

HUB²⁴

XPLORE WRAP

1 July 2022

xplorewealth.com.au

This document is the Product Disclosure Statement for Xplore Wrap.
ARSN 163 784 432

ISSUER AND RESPONSIBLE ENTITY

The Trust Company (RE Services) Limited
(‘Responsible Entity’)

ABN: 45 003 278 831

AFSL: 235 150

ADMINISTRATOR

Margaret Street Administration Services Pty Ltd
(‘Administrator’)

ABN: 63 163 681 678

AFS Representative Number: 440 581

PROMOTER

Margaret Street Promoter Services Pty Ltd
(‘Promoter’)

ABN: 23 153 446 210

AFSL: 420 274

INVESTMENT MANAGER

Investment Administration Services Pty Limited
(‘Investment Manager’)

ABN: 86 109 199 108

AFSL: 284 316

ABOUT THIS PDS

This Product Disclosure Statement (PDS) for Xplore Wrap is issued by The Trust Company (RE Services) Limited ABN 45 003 278 831, AFSL 235 150 ('Responsible Entity', 'we', 'our', 'us'), the responsible entity of the registered IDPS-Like managed investment scheme known as Xplore Wrap (ARSN 163 784 432) ('Scheme' or 'Xplore Wrap'). The Responsible Entity has issued other classes of interests in the Scheme which differ from the interests described in this PDS and may in the future issue further classes of interests in the Scheme.

The PDS should be read together with the Investment Menu and the Target Market Determination, and where appropriate, any relevant Disclosure Document for an underlying Investment Option, prior to making any decision to invest.

IMPORTANT INFORMATION

The PDS describes the main features, benefits, costs, and risks of investing in Xplore Wrap.

OTHER IMPORTANT DOCUMENTS:

- Investment Menu
- Target Market Determination; and
- Application Form.

It is important you read and understand all parts of this PDS in conjunction with the other important documents so you can understand how Xplore Wrap works. These documents are available free of charge by contacting your adviser or the Administrator or through the product website.

The information contained in this PDS is general information only and does not take into account your individual objectives, financial situation, needs or circumstances. Information relating to investments, taxation and other relevant laws reflects existing laws at the time the PDS was prepared. It is provided as a general overview of how these laws may apply to an Investor but should not be relied upon as a complete statement of all relevant laws.

A Target Market Determination (TMD) has been issued which considers the design of this product, including its key attributes and describes the class of consumers that comprises the target market for this product. The TMD for this product can be obtained from your Financial Adviser and is available online at xplorewealth.com.au. Before acting on this information, you should consider its appropriateness, having regard to your personal objectives, financial situation, needs and circumstances. Before you make any decision about whether to acquire or continue to hold the product or an investment available in the product, you should consider the PDS and obtain professional financial advice tailored to your personal circumstances, from your Financial Adviser.

The information in this PDS is correct at the date of publication and may change from time to time. If a change occurs that is not materially adverse, we may update this PDS by publishing the updated information on the product website shown on the front cover of this document. Otherwise, we will issue a supplementary or revised PDS. You can obtain updated information or any supplementary or revised PDS, by asking your adviser or visiting the product website shown on the front cover. You should regularly check the product website to ensure that you have the most up to date information.

The PDS is issued as an electronic PDS and all incorporated documents are also available online at xplorewealth.com.au, through InvestorHUB, by emailing admin@hub24.com.au or by telephoning the Administrator on 1300 854 994. You may request a copy (printed or electronic) of the PDS free of charge from either your adviser or from the Administrator (Margaret Street Administration Services Pty Ltd ABN 63 163 681 678).

GENERAL INFORMATION

NO GUARANTEES

Perpetual, the Responsible Entity, Margaret Street Promoter Services Pty Ltd ABN 23 153 446 210 as Promoter, Investment Administration Services Pty Limited ABN 86 109 199 108 as the Investment Manager, and their related bodies corporate do not guarantee the performance or success of Xplore Wrap or any return on your investment. Investment in Xplore Wrap is subject to risk, including the risks set out in the Risks Section. An investment in Xplore Wrap does not represent an investment in or liability of Perpetual, the Responsible Entity, the Promoter, or the Investment Manager.

ELIGIBILITY

Investment in Xplore Wrap is only available to Australian tax residents who receive this PDS in Australia and appoint an Australian licensed adviser who is authorised to give advice in relation to Xplore Wrap. We have discretion to not accept an application and we do not need to give any reason for rejecting the application.

CUSTODIAN

Your investment through Xplore Wrap is held by a custodian to facilitate the management of a diverse range of investments you may select to invest in. The Custodian will provide custody services in relation to certain investments made through the Scheme and will hold legal title of those investments. The Custodian holds the assets on behalf of the Responsible Entity and is responsible to the Responsible Entity under a contractual relationship pursuant to a custody agreement.

XPLORE WRAP

The Responsible Entity relies on ASIC Class Order 13/762 (Investor directed portfolio services provided through a registered managed investment scheme) to obtain relief from some of the requirements of the Corporations Act 2001 in respect of the Scheme. This class order gives relief from some of the operational, fund raising and disclosure requirements of the Corporations Act that apply to other registered managed investment schemes provided the Responsible Entity complies with certain conditions, including providing you with regular reports about your investment in Xplore Wrap.

The Responsible Entity is responsible for the administration and management of Xplore Wrap and has engaged Margaret Street Administration Services Pty Ltd ABN 63 163 681 678 (Administrator) to provide the administration services. The Responsible Entity has appointed Margaret Street Promoter Services Pty Ltd ABN 23 153 446 210 (Promoter) as the Promoter of the Scheme. The Promoter is responsible for the marketing, promotional and distribution services and management of certain taxation functions relating to the Scheme including GST.

Investment Administration Services Pty Limited ABN 86 109 199 108 (Investment Manager) is appointed as the Investment Manager for the Scheme and is responsible for the selection, appointment and oversight of Sub-Investment Managers who manage Managed Portfolios.

The Responsible Entity, the Promoter and the Investment Manager have given and not withdrawn their consent to the PDS containing information referable to them in the form and context in which that information appears.

The Responsible Entity, the Promoter and the Investment Manager have not issued or caused the issue of the PDS and are not responsible for any other statements in the PDS which are not referable to them.

The Administrator, the Promoter and the Investment Manager are wholly owned subsidiaries of HUB24 Limited ABN 87 124 891 685 (ASX:HUB).

CONTENTS

1. Xplore Wrap at a Glance	1	Exchange Rates	26
2. About The Trust Company (RE Services) Limited	3	Trade Notifications	26
3. About Xplore Wrap	3	Providing Data Electronically to a Third Party	26
4. Benefits of Xplore Wrap	4	How You are Kept Informed	27
Access A Range Of Investment Options	4	10. Tax	29
A Range of Managed Portfolios	4	Taxation Of Xplore Wrap	29
Tax Optimisation Tools	4	Capital Gains Tax (CGT)	29
Access To Your Account Anytime	4	CGT Parcel Allocation	30
Efficient Trading Choices	4	Tax on Income	30
5. Risks	5	Withholding Tax	30
Risks Associated with Investing Through an IDPS-Like Scheme	5	Non-Resident Taxation	30
Risks Associated with Your Selected Investment Options	7	Exchange Rates Gains/Losses	31
6. Your Investment Choices	11	Foreign Investments	31
Setting Your Investment Goals	11	Tax Reporting	31
Selection of Investments	11	Fee Deductibility	31
Designing Your Investment Strategy	11	GST and Other Government Charges	31
Self-Directed Investments	11	Estimated Tax Data	31
Managed Portfolios	13	11. General Information	32
7. Efficient Trading Choices	15	Custody and How Your Assets Are Held on Trust	32
Aggregated Trading	15	Your Investment Discretion	32
Trading Through Your Broker	15	Your Rights in Investing Through Xplore Wrap vs Direct Investments	32
Trade Authority	15	Labour Standards, or Environmental, Social or Ethical Considerations	34
Trade Restrictions	16	Compliance Plan and Compliance Committee	34
8. Other Services	17	Audited Annual Investor Statements	34
9. Operating Your Account	18	Privacy	34
Initial Steps	18	Anti-Money Laundering/Counter-Terrorism Financing	35
Cash Account	18	Investor Identification Requirements	36
Appointing an Adviser	18	Foreign Account Tax Compliance Act (FATCA)	37
What will happen if you no longer have an Authorised Adviser?	19	Common Reporting Standard	37
How Your Account Operates	20	Wholesale Clients	37
Contributions	21	Individual Fee Arrangements and Service Providers	37
Withdrawals	22	Electronic Signatures	37
Further Information About Cash	22	Related Parties and Conflicts of Interest	37
Interest Accruals	23	Online Terms and Conditions	38
Investment Transactions	23	Online Instructions	38
Automatic Investment Plan	23	Constitution	38
Ad Hoc Investment Plan	24	Enquiries and Complaints	39
Automatic Investment Drawdown	24	12. Fees and Other Costs	40
Automatic Cash Top Up Feature	24	Consumer Advisory Warning	40
Customising Investment Preferences	25	Fees and Costs Summary	40
Corporate Actions	26	Example of Annual Fees and Costs	43
		Additional Explanation of Fees and Costs	45
		How do the Fees and Costs for Xplore Wrap and the Underlying Investments Work?	53
		Defined Terms	55

1. XPLORE WRAP AT A GLANCE

Who can invest?	Australian tax residents investing as: <ul style="list-style-type: none"> • individuals over 18 years of age • partnerships • associations • companies • trustees of trusts • trustees of self-managed super funds
Minimum initial deposit	\$50,000
Minimum cash balance	0.75% of your Account balance must be held in your Cash Account at all times. This may be a lower amount at our discretion or a higher amount if requested by your adviser.
Additional contributions	\$100 minimum per contribution.
Withdrawals	\$100 minimum per withdrawal.
Regular savings and payment plans	\$100 minimum per month.
Methods of contribution	Cheque, direct debit, BPAY®, electronic funds transfer (EFT) or in specie transfer.
Methods of withdrawal	Electronic funds transfer or in specie transfer.
In specie transfers	You may be able to transfer in cash and investments held outside the Scheme into your Account (subject to Administrator approval). You may be able to transfer investments out of the Scheme (subject to Administrator approval), however, a fee may apply. Please refer to the information on fees and other costs for more information.
Interest rate on cash balance in your Account	The declared interest rate may change from time to time and is calculated daily and paid monthly on any positive balance in your Cash Account. The latest available interest rate on your Cash Account can be found on InvestorHUB, by contacting the Xplore Wrap client services team on 1300 854 994 or by contacting your Financial Adviser.
Investment choices	<ul style="list-style-type: none"> • Managed Funds • Managed Portfolios • Australian and international listed securities • Term Deposits, and • Cash.

®Registered to BPAY Pty Ltd ABN 69 079 137 518

XPLORE WRAP AT A GLANCE

Efficient trading choices	<ul style="list-style-type: none"> • Aggregated trading using adjusted daily weighted average pricing through the Default Broker. • Direct market trading¹ through the Default Broker, allowing you to buy or sell Australian listed securities at a specified price, or trade at the current market price. • Trading through your broker¹ allowing you to buy or sell Australian listed securities with your broker (subject to Administrator approval).
Margin lending	Access to a range of external margin lending providers.
InvestorHUB and AdviserHUB	<p>InvestorHUB provides secure online access to your Account information and reporting. You can view your investments at any time and access a range of reports, including performance, valuation, tax, and transaction reports.</p> <p>AdviserHUB provides your adviser secure online access to your Account information and an efficient tool to communicate with the Administrator in relation to your investments. InvestorHUB and AdviserHUB can be accessed via hub24.com.au/xplore.</p>
CGT parcel allocation methods	Choose from three different capital gains tax (CGT) parcel allocation methods, according to your preference. These include a minimise gain, maximise gain or 'first in first out' approach. Refer to Section 10: Tax, under 'CGT parcel allocation'.
Fees	Refer to Section 12 for information about fees and other costs.
Consolidated reporting	<p>You and your adviser will receive consolidated reporting and an annual statement summarising your Account activities, as well as a consolidated annual tax statement. You can access these reports through InvestorHUB or by contacting your adviser.</p> <p>For more information refer to Section 9: Operating your Account, under 'How we keep you informed'.</p>

¹ Available for Australian listed securities only

2. ABOUT THE TRUST COMPANY (RE SERVICES) LIMITED

The Trust Company (RE Services) Limited ABN 45 003 278 831 (“Responsible Entity”, “we”, “our”, “us”), the Responsible Entity for Xplore Wrap, is a wholly owned subsidiary of Perpetual Limited which has been in operation for over 135 years. Perpetual Limited is an Australian public company that has been listed on the Australian Securities Exchange for over 45 years. The Responsible Entity is legally responsible to the Investors of the Scheme for its operation and is subject to the provisions of the Constitution and the Corporations Act 2001. It is responsible for the administration and management of Xplore Wrap.

