

# Spectrum Strategic Income Fund

## Product Disclosure Statement

APIR: ETL0072AU  
ARSN: 120 567 133

mFund SPE01

Issue Date: 28 November 2016

Responsible Entity	Investment Manager	Administrator
<b>Equity Trustees Limited</b> ABN 46 004 031 298, AFSL 240975 GPO Box 2307 Melbourne Vic 3001 AUSTRALIA Tel: 1300 555 378 (in Australia only) or +61 3 8623 5000 <a href="http://www.eqt.com.au/insto">www.eqt.com.au/insto</a>	<b>Spectrum Asset Management Limited</b> ABN 31 096 442 198 AFSL 225069 GPO Box 3037 Sydney NSW 2001 Phone: +612 9299 2288 Fax: +612 9299 2251 <a href="http://www.spectruminvest.com.au">www.spectruminvest.com.au</a> <a href="mailto:info@spectruminvest.com.au">info@spectruminvest.com.au</a>	<b>FundBPO Pty Limited</b> ACN 118 902 891 Lvl 1, 51-57 Pitt Street Sydney, NSW 2000 Ph: 1300 133 451 Web: <a href="http://www.mainstreambpo.com">www.mainstreambpo.com</a>

## Contents

1. About Equity Trustees Limited
2. How the Spectrum Strategic Income Fund works
3. Benefits of investing in the Spectrum Strategic Income Fund
4. Risks of managed investment schemes
5. How we invest your money
6. Fees and costs
7. How managed investment schemes are taxed
8. How to apply
9. Other information

*About this PDS* This Product Disclosure Statement ("PDS") has been prepared and issued by Equity Trustees Limited ("Equity Trustees", "we" or "Responsible Entity") and is a summary of the significant information relating to an investment in the Spectrum Strategic Income Fund (the "Fund"). It contains a number of references to important information (including a glossary of terms) contained in the Spectrum Reference Guide ("Reference Guide"), which forms part of this PDS. You should consider both the information in this PDS, and the information in the Reference Guide, before making a decision about investing in the Fund. The information provided in this PDS is general information only and does not take account of your personal objectives, financial situation or needs. You should obtain financial advice tailored to your personal circumstances and consider whether the information in this PDS is appropriate for you in light of those circumstances.

The offer to which this PDS relates is only available to investors receiving this PDS in Australia.

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

*The Reference Guide* Throughout the PDS, there are references to additional information contained in the Reference Guide. You can obtain a copy by visiting [www.eqt.com.au/insto](http://www.eqt.com.au/insto) or by emailing the Investment Manager at [info@spectruminvest.com.au](mailto:info@spectruminvest.com.au) or visiting [www.spectruminvest.com.au](http://www.spectruminvest.com.au). The information contained in the Reference Guide may change between the day you receive this PDS and the day when you acquire the product. You must therefore ensure that you have read the Reference Guide current at the date of your application.

*Updated information* **Information in this PDS is subject to change. We will notify you of any changes that have a materially adverse impact on you or other significant events that affect the information contained in this PDS. Any updated information which is not materially adverse may be updated and obtained online at [www.eqt.com.au/insto](http://www.eqt.com.au/insto) or by emailing the Investment Manager at [info@spectruminvest.com.au](mailto:info@spectruminvest.com.au) or visiting [www.spectruminvest.com.au](http://www.spectruminvest.com.au). A paper copy of the updated information will be provided free of charge on request.**

## 1. About Equity Trustees Limited

*The Responsible Entity* **Equity Trustees Limited**  
Equity Trustees was established in 1888, by an Act of the Victorian Parliament, to provide trustee and executor services.  
Equity Trustees has evolved into a sophisticated financial services provider offering a broad range of products and services to a diverse client base. In addition to traditional trustee and estate management duties, Equity Trustees' range of services includes portfolio management, corporate and employer superannuation, philanthropy, aged care services and responsible entity services for external fund

---

managers. Equity Trustees' responsibilities and obligations as the Responsible Entity of the Fund are governed by the Fund's constitution ("Constitution") as well as the Corporations Act 2001 (Cth) ("Corporations Act") and general trust law. As Responsible Entity, Equity Trustees is solely responsible for the management of the Fund. Equity Trustees has delegated the investment management functions to Spectrum Asset Management Limited ("Spectrum") Equity Trustees which will make investment decisions in relation to the Fund.

---

*The  
Investment  
Manager*

**Spectrum Asset Management Limited**

Spectrum is a Sydney based licensed investment manager that was established in 2001 for the sole purpose of managing investments in credit securities, by way of specialised investment funds or specific mandates for wholesale investors. Spectrum is an active manager of credit who seeks to understand the underlying credit risk and other risks associated with credit securities to make decisions for the medium term. Spectrum's investment team operates as an investment partnership with each member of the group bringing a specific area of expertise.

---

## 2. How the Spectrum Strategic Income Fund works

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

---

*Applying for  
units*

You acquire units in the Fund by completing the Application Form that accompanies this PDS. The minimum investment amount for the Fund is \$5,000.

**FundBPO**

Client Services Registry Team  
GPO Box 4968  
Sydney, NSW, 2001

or by making an application through the mFund Settlement Service ("mFund") by placing a buy order for units with your licensed broker.

---

*Making  
additional  
investments*

You can make additional investments into the Fund at any time by sending your additional investment amount together with a completed Application Form to

**FundBPO**

Client Services Registry Team  
GPO Box 4968  
Sydney, NSW, 2001

Or by making application for units through mFund.

The minimum additional investment into the Fund is \$1,000

---

*Distributions*

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

The Fund usually distributes income quarterly at the end of March, June, September and December. Distributions are calculated on the last day of each period and are normally paid to investors within 14 days of the period end; although the distribution at the end of the financial year may take longer. Equity Trustees may change the distribution frequency without notice.

Investors in the Fund can indicate a preference to have:

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

Australian investors who do not indicate a preference will have their distributions automatically reinvested. Applications for reinvestment will be taken to be received prior to the next valuation time after the relevant distribution period. There is no Buy Spread on distributions that are reinvested.

In some circumstances, where an investor makes a large withdrawal request their withdrawal proceeds may be taken to include a component of distributable income.

---

*Access to your  
money*

Investors in the Fund can withdraw their investment by completing a written request to withdraw from the Fund and mailing it to:

FundBPO  
Client Services Registry Team  
GPO Box 4968  
Sydney, NSW, 2001  
Fax: +61 2 9251 3525

or

making an withdrawal request through mFund by placing a sell order for units with your licensed broker.

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

Equity Trustees will generally allow investors in the Fund to access their investment within seven Business Days of receipt of a withdrawal request by transferring the withdrawal proceeds to such investors' nominated bank account or, where the request is received via mFund, to the investor's licensed broker. However, the Constitution allows Equity Trustees to reject withdrawal requests and also to make payment

---

up to 30 days after acceptance of a request (which may be extended in certain circumstances). The price at which units are withdrawn is determined in accordance with the Constitution ("Withdrawal Price"). The Withdrawal Price on a Business Day is, in general terms, equal to the NAV of the Fund, divided by the number of units in issue and adjusted for transaction costs ("Sell Spread"). At the date of this PDS, the Sell Spread is 0.15%. The Withdrawal Price will vary as the market value of assets in the Fund rises or falls.

