

Name of exchange on which shares are listed

Once complete ► go to Section 5

#### 3.2 / Majority owned subsidiary of a listed public company

Name of parent

Exchange of parent listing  ACN  ABN (if any)

Once complete ► go to Section 5

## Details of company (continued)

### 3.3 / Licensed company subject to regulatory oversight

Name of regulator

Regulatory details

Once complete if you are applying on behalf of a trust ► **go to Section 4**. If not ► **go to Section 5**

### 3.4 / Foreign company

Please complete one of the below sections, along with the 'Macquarie Asset Management FATCA/CRS Self-Certification Form', and return to us with your Application Form. Download the form at [macquarie.com/mamFATCA-CRS](http://macquarie.com/mamFATCA-CRS):

#### A. Registered with ASIC

Full registered name

ARBN

##### Name and address of local agent in Australia

Name of agent

Street name and number

Suburb

State

Postcode

Country

Country of formation/incorporation/registration

Registered address in country of formation



#### B. Registered by foreign registration body

Name of foreign registration body

Registration number

#### C. Not registered by foreign registration body or ASIC

##### Address of principal place of business in country of formation

Street name and number

Suburb

State

Postcode

Country

Once complete if you are applying on behalf of a trust ► **go to Section 4**. If not ► **go to Section 5**



4

## Details of trust

To be completed on behalf of regulated superannuation funds (including SMSFs), other unregulated trusts, managed investment schemes and charities.

Full name of trust/entity



**We require the applicable identification documentation for the trust if not provided previously. Refer to page 18 for list of acceptable identification documents.**

Country in which the trust/entity was established

What is the nature of the business activity?

SMSF

Other (specify)

ABN/TFN or reason for exemption



**It is not compulsory for you to provide your TFN or ABN, and it is not an offence if you decline to provide it. However, unless exempted, if your TFN or ABN is not provided, tax will be deducted from any income at the highest marginal rate plus the Medicare levy and any other applicable levies or taxes.**

Country of tax residence



**If the country of tax residence is not Australia ► please complete the 'Macquarie Asset Management FATCA/CRS Self-Certification Form' and return to us with your Application Form. Download the form at [macquarie.com/mamFATCA-CRS](http://macquarie.com/mamFATCA-CRS).**

## 4.1 / Type of trust

Please indicate trust structure by selecting one of the following:

Trust is registered and subject to domestic regulatory oversight in its activities as a trust (eg SMSF – the regulator is generally the ATO).

Name of regulator

Managed investment scheme registered with ASIC

ARSN

Managed investment scheme which is not registered with ASIC, only has wholesale clients and does not make small scale offerings to which Section 1012E of the Corporations Act 2001 applies

Trust is a government superannuation fund established by legislation

Name of legislation

Other unregulated trust. Specify type of trust

## 4.2 / Trust beneficiaries



**Required for unregulated trusts only.**

## A. Trust beneficiary 1

Cross this box if same as 'Individual 1' in Section 2.1. If different, please complete below.

Name

## B. Trust beneficiary 2

Cross this box if same as 'Individual 2' in Section 2.2. If different, please complete below.

Name

► Please attach additional pages if there are more than two beneficiaries.

## Details of trust (continued)

### 4.3 / Beneficial owner of trust

**!** Required for unregulated trusts only.

A beneficial owner is the person who controls the activities of the trust.

Please select one of the following:

- Cross this box if same as 'Individual 1' in Section 2.1.
- Cross this box if same as 'Individual 2' in Section 2.2.
- None of the above. Please complete below and provide the required identification documents. Refer to page 18 for more information.

Title  Full given name(s)

Surname  Date of birth  /  /

**Residential address (cannot be a PO Box)**

Street name and number

Suburb  State  Postcode

Country

Country of tax residence (if more than one, please specify all)

**!** If you are a tax resident of a country other than, or in addition to, Australia, and/or you are a US citizen ► please complete the 'Macquarie Asset Management FATCA/CRS Self-Certification Form' and return to us with your Application Form. Download the form at [macquarie.com/mamFATCA-CRS](http://macquarie.com/mamFATCA-CRS).