No person has been authorised by the Responsible Entity to make any representation or to give any information about Xplore Wrap that is not contained in the PDS. None of the persons mentioned in the PDS have the authority to make statements on behalf of the Responsible Entity or Perpetual.

3. ABOUT XPLORE WRAP

An investment through Xplore Wrap is an investment in a registered managed investment scheme. The Xplore Wrap is different from a unit trust in that, instead of units, Investors acquire an “interest” in the Xplore Wrap when they invest. That is, Investors become a member of the managed investment scheme, but each Investor has a separate Account to which their investments are allocated. Your Account is administered only in accordance with your Investment Instructions.

Any investments are held in the name of the Custodian; however, each Investor is the beneficial owner of the assets which appear in their Account. Each Investor is fully responsible for any liabilities that arise in respect of their selected investment. In these ways it is an ‘indirect investment’, similar to a custodial arrangement or service available through a wrap account or other investor-directed portfolio service. An indirect Investor’s rights are different to the rights if they had invested directly.

Xplore Wrap aims to put greater control in your hands over your investments. Xplore Wrap offers Investors a comprehensive investment administration platform, known as ‘InvestorHUB’. InvestorHUB allows you to tailor an investment strategy from a range of available Investment Options. You and your adviser can consider your goals and determine the investment strategy that’s right for you. The Administrator manages all your investments, executes your instructions, and provides consolidated tax and performance reporting from a single Account. You can access information on your Account at any time using InvestorHUB.

The Responsible Entity relies on your adviser to provide you with all the information and relevant Disclosure Documents you require in order for you to invest through Xplore Wrap.

4. BENEFITS OF XPLORE WRAP

ACCESS A RANGE OF INVESTMENT OPTIONS

You can diversify your investments across a range of investment types, asset classes and investment styles.

Investment Universe

Choose from an extensive range of Investment Options, including:

- Managed Funds
- Managed Portfolios
- Australian and international listed securities
- Term Deposits, and
- Cash.

You can access the Investment Universe in two ways via:

1. **Self-Directed Investments**, which gives you the flexibility to select any Investment Options we list in the Investment Menu to build and operate your own diversified investment strategy with the assistance of your adviser based on your personal circumstances, and/or
2. **Managed Portfolios**, which are professionally managed by Sub-Investment Managers according to their defined investment Mandate.

Xplore Wrap gives you the choice and control to pursue your own investment strategy, in consultation with your adviser, and to determine what we buy, sell and transfer on your behalf. You can review the performance of the investments in your Account (including your Cash Account) via InvestorHUB. You or your nominated authorised representative (Financial Adviser) can also change your investment allocation in line with your changing circumstances or individual objectives by providing the Administrator with an Account Instruction.

The Investment Menu, which may be updated from time to time, includes the Investment Options available and is available online at xplorewealth.com.au/our-solutions/investment-and-superannuation-wrap-solutions or through InvestorHUB.

Note: Investments may rise or fall in value through the movement of investment markets as a whole. Consequently, if adverse market conditions are encountered the market value of some assets may fall.

For more information, refer to Section 9: Operating your Account.

A RANGE OF MANAGED PORTFOLIOS

Xplore Wrap offers you access to Managed Portfolios which can provide an easy, cost-effective, and tax-efficient way to implement your investment strategy.

The key benefits of Managed Portfolios are beneficial ownership of the underlying assets, flexibility, transparency, tax management and efficiency.

TAX OPTIMISATION TOOLS

You can benefit from tax optimisation in several ways. When using the Aggregated Trading Facility, listed security trades will be netted off within your Account to save on overall CGT and brokerage costs. Your adviser can estimate the CGT impact of proposed transactions before implementing them. This will help you optimise the tax outcomes of your investment strategy. You can choose from three methods to calculate capital gains to suit your circumstances. These include a minimise gain, maximise gain or a 'first in first out' approach. Your adviser can modify your selection every year if your circumstances change.

ACCESS TO YOUR ACCOUNT ANYTIME

You and your adviser can access your Account online anytime. You will receive access to information and notifications about your investments via InvestorHUB.

You can monitor your investment portfolio continuously through a large range of online reports, including valuations, performance reporting, transaction reports and income reports.

You can also easily access important information online including:

- a summary of your asset allocation
- recent Cash Account balance, and
- trade notifications.

Xplore Wrap provides you with consolidated reporting and an annual statement summarising your Account activities. You will also receive a consolidated annual tax statement containing all income and capital gains information relating to your Account. This simplifies the process of completing your annual tax return.

EFFICIENT TRADING CHOICES

Xplore Wrap offers flexibility and control over when and how you trade.

- Direct Market Trading: Direct trading of Australian listed securities can be effected at highly competitive fees, using at market price or a limit.
- Aggregated Trading: Consolidating your trades within the scheduled daily trading times can result in significant netting-off benefits in terms of brokerage costs and CGT.

5. RISKS

Before you consider investing through Xplore Wrap, it's important you understand the risks that can affect your investment. Broadly, these risks can be categorised into the risk of using Xplore Wrap and the risk associated with the chosen Investment Options you access.

You should also consider the specific risks of the investments you choose. Investment risks may vary significantly from the examples set out below and will depend on the actual investments you access.

Here are some ways to help manage risks:

- ✓ Your adviser can help you formulate an investment strategy that best suits your individual needs and objectives and select your investments from a wide range of options. It is important you discuss your specific risks with your adviser.
- ✓ Read all the information in this PDS, as well as the information about risk in the relevant Product Disclosure Statement or Disclosure Documents for the products or Investment Options available through Xplore Wrap. Review your investment strategy at least once a year and whenever your circumstances change (e.g. if you change jobs, buy a house, or have a child).
- ✓ Diversify your investment strategy. Diversification involves spreading your investments over a number of asset classes. The more you diversify, the less impact any one particular asset or asset class can have on your overall investment strategy. Consider the risks set out in this section. This is a high-level summary of some of the general risks of Xplore Wrap and risks associated with the chosen Investment Options, including via Managed Portfolios.

Please note that you cannot expect to eliminate investment risks altogether – you can only reduce, control, and monitor them.

RISKS ASSOCIATED WITH INVESTING THROUGH AN IDPS-LIKE SCHEME

The following summary is a guide to the key risks associated with investing through an IDPS-Like scheme such as Xplore Wrap. The table below sets out some of the risks that you should consider. It is not an exhaustive list of all risks.

Risk	What it means
Structural risk	<p>There is an inherent level of risk involved in investing through Xplore Wrap. As your investment assets are held by the Custodian your ability to deal with your investment may be affected in the unlikely event of a breach of duty or insolvency on the part of the Responsible Entity or the Custodian.</p> <p>As an Investor you are indirectly exposed to all of the risks of Xplore Wrap including the risk of changes to fees, notice periods and withdrawal processes.</p>
Advice risk	<p>This is the risk that your adviser may recommend a strategy or investment that's not appropriate for you or provide delayed or inaccurate instructions.</p> <p>You may also decide to leave your adviser, or your adviser may cease to be authorised by their licensee or moves to another licensee. In these circumstances, there is the risk that you may not be able to continue to invest through Xplore Wrap, the fees and other costs that apply to your Account may increase, and some of the Investment Options available to you will change or no longer be available, including some investments that you may hold via a Managed Portfolio.</p>
Cyber risk	<p>This is the risk of financial or data loss, business disruption or damage as a result of a failure of a service provider's information technology systems. This could include failure to secure the information or personal data stored within its information technology systems from unauthorised access or disclosure, the encryption of business-critical files by ransomware, and online fraud.</p>

RISKS

Risk	What it means
External fraud (including identity theft)	<p>This is the risk that someone may fraudulently obtain your personal information and impersonate you and provide fraudulent instructions to the Administrator that may cause you to lose some or all of your investment. The Administrator has compliance measures in place to address this risk and takes steps to verify the information provided. As trades can usually only be processed through your adviser there are a number of procedures in place to prevent fraud of this type. However, these measures cannot eliminate the risk of external fraud. The Administrator disclaims any liability arising from external fraud or identity theft to the maximum extent permitted by law. If you believe that your personal information may have been compromised, please notify the Administrator immediately so that appropriate action can be taken.</p>
Investment selection risk	<p>There is a risk that the investments made available will not perform as well as other investments in the same asset class. The choice of investments is limited to those that are made available through Xplore Wrap.</p> <p>Available investments undergo an assessment process and are selected for their particular attributes.</p>
Legal and regulatory risk	<p>Changes to taxation or other laws in Australia and internationally may impact the tax-effectiveness of your investment and/or the returns generated by your investment. In certain circumstances, statutory or other restrictions may preclude the acquisition or disposal of investments. There is also a risk that regulatory changes to law make certain assets less effective in achieving the desired return in the portfolio. This also applies to assets outside Australia, which may have exposure to broader economic, social, or political factors in addition to regulatory change.</p> <p>The Scheme may also be impacted if changes are made to the ASIC Class Order relief that applies to IDPS-like schemes, such as if changes were made to the type of assets that can be held through the Scheme or the manner in which the Responsible Entity is required to operate the Scheme. In these circumstances, the Responsible Entity may be required to vary the services provided to Investors to comply with the changes to the ASIC relief.</p>
Operational risk	<p>There is the risk of technology failure having an impact upon or delaying Investment Instructions, transactions, or reporting. The performance and service standards of the Administrator are closely monitored to manage this risk.</p>
Third party risk	<p>Service providers or certain persons appointed by you or the Responsible Entity or Administrator, including Custodians (or their appointed sub-custodians), Investment Managers, Sub Investment Managers or your broker, may default on their obligations, which could potentially result in losses to the value of your investment. We will appoint counterparties and service providers who we consider have a low risk of defaulting, however these risks cannot be eliminated entirely.</p> <p>There is also a risk that the Administrator may not accept a transaction executed by your broker if it does not meet the terms of the agreement or their obligations. For example, if there's not enough money in your Cash Account or the security is suspended or placed in a trading halt.</p>
Timing risk	<p>There can be delays in the purchase or redemption of investments within your Account because of the minimum requirements or because systems processing requirements. We are neither responsible nor liable for any loss you incur because of a delay in executing your Investment Instructions for whatever reason.</p>

RISKS

RISKS ASSOCIATED WITH YOUR SELECTED INVESTMENT OPTIONS

You should ensure that you understand and are comfortable with the risks and potential losses associated with your chosen Investment Options. This summary sets out a range of key investment risks that may apply to your chosen Investment Options. You should not rely solely on the risk/return disclosure in the Xplore Wrap PDS. You should refer to the underlying Disclosure Documents for your chosen Investment Options for the for any specific risks related to that investment and discuss this with your nominated Financial Adviser before making any investment decisions.

Risk	What it means
Concentration risk	This is the risk that a concentration of investment in a small number of securities may be subject to greater volatility, due to its exposure to a limited number of industries, sectors, or countries, than investing in a larger number and/or more diverse array of securities.
Country risk	Country risk is a general term that refers to the collection of risks associated with investing in a foreign country. It includes specific types of risk such as, but not limited to: <ul style="list-style-type: none"> Political – the risk of political instability in a country Foreign exchange – refer to the ‘Foreign exchange risk’ section below for more information Sovereign – the risk of a foreign government intervention in an entity, asset, or market, resulting in losses; and Transfer – the risk of a foreign government or regulator restricting transfers of assets. Other more general consequences that you may need to consider when investing outside your country may include such things as differing laws and regulatory environments (offering less protection to Investors), differing standards of information provided to you in terms of quality and timeliness, and time differences which could lead to delays in the transmission of information which in turn could restrict your and/or your adviser’s ability to react to events.
Credit risk	Your capital and/or the interest earned on that capital may not be paid due to the underlying bank or deposit-taking institution or corporation defaulting.
Derivatives and sophisticated investment products risk	The use of sophisticated financial products such as derivatives has the potential to cause losses that are large in relation to the amount invested. Some Managed Funds and Managed Portfolios use derivatives, and this may imply some embedded leverage that could, under some circumstances, magnify losses. The cost of using this type of financial product may also reduce returns. There is also a risk of a counterparty to a derivative defaulting on their obligations.
Diversification risk	Lack of diversification across asset classes over your entire portfolio of investments may cause your portfolio’s return to fluctuate more than expected. For example, if you invest entirely in shares rather than spreading your investment funds across other asset classes (such as property, cash, and fixed interest), share market movements could significantly affect your investment.
Foreign exchange risk	If parts of your investment are priced in a foreign currency, international factors such as exchange rate fluctuations and movements in international stock markets may affect the value of your investment. These investments may also not be hedged (protected) effectively, or at all, against exchange rate fluctuations.
Inflation risk	Your investments may not keep pace with inflation, so over time your money may have less purchasing power.
Interest rate risk	Changes in interest rates may affect the value of interest-bearing securities and shares in some companies.
Investment option risk	The Investment Options you select may change or cease to be offered, which may affect the investment composition in your Account, your risk profile, and your investment strategy.