Equity Trustees reserves the right to fully redeem your investment if your investment balance in the Fund falls below \$4,000 as a result of processing your withdrawal request. Equity Trustees can deny a withdrawal request in certain circumstances, including where accepting the request is not in the best interests of investors in the Fund or where the Fund is not liquid (as defined in the Corporations Act). When the Fund is not liquid, an investor can only withdraw when Equity Trustees makes a withdrawal offer to investors in accordance with the Corporations Act. Equity Trustees is not obliged to make such an offer. If you are an Indirect Investor, you need to provide your withdrawal request directly to your IDPS Operator. The time to process a withdrawal request will depend on the particular IDPS Operator.

*Unit pricing  
discretions  
policy*

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

*Additional  
information*

The Fund is a disclosing entity as defined by the Corporations Act, and is subject to regular reporting and disclosure obligations. Investors will have a right to obtain a copy, free of charge, of any of the following documents:

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

These documents can also be obtained from or inspected at an ASIC office.

*Further  
reading...*

You should read the important information in the Reference Guide under "Investing in the Fund", "Managing your Investment" and "Withdrawing your investment" about:

- how to invest and where to send your completed Application Form and identification documents;
- application cut-off times on a Business Day;
- cooling-off rights;
- authorised signatories;
- reports;
- unit pricing and valuations;
- withdrawal cut-off times on a Business Day;
- payment of withdrawals;
- withdrawal terms; and
- withdrawal restrictions,

before making an investment decision. The Reference Guide is available at [www.eqt.com.au/insto](http://www.eqt.com.au/insto). The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.

### 3. Benefits of investing in the Spectrum Strategic Income Fund

The Fund is an actively managed portfolio of debt and hybrid debt securities.

The significant benefits and features of investing in the Fund include:

- access to the expertise of an active manager of credit who utilises an investment process that combines fundamental research with disciplined portfolio construction and risk controls;
- access to a diversified portfolio of debt and hybrid debt securities;
- access to investments which may be only be offered to institutional investors;
- strong focus on income generation, with some opportunity of capital gain; and
- regular reporting to keep you up to date on your investments.

### 4. Risks of managed investment schemes

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

You may lose money by investing in the Fund and your investment in the Fund may not meet your objectives. The level of returns will vary and future returns may differ from past returns. Laws affecting managed investment schemes may also change in the future.

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

<b>Significant risks</b>	<b>The significant risks of the Fund include:</b>
<i>Credit risk</i>	The risk that an issuer of a security in which the Fund invests will be unable to meet its obligations under the terms of the relevant security is usually referred to as credit risk. These obligations may include scheduled interest payments and or repayment of principal. Spectrum aims to manage these risks with careful analysis of research from many sources and making qualitative and quantitative credit assessments of issuers of the security using available research.
<i>Extension risk</i>	The risk that issuers may elect to extend the repayment of certain securities and pay a higher interest rate to the Fund. While the issuer will pay a higher rate of interest to the Fund, the delayed repayment of capital of a security may cause a delay in the reinvestment of capital. Hybrid securities Hybrid securities have the characteristics of both fixed interest (debt) and equity investments. They have an exposure to interest rate risk as well as market risk in relation to equity markets. Some hybrid securities are able to be converted from convertible bonds into shares. There is the added risk they may not be readily exchanged for cash or an equivalent asset value.
<i>Inflation risk</i>	Inflation risk is the risk that returns will not be sufficiently higher than inflation to enable an investor to meet their financial goals.
<i>Interest rate risk</i>	Changes in official interest rates can directly and indirectly impact on investment returns. Please refer to the Reference Guide for further details on interest rate risk.
<i>Issuer risk</i>	The value of investments can vary because of changes to management, product distribution or the issuer's business environment.
<i>Key personnel risk</i>	Spectrum is currently dependent upon the expertise of their existing management team – the performance of the Fund could be adversely affected if key members of the investment team do not continue to provide their services.
<i>Liquidity risk</i>	There may be times when securities may not be readily sold (for example, in a falling market where some traded securities may become less liquid) and investors may not be able to withdraw their investments in the Fund. Please refer to the Reference Guide for further details on liquidity risk.
<i>Management risk</i>	The Fund is subject to management risk because it is an actively managed investment portfolio. Investment techniques and risk analyses will be used in making investment decisions for the Fund, but there can be no guarantee that these will produce the desired results.
<i>Market risk</i>	Changes in legal and economic policy, political events technology failure, economic cycles, investor sentiment and social climate can all directly or indirectly create an environment that may influence (negatively or positively) the value of your investment in the Fund. Please refer to the Reference Guide for further details on market risk.
<i>Reinvestment risk</i>	This is the risk that arises if the Fund receives significant amounts of cash from securities that mature or are redeemed and there is a lack of suitable securities for the Fund to invest in, within the terms of the investment model.
<i>Sector specific risk</i>	Companies in certain industries face unprecedented change and competitive pressures. Accordingly, the securities of these companies may be subject to high price volatility. These companies face competition from technologies and processes (being developed or to be developed in the future) which may make their products or services obsolete.
<i>Security selection risk</i>	While Spectrum expects to add value from its stock selection efforts, this may not be the case especially over the short-term. Investors might therefore consider an investment in the Fund as just one element of a well diversified portfolio. Spectrum may make poor investment decisions resulting in sub-standard returns (for example, where Spectrum gains exposure to a security on behalf of the Fund that significantly underperforms relative to other securities). This may be brought about by a change of employees at Spectrum or a change of investment manager. Security selection risk is mitigated to some extent by the knowledge and experience of Spectrum. Credit rating downgrades result when ratings agencies lower their rating on a security – for example a ratings change from A to BBB. Downgrades are usually accompanied by price declines as the market requires higher credit margins.
<i>Sovereign risk</i>	This is the risk that may result from changed circumstances of a particular country. The risks may be perceived or actual, relating to ratings changes, perceptions of default, or currency movements and may impact the liquidity and trading spreads of securities.
<i>Structural risk</i>	This is the risk that structured securities may not perform as expected. This may be due to changes in credit ratings, non performance of underlying asset pool(s) or counterparty default and may result in non payment of interest, or delay / non payment of capital.

## 5. How we invest your money

**Before choosing to invest in the Fund you should consider the likely investment returns, the risks of investing and your investment time frame.**

<i>Investment objective</i>	To generate returns in excess of the benchmark by investing in a diversified portfolio of debt and hybrid debt securities.
<i>Benchmark</i>	Cash Rate determined by Reserve Bank of Australia
<i>Minimum suggested timeframe</i>	The minimum suggested investment time frame for the Fund is 3 – 5 years.
<i>Risk level of the Fund</i>	Medium
<i>Investor suitability</i>	The Fund is suited for investors who: <ul style="list-style-type: none"> <li>• have a low tolerance for volatility of returns;</li> </ul>