### 4.4 / Settlor of trust

**!** Required for unregulated trusts only.

The settlor is the person who made the initial contribution to the trust.

Please select one of the following:

- Cross this box if settlor is deceased.
- Cross this box if the initial contribution was less than \$10,000.
- Cross this box if same as 'Individual 1' in Section 2.1.
- Cross this box if same as 'Individual 2' in Section 2.2.
- None of the above. Please complete below.

Title  Full given name(s)

Surname

5

## Fund and distribution method

## What is the purpose of investment? (Select all applicable options)

Savings  Growth  Income  Retirement  Business account

Other (specify)

## Detail the source of your investment amount (Select all applicable options)

Savings  Growth  Income  Retirement  Business account

Other (specify)

Fund name	APIR code	Minimum initial investment	Fund code	Investment amount (must be at least the 'Minimum initial investment')	Distribution options <sup>1</sup> (select one option only)	
					Reinvest	Deposit into nominated financial institution
IPM Global Macro 50 Fund	MAQ5318AU	\$50,000	IP5	\$		

<sup>1</sup> Nominate one distribution option. If no nomination is made, distributions will be re-invested.

6

## Payment of initial investment amount

## Please indicate how you will make your payment of the initial investment amount by selecting one of the following:

Bank transfer (EFT or RTGS)

**!** You will be able to deposit the amount when you receive a confirmation of your account details (Investment Account) once your application has been accepted.

Cheque

**!** Make cheque payable to 'MIMAL – IPM Global Macro 50 Fund A/C [Full investor name]'.

Direct debit

**!** Complete Section 7C to enable us to debit your nominated bank account once your application has been accepted. Generally, application money paid by direct debit can take up to four Business Days before the amount is invested but may take longer in certain circumstances. Please ensure that your financial institution allows direct debits on your nominated account and that funds are available from the time that your application form is submitted. Macquarie may not be able to issue units immediately after receipt of your application money.

7

Nominated bank accounts

Please provide your bank details for redemptions and distributions. Complete Section C if you have selected to pay your initial investment amount by direct debit.

**!** Distribution and redemption proceeds can only be paid into an account with, and direct debit requests can only be made from, an Australian financial institution. This account must be in the investor's name. Payment to, or direct debit from, a third party bank account is not permitted. For example, if you are applying as a corporate trustee for a trust, the bank account name must include the name of the trust.

**A. Payment of redemption proceeds (this is mandatory)**

Name of financial institution

Branch location

Account name

Branch number (BSB)  -

Account number

**B. Distribution of income**

Complete if you have nominated for distributions to be deposited into your nominated financial institution in Section 5.

Cross this box if same as nominated redemption bank account details ► go to Section 8

If different, please complete below.

Name of financial institution

Branch location

Account name

Branch number (BSB)  -

Account number

**C. Direct debit request**

Complete if you have requested to make your payment of the initial investment amount by direct debit.

Cross this box if same as nominated redemption bank account details in Section 7A

Cross this box if same as nominated distribution bank account details in Section 7B

If different, please complete below.

Name of financial institution

Branch location

Account name

Branch number (BSB)  -

Account number

**Direct debit authority**

**!** If the account nominated above is a joint bank account, both account holders must sign below. If it is a company account and the company has more than one director, two directors or a director and a secretary must sign below.

If the account nominated above is to be used to debit any initial investment amount, fees or charges, or other amount incurred or payable in connection with my/our investment in the Fund(s), I/we, the applicant and the account holder(s) named above, authorise and request you, Macquarie Investment Management Australia Limited ABN 55 092 552 611 (User ID number 320152) (**Macquarie**), until further notice in writing, to debit my/our account described above with any amounts which Macquarie may properly debit or charge me/us through the direct debit system.

By signing this direct debit request, I/we acknowledge and agree:

- to be bound by the terms of the 'Direct debit request service agreement' in Section 12 of the Application Form
- that my/our bank/financial institution may, in its absolute discretion:
  - determine the order of priority of payment by it of any moneys pursuant to this request or any authority or mandate, and
  - at any time by notice in writing to me/us, terminate this direct debit request as to any future debits
- Macquarie may, by prior arrangement and advice to me/us, vary the amount or frequency of future debits.