RISKS

Risk	What it means
Liquidity risk	In difficult market conditions, some normally liquid assets may become illiquid. This could restrict the ability to sell them or to make withdrawal payments from Managed Funds and Managed Portfolios or process investment switches in a timely manner. For example, listed securities that are rarely traded might not be able to be sold, or that are restricted or suspended from trading. Another example might be a property trust where the underlying property (e.g., a shopping centre) takes a long time to be sold. Term Deposits are generally an illiquid investment as they may not be redeemable before their maturity date, as early redemption usually results in reduced returns or a penalty.
Investment Manager / Sub Investment Manager / Fund Manager risk	Investment/Sub Investment/Fund Manager(s) may not anticipate market movements or execute investment strategies effectively. Changes in their staff may also have an impact on the performance of the chosen investment. You need to consider the risks associated with the manager(s) handling your investments. The Investment Committee aims to mitigate this through regularly monitoring the available Investment Options.
Market risk	Movements in a market sector due to, for example, interest rate movements, economic factors, pandemics, political, military, or social events may have a negative impact on your investment and/or on the returns your investment generates. Market values can change rapidly, and it is possible to lose some or all of your initial investment.
Margin lending risk	Investment losses will be magnified by the use of borrowing (i.e. margin loans), resulting in greater potential losses to Investors. Margin loans will also be subject to borrowing costs (which may reduce returns) and to margin calls by margin lenders. If the value of your investments continues to fall and you are unable to meet margin calls, this could result in significant losses. The margin lender may also sell the assets in the geared account to repay any margin calls and/or the margin loan, potentially resulting in losses through the forced sale of part or all of the investments in the geared account. A margin lending facility may also be subject to additional risks not set out in this PDS. You should discuss this in detail with your adviser before considering taking a margin loan. You may also be subject to the margin lender's solvency and stability. For example, in recent years, providers of funds to certain margin lenders have repossessed or sold the client assets of defaulting margin lenders to recoup repayments.
Sector risk	There are risks associated with a particular industry's specific products or services due to, for example, changes in consumer demand or commodity prices.
Specific asset risk	There are risks associated with specific assets, for example, certain Managed Funds may use leverage (i.e. borrowing to invest), undertake short selling (i.e. selling shares they don't actually own) or invest in sophisticated financial products such as futures, foreign exchange contracts, options and other derivatives. Use of these methods could cause large losses in proportion to the money invested in them. Before selecting these types of assets as part of your investment strategy, you must read the relevant Product Disclosure Statement or Disclosure Document.
Potential conflicts of interest risk	The Investment Manager and Sub Investment Managers may be the investment manager of other funds, and the Promoter or its related entities may promote other financial products, not described in this PDS and entities within the 'Perpetual Group' (comprising Perpetual Limited and its subsidiaries, including the Responsible Entity) may act in various capacities (such as responsible entity, trustee, and custodian) for other funds or accounts. The Investment Manager, Sub Investment Manager, Promoter and Perpetual Group have implemented policies and procedures to identify and where possible mitigate or avoid the conflict. The Responsible Entity has negotiated an agreement with the provider of the Cash Account used by Xplore Wrap. This provides Investors in Xplore Wrap with access to a rate of interest they may not be able to obtain directly. The Responsible Entity receives a fee for negotiating and managing the Cash Account arrangement. The receipt of this fee creates a potential conflict between the interests of the Responsible Entity and the interests of Investors. The Responsible Entity will manage this potential conflict by benchmarking the arrangement against similar cash arrangements in the industry.

RISKS

Risk	What it means
Emerging markets risk	<p>Due to the nature of emerging markets, there is an increased risk that the political and/or legal frameworks in those markets may change and adversely impact investments you hold with exposure of those markets. This could include the ability to sell assets. Underlying Managed Funds in a managed account that invests in global markets may have exposure to emerging markets. Investment in emerging markets may involve a higher risk than investment in more developed markets. Investors should consider whether or not investment in emerging markets should constitute a substantial part of their investment exposure.</p> <p>Companies in emerging markets may not be subject to:</p> <ul style="list-style-type: none"> • accounting, auditing and financial reporting standards, practices, and disclosure requirements comparable to those applicable to companies in major markets; or • the same level of government supervision and regulation of stock exchanges as countries with more advanced securities markets. <p>Accordingly, certain emerging markets may not afford the same level of investor protection as would apply in more developed jurisdictions.</p> <p>There are also risks that, while existing in all countries, may be increased in emerging markets due to the legal, political, business, and social frameworks being less developed than those in more established economies.</p> <p>Examples of increased risks include:</p> <ul style="list-style-type: none"> • political or social instability (including recession or war) • institutional manipulation of currency or capital flows • deflation, inflation, or loss in value of currency, and • greater sensitivity to interest rates and commodity prices. <p>As a result, investment returns are usually more volatile than those in developed markets. This means that there may be large movements in investment value over short or long periods of time.</p>
Listed securities risk	<p>For an investment in listed securities there is a risk that the prices of your selected investments may fall in price or lose all of their value. Listed securities are typically exposed to market risk. In addition to market risk, the value of a specific company's share price can rise or fall depending on the market's perception of the company's internal operations, management, financial position, or business environment. Share prices can be volatile, which means the value of your investment can increase or decrease frequently.</p>
Short selling risk	<p>Some portfolio managers of underlying Managed Funds held in a managed account may use short selling. Short selling means the underlying Managed Fund sells a security it does not own to try and profit from decrease in the value of the security. This is generally done by borrowing the security from another party to make the sale. The short sale of a security can greatly increase the risk of loss, as losses on a short position are not limited to the purchase value of the security.</p> <p>Short selling strategies involve additional risks such as:</p> <ul style="list-style-type: none"> • Liquidity risk – Particular securities or investments may be difficult to purchase or sell, preventing the managed account from closing out of a position or rebalancing within a timely period and at a fair price. As a result, withdrawal requests may not be able to be fully met when they are received. Liquidity risk may potentially be amplified where a managed account investment is made in listed interest rate securities and unlisted Managed Funds due to the illiquid nature of these assets. • Leverage risk – While short selling can often reduce risk, it is also possible for an underlying Managed Fund's long positions and short positions to both lose money at the same time. • Prime broker risk – When short selling is employed, the assets of the relevant underlying Managed Fund are generally held by a prime broker (which provides broking, stock lending and other services). As part of this arrangement, assets may be used by or transferred to the prime broker, and there is a risk that the prime broker does not return equivalent assets or value to the option (for example, because of insolvency). This would have a substantial negative impact on the value of a managed account.

RISKS

Risk	What it means
Implementation risk	<p>Your Managed Portfolio's performance may be different to that of a Managed Portfolio constructed by the Sub Investment Manager.</p> <p>This can occur due to timing of investments in the underlying Investments, as well as any cash and security movements in and out of a Managed Portfolio.</p> <p>There may be periods where a Managed Portfolio differs from the indicative investment allocations specified. The Responsible Entity provides you with the ability to customise the underlying investments; this will alter your investment allocation from the Managed Portfolio's target investment allocation. There may also be circumstances where the Sub-Investment Manager may not be able to proceed with the rebalance of a Managed Portfolio, such as if an underlying Managed Fund is suspended from applications or redemptions, your Account is closed or there are trades already waiting to be executed.</p>
Timing risk	<p>The processing of transactions for particular assets may be delayed in order for bulk trades to be made in those assets in order to minimise brokerage. By delaying transactions in order to avoid incurring additional brokerage, Investors in the relevant asset classes are exposed to movements in the value of the particular assets.</p>
Fixed income risk	<p>Fixed income investments are subject to default risk. This is where the credit issuer fails to meet interest payments or repay the principal of your capital or both. By investing in a fixed income investment there is a risk that if you terminate your investment before the maturity date, you could be subject to costs or reduced interest.</p>
Tax risk	<p>Taxation law is complex and its impact on Xplore Wrap may vary according to your individual circumstances. Over time, tax law and practices may change and may become retrospective in their application. You should seek your own professional taxation advice in relation to the Xplore Wrap.</p>
Responsible entity risk	<p>There is a risk that the Responsible Entity may not be able to continue to act as responsible entity for the Scheme, for example if it loses its Australian Financial Services Licence (in which case it could be replaced as responsible entity of the Xplore Wrap). Any replacement responsible entity and service providers they appoint might achieve different results for Investors, positive or negative, than would otherwise be the case.</p>
Valuation risk	<p>The Administrator will utilise third parties to provide market values for holdings within each Account as at the relevant redemption value or prior trading day's close price. However, there may be times where a security's or holding's price is not current. This could occur for a number of reasons not limited to the infrequent pricing of the holding (for example Managed Funds that only price monthly) or where a security is under a temporary trading halt or is no longer trading due to being under external administration. In these circumstances your Account value may appear greater than the true value of your investments. In the case of securities suspended from trading you may have beneficial ownership of a security that cannot be sold. This can also have an impact on the fees you pay.</p>

It's important you discuss your specific risks with your adviser.

6. YOUR INVESTMENT CHOICES

SETTING YOUR INVESTMENT GOALS

Xplore Wrap provides you with a range of Investment Options from multiple asset classes so you can determine an investment strategy with your adviser that addresses your personal needs and goals.

This PDS outlines some basic principles of investing that you should discuss with your adviser. It is important that you discuss how much risk you are prepared to accept and your investment objectives with your adviser, together with the timeframe you have to construct an investment strategy.

Your adviser can then help you build an investment strategy that suits your individual circumstances and financial objectives. This will enable you to achieve the right balance between risk and return, taking into account factors such as your investment goals, investment timeframe and how comfortable you are with changes in the value of your investment.

All investments come with some level of risk, although the degree of risk may vary depending on the asset class or nature of an investment. Generally, low levels of uncertainty (low risk investments) are associated with low potential returns, whereas high levels of uncertainty (high risk investments) are associated with high potential returns.

Diversification – spreading your investments over a number of asset classes – can assist you in reducing the short-term variation of your returns. The more you diversify, the less impact any one particular asset class can have on your overall investment strategy. When one asset class goes down in value, another may go up.

SELECTION OF INVESTMENTS

The Responsible Entity has appointed Investment Administration Services Pty Ltd ABN 886 109 199 108 ('IAS') to provide investment consulting services to the Responsible Entity in relation to Xplore Wrap.

IAS has established an investment committee ('Investment Committee'), which comprises three members, with at least one member being independent of IAS.

Available investments, including those that utilise professional investment managers, are reviewed by the Investment Committee. In reviewing investments, the Investment Committee considers criteria including, but not limited to:

- Liquidity of the investment
- Asset allocation and diversification
- Research recommendations
- Standard risk measures
- Compatibility with the administration platform, and
- Diversification of investments.

Investments reviewed by the Investment Committee may include investments issued by the Responsible Entity or its related parties. The selection of investments is conducted on an arm's length basis and is not constrained by related party relationships.

If the Investment Committee is satisfied an investment meets its review criteria, the Investment Option may be included in the Investment Menu.

The Investment Menu is monitored by the Investment Committee on an ongoing basis and undergoes an annual review to determine if available Investment Options should continue to be made available and open to investment.

If it is determined that an Investment Option no longer meets its review criteria, the Investment Committee may remove the Investment Option from the Investment Menu.

If an Investment Option is removed from the Investment Menu, the Administrator will not accept any new applications into that Investment Option. Investors who hold an Investment Option that is removed from the Investment Menu may maintain the Investment Option until such time the Investor decides to liquidate their holding.

If a material change to the Xplore Wrap investment policy occurs, the Administrator will notify your nominated adviser via InvestorHUB.

DESIGNING YOUR INVESTMENT STRATEGY

The Investment Menu lists the Investment Options available through Xplore Wrap. The available Investment Options may change from time to time. Your Account is administered in accordance with your Investment Instructions.

Your Account may comprise of Self-Directed Investments and/or Managed Portfolios.

SELF-DIRECTED INVESTMENTS

For the Investment Options available as Self-Directed Investments see the summary below.

AUSTRALIAN LISTED SECURITIES

You can select from a wide range of Australian listed securities. These include ordinary shares, exchange-traded funds ('ETFs'), other exchange-traded products ('ETPs'), listed investment companies ('LICs'), interest rate securities and hybrids (such as preference shares and convertible notes).

An ETP is generally a Managed Fund or other product that is traded on a stock market and includes an ETF. An ETF is a Managed Fund that aims to track or follow a particular index. There are various ETFs which provide access to particular investments, such as Australian and international shares, commodities, listed property trusts or a combination of asset classes. Other types of ETPs are exchange-traded managed products that are not ETFs. These include exchange traded Managed Funds, exchange traded commodities and exchange traded bonds.

LICs use a company structure and the money raised is used to buy shares in other listed companies and are then traded on a stock exchange. LICs are generally actively managed and aim to outperform a particular objective.