	<ul style="list-style-type: none"> <li>• would like to invest in debt and hybrid debt securities; and</li> <li>• are more focused on income generation than capital gain.</li> </ul>																				
<i>Investment style and approach</i>	<p>Spectrum will seek to provide enhanced returns by selecting securities that are considered to offer superior returns together with the potential for capital appreciation. Spectrum has developed an investment process that has been specifically tailored for Australian market conditions. The key elements of the investment process are:</p> <ul style="list-style-type: none"> <li>• taking a global macroeconomic and political view of the likely future level of interest rates;</li> <li>• using quantitative techniques and credit research to identify stocks that the Investment Manager expects to offer a yield premium in excess of the market for a particular creditworthiness;</li> <li>• taking a medium term investment horizon view, whilst seeking to maintain appropriate liquidity requirements associated with a managed fund;</li> <li>• adhering to a portfolio based investment process that features a disciplined approach to diversification and a comprehensive limit system; and</li> <li>• engaging in active management of credit.</li> </ul> <p>Spectrum utilise an investment process that combines fundamental research with disciplined portfolio construction and risk controls. Various analysis techniques are applied to make decisions about the selection of individual investments as well as changing the mix of securities held in the portfolio on an ongoing basis. Spectrum supplements its own research with external research from local and international sources.</p> <p>Fund investments will be comprised of assets drawn from the following security types:</p> <ul style="list-style-type: none"> <li>• listed and unlisted corporate debt, financial, government and government-related debt securities;</li> <li>• listed hybrid debt securities and convertible notes issued by corporate issuers and financial issuers;</li> <li>• investment grade collateralised mortgage and debt obligations, residential and commercial mortgage backed and other asset backed securities;</li> <li>• international government agency securities issued in Australian dollars; and</li> <li>• term deposits and bank certificates of deposit and bankers' acceptances</li> </ul>																				
<i>Asset Allocation</i>	<p>The Fund will predominantly adhere to the following investment restrictions. If the portfolio falls outside of these limits due to changes in ratings or values, Spectrum will seek to rebalance the portfolio where appropriate.</p> <table border="0"> <thead> <tr> <th></th> <th>Percentage of the Fund</th> </tr> </thead> <tbody> <tr> <td>Ratings</td> <td></td> </tr> <tr> <td>Investment grade securities</td> <td>0 – 100%</td> </tr> <tr> <td>Sub investment grade and unrated securities</td> <td>0 – 25%</td> </tr> <tr> <td>Sectors</td> <td></td> </tr> <tr> <td>Australian trading bank</td> <td>0 – 50%</td> </tr> <tr> <td>Non-Australian trading bank</td> <td>0 – 15%</td> </tr> <tr> <td>Sectors other than banks</td> <td>No more than 30% per sector</td> </tr> <tr> <td>Other limits</td> <td></td> </tr> <tr> <td>Floating rate securities</td> <td>50 – 100%</td> </tr> </tbody> </table>		Percentage of the Fund	Ratings		Investment grade securities	0 – 100%	Sub investment grade and unrated securities	0 – 25%	Sectors		Australian trading bank	0 – 50%	Non-Australian trading bank	0 – 15%	Sectors other than banks	No more than 30% per sector	Other limits		Floating rate securities	50 – 100%
	Percentage of the Fund																				
Ratings																					
Investment grade securities	0 – 100%																				
Sub investment grade and unrated securities	0 – 25%																				
Sectors																					
Australian trading bank	0 – 50%																				
Non-Australian trading bank	0 – 15%																				
Sectors other than banks	No more than 30% per sector																				
Other limits																					
Floating rate securities	50 – 100%																				
<i>Changing the investment strategy</i>	<p>The investment strategy and asset allocation parameters may be changed. If a change is to be made, investors in the Fund will be notified in accordance with the Corporations Act.</p>																				
<i>Labour, environmental, social and ethical considerations</i>	<p>Equity Trustees and the Investment Manager do not generally take into account labour standards or environmental, social or ethical considerations for the purpose of selecting, retaining or realising investments.</p>																				
<i>Fund performance</i>	<p>Up to date information on the performance of the Fund can be obtained from <a href="http://www.spectruminvest.com.au">www.spectruminvest.com.au</a> A free of charge paper copy of the information will also be available on request.</p>																				

## 6. Fees and costs

### DID YOU KNOW?

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

**For example, total annual fees and costs of 2% of your 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 the fund or your financial adviser.**

### TO FIND OUT MORE

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

The information in the following table can be used to compare costs between this and other managed investment schemes.

Fees and costs may be paid directly from your investment or deducted from investment returns For information on tax please see Section 7 of this PDS.

Type of fee or cost	Amount
<b>Fees when your money moves in or out of the Fund</b>	
Establishment Fee	Nil
Contribution Fee	Nil
Withdrawal Fee	Nil
Exit Fee	Nil
<b>Management Costs<sup>1</sup></b>	
The fees and costs for managing your investment <sup>1</sup>	Fees, costs and expenses: 0.75% p.a. of the value of your units in the Fund <sup>2</sup> (inclusive of GST less RITC) Indirect costs 0% p.a. of the value of your units in the Fund

<sup>1</sup> All fees quoted above are inclusive of Goods and Services Tax (GST) and net of any Reduced Input Tax Credits (RITC) at the prescribed rate, which is currently either 55% or 75% (depending on the nature of the fee or expense).

<sup>2</sup> Management fees can be negotiated. See "Differential fees" below. This amount includes Responsible Entity fees, investment management fees, custodian fees, administration fees and other expenses. However, it does not cover indirect costs. See below for more details as to how Management Costs (including indirect costs) are calculated.

#### **Additional Explanation of Fees and Costs**

*What do the Management Costs pay for?* The Management Costs include Responsible Entity fees, investment management fees, custodian fees, administration fees and other expenses. Fees payable to the Responsible Entity and Investment Manager are calculated and accrued daily based on the NAV of the Fund. The accrued fees are paid in arrears from the Fund at the end of each month. The Management costs which are paid out of Fund assets reduce the NAV of the Fund and are reflected in the unit price.

Management Costs include indirect costs and do not include transaction costs (i.e. costs associated with investing the underlying assets, some of which may be recovered through Buy/Sell Spreads).

*Indirect Costs* Indirect costs do not include transaction costs (i.e. costs associated with investing the underlying assets, some of which may be recovered through Buy/Sell Spreads). The Fund's indirect costs (presently nil) are based on the financial year ending 30 June 2016. Actual indirect costs for future years may differ. If in future there is an increase in changes to indirect costs disclosed in this PDS, updates will be provided on Equity Trustees' website at [www.eqt.com.au/insto](http://www.eqt.com.au/insto) where they are not otherwise required to be disclosed to investors under law.

*Transactional and operational costs* In managing the assets of the Fund, the Fund may incur transaction costs such as brokerage, settlement costs, clearing costs and applicable stamp duty when assets are bought and sold. This generally happens when the assets of a fund are changed in connection with day-to-day trading or when there are applications or withdrawals which cause net cash flows into or out of a fund. We estimate that the total transaction costs for the Fund during the year ended 30 June 2016 was 0.20% of the Fund's net asset value, of which 0.15% was recouped via the buy-sell spread when applications and redemptions took place.

The Buy/Sell Spread reflects the estimated transaction costs incurred in buying or selling assets of the Fund when investors invest in or withdraw from the Fund. The Buy/Sell Spread is an additional cost to the investor but is incorporated into the unit price and incurred when an investor invests in or withdraws from the Fund and is not separately charged to the investor. The Buy/Sell Spread is paid into the Fund and not paid to Equity Trustees or the Investment Manager. The estimated Buy/Sell Spread is 0.15% upon entry and 0.15% upon exit. The dollar value of these costs based on an application or a withdrawal of \$50,000 is \$76 for each individual transaction. The Buy/Sell Spread can be altered by the Responsible Entity at any time to reflect the actual costs incurred by the Fund. The Responsible Entity may also waive the Buy/Sell Spread in part or in full at its discretion. Generally, there will be no buy spread incurred on distributions which are re-invested.