**Authorisation 1**

Signature  Date: / /

Name

Title  Director  Company Secretary  Trustee  
 Sole Director  Attorney  
 Other

**Authorisation 2**

Signature  Date: / /

Name

Title  Director  Company Secretary  Trustee  
 Attorney  
 Other

**!** Please ensure that you have sufficient cleared funds available in your nominated account. We will notify you if a direct debit request has been declined and you must arrange payment of the initial investment amount by another method. Please ensure Section 11 'Client acknowledgement' is also completed.

8

Authorised signatories

8.1 / Account signing authority for future transactions

Please complete one of the following:

**!** If no option is nominated, all future written instructions must be executed by the individual(s) who signed this Application Form.

**A. Joint investors**

- Either to sign
- Both to sign

**B. Company (Domestic/Foreign)**

- Sole director to sign
- The two directors that have executed this Application Form to sign
- The director and company secretary that have executed this Application Form to sign
- Other, please provide details ► **Please attach additional pages for additional authorised signatories.**

Name

Signature

**C. Trust**

**i. If individual trustee(s)**

- Either trustee that has executed this Application Form to sign
- Both trustees that have executed this Application Form to sign
- Other, please provide details

Name

Signature

**ii. If corporate trustee(s)**

Refer to requirements for 'Company (Domestic/Foreign)' listed above.

8.2 / (Optional) Additional authorised signatories, including financial advisers

This is optional. To nominate additional authorised signatories, please complete below and cross to select what nominated authorised signatories are authorised to do on your behalf. If you have nominated your financial adviser, ensure they complete Section 10.

**Signatory 1**

The authorised signatory nominated below may:

- Make changes to my/our contact details only.
- Make enquiries (including changes to authorised signatories); make changes to the my/our contact details and make applications and withdrawals on my/our behalf.

Name

Signature of authorised signatory 1

**Signatory 2**

The authorised signatory nominated below may:

- Make changes to my/our contact details only.
- Make enquiries (including changes to authorised signatories); make changes to the my/our contact details and make applications and withdrawals on my/our behalf.

Name

Signature of authorised signatory 2

**!** Please note that applications made by an authorised signatory of the investor will be governed by the terms of investment (which will include the PDS, trust deed or constitutions) current at the time of the application.

► Please attach additional pages for additional authorised signatories.



## Correspondence preferences

**A. Please cross below to elect how your correspondence should be distributed. If you have a financial adviser, ensure they complete Section 10.**

Investor only    Investor and adviser    Adviser only

**B. Annual financial reports**

Cross to receive an electronic copy of the annual report for each financial year.

Cross to receive a hard copy of the annual report for each financial year in the post.

If you do not make an election, a copy of the latest financial report for the Fund will not be sent to you. You will be able to download these reports at [macquarie.com.au/financial\\_statements](http://macquarie.com.au/financial_statements).

**C. Would you like an additional third party recipient, other than your financial adviser, to receive communications including periodic statements regarding your account?**

Yes, please complete the section below.

No, if you have a financial adviser ► **go to Section 10**. If not, ► **go to Section 11**

Full given name(s)

Surname

**Postal address**

Street name and number

Suburb  State  Postcode

Country

Email address

Phone number  Other contact number

Relationship to investor

**!** If you provide your email address, you agree that we may provide you with information including statements, transaction confirmations, reports and other material by email. If an email address is provided for a corporate trustee or company, as well as for an individual, the corporate email address will be used. From time to time, we may still send you correspondence in the post. Contact Client Service if you wish to change your communication preferences.

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## Adviser details and acknowledgement

**To be completed by your financial adviser**

Title	<input type="text"/>		
Adviser given name(s)	<input type="text"/>		
Surname	<input type="text"/>		
Company name	<input type="text"/>		
Dealer group	<input type="text"/>	AFSL	<input type="text"/>
Email address	<input type="text"/>		
Phone number	<input type="text"/>		
Street name and number	<input type="text"/>		
Suburb	<input type="text"/>	State	<input type="text"/>
		Postcode	<input type="text"/>
Country	<input type="text"/>		

**Macquarie Online**

Do you have a Macquarie Access Code (MAC) for online services?