YOUR INVESTMENT CHOICES

Interest rate securities are a class of investment where, essentially, Investors lend money to a company or institution which pays interest in return for a period of time. The time period is usually for a fixed period of time.

Hybrids are a group of securities that combine elements of broader groups (debt and equity).

Through your adviser you can trade Australian listed securities by using:

- the aggregated trading service;
- the direct market trading service; or
- your broker (subject to Administrator approval).

Refer to Section 7: Efficient trading choices for more information.

Income received from listed securities is automatically paid to your Cash Account, unless there is a dividend reinvestment plan on offer and you choose to participate, in which case it is reinvested in the particular financial product that generates the income. Disclosure Documents for financial products held through Xplore Wrap are updated from time to time, so you may not have the most current version at the time your distributions are reinvested as additional holdings in the relevant securities. You can obtain the current Disclosure Documents on InvestorHUB or through your adviser. Information on your Australian listed securities can be accessed through InvestorHUB.

INTERNATIONAL LISTED SECURITIES

The Investment Menu contains the list of international securities available on selected exchanges from which you can choose, including US, Asian and European stock exchanges.

Trading in international securities is only available to Australian residents for tax purposes. Furthermore, if you become a non-resident for tax purposes, you will need to inform your adviser as any international securities held in your Account will need to be sold or transferred out of the Account.

Through your adviser you can trade international securities (minimum trade amounts may apply) by using the aggregated trading service.

Refer to Section 7: Efficient trading choices for more information.

Income received from international listed securities is automatically converted to Australian dollars and paid to your Cash Account, unless there is a dividend reinvestment plan on offer, and you choose to participate. Participation in any dividend reinvestment plan is at the discretion of the Administrator. Information on your international listed securities can be accessed through InvestorHUB.

TERM DEPOSITS

Xplore Wrap offers access to investments in Term Deposits (through a bank or financial institution) with a range of durations where the interest rate is fixed. Typically, these Term Deposits offer durations of three months, six months and one year. We may include other Term Deposits with differing durations and features as they are made available by the Term Deposit providers. During the term, you cannot access your funds (without loss of interest and/or charges) or add funds to the investment. Interest is generally calculated daily and is paid at maturity.

You will be able to access information on Term Deposits available through the Investment Menu via InvestorHUB. InvestorHUB also provides instructions on what you need to do to invest in Term Deposits.

MANAGED FUNDS

A Managed Fund is an investment product where an Investor contributes money to receive an interest (usually expressed as a 'unit') in the Managed Fund, which is then pooled together with other Investors' monies and managed by a Fund Manager.

Xplore Wrap allows you to choose from a range of Managed Funds offered by Australian and international Fund Managers. Units in the Managed Funds are held on trust for you in the name of the Custodian, but you retain beneficial ownership of the units. The Responsible Entity is often able to obtain wholesale fund fee rates, which are generally lower than the fee rates applicable for direct investment into retail Managed Funds. A Fund Manager may provide a rebate of the fees and costs associated with your investment in a Managed Fund. Generally, these rebates are returned to you in full and will typically be paid into your Cash Account. Your entitlement to any rebate is determined by the Fund Manager, however, where you have closed your Account prior to the processing of a rebate, you will not be entitled to that rebate.

We allow you to transfer your investment in an existing Managed Fund or Funds into your Account (subject to availability of the investment being on the Investment Menu and/or Administrator approval), provided there is no change to beneficial ownership. Minimum investment amounts may apply to some Investment Options. Refer to the Disclosure Documents available on InvestorHUB or from your adviser. The current list of all Investment Options is available in the Investment Menu on InvestorHUB. You should obtain from InvestorHUB or your adviser the most recent Disclosure Documents for each investment you are considering. The Disclosure Documents for each investment are prepared by the relevant product issuer and contain detailed information about the product issuer, management and administration of the investment, and the fees and costs of investing in the product.

Self-Directed Investments are held separately to your professionally Managed Portfolio. You or your adviser instruct the Administrator when to trade or change these investments.

YOUR INVESTMENT CHOICES

MANAGED PORTFOLIOS

A Managed Portfolio is a professionally managed group of assets that may be made up of securities, Managed Funds, and cash. It can be constructed using one or a number of investment models. Unlike traditional Managed Funds these are not bought and sold in units. Instead, Investors have beneficial ownership of the underlying assets, while also having the access to professional Investment managers who construct, rebalance, and manage the asset allocation of the Managed Portfolios according to an agreed Mandate. The Managed Portfolio Mandates can be accessed from InvestorHUB.

The Managed Portfolios are implemented at an account level. This means that you will be able to view the individual investments which make up the Managed Portfolio in your Account. Each Account is managed in accordance with the Managed Portfolio Mandate. The Investment Manager or Sub-Investment Manager is responsible for the ongoing monitoring of the Managed Portfolio.

SWITCHING INVESTMENTS

You can request a switch of your Self-Directed Investments or Managed Portfolios at any time via your adviser.

When a switch is requested, trades will be executed so your Account reflects your newly selected investments. We do not charge a switching fee; however, transaction fees may apply. There is generally a minimum amount or restrictions to consider when switching Investment Options. Information about the minimum amount and any restrictions can be obtained from your adviser. There may be certain Investment Options that we are not able to switch. For example, Investment Options that have become illiquid may not be able to be sold.

If you decide to change between Managed Portfolios, only those assets that are different or have different weightings between the two models need to be traded. This can reduce trading costs and tax when you switch between Managed Portfolios. If one of your Managed Portfolio managers is buying a particular asset and another is selling the same asset at the same time, then these trades are netted off, saving your unnecessary transactions and expenses.

PORTFOLIO ADJUSTMENTS

Each Managed Portfolio has specific allocations ('weights') to asset class(es) and underlying investments. The Investment Manager is responsible for monitoring the portfolio's strategy and advises if adjustments are required. Accounts investing in Managed Portfolios may have allocations to investments that differ slightly from those targeted by the Investment Manager, due to variations in execution prices, cash flows in and out of the Account and the operation of weight variation tolerances. Adjustments to a Managed Portfolio could be either:

- **rebalancing**, which involves comparing and realigning the market value weights of your underlying investments to the weights in the Managed Portfolio; or

- **reallocating**, which involves changing the exposure to different asset classes and investment choices across different sectors and industries within the Managed Portfolio, by adding or removing specified investment components.

Xplore Wrap administers and implements each Managed Portfolio and any changes to the portfolio composition when the deviation in weightings falls outside the Managed Portfolio tolerance range. Rebalancing and reallocating of a Managed Portfolio may occur regularly depending on the Managed Portfolio selected. When such adjustment occurs, you may receive a trade notification. Refer to Section 9: Operating your Account, under 'Trade notifications' for more information.

MANAGED PORTFOLIO WEIGHTINGS

If you choose to invest in Managed Portfolios, your individual weightings or mix of Managed Portfolios are applied on a 'floating basis'. This means the weightings (i.e. the value in dollars and percentage terms) will fluctuate from time to time as the performance of one Managed Portfolio differs from the performance of another.

The following example is provided for the purpose of demonstrating the effect of applying Managed Portfolio weightings on a floating basis and all values are approximate and indicative only.

For an original investment of \$100,000 allocated 50% to Managed Portfolio A and 50% to Managed Portfolio B, your Account would be divided as follows:

Managed Portfolio A	49.625%	\$49,625
Managed Portfolio B	49.625%	\$49,625
Cash	0.75%	\$750
Total	100%	\$100,000

If after the first day of your Account being active, Managed Portfolio A had performance of -5% and Managed Portfolio B had performance of +5%, then your Account would adjust to reflect this variance in performance as follows:

Managed Portfolio A	47.144%	\$47,144
Managed Portfolio B	52.106%	\$52,106
Cash	0.75%	\$750
Total	100%	\$100,000

YOUR INVESTMENT CHOICES

This effectively means that your initial Account weighting will only apply in the strictest sense on the first day of your investment. After this, each Managed Portfolio will perform differently and therefore, the value of it will change in dollar and percentage terms, thus changing your overall weightings.

Your Managed Portfolio will only be reweighted on an Investment Instruction from your adviser on your behalf.

DIVIDEND REINVESTMENT

On the advice of the Investment Managers, the income derived from underlying investments within Managed Portfolios may be used to participate in any dividend reinvestment plan(s) or to buy additional quantities of those underlying investments

If the Administrator does not, or cannot, participate in dividend reinvestment plan(s), any income generated will be:

- retained as cash within Managed Portfolios
- reinvested in other investments as part of the Investment Manager's regular rebalance, or
- paid into your Cash Account outside of the Managed Portfolio.

PROGRESSIVE PORTFOLIO IMPLEMENTATION

Progressive portfolio implementation (PPI) may be a way for an Investment Manager to implement a change in Managed Portfolio weightings by introducing one or more substitute investment(s). The Investment Manager may provide an instruction to temporarily apply this change in respect of new purchases of the Managed Portfolio without impacting existing holders of the standard Managed Portfolio.

If an Investment Manager uses PPI, the underlying investments held in your Managed Portfolio may differ from the Investment Manager's standard Managed Portfolio. As a result, the investment performance you experience through a PPI Managed Portfolio may differ from the standard Managed Portfolio. This is referred to as investment variance risk. For more information about investment variance, refer to Section 5: Risks.

REVIEWING YOUR INVESTMENT OPTIONS

You should regularly review your investment strategy with your adviser and make sure your investment choices are appropriate for your personal circumstances. We do not provide personal financial product advice as part of Xplore Wrap. The Responsible Entity provides access to underlying investments without taking into account your individual objectives, financial situation and needs.

When deciding on the available options to invest your money, you should consider (in consultation with your adviser) the likely investment return, the risk, and your investment timeframe.

7. EFFICIENT TRADING CHOICES

Xplore Wrap's flexible trading options give your adviser greater flexibility and control over when and how you trade in listed securities. You may elect to receive a trade summary confirming details of all trades for any day on which trades are executed. All trades placed can be monitored through InvestorHUB.

The Administrator is not a market participant or clearing participant of the ASX or any other financial market. The Administrator has arrangements in place with brokers to provide broking services in relation to your instructions to buy or sell securities. When you choose to trade using the Default Brokers (refer to 'Aggregated trading' and 'Direct market trading' below), you authorise the Administrator to instruct the Default Broker to execute the relevant transaction under the trading agreement with the broker.

AGGREGATED TRADING

Under aggregated trading, your adviser can place a trade for Australian and international listed securities through AdviserHUB using the Default Broker. This trade will be combined with other trades received on that day.

Multiple orders for a particular security are aggregated and netted, with the total order spread out on the market during a specified time period once a day. The benefit of this type of trading is that generally an average price can be achieved over the specified time period weighted by the volume (number of shares) traded. This is called a weighted average price, which smooths out any price volatility from the time the trade is placed on market. This could, however, result in a higher purchase or lower sale price compared to if you had executed the trade at an optimal market time.

The other benefit of aggregated trading is the ability to combine all listed securities trades required for new investments, withdrawals, and rebalancing of Managed Portfolios with the trades received from advisers. The Administrator then internally matches or nets off any buy-and-sell trades for your Account where possible, reducing the number of buy-and-sell orders that need to be placed in the market on your behalf. This netting process can result in lower transaction costs for you (e.g. less brokerage costs) and may reduce realised capital gains.

When trades are netted across different Accounts, the trades will incur brokerage. Aggregated trading is used for Managed Portfolio trades in most cases.

All trades in international listed securities will be settled in Australian dollars.

DIRECT MARKET TRADING

Xplore Wrap allows your adviser to trade your direct Australian listed securities in real time directly through AdviserHUB using the Default Broker. Your adviser can place orders in two ways:

- **Limit** – this is an order to buy or sell direct shares at a specified price.

- **Market** – this is an order to buy or sell securities at the prevailing market price at the time that the order is executed. If the quantity available at the prevailing market price is not sufficient to satisfy the order, the broker will endeavour to fill the balance of the order at the best available market price that complies with individual exchange rules and standards, however, the execution and the price is not guaranteed.

TRADING THROUGH YOUR BROKER

Xplore Wrap allows your adviser to buy or sell Australian listed securities on your behalf by placing trades directly with your broker, subject to Administrator approval. Trades placed with your broker are not placed through AdviserHUB, but through your broker, and orders are executed in accordance with your broker's market and trading requirements and are subject to the broker's terms of business.

The Administrator reserves the right to add or remove brokers at its discretion and without notice to you. You can obtain information about your broker by requesting this from your adviser or by contacting the Xplore Wrap client services team. This feature will be made available at the discretion of the Administrator.

If you choose to transact through your broker:

- you authorise the Administrator to rely on instructions from any person that the Administrator reasonably believes to be your broker, as if the Administrator had received those instructions from you your broker is responsible for the service, they provide you and the Administrator's role is limited to facilitating the settlement of transactions placed by your broker;
- your broker is responsible for checking that you have sufficient cash or financial product to discharge obligations under the transaction prior to executing the trade; and
- transactions placed by your broker and notified to the Administrator may not be accepted if it does not meet the terms of the agreement with the broker. For example, if there's not enough money in your Cash Account or the security is suspended or placed in a trading halt.