Transactional costs which are incurred other than in connection with applications and redemptions arise through the day-to-day trading of the Fund's assets and are reflected in the Fund's unit price. As these costs are factored into the asset value of the Fund's assets and reflected in the unit price, they are an additional implicit cost to the investor and are not a fee paid to the Responsible Entity. These costs can arise as a result of bid-offer spreads being applied by trading counterparties to securities traded by the Fund.

Based on the financial year ending 30 June 2016, these other transactional costs of the Fund (which are not recovered through the Buy/Sell Spread) are \$9,698. The dollar value of these costs over a 1 year period based on an average account balance of \$50,000 is \$375. However, such costs for future years may differ. Equity Trustees

*Can the fees change?* Yes, all fees can change without investor consent, subject to the maximum fee amounts specified in the Constitution. Equity Trustees have the right to recover all proper and reasonable expenses incurred in managing the Fund and as such these expenses may increase or decrease accordingly. We will generally provide investors with at least 30 days' notice of any proposed change to the Management Costs. Expense

recoveries and Buy and Sell Spreads may change without notice, for example, when it is necessary to protect the interests of existing members and if permitted by law. The Constitution defines the maximum fees that can be charged for fees described in this PDS.

*Differential fees* The Investment Manager may from time to time negotiate a different fee arrangement (by way of a rebate or waiver of fees) with investors who are Wholesale Clients.

*mFund* Warning: If you are transacting through mFund your stockbroker or accredited intermediary may charge you additional fees (see their Financial Services Guide).

### Example of annual fees and costs

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

Example –Spectrum Strategic Income Fund		BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING THE YEAR
Contribution Fees	Nil	For every \$5,000 you put in, you will be charged \$0.
<b>Plus</b> Management Costs Comprising:	0.75 % p.a.	<b>And</b> , for every \$50,000 you have in the Fund you will be charged \$375 each year comprising
Fees and costs for managing your investment	0.75% p.a.	\$375
Indirect costs	0% p.a.	\$0
<b>Equals</b> Cost of Fund		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, then you would be charged fees of:  <b>\$375*</b>  <b>What it costs you will depend on the fees you negotiate.</b>

\* This example assumes the \$5,000 contribution occurs at the end of the first year, therefore management costs are calculated using the \$50,000 balance only. The management costs would be \$375 if you had invested the \$5,000 for a full 12 months. Please note that the Fund has a minimum additional investment amount of \$5,000. This example assumes that the \$5,000 contribution is made on the last day of the year and the management costs are calculated using the balance of \$50,000 only.

Additional fees may apply. Please note that this example does not capture all the fees and costs that may apply to you such as the Buy/Sell Spread.

**Warning: Additional fees may be paid to a financial advisor if you have consulted a financial adviser. You should refer to the Statement of Advice provided by your financial adviser in which details of the fees are set out. ASIC provides a fee calculator on [www.moneysmart.gov.au](http://www.moneysmart.gov.au), which you may use to calculate the effects of fees and costs on your investment in the Fund.**

<i>Further reading...</i>	You should read the important information in the Reference Guide under “Additional Information on Fees and costs” about the fees and costs associated with investing in the Fund before making an investment decision. The Reference Guide is available at <a href="http://www.spectruminvest.com.au">www.spectruminvest.com.au</a> The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.
---------------------------	---

## 7. How managed investment schemes are taxed

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

The Fund is an Australian resident for tax purposes and does not pay tax on behalf of its members; this is provided all income is distributed. Australian resident investors are assessed for tax on any income and capital gains generated by the Fund and distributed to investors.

## 8. How to apply

Applications can be made by completing the Application Form accompanying this PDS, and direct credit funds by electronic transfer (details are in the Application Form), and send your Application Form to:

FundBPO

Client Services Registry Team

GPO Box 4968

Sydney, NSW, 2001

Additional applications may be faxed to +61 2 9251 3525.

or ask your licensed broker to apply for units in the Fund via mFund. In this situation, you will need to provide the application money in relation to your application to your licensed broker.

Please note that cash cannot be accepted.

<i>Who can invest?</i>	Anyone can invest directly however individual investors must be 18 years of age or over. Investors investing through an IDPS should use the Application Form provided by the operator of the IDPS.
<i>Cooling-off period</i>	<p>If you are a Retail Client (as defined in the Reference Guide) and invested directly in the Fund, you have up to 14 days from the earlier of:</p> <ul style="list-style-type: none"><li>• the day you receive the investment confirmation; and</li><li>• the end of the fifth Business Day after the units are issued or sold.</li></ul> <p>No cooling off applies if you are a Wholesale Client.</p> <p>Indirect Investors should seek advice from their IDPS operator as to whether cooling off rights apply. The right to cool off may not apply if you are an Indirect Investor, even if you are a Retail Client. The terms and conditions of the IDPS Guide or similar type document will govern your investment in relation to the Fund and any rights you may have in this regard.</p>
<i>Enquiries and complaints</i>	<p>If you have any questions regarding the management of the Fund, you can call the Investment Manager on +612 9299 2288 or Equity Trustees. If you are not completely satisfied with any aspect of our services regarding the management of the Fund, please contact Equity Trustees. Equity Trustees seeks to resolve potential and actual complaints over the management of the Fund to the satisfaction of investors. If you wish to lodge a formal complaint please write to:</p> <p>Enterprise Risk Team Equity Trustees Limited GPO Box 2307 Melbourne VIC 3001 Email: <a href="mailto:compliance@eqt.com.au">compliance@eqt.com.au</a> Phone: 1300 133 472</p> <p>Equity Trustees will respond within 14 days of receiving the letter and will seek to resolve your complaint as soon as practicable but not longer than 45 days after receiving the complaint. If we are unable to resolve your complaint, you may be able to seek assistance from the Financial Ombudsman Service (“FOS”). To find out whether you are eligible (and if so, to make a complaint) contact FOS on 1300 780 808, <a href="mailto:info@fos.org.au">info@fos.org.au</a> or GPO Box 3, Melbourne VIC 3001. If you are investing through an IDPS, then enquiries and complaints should be directed to the IDPS Operator, not Equity Trustees.</p>

## 9. Other information

<i>Consent</i>	<p>The Investment Manager has given and, at the date of this PDS, has not withdrawn:</p> <ul style="list-style-type: none"><li>• its written consent to be named in this PDS as the Investment Manager of the Fund; and</li><li>• its written consent to the inclusion of the statements made about it and which are attributed to it, in the form and context in which they appear.</li></ul> <p>The Investment Managers has not otherwise been involved in the preparation of this PDS or caused or otherwise authorised the issue of this PDS. Neither the Investment Manager nor its employees and officers accept any responsibility arising in any way for errors or omissions, other than in relation to the statements for which it has provided its consent to Equity Trustees for inclusion in this PDS.</p>
<i>mFund Settlement Service</i>	<p>You must use an mFund accredited and licensed broker to facilitate your transactions on mFund. Your chosen broker may charge you additional fees which are not outlined in the Fees and Costs section of this PDS.</p>
<i>Further reading...</i>	<p>You should read the important information in the Reference Guide “Other important information” section about:</p> <ul style="list-style-type: none"><li>• general risks;</li><li>• your privacy;</li><li>• the Constitution for the Fund;</li><li>• the Anti-Money Laundering and Counter-Terrorism Financing laws (“AML/CTF laws”); and</li><li>• Indirect Investors;</li><li>• FATCA</li></ul> <p>before making a decision to invest. The current Reference Guide is available at <a href="http://www.eqt.com.au/insto">www.eqt.com.au/insto</a>. The material relating to your privacy, the Constitution, AML/CTF laws and indirect investors does not form part of the PDS and may change between the time when you read this PDS and the day when you acquire the product.</p>