 Yes, my MAC is 
 No. Please complete the 'Online Registration Form' to request a MAC. Download the form at [macquarie.com/onlineform](http://macquarie.com/onlineform) or contact us. The full terms and conditions are available on the website.

**By signing this Application Form, I declare that my dealer group is lawfully authorised to advise on, and deal in, the financial product offered in the PDS under an AFSL.**

1. Please complete and enclose a copy of the relevant Financial Services Council/Financial Planning Association of Australia Identification Form (**FSC/FPA Form**) in relation to the applicant referred to in this Application Form.
2. By signing below and submitting the FSC/FPA Form with this Application Form, you declare to Macquarie that you:
  - a. have followed the FSC/FPA Industry Guidance Note No.24 and any other application guidelines and laws with respect to the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (Cth) (**AML/CTF Laws**)
  - b. will make available to Macquarie, on request, original verification and identification records in respect of the applicant, being those records referred to in the FSC/FPA Form
  - c. will provide details of the customer identification procedures adopted by you in relation to the applicant
  - d. have kept a record of the applicant's identification and verification and will retain these in your file for a period of seven years after your relationship with the applicant has ended
  - e. will use reasonable efforts to obtain additional information from the applicant if Macquarie requests you to do so
  - f. will not knowingly do anything to put Macquarie in breach of AML/CTF Laws, and
  - g. will notify Macquarie immediately if you become aware of anything that would put Macquarie in breach of AML/CTF Laws.

Signature  Date



## Client acknowledgement

### For each investment in the Fund

- i. I/We have received, read and understood the PDS for the Fund (as may be updated from time to time) to which my/our application relates and the terms and conditions of the Direct Debit Request Service Agreement contained in Section 12, and agree to be bound by the terms of the PDS and the Direct Debit Request Service Agreement.
- ii. I/We agree to be bound by the constitution of the Fund (as amended from time to time).
- iii. If I/we have received the PDS from the internet or other electronic means, I/we declare that it was received either personally or a printout was accompanied by the Application Form before making an application for units in the Fund.
- iv. I/We will not knowingly do anything to put Macquarie in breach of the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (Cth) and related rules (**AML/CTF Laws**). I/We will notify Macquarie if I/we are aware of anything that may put Macquarie in breach of AML/CTF Laws.
- v. If requested, I/we will provide additional information and assistance, and comply with all reasonable requests to facilitate Macquarie's compliance with AML/CTF Laws in Australia or an equivalent overseas jurisdiction.
- vi. I/We undertake that I/we are not aware and have no reason to suspect that:
  - the money used to fund the investment is derived from or related to:
    - money laundering, terrorism financing or similar activities
    - illegal activities, and
  - proceeds of investment made in connection with the Fund will fund illegal activities.
- vii. I/We confirm that I/we have provided all information required and that the information is accurate, complete and up to date.
- viii. I/We confirm that, if I/we have applied through a financial adviser who has completed the FSC/FPA Identification Form, I/we have provided all information required in that form and that information is accurate, complete and up to date.
- ix. I/We agree that by providing Macquarie with my/our email address, I/we consent to Macquarie corresponding with me/us via email, unless I/we notify Macquarie otherwise.
- x. I/We agree to personal information about me/us being collected, used and disclosed in accordance with Macquarie's Privacy Policy and the privacy statement in the Information Booklet, including direct marketing.
- xi. If I/we am/are a trustee, I/we am/are authorised under the trustee deed of the trust to apply for, and hold, units in the Fund.
- xii. I/We agree:
  - that the representations set out in the preceding paragraph are made by me/us on the date on which I/we sign this Application Form and on each day thereafter until the termination of the Fund
  - to promptly notify Macquarie of any change in circumstance which would cause the representations and warranties set out above to be incorrect or misleading.
- xiii. If we are a custodian, we confirm that we are authorised by our client to give the undertakings above on behalf of our client.
- xiv. Other than Macquarie Bank Limited (**MBL**), none of the entities noted in this document are authorised deposit-taking institutions for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of these entities do not represent deposits or other liabilities of MBL. MBL does not guarantee or otherwise provide assurance in respect of the obligations of these entities, unless noted otherwise.
- xv. I/We agree that Macquarie may send notices, communications and disclosures to me/us by post or electronically by email and/or by posting the notice, communication or disclosure on the Macquarie website.
- xvi. I/We agree to access communications, notices and disclosures on the Macquarie website. Communications, notices and disclosures will be taken to have been received by me/us upon posting of the communication, notice or disclosure on the Macquarie website.
- xvii. Where my adviser has completed Section 10 of the Application Form, I/we authorise Macquarie to disclose details of my investment in the Fund(s) to the adviser and the adviser's dealer group.
- xviii. I/We acknowledge and agree that if we selected a direct debit for the initial investment amount, that if Macquarie is not able to issue units immediately after receipt of my/our application money, the money may be paid into a non-interest bearing trust account with an authorised deposit-taking institution.
- xix. I/We confirm and make the declarations set out in Section 7 Direct Debit Request, if we selected a direct debit to pay the initial investment amount.