TRADE AUTHORITY

Investments generally cannot be dealt with without your prior instruction. When a trade instruction is received, it is assumed you have authorised your adviser or your broker to provide the instruction and that your adviser/broker has provided you with specific information on the listed securities. It is your adviser's/broker's responsibility to ensure your trade instructions are correct. Generally, once a trade is placed it cannot be cancelled or amended.

Trading through the Default Broker or your broker is both subject to the operating rules regarding trades on the relevant exchange. The Administrator is not liable for delays in the execution of the transactions, market movements or buy-and-sell spreads. The length of time it takes for the trade to be completed will depend on market conditions.

EFFICIENT TRADING CHOICES

TRADE RESTRICTIONS

The Administrator may not be able to fully implement buy and sell instructions received for your Account where, among other things:

- trading orders may not be able to be fully executed, or may need to be executed in small amounts on the market (for example, if there is very low demand for a direct share)
- a listed security or the exchange itself becomes suspended or halted for trading by the applicable stock exchange
- a minimum trade size is needed. The Administrator has the discretion to delay or cancel trades that do not meet the minimum requirements as determined by the Administrator
- there's insufficient cash in your Account to settle a buy trade, or insufficient listed securities held in your Account to settle a sell trade, or
- the trade may be manipulative or contrary to the rules, practices, and procedures of the ASX or other applicable stock exchange or have the potential to give rise to unorderly market behaviour.

The Administrator and your broker reserve the right to reject or cancel trades (for example, if it might result in a breach of any applicable stock exchange operating rules or other relevant laws) without your consent or prior notice.

8. OTHER SERVICES

You and your adviser can access, margin lending and broker services through Xplore Wrap. You should ensure that these services suit your individual circumstances and objectives.

Service	Margin Lending	Trading through your broker ¹
Providers	You and your adviser can access a choice of approved margin lending providers.	You and your adviser can access a choice of approved brokers ² .
How it works	<p>You may choose to invest using margin lending facilities approved by your adviser. When you invest through a margin lender, you are directing the margin lender to arrange for your funds to be invested into Xplore Wrap on your behalf. Your investments will be held in a 'geared account'.</p> <p>A geared account is an account holding investments in Xplore Wrap, which has been funded based on a margin loan agreement. This account may be in the name of your margin lender, depending on the margin loan agreement.</p> <p>The margin lender may be registered as the investor and acquires the Investor rights. The margin lender can exercise or decline to exercise these rights on your behalf according to your margin loan agreement.</p>	<p>You may choose to use your broker to place and execute trades. When you use your broker, you are directing your broker to arrange for your funds to be executed in the market and you are authorising the Administrator to rely on instructions from any person believed to be your broker.</p> <p>Your broker is responsible for the services they provide you and the Administrator's role is limited to the settlement of the transaction placed by your broker.</p>
Application for the additional service	Read the margin loan facility agreement. Your adviser will need to complete application forms for both the margin lender and Xplore Wrap, and forward both to the margin lender.	Read through your broker's client agreement. You and your adviser will need to complete the application forms for both your broker and Xplore Wrap.
Payments and funding	The investments held in the geared account will generally be used as security for the margin lending facility. We do not enter into a lending agreement with the margin lender as a means of providing this security. The margin lender's interest is generally limited to the geared account balance unless you agree otherwise. The margin lender is typically not entitled to any recourse against your other assets in the Scheme or your other accounts. There are significant risks associated with margin lending. Refer to Section 5: Risks, under 'Margin lending risk' for more information.	The investments and cash positions held in your Account will be forwarded to your broker, to enable your broker to allocate orders that do not breach your cash limits or any trade restrictions. The Administrator has the right to cancel trades pursuant to your cash positions and/or any trade restrictions.
Role of the provider	When you invest through a margin lender and wish to make withdrawals or transfer your investment, you will have to direct the margin lender to do so on your behalf. The Administrator will process withdrawal requests according to the margin lender's instructions. All correspondence and dealings in your investment will be through your margin lender. Refer to Section 5: Risks, under 'Margin lending risk' for more information.	When you trade through your broker you will have to direct the broker to do so on your behalf. The Administrator will settle the trade request according to the broker's instructions and if it meets trade restrictions. All correspondence and dealings in your investment will be through your broker. Refer to Section 7: 'Trading through your broker' for more information.

Note: Nothing in this PDS is to be taken as a recommendation or endorsement of any margin lender or the use of margin loans, or broker provider and/or broker products. We accept no responsibility in relation to the margin loan, the margin lending agreement, or the margin lender, the broker provider or the broker product. We are not responsible for any actions taken by the margin lender for the margin loans provided to Investors in Xplore Wrap and we are generally not in the position to (and, therefore, will not) monitor, verify or confirm that a margin lender complies with the relevant margin loan agreement.

¹ Trading through your broker is subject to approval by the Administrator.

² A fee will apply for trading through your broker. Refer to Section 12 for more information about fees and other costs.

9. OPERATING YOUR ACCOUNT

INITIAL STEPS

To open an Account, you must:

- contact your Financial Adviser to establish an investment strategy and select your investments; and
- complete online via AdviserHUB and sign the relevant Application Form and agree to the terms and conditions set out in this PDS.

It is a condition of membership that you provide your TFN. You cannot be compelled to provide your TFN, but if you do not your application will not be accepted. You must also give the Responsible Entity a direction as to how you want your Account balance invested. To open an Account, a minimum of \$50,000 (or other amount determined from time to time by the Responsible Entity) is required.

Once your Account has been established, you will receive a welcome email that provides you with EFT and BPAY details on how to make your initial contribution. Please ensure the correct transaction reference is used. Keep a record of the transaction and the Xplore Wrap client services team if you do not see the funds deposited within three Business Days from depositing the funds into your Account.

Once you have deposited funds into your Account, your adviser will implement your investment strategy.

The Application Form is available online and can be accessed by your adviser.

By signing the Application Form, you agree to the terms and conditions set out in this PDS.

This authorises your Account(s) to be managed in accordance with your investment strategy instructions agreed between you and your adviser. The Administrator reserves the right to refuse any application in whole or part at their discretion and if so your initial investment will be refunded within five Business Days.

If you wish to use margin lending facilities to make contributions, you must ask your adviser to contact your margin lender for the relevant forms. Please note that this does not mean we recommend or endorse any margin lender or the use of margin loans.

If you wish to trade through your broker, you will need to contact your adviser who can help you complete the relevant forms. This feature will be made available at the discretion of the Administrator.

For further information on margin lending and trading through your broker, please refer to Section 8: Other services.

No cooling-off rights apply to your investments through Xplore Wrap, which is of importance for those investments that have only infrequent or restricted redemption windows. You should specifically consider liquidity in determining whether to invest.

CASH ACCOUNT

When you join Xplore Wrap a Cash Account is automatically established for you. The Cash Account represents the cash in your Account (excluding any cash held in Managed Portfolios) and is used to settle all transactions relating to the investments held within your Account and deduct any fees and charges applicable. The Cash Account is not intended to be used as an Investment Option.

When you first open an Account, you direct your money to be invested in your Cash Account until Investment Instructions are received from your adviser. Your Cash Account can also be linked to an external bank account (your nominated bank account) for easy transfer of funds into and out of your Account.

There are minimum balances for your Cash Account. See below under 'Minimum cash balance'.

The cash in your Cash Account and in your Managed Portfolios is held either by our Custodian or our sub-custodians (or their nominees) with Australian banks or other authorised deposit-taking institutions (ADIs). For details on the basis on which your cash will be withdrawn from the applicable Australian bank or ADI and which Australian banks or ADIs are used from time to time, refer to InvestorHUB. For information on the current interest rate payable in respect of your Cash Account refer to InvestorHUB.

Interest on your Cash Account is calculated and accrued daily on the end of day balance and paid monthly at the rate determined by the Administrator and notified to your adviser from time to time. The Administrator may earn a fee called a Cash Management Fee which is not paid directly by you but is deducted from the interest that is credited to your Cash Account.

APPOINTING AN ADVISER

You must have a relationship with an authorised adviser (or 'adviser') in order to use Xplore Wrap, unless otherwise approved by the Administrator. You may appoint an authorised adviser as the adviser on your Account by nominating the representative on your Application Form. By appointing an adviser, you are authorising that person to provide instructions on your Account on your behalf.

The Administrator will act on all instructions from you through your adviser. Your adviser can instruct on anything in relation to your Account, except to appoint another person to be your adviser, make changes to your nominated bank account details or your fees payable (other than the nomination of indexation on ongoing advice fees).

If you wish to change your appointed adviser on your Account, you must provide written notice.

If, for any reason, your adviser leaves the holder of the Australian Financial Services Licence (AFSL) (Licensee) that your adviser operates under or ceases to be authorised by their licensee, you may not be able to retain your investment in the Xplore Wrap. The consequences can include closure of your Account (please refer to the section below 'What will happen if you no longer have an authorised adviser?').

OPERATING YOUR ACCOUNT

WHAT WILL HAPPEN IF YOU NO LONGER HAVE AN AUTHORISED ADVISER?

Xplore Wrap is designed for use with an adviser authorised to use the platform. If you decide to leave your adviser, you must notify the Administrator as soon as possible. Other reasons why you may no longer have an authorised adviser include:

- your adviser informs the Administrator that you are no longer a client with them
- your adviser no longer holds an Australian Financial Services License (AFSL) or is no longer an authorised representative of an AFSL holder, or
- your adviser or adviser's licensee is no longer authorised to use the product.

It is important to note that while you no longer have an authorised adviser, you will need to monitor and maintain your Account (inclusive of your investment). Using forms available on the product website, you will need to instruct the Administrator directly on the following types of transactions:

- buying and selling of investments, and
- maintaining sufficient cash in your Cash Account to pay fees.

There are other implications when you no longer have an authorised adviser, including but not limited to:

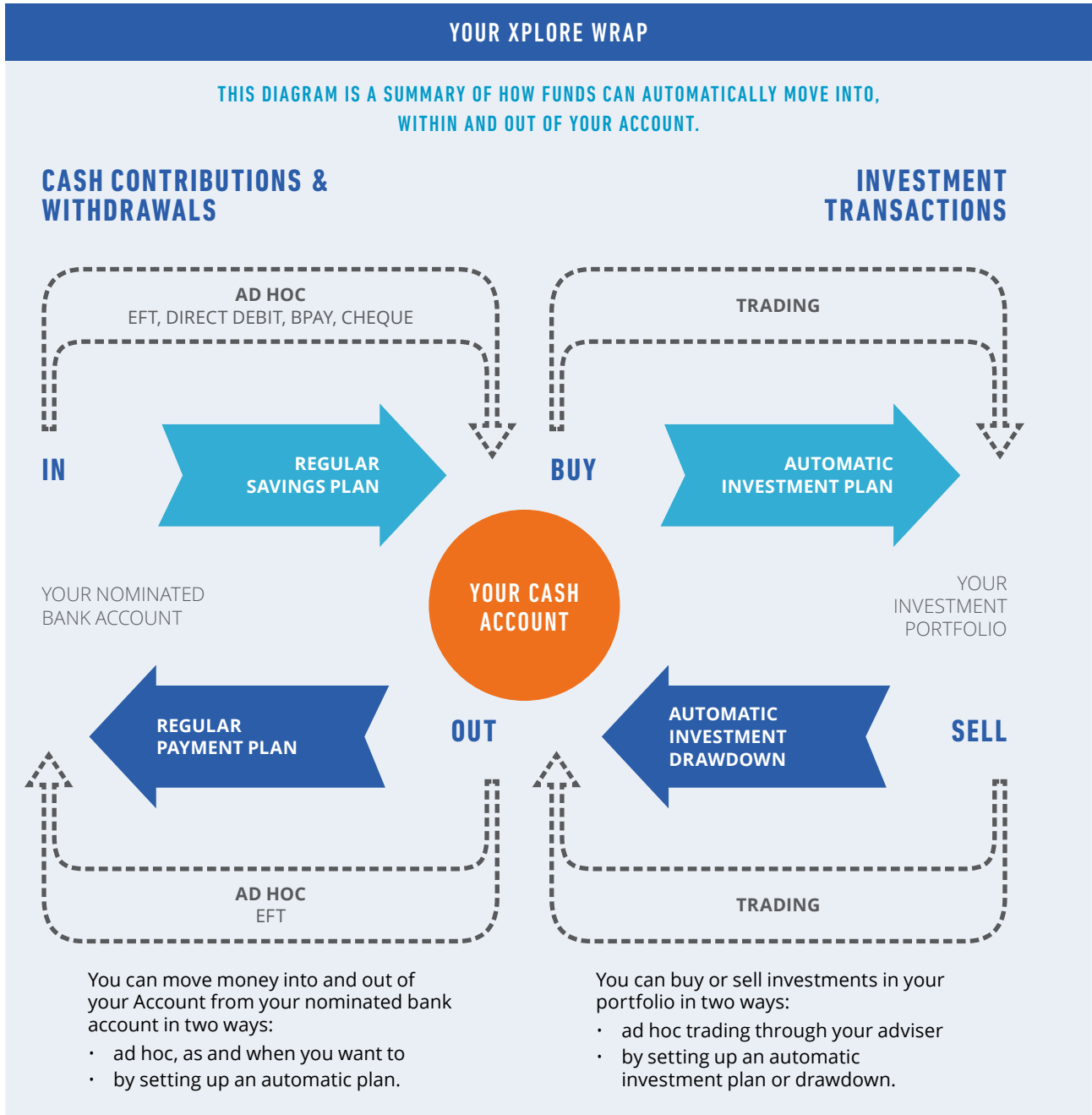
- you might not be able to remain invested in your chosen Investment Option(s), including Managed Portfolios and/or have limited access to certain investments
- you may no longer have access to product features within Xplore Wrap, such as automatic investment plans, or automatic cash top up, and
- the adviser fees that you have negotiated and paid to your current adviser will cease.