# Spectrum Strategic Income Fund

## Application Form

- **If completing by hand, use a black or blue pen and print within the boxes in BLOCK LETTERS**
- **Use ticks in boxes where applicable**
- **The applicant must complete, print and sign this form**
- **Keep a photocopy of your completed Application Form for your records**
- **Please ensure all relevant sections are complete before submitting this form**

This application form is part of the Product Disclosure Statement dated 28 November 2016 ('PDS') relating to units in the Spectrum Strategic Income Fund issued by Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975).

- The PDS contains information about investing in the Fund. You should read the PDS before applying for units in the Fund.
- A person who gives another person access to the Application Form must at the same time and by the same means give the other person access to the PDS.
- Equity Trustees will provide you with a copy of the PDS and the Application Form on request without charge (*If you make an error while completing your application form, do not use correction fluid. Cross out your mistakes and initial your changes.*)

### US Persons:

**This offer is not open to any US Person. Please refer to the Product Disclosure Statement and Reference Guide for further information.**

## Section 1 – Introduction

**Do you have an existing investment in the Spectrum Strategic Income Fund?**

**YES** – my details are:

Account Number	
Account Name	
Contact Telephone Number (Including Country Code)	

**Now go to section 8.**

**NO** – only complete the sections relevant to you, as indicated below:

Select One	Account Type	Sections to Complete	Identification Requirement Groups to Complete
<input type="checkbox"/>	Individual(s)	1,2,7,8,9,10	Group A
<input type="checkbox"/>	Partnership(s)	1,3,7,8,9,10	Group A & B
<input type="checkbox"/>	Trust/Superannuation fund with an individual trustee	1,2,4,7,8,9,10	Group C or D, & E
<input type="checkbox"/>	Trust/Superannuation fund with a corporate trustee	1,4,5,7,8,9,10	Group C or D, & E
<input type="checkbox"/>	Company	1,5,7,8,9,10	Group F or G
<b>And complete these if you would like to appoint a power of attorney or agent</b>			
<input type="checkbox"/>	Power of attorney or agent	Section 6	Group H
<input type="checkbox"/>	Financial Adviser	Section 7	Group H

### Contacting the Fund

**Fund Manager:** Spectrum Asset Management Ltd  
Ph. +612 9299 2288  
[www.spectruminvest.com.au](http://www.spectruminvest.com.au)

**Post your completed application to:** FundBPO Pty Ltd  
Lvl 1, 51-57 Pitt Street  
Sydney NSW 2000

## AML/Identification Requirements

The AML/CTF Act requires the Responsible Entity to adopt and maintain an anti-money laundering and counter-terrorism financing ('AML/CTF') compliance program. The AML/CTF compliance program includes ongoing customer due diligence, which may require the Responsible Entity to collect further information.

- Identification documentation provided must be in the name of the Applicant.
- Non-English language documents must be translated by an accredited translator.
- Applications made without providing this information cannot be processed until all the necessary information has been provided.
- If you are unable to provide the identification documents described please call FundBPO on 1300 133 451.

**These documents should be provided as a CERTIFIED COPY of the original.**

<b>GROUP A – Individuals</b>
<p>Each individual investor, individual trustee, partner or individual agent must provide one of the following:</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> A current Australian driver's licence (or foreign equivalent) that includes a photo</li> <li><input type="checkbox"/> An Australian passport</li> <li><input type="checkbox"/> A current passport (or similar) issued by a foreign government or the United Nations (UN) (or an agency of the UN) that provides your signature</li> <li><input type="checkbox"/> An identity card issued by a State or Territory Government that includes a photo</li> </ul>
<b>GROUP B – Partnerships</b>
<p>Provide one of the following:</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> A certified copy or certified extract of the partnership agreement</li> <li><input type="checkbox"/> A certified copy or certified extract of minutes of a partnership meeting</li> <li><input type="checkbox"/> A notice issued by the Australian Taxation Office ("ATO") within the last 12 months</li> <li><input type="checkbox"/> An original or certified copy of a certificate of registration of business name issued by a government agency in Australia</li> <li><input type="checkbox"/> Group A verification requirements for each partner and beneficial owner of the Partnership</li> </ul>
<b>GROUP C – Registered Managed Investment Scheme, Regulated Superannuation Fund (including self- managed) or Government Superannuation Fund</b>
<p>Provide one of the following:</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> A copy of the company search on the ATO database</li> <li><input type="checkbox"/> A copy of the company search of the relevant regulator's website</li> <li><input type="checkbox"/> A copy or relevant extract of the legislation establishing the government superannuation fund sourced from a government website</li> </ul>
<b>GROUP D – Other Trusts</b>
<p>Provide one of the following:</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> A certified copy or certified extract of the Trust Deed</li> <li><input type="checkbox"/> Signed meeting minutes showing the full name of the trust</li> <li><input type="checkbox"/> Annual report or audited financial statements</li> <li><input type="checkbox"/> A certified copy of a notice issued by the ATO within the previous 12 months</li> <li><input type="checkbox"/> Group A verification requirements for each beneficial owner of the trust</li> </ul>
<b>GROUP E – Trustees</b>
<ul style="list-style-type: none"> <li><input type="checkbox"/> If you are an <b>Individual Trustee</b> – please provide the identification documents listed under Group A</li> <li><input type="checkbox"/> If you are a <b>Corporate Trustee</b> – please provide the identification documents listed under Group F or G.</li> <li><input type="checkbox"/> If you are a <b>combination</b> of both – please complete for one trustee from each investor type listed under Group A and F or G</li> </ul>
<b>GROUP F – Australian Companies</b>
<p>Provide one of the following:</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> A certified copy of the Certificate of Registration or Licence</li> <li><input type="checkbox"/> A copy of a company search on the ASIC database</li> <li><input type="checkbox"/> A copy of information regarding the company / trustee's licence or other information held by the relevant Commonwealth, State or Territory regulatory body All of above must clearly show the company's full name and type (i.e. public or private).</li> <li><input type="checkbox"/> Group A verification requirements for each beneficial owner (senior managing official and shareholder) listed in Section 5.4 of the application.</li> </ul>
<b>GROUP G – Non-Australian Companies</b>
<p>Provide one of the following:</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> A certified copy of the company's Certificate of Registration or incorporation (issued by ASIC or equivalent in the domestic jurisdiction) showing the company's registration number</li> <li><input type="checkbox"/> A certified copy of the company's articles of association or constitution</li> <li><input type="checkbox"/> A copy of a company search on the ASIC database or relevant foreign registration body</li> </ul> <p>All of above must clearly show the company's full name and type (i.e. public or private).</p> <ul style="list-style-type: none"> <li><input type="checkbox"/> Group A verification requirements for each beneficial owner (senior managing official and shareholder) listed in Section 5.4 of the application.</li> </ul>
<b>GROUP H – Agents</b>
<ul style="list-style-type: none"> <li><input type="checkbox"/> If you are an <b>Individual Agent</b> – please provide the identification documents listed under Group A</li> <li><input type="checkbox"/> If you are a <b>Corporate Agent</b> – please provide the identification documents listed under Group F or G</li> </ul>

## Important Information

### **Additional information required under the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 and the Foreign Account Tax Compliance Act.**

In accordance with the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (the 'AML/CTF Act') and the Foreign Account Tax Compliance Act (the 'FATCA') the Responsible Entity is required to collect additional information about you. The Responsible Entity may also ask you to provide certified copies of certain identification documents along with the Application Form.