## Client acknowledgement (continued)

### Use of facsimile or email

If I/we submit my/our Application Form by facsimile or email, Macquarie may rely on the faxed or emailed Application Form to process and accept my/our application.

For each investment in the Fund, if Macquarie receives instructions by facsimile or email in relation to my/our investment in the Fund, I/we:

- acknowledge that there is potentially a greater risk that fraudulent instructions can be given by someone who has access to my/our account number and a copy of my/our signature(s) and that I/we accept such risks
- acknowledge that Macquarie may assume that the instruction has been sent, and is authorised, by or on behalf of me/us, and
- release Macquarie from, and indemnify Macquarie against all losses and liabilities arising from any payment or action taken by Macquarie based on any instruction bearing my/our account number and a signature that purports to be mine/ours or that of an authorised signatory on the account, even if such instructions are not authorised (except to the extent that such losses and liabilities directly arise from the negligence or wilful default of Macquarie).

### You should read the PDS before signing this Application Form.

Before signing this Application Form, you should ensure that this is the latest version of the Application Form. Please refer to [macquarie.com.au/pds](http://macquarie.com.au/pds). Please note that applications may be delayed or not accepted if an outdated Application Form is used. You should also ensure that you have received all 19 pages of this Application Form and completed all relevant pages. If the other pages of this Application Form are not attached to this page or have not been completed correctly, you should contact us or your financial adviser.

#### Authorisation 1

Signature

Date

Name

Title  Director  Company Secretary  Trustee  
 Sole Director  Attorney  
 Other

#### Authorisation 2

Signature

Date

Name

Title  Director  Company Secretary  Trustee  
 Attorney  
 Other

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## Direct Debit Request Service Agreement

Between You and Us.

### 1. Definitions

The following definitions apply in this agreement.

**Account** means the account held at Your Financial Institution from which We are authorised and able to arrange for funds to be debited.

**Agreement** means this Direct Debit Request Service Agreement between You and Us.

**Business Day** means a day other than a Saturday or a Sunday or a public holiday in New South Wales.

**Constitution** means the constitution of the Fund in which You invest.

**Debit Day** means the day when a debit is made by Us.

**Debit Payment** means a particular transaction where a debit is made.

**Direct Debit Request** means the Direct Debit Request between Us and You set out in the Application Form included in or accompanying the PDS.

**Fund** means one or more trusts offered by Us under a PDS to which this Agreement is incorporated by reference.

**Our, Us or We** means Macquarie Investment Management Australia Limited ABN 55 092 552 611, which You have authorised by signing a Direct Debit Request.

**PDS** means the document to which this Agreement is incorporated by reference and which sets out the terms of the offer of the Fund.

**You or Your** means the person(s) who signed the Direct Debit Request.

**Your Financial Institution** is the financial institution where You hold the Account that You have authorised Us to arrange to debit.

By completing the 'Direct debit request' section of the Application Form, you are authorising the responsible entity with the ability to debit your nominated accounts and transfer the amount you request to your investment. This agreement sets out the terms and conditions on which you authorise us to deduct from your account with your financial institution any amounts that become payable to an investment with us.