Warning: If you do not appoint a new authorised adviser, the Administrator reserves the right to sell your investments and close your Account.

To request a policy document, free of charge, that outlines what will happen if you no longer have an authorised adviser, please contact the Xplore Wrap client services team on 1300 854 994. This policy may be amended from time to time.

OPERATING YOUR ACCOUNT

HOW YOUR ACCOUNT OPERATES



OPERATING YOUR ACCOUNT

CONTRIBUTIONS

Once you have opened your Account, you can make one-off and regular contributions. You direct all contributions paid into your Account to be invested in your Cash Account until Investment Instructions are received. You can view your transactions online through InvestorHUB and all contributions will be shown on your statements.

The Administrator has appointed a related body corporate, HUB24 Custodial Services Ltd ABN 94 073 633 664 to provide certain services (including information technology services, processing contributions and withdrawals, and undertaking Investor communications) for Xplore Wrap.

Payment type	How to invest
BPAY	Use the following details for BPAY transactions: Biller code: 17798 Your customer reference number (CRN) will be provided to you with your welcome email. The above BPAY biller code and your CRN must be used for any future contributions made via BPAY. You must include your CRN to ensure your payment is processed. Any BPAY deposits with invalid or incomplete information will not be processed.
Electronic funds transfer (EFT)	EFT details will be provided in the welcome email once your Account is opened.
Direct debit	You will need to complete a direct debit request form to transfer funds from your bank account.
Cheque	Forward a cheque made payable to HUB24 Custodial Services Ltd for Xplore Wrap <your account name>. Unidentified cheques (with no attached Application Form or customer reference number) cannot be applied to your Account.
In specie (asset) transfer	<ol style="list-style-type: none"> 1. Check with your adviser or contact the Xplore Wrap client services team to find out whether the assets can be transferred to your Account. 2. Complete and return the in specie transfer form. You can obtain this from the Forms section of InvestorHUB. <p>Note: Consult your adviser about the likely impact of the transfer, including any CGT liability. Please ensure cost base information and the CGT parcel history of securities are accurate. If there are inaccuracies and the Administrator is required to manually reconstruct the cost base history for CGT purposes, fees will be charged on an hourly basis. Refer to Section 12 for information about fees and other costs.</p> <p>You may be able to transfer in cash and investments held outside Xplore Wrap into your Account (subject to Administrator approval).</p> <p>The Administrator may delay processing the in specie transfer if a corporate action is pending on the security. A corporate action is an action taken by a securities issuer to give an entitlement – such as bonus issues, rights issues, dividends, and buy-backs – to security holders.</p>

ESTABLISHING A REGULAR SAVINGS PLAN (CONTRIBUTING TO YOUR ACCOUNT)

You can set up a regular savings plan that allows you to invest amounts starting at \$100 per month into your Account.

Regular contributions will be deducted from your nominated bank account on or after the 20th day of each month. Your direct debit authorisation must be received, either with your Application Form or the additional contribution and regular savings plan form by the 15th day of the month, for your regular savings plan to start around the 20th day of that month.

If you want to make changes to your nominated bank account for direct debits, you need to send a bank account nomination form or a new additional contributions and regular savings plan form before the 15th of the month.

If the new details are not received by this date, the change may not occur until the following month.

The Administrator may discontinue or suspend direct debits, at its discretion, under the direct debit system.

You must notify the Administrator in writing or by email if you wish to cancel a regular savings plan.

Please note that at the time of investing through your regular savings plan, you may not be viewing the most current version of the relevant Product Disclosure Statement or Disclosure Documents for financial products held through Xplore Wrap as these are updated from time to time. You can obtain the current Product Disclosure Statement or Disclosure Documents at any time on InvestorHUB or through your adviser.

OPERATING YOUR ACCOUNT

WITHDRAWALS

If you wish to withdraw from your Account, the minimum withdrawal amount is \$100 per withdrawal from each Account.

You can make withdrawals by:

- requesting your adviser to instruct the Administrator directly
- establishing a regular payment plan (refer to the details below), or
- submitting the withdrawal and regular payment plan form available on InvestorHUB or from your adviser.

Funds will be paid by electronic transfer to your nominated Australian bank account. The Administrator may also contact you to confirm your withdrawal instructions.

Withdrawals must be paid to a bank account in the same name as your Account in the Xplore Wrap and not to a third party, unless otherwise approved. Examples of when approval might be given include (but are not limited to) payments you agree to make to your adviser, or where a withdrawal is made on a regulated trust account type, such as a Self-Managed Super Fund (SMSF) account, for the purpose of payment of SMSF administrative expenses, such as, payments to the Australian Taxation Office (ATO), legal expenses or accounting related costs. Additional documentation may be requested prior to processing your payment. Please contact the Xplore Wrap client services team on 1300 854 994 should you require additional information prior to requesting payment.

To make withdrawals, you must have sufficient cash in your Cash Account over and above the 0.75% minimum cash balance requirement. Generally, withdrawals will not be processed if there is not enough available cash in your Cash Account in order to cover the amount of the withdrawal while maintaining the minimum required cash balance in your Cash Account.

In certain circumstances, withdrawals from your Account and/or Xplore Wrap may need to be suspended – for example, if a particular investment is suspended from trading, or where the Administrator experiences an unusually large amount of withdrawal requests. If this is the case, the Administrator will inform you as soon as possible, after your request has been received.

You can also withdraw assets by having your investments transferred out in specie. Fees may apply for each investment transferred out. Refer to Section 12 for information about fees and other costs.

The Administrator may delay processing an in specie transfer if a corporate action is pending on the security. A corporate action is an action taken by a securities issuer to give an entitlement – such as bonus issues, rights issues, dividends, and buy-backs – to security holders. Please consult your adviser about the likely impact of any such transfer, including any CGT liability.

Please be aware that the Constitution allows a period of 30 days for the Responsible Entity to act on a withdrawal request, and in some circumstances a longer period may apply. Additionally, Investors should note the Constitution does not require your withdrawal request to be acted on if it would mean your Account falls below the prescribed minimum balance.

ESTABLISHING A REGULAR PAYMENT PLAN (REGULAR WITHDRAWAL FROM YOUR ACCOUNT)

You can set up a regular payment plan that automatically transfers a minimum of \$100 per month into your nominated bank account on the 10th day of each month (or, where the 10th day of the month is not a Business Day, on the next Business Day after the 10th).

Your payment plan instruction must be received, either with your Application Form or the withdrawal and regular payment plan form, by the 5th day of the month for your regular payment plan to start around the 10th day of that month. The name of your nominated bank account must be the same as the name of your Account in Xplore Wrap.

You can specify the amount you wish to receive as part of a regular payment plan by selecting one of the following three options:

1. **Regular Payment Amount** – this is a fixed amount paid monthly
2. **All Excess Available Cash** – this is all surplus cash in your Cash Account above the required minimum cash balance, or
3. **All Income** – this pays all the income received in your Cash Account from investments for the prior month.

You need to ensure you have sufficient cash in your Cash Account to meet any fixed regular payments and any minimum cash balance requirement. Otherwise, your adviser can instruct the Administrator to sell a portion of your investments to fund the withdrawal without your consent.

FURTHER INFORMATION ABOUT CASH

MINIMUM CASH BALANCE

Your Cash Account is used for all cash transactions.

You must hold sufficient funds to cover any regular payment plans as they fall due as well as a minimum balance of 0.75% of the total amount of investments held in your Account at all times. This minimum cash balance requirement can be changed at any time. You and your adviser are responsible for maintaining a minimum cash balance.

You and your adviser are kept informed of your Cash Account balance through InvestorHUB. If your Cash Account balance is low, you will see a red flag appear when you log into your Account through InvestorHUB. If your Cash Account balance is below the minimum level, the Administrator has the right to sell your investments at any time to restore your Cash Account balance to at least 0.75% of the total amount of investments held in your Account. This may be done without seeking prior instruction from you.

OPERATING YOUR ACCOUNT

Your cash balance may be negative in limited circumstances. At its discretion, the Administrator may permit the processing of certain transactions, including the payment of fees and other costs and/or regular payment plan withdrawals, which may bring your Cash Account balance into negative. In addition to this, you (via your adviser) may purchase investments using proceeds from the sale or redemption of an investment, where the sale or redemption has been made but the receipt of proceeds to your Account has not been finalised. Interest will typically be charged to your Cash Account if your cash balance is negative at the same rate as would be credited to a positive balance. Information about using proceeds from the sale of investments to purchase other investments or to fund a regular payment plan can be obtained from your adviser.

INTEREST ACCRUALS

Interest accrued on your cash balance is calculated daily and credited to your Account after the end of the month. Interest is calculated based on the settled Cash Account balance in your Account and includes cash held in Managed Portfolios. The declared interest rate is displayed on InvestorHUB.

INVESTMENT TRANSACTIONS

YOUR INVESTMENT INSTRUCTIONS

Your Investment Instructions will be acted on once received from your adviser on your behalf.

Direct market trading allows your adviser to trade your Australian listed securities in real time directly with the stock exchange. For aggregated trading, instructions will generally be acted on within one or two Business Days of the instruction being received (for listed securities, Managed Funds, and Managed Portfolios) and within a week for Term Deposits.

However, at times, execution may be delayed due to the size of the trade not meeting the minimum requirements as determined by the Administrator or in circumstances beyond the Administrator's control (for example, suspension of trading for specific securities, 'freezing' on certain Managed Funds' redemptions, or a shortfall in the amount of cash available to cover the trade). In such cases, execution will proceed as normal once the cause of the delay has been addressed by the relevant parties.

The Administrator will provide assistance for a prompt resolution whenever possible. Note also that there is no obligation to act in accordance with the instructions if they are considered ambiguous, unclear or in conflict with any applicable law, regulations, or local market practice. If they are believed to not be directed by you, you or your adviser will be notified. If there has been a change or event which you have not yet been informed about but is an important consideration when making an investment within your Account, the Administrator may be unable to immediately comply with any Investment Instructions received from you. If this happens, the relevant information will be forwarded to you and your instructions will only be executed once you have been sent all the necessary information.

In certain circumstances, your assets can be sold down without obtaining your instructions to maintain the minimum cash balance in your Account. For example, when rebalancing or reallocating occurs, the acquisition or disposal of assets in your Account may occur from time to time without any prior specific instructions. You may also authorise decisions relating to corporate actions be made without consulting you first. Generally, your instructions are not sought in relation to corporate actions; however, the Administrator may exercise certain corporate actions according to your instructions.

In situations where you cannot contact your adviser and need to provide an instruction, you may give the Administrator written and signed instructions directly, provided you have received all the relevant Disclosure Documents for your investment choice and your instructions are consistent with the PDS.

You can email these instructions to the Administrator, using the details specified in 'How to contact the Administrator' at the end of this section. Generally, all instructions should be given through your adviser.

AUTOMATIC INVESTMENT PLAN

You can establish an automatic investment plan to trigger periodic reinvestment of excess cash in your Cash Account (on or around the 25th of the relevant month). A maximum limit can be set on this investment by your adviser via AdviserHUB so regular investments of a fixed amount can be made rather than investing all surplus cash.

Excess cash may come from additional contributions, regular savings, income, and sales from your investments. Unless you have directed your adviser to provide instructions on how excess cash is to be apportioned to your current investments, it will stay in your Cash Account and accrue interest.

Disclosure Documents for financial products are updated from time to time, so you may not have the most current version at the time you establish an automatic investment plan. You can obtain the current Product Disclosure Statement or Disclosure Documents on InvestorHUB or through your adviser.