Under the AML/CTF Act and FATCA, the Responsible Entity is prohibited from processing your application until all of the information and supporting documentation requested in this form has been received. In most cases, the information that you provide in this form will satisfy the AML/CTF Act & FATCA. However, in some instances the Responsible Entity may contact you to request further information. It may also be necessary for the Responsible Entity to collect information (including sensitive information) about you from third parties in order to meet its obligations under the AML/CTF Act and FATCA.

## Declarations

When you complete this Application Form you make the following declarations:

- I/We have read the PDS to which this Application Form applies and agree to be bound by the terms and conditions of the PDS and the Constitution of the Fund in which I/we have chosen to invest.
- I/We acknowledge that Equity Trustees is not responsible for the delays in receipt of monies caused by the postal service or the applicant's bank.
- If I/we have provided an email address, I/we consent to receive ongoing investor information including PDS information, confirmations of transactions and additional information as applicable via email.
- I/We hereby consent to the transfer of any of my/our personal information to external third parties including but not limited to fund administrators, fund investment manager(s) and related bodies corporate who are located outside Australia for the purpose of administering the products and services which I/we have engaged the services of Equity Trustees or its related bodies corporate and to foreign government agencies (if necessary).
- I/We hereby acknowledge and agree that Equity Trustees have outlined in the PDS provided to me/us how and where I/we can obtain a copy of the Equity Trustees Group Privacy Statement.
- I/we hereby confirm that the personal information that I/we have provided to Equity Trustees is correct and current in every detail, and should these details change, I/we shall promptly advise Equity Trustees in writing of the change(s).
- If I/we lodge a fax application request, I/we acknowledge and agree to release, discharge and agree to indemnify Equity Trustees from and against any and all losses, liabilities, actions, proceedings, account claims and demands arising from any fax application.
- I/We have received and accepted this offer in Australia.
- I/We acknowledge that Equity Trustees does not guarantee the repayment of capital or the performance of the Fund or any particular rate of return from the Fund.
- I/We acknowledge that an investment in the Fund is not a deposit with or liability of Equity Trustees and is subject to investment risk including possible delays in repayment and loss of income or capital invested.
- If I/we have completed and lodged the relevant sections on authorised representatives/agents on the Application Form then I/we agree to release, discharge and agree to indemnify Equity Trustees from and against any and all losses, liabilities, actions, proceedings, account claims and demands arising from Equity Trustees acting on the instructions of my/our authorised representatives, agents and/or nominees.
- By signing this Application Form, I/we acknowledge that I/we have read and understood the PDS
- I/We have considered our personal circumstances and, where appropriate, obtained investment and / or taxation advice.
- If this is a joint application each of us agrees that our investment is held as joint tenants.
- I/We acknowledge that I am/we are 18 years of age or over and I am/we are eligible to hold units in the Fund in which I/we have chosen to invest.
- I/We acknowledge and agree that where the Responsible Entity, in its sole discretion, determines that:
  - I/we are ineligible to hold units in a Fund or have provided misleading information in my/our Application Form; or
  - I/we owe any amounts to Equity Trustees, then I/we appoint the Responsible Entity as my/our agent to submit a withdrawal request on my/our behalf in respect of all or part of my/our units, as the case requires, in the Fund.
- I/We agree to provide further information or personal details to the Responsible Entity if required to meet its obligations under anti-money laundering and counter-terrorism legislation and acknowledge that processing of my/our application may be delayed and will be processed at the unit price applicable for the Business Day as at which all required information has been received and verified.
- I/We hereby declare that I/we are not a US Person as defined in the PDS.

## Terms and conditions for collection of Tax File Numbers (TFN) and Australian Business Numbers (ABN)

Collection of TFN and ABN information is authorised and its use and disclosure strictly regulated by tax laws and the Privacy Act. Investors must only provide an ABN instead of a TFN when the investment is made in the course of their enterprise. You are not obliged to provide either your TFN or ABN, but if you do not provide either or claim an exemption we are required to deduct tax from your distribution at the highest marginal tax rate plus Medicare levy to meet Australian taxation law requirements. For

more information about the use of TFNs for investments, contact the enquiries section of your local branch of the ATO. Once provided, your TFN will be applied automatically to any future investments in the Fund where formal application procedures are not required (e.g. distribution reinvestments), unless you indicate, at any time, that you do not wish to quote a TFN for a particular investment. Exempt investors should attach a copy of the certificate of exemption. For super funds or trusts list only the applicable ABN or TFN for the super fund or trust.

**When you sign this Application Form you declare that you have read and agree to the declarations above.**

## Section 2 – Individual(s) or Individual Trustee(s)

Complete this section if you are investing in your own name or as an individual trustee.

**For AML requirements please refer to page 2.**

### 2.1 Type of investor

Tick one box only and complete the specified parts of this section.

<input type="checkbox"/> Individual – complete 2.2	<input type="checkbox"/> Sole Trader – complete 2.2 and 2.4
<input type="checkbox"/> Jointly with another individual(s) – complete 2.2, 2.3 and 2.5	<input type="checkbox"/> Individual trustee for an individual – complete 2.2, 2.3 and 2.5 (if there is more than one individual trustee)
<input type="checkbox"/> Individual trustee for a trust – complete 2.2 and 2.3 (also complete section 4)	

### 2.2 Investor 1

Title	Given Name(s)	Surname
<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>

Telephone Number (Including Country Code) (daytime)

Date of Birth (DDMMYY) <input style="width: 100%;" type="text"/>	Tax File Number (TFN) – or exemption code <input style="width: 100%;" type="text"/>
---	--

Reason for TFN Exemption

#### Street Address (not a PO Box)

Unit Number	Street Number	Street Name
<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>

Suburb	State	Post Code
<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>

Country of Birth

Are you a foreign resident for tax purposes?  
 No  
 Yes, please advise country of residence

Do you hold dual citizenship?  
 No  
 Yes, please advise which countries

### 2.3 Investor 2

Title	Given Name(s)	Surname
<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>

Telephone Number (Including Country Code) (daytime)

Date of Birth (DDMMYY) <input style="width: 100%;" type="text"/>	Tax File Number (TFN) – or exemption code <input style="width: 100%;" type="text"/>
---	--

Reason for TFN Exemption

#### Street Address (not a PO Box)

Unit Number	Street Number	Street Name
<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>

Suburb	State	Post Code
<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>	<input style="width: 100%;" type="text"/>

Country of Birth

Are you a foreign resident for tax purposes?  
 No  
 Yes, please advise country of residence

Do you hold dual citizenship?  
 No  
 Yes, please advise which countries

**2.4 Sole Trader Details**

Business Name (if applicable, in full)

Australian Business Number (ABN) (if obtained)\*

Street Address

Suburb

State

Postcode

Country

**2.5 Signing Authority**

Please tick to indicate signing requirements for future instructions (e.g. withdrawals, change of account details, etc.)