### 2. Debiting Your Account

- 2.1 By signing the Application Form that contains the Direct Debit Request, You have authorised Us to arrange for funds to be debited from Your Account. You should refer to the Direct Debit Request, this Agreement, and the Constitution for the terms of the arrangement between Us and You.
- 2.2 We will only arrange for funds to be debited from Your Account as authorised in the Direct Debit Request.
- 2.3 If the Debit Day falls on a day that is not a Business Day, We may direct Your Financial Institution to debit Your Account on the preceding Business Day.
- 2.4 If You are unsure about when the Debit Payment will be or has been debited from Your Account, please check with Your Financial Institution.

### 3. Changes by Us

- 3.1 We may stop or cancel the Direct Debit Request at any time by giving You at least fourteen days written notice.

### 4. Changes by You

- 4.1 Subject to clause 4.3, You may change the arrangements under a Direct Debit Request by contacting Us.
- 4.2 You may request Us to stop or defer a Debit Payment by giving us written notice within 24 hours of Our receipt of the Direct Debit Request. We will notify You if Your request to stop or defer a Debit Payment has been approved.
- 4.3 Before You can cancel Your Direct Debit Request, You must notify Us and make other arrangements for the particular Debit Payment to be made by another method. If You cancel Your authority for Us to debit Your Account and do not make alternate arrangements to make payment to Us, then You may be in breach of the Constitution.

### 5. Your obligations

- 5.1 Direct debiting may not be available on all accounts. You should check Your Account details against a recent statement from Your Financial Institution and, if uncertain, contact Your Financial Institution before completing the Direct Debit Request.
- 5.2 It is Your responsibility to ensure that there are sufficient clear funds available in Your Account on the Debit Day to allow a Debit Payment to be made in accordance with the Direct Debit Request.
- 5.3 If there are insufficient clear funds in Your Account to meet a Debit Payment:
  - a) you may be charged a fee and/or interest by Your Financial Institution
  - b) you may also incur fees or charges imposed or incurred by Us as stated in the Constitution
  - c) you may be in breach of the Constitution, and
  - d) you must arrange for the particular Debit Payment which has been declined to be made by another method or arrange for sufficient clear funds to be in Your Account by an agreed time or times so that We can process the Debit Payment.
- 5.4 You should check Your Account statement to verify that the amounts debited for Your Account are correct.
- 5.5 If We are liable to pay goods and services tax (GST) on a supply made by Us in connection with this Agreement, then You agree to pay Us on demand an amount equal to the consideration payable for the supply multiplied by the prevailing GST rate.

### 6. Dispute

- 6.1 If You believe that there has been an error in debiting Your Account, You should notify Us directly and confirm that notice in writing with Us as soon as possible so that We can resolve Your query quicker. All queries should be directed to Us in the first instance so that We can attempt to resolve the matter between Us and You.
- 6.2 If We conclude as a result of Our investigations that Your Account has been incorrectly debited We will respond to Your query by arrangement for Your Financial Institution to adjust Your Account accordingly. We will also notify You in writing of the amount by which Your Account has been adjusted.
- 6.3 If We conclude as a result of Our investigations that Your Account has not been incorrectly debited We will respond to Your query by providing You with reasons and any evidence for this finding.

## Direct Debit Request Service Agreement (continued)

- 6.4 If We cannot resolve Your query You can still refer it to Your Financial Institution which will obtain details from You of Your query and may lodge a claim on Your behalf.
- 6.5 We shall not be liable under any circumstances for any indirect or consequential loss or any loss of profits suffered by you as a result of any action or any failure to act by Us under this Agreement.
- 6.6 Subject to conditions and warranties implied by legislation and to any express terms in this Agreement, We are not responsible or liable for any delay, interruption or error in processing or failing to process any Direct Debit Request whether or not caused (including as a result of negligence) by Us or Our employees or agents.
- 6.7 All terms implied by statute, general law or custom shall not apply to this Agreement except ones that may not be excluded. If We breach any condition or warranty implied by legislation in a contract with a consumer, Our liability for that breach is limited to a resupply of the services in respect of which the breach occurred.