OPERATING YOUR ACCOUNT

AD HOC INVESTMENT PLAN

For any additional contributions into your Cash Account, you can establish an ad hoc investment plan. This feature allows you to establish an investment plan which will invest (generally within 5 Business Days) any additional (ad hoc) contributions made into your Cash Account once the money has cleared.

Disclosure Documents for financial products held through Xplore Wrap are updated from time to time, so you may not have the most current version at the time you establish an ad hoc investment plan. You can obtain the current Product Disclosure Statement or Disclosure Documents on InvestorHUB or through your adviser.

AUTOMATIC INVESTMENT DRAWDOWN

The automatic investment drawdown allows you to specify how investment drawdowns are to be made (e.g. to meet a regular payment plan). Generally, the automatic investment drawdown occurs on or around the 3rd of the relevant month and involves selling or redeeming investments relating to your Account.

The investment drawdown options you may select are to:

- sell proportionately across all investments within your Account,
- select specific investments and sell down proportionately across these only, or
- select specific investments and a percentage to sell down.

If you do not make a selection, then the default investment drawdown option is to sell proportionately across the following investments and in the following order:

1. Managed Portfolios containing Australian listed securities only
2. Australian listed securities
3. Managed Funds (priced daily)
4. Managed Portfolios containing Managed Funds
5. International listed securities
6. Managed Portfolios containing international listed securities
7. Managed Funds (non-daily priced).

The investment drawdown option may also be used to determine which investments are to be sold down to restore your minimum cash balance requirements.

AUTOMATIC CASH TOP UP FEATURE

To help you manage your minimum Cash Account balance requirements, you can opt in for the automatic cash top up feature. This feature ensures that your Cash Account balance automatically tops up (generally around the 25th of each month) in the event that it falls below the required minimum and involves selling or redeeming investments relating to your Account. You will also have the option to ensure that any regular payments (such as regular payment plans) are also taken into account when topping up the Cash Account balance.

OPERATING YOUR ACCOUNT

CUSTOMISING INVESTMENT PREFERENCES

You can also set up standing instructions in relation to investments that you do not want held in your Account (whether within or outside a Managed Portfolio) and that are to be substituted with other nominated investments and minimum trading sizes. This allows you to better customise your Account in accordance with the investment strategy that you have agreed with your adviser.

The table below sets out the different types of investment preferences you may wish to set up on your Account:

Investment preference type	Description
Exclusions	<p>Your adviser (on your behalf) can provide instructions to exclude (i.e. not buy or hold) particular investments within or outside a Managed Portfolio, or in your Account. This is called setting an investment preference.</p> <p>When setting investment preferences, you may exclude a single investment or multiple investments. You can generally substitute that excluded investment(s) with one of the following:</p> <ul style="list-style-type: none"> • an allocation to cash, either in your Cash Account or to cash within a Managed Portfolio (where applicable) • spread the allocation that would otherwise have been to the excluded investment proportionally across the other investments held within a Managed Portfolio or outside (as applicable), or • with an alternative single investment¹. <p>In some cases, restrictions may apply in respect of the type of investment you can substitute for the excluded investment. For example, you may not be able to substitute Australian shares with international shares. For more information about these restrictions, please contact your adviser or the Administrator.</p> <p>Setting up an investment exclusion in respect of Managed Portfolios may mean the performance you experience differs from that of the applicable Managed Portfolio(s).</p> <p>Additionally, where an investment exclusion applies to a Managed Portfolio, the investment fee (including any performance fee) that applies to the Managed Portfolio will be calculated by reference to the value of the Managed Portfolio as if the investment exclusion does not apply.</p>
Minimum trade size	<p>You may wish to set up a minimum trade size (i.e. for buys or sells) in your Account for any listed securities and/or Managed Fund trades in your Account (within or outside a Managed Portfolio). Setting these minimums may reduce frequent incremental trading on your Account which can result in lower transaction costs.</p> <p>Note this does not apply to trades relating to automatic investment drawdowns.</p> <p>A minimum trade size is applied per listed security or Managed Fund trade. If no selection is made, then the default minimum trade size when transacting outside a Managed Portfolio is:</p> <ul style="list-style-type: none"> • \$100 for Australian listed securities • \$250 for Managed Funds, and • \$500 for international listed securities. <p>Setting a minimum trade size per security or Managed Fund will generally ensure that trades of a value less than the nominated (or default) amount will not be executed (or cancelled). This includes trades that occur because of rebalancing and when trades are carried over from a previous instruction.</p> <p>Note: Setting a minimum trade size below the default minimum trade size shown above, may increase the number of trades and the transaction costs applied to your Account.</p>

Before deciding to set up investment preferences on your Account please speak with your adviser.

¹ This option is only available when excluding a single investment and is subject to the approved investment list. For more information, refer to the Investment Menu available on InvestorHUB.

OPERATING YOUR ACCOUNT

CORPORATE ACTIONS

The Custodian of Xplore Wrap has appointed sub-custodians to hold the legal title to assets in your Account on trust on our behalf.

In the case of assets held as part of Managed Portfolios, these sub-custodians have discretion to participate in corporate action events (including voting on resolutions put to legal holders of investments) as instructed, based on advice from the relevant manager(s). Neither we, the Administrator nor the manager(s) take into account your individual objectives, financial situation, needs or circumstances when exercising these rights.

Where you have Self-Directed Investments waiting to be transferred into or out of Xplore Wrap (via an in specie transfer), the Administrator may inform your adviser if there is a corporate action, such as rights entitlements and share purchase plans. You must direct your adviser to instruct the Administrator on the corporate action and it will be processed according to your instructions (where applicable).

Any benefits (that are calculated on a per security basis) received on the investments held are apportioned to all Investors in proportion to their investment holdings.

For certain corporate events (e.g., capital raising events such as rights issues and share purchase plans) the Administrator can provide access to the relevant offer documents or inform you where you can obtain these documents. The managers of your Managed Portfolios are able to participate in these events using the discretionary powers you have granted them. If you have any concerns, you can contact your adviser for guidance or additional information.

Participation in certain corporate actions may be restricted for legal or other reasons at the discretion of the Administrator; for example, non-residents may not be able to participate in corporate actions for certain Australian listed securities or Australian residents may not be able to participate in corporate actions for certain international listed securities.

As you are not the registered holder of assets in your Account, you generally do not have voting rights (nor the right to proxy voting) at meetings of members of the relevant entity of which you hold a beneficial interest. The Responsible Entity has a voting policy setting out the approach to voting in relation to listed securities and other investment products available for investment in Xplore Wrap. You can access this voting policy online. To request a paper copy of the voting policy, free of charge, please contact the Xplore Wrap client services team on 1300 854 994. This policy may be amended from time to time.

EXCHANGE RATES

Generally, transactions in international listed securities, including buy, sell, corporate action and income transactions, will be converted into Australian dollars using the actual foreign currency exchange rates advised by the sub-custodian.

Your international listed securities will be valued in Australian dollars based on foreign exchange rates obtained from our sub-custodian.

TRADE NOTIFICATIONS

If any trading activity (such as a rebalance or reallocation) is to be performed on your investments, or if you have made specific investment preferences to your Account, your adviser and/or the Administrator may send you an email notifying you of a set of pending Investment Instructions. This is called a trade notification. Details of these Investment Instructions will be set out on InvestorHUB.

ADVISER TRADE NOTIFICATIONS

You can ask your adviser to cancel these pending Investment Instructions within the agreed timeframe. If you do not respond or take any action in relation to the pending Investment Instructions, your adviser will proceed and submit the Investment Instructions.

If you cannot contact your adviser to cancel the pending Investment Instructions, you can give the Administrator verbal and/or written instructions directly, as long as they are received within the agreed timeframe from the time and date of the trade notification.

Your adviser may rebalance or reallocate your Account regularly and you may receive a trade notification from your adviser each time a rebalance or reallocation occurs.

Note: This trade notification feature may or may not be used by your adviser and depends on your investment strategy. The trade notification feature was developed to provide transparency and the right to veto any pending Investment Instructions within the agreed timeframe with your adviser.

You and your adviser can agree to the implementation of this feature. If you agree to use this feature, your adviser will generally document in your Statement of Advice (SOA) the agreed timeframe for you to act to cancel a pending instruction. Please speak to your adviser for more information.

PROVIDING DATA ELECTRONICALLY TO A THIRD PARTY

You can authorise the Administrator to provide current and historical account and transactional data for your Account by electronic file to a third party, such as a self-managed super fund administrator. This streamlines the provision of data by eliminating the need to re-enter data into another system. For this purpose, data may be provided to a software vendor which then provides it to your nominated third party. The software vendors the Administrator currently has arrangements with are located in Australia and store client data in Australia. They may, however, also have offices offshore (for example in India and the Philippines).

OPERATING YOUR ACCOUNT

HOW YOU ARE KEPT INFORMED

INVESTORHUB

InvestorHUB is easy to use and gives you access to valuable resources and information about your investments. The table below summarises how you can monitor your Account using InvestorHUB. If you cannot access InvestorHUB, please contact your adviser.

Communications	Purpose
Welcome email	Contains your account number, unique CRN, and details how to log in and make contributions to your Account.
Daily valuation, Cash Account balance, transaction reports*, investment performance, and income and dividends reports	Ongoing reports that you can generate online at any time.
Consolidated reporting	Provides consolidated reporting of your transactions and investment details.
Annual tax statement	Provides a summary of the annual tax position of your investments to assist you in completing your tax returns.
Annual Investor statement	Provides an annual summary of your transaction and investment details. This will be made available to you within three months of the financial year end and may be obtained via InvestorHUB or from your adviser.
Annual audit report of Investor statements	Informs you of the audit of internal controls in place to ensure the accuracy of Investor statements.

* Restrictions may occur with some investments, in particular Managed Portfolios.

PUBLISHING AND NOTIFICATION OF DISCLOSURE DOCUMENTS

We may make Disclosure Documents available to you electronically. These Disclosure Documents may include financial services guides, important update notices, on-going disclosure of material changes and periodic statements.

OPERATING YOUR ACCOUNT

MOBILE ACCESSIBLE

The Xplore Wrap platform is fully compatible and accessible via popular mobile and tablet devices. With the flexibility of accessing your Account anytime, anywhere, the mobile app allows you to keep track of and monitor your investments.

You can:

- view details of your Account holdings, including asset allocation
- access a full list of Investment Options, including up-to-date valuations and performance graphs
- view important notifications
- update your contact details, and
- download all reports including your Annual Tax Statement and Annual Investor Statement.



InvestorHUB gives you access to information and notifications about your investments 24/7.

How to get in contact

If you need help regarding Xplore Wrap, you should first speak to your adviser. You can also contact the Administrator at:

Email admin@hub24.com.au

Phone 1300 854 994

Mail GPO Box 529, Sydney NSW 2001

10. TAX

Warning: Investing in the Xplore Wrap is likely to have tax consequences and Investors are strongly advised to seek their own independent professional tax advice as taxation treatments will differ according to individual circumstances.

The Australian taxation system is complex and different Investors face different circumstances.

This information is intended as a guide only and should not be relied upon by Investors as specific taxation advice. It is based on the Responsible Entity's understanding of the current Australian tax law and how it relates to Australian resident Investors who hold their investment for the purpose of realising a long-term return, that is, hold their investment on capital account for tax purposes and who are not subject to the Taxation of Financial Arrangements regime. It is current at the date of this PDS. You should be aware that laws and interpretations may change from time to time.

We do not give tax advice and we recommend that all Investors seek professional taxation advice from a tax adviser appropriate to their own circumstances before investing in Xplore Wrap

TAXATION OF XPLORE WRAP

You remain the beneficial owner of the assets in your Account. Therefore, Xplore Wrap itself does not pay tax on income or gains derived by your Account. This means that any income or gains attributable to assets (e.g. securities) in your Account are deemed as having been accrued by you and you're directly liable for tax payable in relation to those assets.

You will be provided with the relevant information in your annual tax statement to help your tax adviser determine your tax liability and complete your tax return.

CAPITAL GAINS TAX (CGT)

Disposal of investments in your Account may arise from your decision to make a withdrawal or switch from an Investment Option or from investment decisions made by an Investment Manager or Sub Investment Manager of a Managed Portfolio or Fund Manager of a Managed Fund. A disposal may result in you making a gain or loss on your investment.

The gain or loss will be taxed according to whether the Investor held the investments and made the disposal on 'capital account' or on 'revenue account'. Disposals on capital account are taxed under the CGT rules. Disposals on revenue account are taxed as ordinary income. Whether disposals are taxed on capital or revenue account will depend on the Investor's specific circumstances. Investors are advised to seek independent professional tax advice to determine whether the Investor will be taxed on capital account or revenue account. As noted above, it is assumed that all investments in Xplore Wrap are held on capital account and taxed under the CGT rules.

Capital gains are taxable to you as assessable income, subject to the application of concessions and exemptions. Capital losses you make may be offset against capital gains made in the same year. If no capital gains are made in that year, the losses may be carried forward to be offset against capital gains made in future years.