- Only one investor required to sign
- All investors must sign

\* See page 3 of the Application Form for terms and conditions relating to the collection of TFNs and ABNs

**Section 3 – Partnerships**

Complete this section if you are investing for a partnership or as a partner.

**For AML requirements please refer to page 2.**

**3.1 General Information**

Full Name of Partnership

Registered Business Names of Partnership (if any)

Country where Partnership is established

Tax File Number (TFN) – or exemption code

Reason for TFN Exemption

**3.2 Type of Partnership**

Is the partnership regulated by a professional association?

- Yes, please provide details

Name of Association

Membership Details

- No, provide number of partners

**Partner 1**

Title Given Name (s)

Surname

Telephone Number (including Country Code) (daytime)

Date of Birth (DDMMYY)

Unit Street Number Street Name

Suburb

State

Postcode

Country

Country of Birth

**Partner 2**

Title Given Name (s)

Surname

Telephone Number (including Country Code) (daytime)

Date of Birth (DDMMYY)

Unit Street Number Street Name

Suburb

State

Postcode

Country

Country of Birth



## Section 5 – Company / Corporate Trustee

Complete this section if you are investing for a company or where a company is acting as a trustee.

**For AML requirements please refer to page 2.**

### 5.1 Company Type

- Australian Listed Public Company – complete 5.2
- Australian Proprietary Company or non-listed public company – complete 5.2 and 5.4
- Foreign Company – complete all sections

### 5.2 Company Details

Company Name ACN/ABN (if registered in Australia)

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Tax File Number (TFN) – or exemption code

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

Reason for TFN Exemption

--

Given Name(s) of Contact Person

--

Registered Street Address (Not PO Box) Suburb

--	--

State Post Code Country

--	--	--	--	--	--

#### Principal place of business in Australia

**Note for non-Australian companies:** you must provide a local agent name and address if you do not have a principal place of business in Australia.

- Tick if the same as above, otherwise provide:

Registered Street Address (Not PO Box) Suburb

--	--

State Post Code

--	--	--	--	--

### 5.3 Additional Details for non-Australian Company

- Tick if the company is registered with ASIC

Australian Registered Body Number (ARBN)

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

- Tick if the company is registered with a regulatory body

Name of Regulatory Body Company Identification Number Issued (if any)

--	--

Registered Company Address (Not PO Box) Suburb

--	--

State Post Code Country

--	--	--	--	--	--

### 5.4 Beneficial owner

**a. Managing Officials:** All proprietary or non-listed public domestic companies and foreign companies must provide the full name of each senior managing official/s of the company (such as the managing director or directors who are authorised to sign on the company's behalf):

1	2
3	4

*If there are more than 4 directors please provide as an attachment.*

**b. Shareholders:** All proprietary or non-listed public domestic companies and foreign companies must provide details of each shareholder who owns directly, jointly or beneficially at least 25% of the company's issued capital.

#### Shareholder 1

Full Name

--

Registered Street Address (Not PO Box) Suburb

--	--

State Post Code Country

--	--	--	--	--	--

**Shareholder 2**

Full Name

Registered Street Address (Not PO Box)

Suburb

State

Post Code

Country

*If there are more than 2 shareholders that each have at least 25% of the company's issued capital, provide as an attachment.*

\* See page 2 of the Application Form for terms and conditions relating to the collection of TFNs and ABNs.

**Section 6 – Authorised representative or agent***Complete this section if you are completing this Application Form as an agent under a direct authority such as a Power of Attorney. You must also complete the section relevant to the investor/applicant that you are acting on behalf of.***For AML requirements please refer to page 2.****6.1 Appointment of Power of Attorney**

- I would like to appoint an authorised representative to operate on this account **OR**  
 I am an agent under Power of Attorney or the investor's legal or nominated representative - complete 6.2

Full name of authorised representative / agent

Title of role held with applicant

Signature

**6.2 Power of Attorney Documentation**

You must attach a valid Power of Attorney.

- The document is an original or certified copy  
 The document is signed by the applicant / investor  
 The document is current and complete  
 The document permits the attorney / agent (you) to transact on behalf of the applicant / investor

**Section 7 – Financial adviser***By completing this section you nominate the named adviser as your financial adviser for the purposes of your investment in the Fund. You also consent to give your financial adviser / authorised representative / agent access to your account information unless you indicate otherwise by ticking the box below.***For AML requirements please refer to page 2.****7.1 Financial adviser**

I am a financial adviser completing this application form as an authorised representative or agent.

Name of Adviser

AFSL Number

Dealer Group

Name of Advisory Firm

Postal Address

Suburb

State

Post Code

Country

Email Address of Advisory Firm (required)

Email Address of Adviser

Business Telephone

Facsimile

**7.2 Financial Adviser Declaration**

- I/We hereby declare that I/we are not a US Person as defined in the PDS  
 I/We hereby declare that the investor is not a US Person as defined in the PDS  
 I have completed an appropriate customer identification procedure (CID) on this investor which meets the AML/CTF Act.

**AND EITHER**

- I have attached the relevant CID documents





--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**8.5 Payment Method**

**Electronic Funds Transfer**

<b>Bank Name &amp; Address (including country)</b>	National Australia Bank Limited, Level 36, 100 Miller Street, North Sydney NSW 2060
<b>Account Name</b>	EQUITY TRUSTEE LIMITED AS RE SPECTRUM STRATEGIC INCOME FUND
<b>BIC/SWIFT</b>	NATAAU3302S
<b>BSB Number</b>	082401
<b>Account Number</b>	117308076
<b>Reference</b>	<Investor name>

- Cheque** (made payable to Equity Trustees Limited)
- Direct Debit** (please make sure you complete 8.6)

**8.6 Direct Debit Request authorisation**

Request and Authority to debit the account named below to pay FundBPO Pty Ltd

Surname/company

Given name

or ABN

Same as 8.5 (please add branch address)

OR

Please complete the details below

Account name

Financial institution

Branch

BSB                      Account number

--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**Acknowledgement**

By signing this direct debit request, you authorise and are providing FundBPO Pty Ltd (user ID: 364011), in respect to your investment amount, to debit the account as described above, any amount which it may debit or charge through the direct debit system in connection with your Application Form. Also by signing, you certify that you have understood and agreed to the terms governing the direct debit arrangements between you and FundBPO Pty Ltd. Please refer to the Direct Debit Request Service Agreement provided the funds reference guide.

**Payment details**

Signature  
                     

(If signing for a company, sign and print full name and capacity for signing, e.g. director)

Address

Second account  
signature (if required)

(If signing for a company, sign and print full name and capacity for signing, e.g. director)

Address

### 8.7 Elections

#### Annual Financial Report

- The annual financial report for the Fund will be available on [www.eqt.com.au](http://www.eqt.com.au) from 30 September each year, however, if you would like a hard copy of the annual financial report sent to you please tick the box.