### **7. Confidentiality**

- 7.1 We will keep any information (including Your Account details) in Your Direct Debit Request confidential. We will make reasonable efforts to keep any such information that We have about You secure and to ensure that any of Our employees or agents who have access to information about You do not make any unauthorised use, modification, reproduction or disclosure of that information.
- 7.2 We will only disclose information that We have about You:
- a) to the extent specifically required by law, or
  - b) or the purposes of, or in connection with, the exercise of any of Our rights and/or powers under, this Agreement or the Constitution (including disclosing information to Macquarie Bank Limited, as sponsor bank, in connection with a claim made on it relating to an alleged incorrect or wrongful debit or disclosing information in connection with any query or claim).

### **8. Notice**

- 8.1 If You wish to notify Us in writing about anything relating to this Agreement, You should write to Our client service team.
- 8.2 We will notify You:
- a) by sending a notice in the ordinary post to the address You have given Us in the Application Form to the PDS, or
  - b) by sending a notice electronically to the email address You have given Us in the Application Form to the PDS.
- 8.3 Any notice will be deemed to have been received two Business Days after it is posted (if the notice is sent by ordinary post) and on the same Business Day as it is e-mailed (if the notice is sent electronically). Execution by You of the Application Form that contains the Direct Debit Request deems You to have read and understood the terms of this Direct Debit Request Service Agreement.



## Instructions and checklist for completing this Application Form

You are required to send the completed Application Form and required identification documentation to us by mail, facsimile or email. If you fax or email your identification documentation to us, we may request certified copies of the originals to follow in the mail for our records and your account may not be opened until they have been received.

### Sections to be completed

Section	Type of investor		
	Individual/Joint investors/ Sole trader	Company (domestic/foreign including corporate trustees)	Trusts (including SMSFs, other unregulated trusts, managed investment schemes and charities)
2	✓	✓	✓
3		✓	
4			✓
5	✓	✓	✓
6	✓	✓	✓
7	✓	✓	✓
8	✓	✓	✓
9	✓	✓	✓
10	<b>Optional:</b> To be completed by your financial adviser if you have one.	<b>Optional:</b> To be completed by your financial adviser if you have one.	<b>Optional:</b> To be completed by your financial adviser if you have one.
11	✓	✓	✓
Who needs to sign	<ul style="list-style-type: none"> <li>Individual or sole trader in whose name the account is opened.</li> <li>Joint applicants are deemed to be joint investors and both are to sign this Application Form.</li> </ul>	<ul style="list-style-type: none"> <li>Australian and foreign company applications are to be signed by two directors, a director and the company secretary, or a sole director on behalf of the company by authority of the board of directors.</li> <li>If the company has a sole director, attach evidence of sole directorship.</li> </ul>	<ul style="list-style-type: none"> <li>Two trustees, or otherwise in accordance with the trust deed.</li> <li>If a corporate trustee, refer to column titled 'Company (domestic/foreign including corporate trustees)'.</li> </ul>

### Identification documents

Type of investor	Documentation required
<ul style="list-style-type: none"> <li>Individual</li> <li>Joint investors</li> <li>Individual trustee</li> <li>Sole trader</li> <li>Beneficial owner</li> </ul>	<p>For each <b>applicant</b> in whose name(s) the account is opened, we require <b>one</b> of the following:</p> <p><input type="checkbox"/> FSC/FPA form completed by your financial adviser (where applicable)</p> <p><input type="checkbox"/> certified copy of Australian drivers licence</p> <p><input type="checkbox"/> certified copy of Australian passport</p> <p><input type="checkbox"/> certified copy of a card issued under a state or territory law for the purpose of proving a person's age which contains a photograph of the person in whose name the document is issued</p> <p><input type="checkbox"/> certified copy of foreign passport or similar document issued for the purpose of international travel that contains a photograph and the signature of the person in whose name the document is issued.</p> <p>To appoint a power of attorney, complete Section 8.2 of this Application Form and provide the certified copy of the power of attorney document.</p>
<b>Foreign company (including corporate trustees) not registered with ASIC</b>	<p>Where an application is made in the name of a <b>foreign company</b> (including corporate trustees), we require <b>one</b> of the following:</p> <p><input type="checkbox"/> FSC/FPA form completed by your financial adviser (where applicable)</p> <p><input type="checkbox"/> certified copy of a certificate of registration issued by a foreign registration body.</p>
<b>Trust (including unregulated trusts, managed investment schemes and charities)</b>	<p>Where an application is made in the name of a <b>trust</b> (including unregulated trusts, managed investment schemes and charities) we require <b>one</b> of the following:</p> <p><input type="checkbox"/> FSC/FPA Form completed by your financial adviser (where applicable)</p> <p><input type="checkbox"/> certified copy of the trust deed or extract of the trust deed (we will only use the trust deed for AML/CTF purposes and will not otherwise review the trust deed)</p> <p><input type="checkbox"/> copy of a notice of assessment issued from the Australian Tax Office within the last 12 months</p> <p><input type="checkbox"/> hand-signed letter from a solicitor or qualified accountant verifying the name of the trust.</p>