#### Privacy

Equity Trustees or the Investment Manager may from time to time provide you with information about products and services that may be of interest to you. Should you not wish to receive this information (including by email or electronic communication) please “opt out” by selecting the “No” option below

- Yes  
 No

### 8.8 Purpose of Investment and Source of Funds

Please outline the purpose of investment (e.g. superannuation, portfolio investment, etc)

Please outline the source/s of initial funding and anticipated ongoing funding (e.g. salary, savings, business activity, financial investments, real estate, inheritance, gift, etc and expected level of funding activity or transactions)

## Section 9 – Foreign Account Tax Compliance Act (FATCA) (All Investors MUST complete)

The US Foreign Tax Compliance Act (FATCA) requires us to collect certain information about each investor's tax residency and tax classifications. In certain circumstances (including if the below section is not completed by you) we may be obliged to share information on your account with the Australian Tax Authorities. If you have any questions about your tax status, please contact your tax adviser.

### 9.1 Individual and joint investors (Company, Superannuation and other Trusts, Partnership etc please complete section 9.2)

#### Investor 1

PERMANENT TAX RESIDENCE ADDRESS. If your tax residence address is different from the registered address in Section 2, please complete the following:

For the attention of:

Address (Not PO Box)					Suburb			
State					Post Code		Country	

Are you a U.S. citizen or U.S. resident for tax purposes?

- No (go to section 10)  
 Yes Please provide your US Taxpayer Identification Number (TIN): \_\_\_\_\_  
(please note that you may not be eligible to enter in the funds, in which case we will contact you).

#### Investor 2

PERMANENT TAX RESIDENCE ADDRESS. Should your tax residence address be different from the registered address in Section 1, please complete the following:

For the attention of:

Address (Not PO Box)					Suburb			
State					Post Code		Country	

Are you a U.S. citizen or U.S. resident for tax purposes?

- No (go to section 10)  
 Yes Please provide your US Taxpayer Identification Number (TIN): \_\_\_\_\_  
(please note that you may not be eligible to enter in the funds, in which case we will contact you).

### 9.2 Companies, Superannuation and other Trusts, Partnership (Entities)

Please choose one of the following options:

- A **US Entity** (established under the laws of the US, or, for a trust, administered under the laws of the US)

Please provide the Entity's US Taxpayer Identification Number (TIN): \_\_\_\_\_

Is the Entity an exempt payee for US tax purposes?  Yes  No

If the Entity is an exempt payee, provide its exemption code: \_\_\_\_\_

(please note that you may not be eligible to enter in the funds, in which case we will contact you).

- A **Foreign (Non- U.S.) Financial Institution-** you must choose one of the following sub-options  
 A Participating Foreign Financial Institution including a Model 1 Reporting Foreign Financial Institution):  
Provide the Entity's Global Intermediary Identification Number (GIIN), if applicable:

GIIN

If the Entity is a Financial Institution but does not have a GIIN, provide its FATCA Status:

- Deemed Compliant Financial Institution (includes Registered Deemed Compliant FFI)  
 Exempt Beneficial Owner (includes Certified Deemed Compliant FFIs)  
 Australian Regulated Superannuation Fund ( a type of Exempt Beneficial owner which includes Self-Managed Superannuation Funds and APRA regulated Superannuation Funds)  
 Nonparticipating Financial Institution  
 Other (please provide **specific status** as per US FATCA legislation) \_\_\_\_\_)

- A **Trustee Documented Trust**

Provide the Trustee's Global Intermediary Identification Number (GIIN), if applicable:

GIIN

If you are not a Financial Institution, please confirm your FATCA status below:

**Non-Financial Australian Public Listed Company, Corporate Australian Registered Charity, or Australian Government Body (Active Non-Financial entities for FATCA purposes)**

**Non- Financial Proprietary Company, Private Company, Unlisted Public Company, or other trust (Passive NFFE for FATCA purposes).**

If so, do you have any Controlling Person/s (including beneficial owners) who are US citizens or residents of the US for tax purposes?

- No  
 Yes

If yes, please provide details of any controlling individuals or entities below:

Full Name	Full Name
Date of Birth	Date of Birth
Full Residence Address	Full Residence Address
Details of controlling person's beneficial ownership (%)	Details of controlling person's beneficial ownership (%)
US TIN	US TIN

**Declaration and undertakings**

I undertake to advise the recipient promptly for FATCA self-certification where any of the information above changes.

Please note that the Fund Administrator will review your self-certification in the context of the FATCA due diligence, and may have to request additional supporting documentation.

**Key definitions for the FATCA section**

It is the responsibility of prospective investors to inform themselves as to the tax consequences to them of buying, holding, selling (or otherwise transferring) or redeeming shares under the laws of the country(ies) in which they are or may be taxable. These definitions are provided for your information only and you are encouraged to seek the assistance of an independent financial professional or tax adviser to facilitate the completion of this form.

A **Foreign Financial Institution** is a non-US entity (e.g. company, partnership or trust) that engages in one of the following:

- i) accepts deposits in the ordinary course of a banking or similar business (depository institution);
- ii) holds as a substantial portion of its business (equals or exceeds 20 percent of the entity's gross income) financial assets for the account of others (custodial institution);
- iii) is an investment entity including entities that trade in financial assets or that are investing, administering, managing funds, money, or certain financial assets on behalf of other persons

- iv) is an insurance company; or
- v) is an entity that is a holding company or treasury centre that is a part of a group that includes one of the above.

For further information regarding these definitions refer to <http://www.irs.gov/Businesses/Corporations/Information-for-Foreign-Financial-Institutions>

An **IGA** (Inter-Governmental Agreement) means an agreement between the US or the Treasury Department and a foreign government to implement FATCA through reporting by Financial Institutions to such foreign government (Model 1) or to the IRS (Model 2).

A **controlling person** is any individual who directly or indirectly exercises ultimate effective control over the entity. For a company, this includes beneficial owners controlling more than 25% of the shares in the company. For a Trust, this includes Trustees, Settlers, Protectors or Beneficiaries. For a partnership this includes any partners.

## Section 10 – DECLARATIONS (All Investors MUST complete)

### Applicant 1

Applicant Given Name(s)

Capacity

- Individual Signatory
- Director
- Executive Office
- Partner
- Sole Director / Secretary
- Authorised Signatory

Signature

Date

--	--	--	--	--	--

Company Seal (if applicable)

### Applicant 2

Applicant Given Name(s)

Capacity

- Individual Signatory
- Director
- Executive Office
- Partner
- Sole Director / Secretary
- Authorised Signatory

Signature

Date

--	--	--	--	--	--

Company Seal (if applicable)

### Application Checklist

- Have you completed all sections relevant to you (as set out in the introduction)?
- Have you nominated your financial adviser in section 7 (if applicable)?
- Have you provided certified copies of your identification documents or has your financial adviser completed this for you?
- Have you completed all other relevant details and SIGNED the Application Form?

If you can tick all of the boxes above, send the following:

- Completed Application Form;
- Certified copies of identification documents

by post to

FundBPO Pty Ltd  
Lvl 1, 51-57 Pitt Street  
Sydney NSW 2000

For additional applications the duly completed Application Form (including details regarding your direct credit payment) may be mailed to the postal address above or faxed to +612 9251 3525.