## How to certify your documents

A certified copy is a document that has been certified as a true copy of an original document. To certify a document, take the original document and a photocopy to one of the people listed in the categories below and ask them to certify that the photocopy is a true and correct copy of the original document. That person will need to print their name, date and the capacity in which they are signing (eg postal agent, Justice of the Peace). The date of the certification should be no more than six (6) months old at the time you lodge the Application Form. If the certified documents are dated more than six months prior to the date you lodged your Application Form, we may not be able to proceed with your Application Form.

### Sample wording

I, **[full name]**, a **[category of persons listed below]**, certify that this **[name of document]** is a true and correct copy of the original.

**[Signature and date]**

Documents in a language other than English must be accompanied by an English translation prepared by an accredited translator.

### Who can certify copies of documents?

<b>Financial corporations (bank, building society, credit union)</b>	<ul style="list-style-type: none"> <li>• Officer with two or more continuous years of service with one or more financial institutions (for the purposes of the Statutory Declaration Regulations 1993 (Cth))</li> <li>• Finance company officer with two or more continuous years of service with one or more finance companies (for the purposes of the Statutory Declaration Regulations 1993 (Cth))</li> <li>• Officer with, or authorised representative of, a holder of an Australian financial services licence, having two or more continuous years of service with one or more licensees</li> </ul>
<b>Post office</b>	<ul style="list-style-type: none"> <li>• Permanent employee of the Australian Postal Corporation with two or more years of continuous service who is employed in an office supplying postal services to the public</li> <li>• Agent of the Australian Postal Corporation who is in charge of an office supplying postal services to the public</li> </ul>
<b>JP</b>	<ul style="list-style-type: none"> <li>• Justice of the Peace</li> </ul>
<b>Legal</b>	<ul style="list-style-type: none"> <li>• Person who is enrolled on the roll of the Supreme Court of a state or territory, or the High Court of Australia, as a legal practitioner (however described)</li> <li>• Judge of a court</li> <li>• Magistrate</li> <li>• Chief executive officer of a Commonwealth court</li> <li>• Registrar or deputy registrar of a court</li> <li>• Notary public (for the purposes of the Statutory Declaration Regulations 1993 (Cth))</li> </ul>
<b>Police</b>	<ul style="list-style-type: none"> <li>• Australian police officer</li> </ul>
<b>Diplomatic service</b>	<ul style="list-style-type: none"> <li>• Australian consular officer</li> <li>• Australian diplomatic officer (within the meaning of the Consular Fees Act 1955 (Cth))</li> </ul>
<b>Accountant</b>	<ul style="list-style-type: none"> <li>• Member of the Institute of Chartered Accountants in Australia, Certified Practising Accountants (CPA) Australia or the National Institute of Accountants with two or more years of continuous membership</li> </ul>

# Contact details

Macquarie Investment Management Client Service  
PO Box R1723  
Royal Exchange  
NSW 1225 Australia

## Telephone

1800 814 523 or  
61 2 8245 4900  
8.30am to 5.30pm (Sydney time)  
Monday to Friday

## Facsimile

61 2 8232 4730

## Email

[mim.clientservice@macquarie.com](mailto:mim.clientservice@macquarie.com)

## Website

**Direct investors:** [macquarie.com/personal/managed-funds](https://www.macquarie.com/personal/managed-funds)

**Advisers:** [macquarie.com/advisers/managed-funds](https://www.macquarie.com/advisers/managed-funds)