Tax reports are prepared with the assumption you offset these capital losses against any gains within your Account in Xplore Wrap, but consideration to any prior year carry-forward capital losses, or any gains made outside Xplore Wrap is not taken into account.

A discount may apply for capital gains made on asset realisation where assets were held for at least 12 months prior to being sold. The discount depends primarily on the nature of the legal entity that owns the investment as follows. Please note that rates are based on current legislation and may be subject to change:

- individuals – half or 50%
- companies – 0%
- self-managed super funds (SMSF) – one-third or 33.33%
- trusts – half or 50% (other than a complying superannuation entity or other qualifying trusts).

If you acquired an asset before 21 September 1999 and transferred it into Xplore Wrap, instead of applying the CGT discount, you may choose to increase the cost base of your asset by an indexation factor worked out using the Consumer Price Index (CPI).

If you acquired an asset before 20 September 1985 and transferred it into Xplore Wrap, gains, or losses realised on the disposal of such assets may be disregarded for CGT purposes.

These complexities are allowed for in the capital gains summary report, which forms part of the annual tax statement. There are, however, a number of assumptions and simplifications made when performing calculations to estimate your capital gains:

- When scrip-for-scrip rollover relief is available to Investors in the case of a corporate event, it is assumed Investors entitled to it opt for this relief
- Investors hold their investments on capital account
- Stapled securities are considered as a whole and cost bases and reduced cost bases for holdings in these securities are not decomposed into the corresponding amounts for the individual securities that make up the stapled product.

TAX

CGT PARCEL ALLOCATION

Each investment may comprise a number of parcels with a different date of purchase and cost base.

When an investment is partially sold (for example, some but not all shares are sold) you can choose which parcel to allocate the sales against.

This choice is made by way of the CGT parcel allocation referred to in Section 1. You must specify the choice for your Account so that calculations can be made on your Account. Generally, there should be no reason to change this method if your circumstances have not altered.

The method is specified on your Application Form and defaults to the minimise gains method if no selection is made. This method works to minimise the realised gains position of your portfolio.

Other allowable methods are maximise realised gains, and 'first in first out'. The maximise gains method works to maximise the realised gain position of your portfolio. The first in first out method applies sales initially to the oldest remaining parcels. Each of these methods may have differing CGT implications, depending on your individual circumstances, and you should seek specific advice in this regard.

TAX ON INCOME

Any income derived from your Account (e.g. dividends, interest, gains on the disposal of investments) is taxable to you. However, you may be able to offset part or all of any resulting tax liability if you receive tax credits or offsets (e.g. franking credits or foreign tax offsets).

Investors should seek their own independent professional tax advice because there may be relevant exemptions.

WITHHOLDING TAX

Your application may only be accepted with a valid Tax File Number (TFN) (or ABN for a corporate entity). It's not a legal requirement to provide your TFN or ABN in relation to your Account. However, the Responsible Entity is obliged by law to deduct tax from any income received on your behalf at the highest marginal tax rate plus Medicare levy, including interest where you do not quote an ABN or TFN, or where you don't claim an appropriate exemption from quoting an ABN or TFN.

Some countries impose specific obligations on taxpayers and intermediaries, including by imposing a withholding tax.

If this applies, tax may be withheld on income from foreign sources and is calculated as a rate of withholding tax applied to that foreign income.

The rate of withholding tax depends on the source of income and the existence (or otherwise) of a tax treaty between Australia and the country in which the income is derived.

For example, the standard withholding tax rate applicable to US sourced dividend income paid to non-US residents is 30%. Australian residents are entitled to a reduced rate of 15% under the terms of the US-Australia tax treaty but, in order to access this reduced rate, Australian residents are required to complete a form made available by the US Internal Revenue Service (IRS) known as the W-8BEN form (or the W-8BEN-E form for entities other than individuals).

Additional information pertaining to these forms can be found on InvestorHUB and on the IRS website (www.irs.gov) which also provide instructions as to how to fill them.

Investments in countries other than the US may also require the completion and submission of similar forms. If you invest in international listed securities, you may be required to fill in and submit the relevant form(s), or to provide some type of certification. These forms will also be required in order to be entitled to reduced withholding tax rates that may apply under the terms of any tax treaty between the Australian government and that of the country (or countries) in which you are investing. If any of this applies to you, the Administrator will notify your adviser.

NON-RESIDENT TAXATION

Approved non-resident Investors for taxation purposes investing in Xplore Wrap must carefully consider Australian withholding taxes and other taxes, duties, and charges.

Approved non-resident Investors for taxation purposes are not currently able to invest into international securities or Managed Portfolios within Xplore Wrap, or other non-unitised and registered managed investment schemes unless otherwise approved. Should you become a non-resident Investor for taxation purposes you will not be able to continue to invest into Managed Portfolios including through the automatic investment plan.

Participation in certain corporate actions may be restricted for legal or other reasons at the discretion of the Administrator; for example, non-residents may not be able to participate in corporate actions for certain Australian listed securities.

Trading in international securities is only available to Australian residents for tax purposes. Furthermore, if you become a non-resident for tax purposes, you will need to inform your adviser as any international securities held in your Account will need to be sold or transferred out of Xplore Wrap.

Tax rules in other countries may be significantly different from those in Australia. If you are investing in a foreign jurisdiction, we recommend you consult your tax adviser about the impact this may have on your personal situation.

TAX

EXCHANGE RATES GAINS/LOSSES

Exchange rates used for the purpose of converting trades, income receipts and other transactions will be advised by the sub-custodians and/or brokers (as applicable) and transactions will be reported in the equivalent Australian dollar amounts using these rates. The taxation treatment of any foreign exchange gains or losses that may arise as a result of this conversion will generally be folded into the taxation treatment of the transactions themselves. That is, for example, if a transaction gives rise to a capital gain assessable under the capital gains tax rules, any part of the gain that may be attributable to foreign exchange movements will be assessed as a capital gain and will not need to be reported separately. Similarly, foreign exchange gains or losses which result from conversion of ordinary income will be part of the ordinary income (if gains) or offset against it (if losses). When there are exceptions to these rules that may apply due to particular circumstances, your adviser will be informed.

FOREIGN INVESTMENTS

Generally speaking, Investors are required to include foreign income (e.g. foreign dividends) in their assessable income together with foreign taxes paid in respect of that foreign income, such as withholding tax paid (if any) in the country from which the income is derived. The foreign tax paid may be available as an offset against an Investor's Australian tax liability, subject to certain limits. Investors are advised to seek independent professional tax advice in this regard.

TAX REPORTING

Each Account will receive a separate unique tax report containing the amount assessable for income tax, deductible expenses, and a summary of realised capital gains (showing both those eligible for a discount and those ineligible for a discount), and realised losses for the financial year. This information is relevant for the preparation of an Investor's tax return for that financial year. Xplore Wrap's independent auditor audits the accounting system and the controls applied to produce that summary. The audit report is provided with the taxation summary report each year.

The taxation summary report is prepared on the assumption that Investors have acquired and hold the investments in their Account as capital assets for long term capital gain rather than as a trader in any of the investments in their Account.

FEE DEDUCTIBILITY

Most fees charged to your Account are deductible for tax purposes – the annual tax statement assumes this, with the exception of the adviser contribution fee. It is assumed that the adviser contribution fee is not deductible.

Brokerage costs (and stamp duty, if applicable) are added to the cost base of the investments held in your Account so that they form part of the capital cost of the investment. These costs are therefore taken into account in the calculation of capital gains/losses, rather than as separate deductible expenses.

You should check your individual circumstances with your tax adviser.

GST AND OTHER GOVERNMENT CHARGES

Goods and services tax (GST) is payable for most fees and expenses charged to you. Unless otherwise stated, all references to fees or expenses in this PDS and the Application Form, are expressed as inclusive of GST and net of any reduced input tax credits (RITCs).

In the event of any change in tax laws or their interpretation which affects the rate of GST payable or RITCs that the Scheme may receive, the amounts deducted from your Cash Account in respect of the fees or expenses applied to your Account may be varied or adjusted to reflect such changes without your consent or further notice to you.

Where other government charges such as stamp duty apply, these will be charged directly to your Account.

ESTIMATED TAX DATA

The annual tax statement will be provided as soon as possible at the end of the tax year when all data is available. Any tax reports provided to you via continuous reporting will include only estimated data.

Similarly, any tax estimates shown on reports are based on this estimated data, the CGT parcel allocation method and the marginal tax rate chosen for you and are based solely on assets held within Xplore Wrap.

You will receive a consolidated annual tax statement containing all income and capital gains information relating to your Account, simplifying the process of completing your annual tax return.

11. GENERAL INFORMATION

CUSTODY AND HOW YOUR ASSETS ARE HELD ON TRUST

Custody involves holding assets on trust (i.e. on your behalf) for safekeeping.

We currently outsource most custodial functions to third party custodians and sub-custodians.

The Custodian and sub-custodians hold the assets solely for the Responsible Entity of Xplore Wrap and are not obliged to recognise any right or interest of any other person in relation to the assets. This means that there is no direct relationship between you and the Custodians, and that the Custodians do not provide any services directly to you.

Legal title to the assets will generally be held on trust, except where the assets are located in a place outside of Australia and either the law in that place does not recognise trusts or it is not reasonable for the assets to be held on trust in accordance with the law in that place. In all cases, the Responsible Entity must ensure that it is satisfied that the assets are held in a manner that, having regard to the relevant laws, provides reasonably effective protection in case of insolvency of the person holding the property. The Responsible Entity holds its beneficial interest in these assets on trust for you.

The Custodians are obliged to use your assets only for the purposes permitted under the terms of Xplore Wrap.

The Custodians will generally be entitled to be indemnified out of the assets of your account for expenses legitimately incurred by the Custodian in the exercise of its custodial functions. The Custodian may also hold a lien¹ over assets in your account in respect of such expenses (but not unpaid custodial fees). This may delay the return of your account's assets or, in limited circumstances, could mean that a portion of your account's assets may be sold by the Custodian to enable it to recover expenses legitimately incurred by it.

The Responsible Entity also maintains a register of the underlying holdings for each Investor in Xplore Wrap. Your Australian and international listed securities and cash holdings are held on your behalf by any Custodian or sub-custodian that may be appointed, while you retain beneficial ownership. The Administrator reconciles its records with the Custodian's records on a daily basis.

We reserve the right to change the Custodians or custodial structure of Xplore Wrap from time to time without notice, including by appointing or removing the Custodians or sub-custodians to hold your assets. In the event of any such change, you will remain the beneficial owner of the assets.

YOUR INVESTMENT DISCRETION

You have the sole discretion to decide what (but not necessarily when) assets will be bought or sold in your account. Directions previously given by you can also be implemented, for example, to buy or sell particular investments under certain circumstances. This may be communicated by your adviser. For further information about your investment discretion, please see your adviser, as well as the Application Form and this PDS.

YOUR RIGHTS IN INVESTING THROUGH XPLORE WRAP VS DIRECT INVESTMENTS

An Investor through Xplore Wrap has different rights to those which an investor would acquire if investing directly.

Although you are the beneficial owner of the assets of your Account, the legal interest is held by the Custodian. The Custodians receive all communications regarding your investments on your behalf, including notification of shareholder meetings, upcoming corporate events, and dividend information.

If there is a corporate action, the Administrator may contact your adviser who can pass on your instructions. Generally, any rights will be exercised in relation to those investments, including receiving shareholder benefits such as discount cards, attending meetings or voting. The following table outlines some of the key differences when you invest through Xplore Wrap as opposed to investing directly.

¹ A right to retain possession of assets pending payment of a debt, or discharge of some other obligations by the owner of the assets.

GENERAL INFORMATION

Feature	Investing through Xplore Wrap	Direct Investment
Legal title	The Custodian will be the legal owner of the assets in your account and will indirectly hold the assets on trust for you under its own name. However, you do not have a direct relationship with the Custodian.	You will be the legal owner of the assets in your account and the assets are held and registered under your own name.
Certain shareholder benefits	You may not receive 100% of all shareholder benefits. This is because all securities are registered in the name of the Custodian.	You receive 100% of all shareholder benefits. You are responsible for communicating with the share registry to receive this benefit.
Voting at shareholder meetings	As you are not the registered holder, you do not have voting rights (nor the right to proxy voting) at shareholder meetings. A copy of the Voting Policy is available from your adviser on request.	You can vote at shareholder meetings as you see fit.
Managed Funds	You do not become the direct unit holder in the Managed Funds in your Account. The registered unit holder will be a Custodian. As such, the Custodian may exercise the rights of a unit holder or decline to exercise them. Generally, through Xplore Wrap, you may access Managed Funds that you may not have been able to directly (for example, due to high contribution amounts). Wholesale fees can be significantly cheaper than the retail fees you would pay if you invested in each Managed Fund directly.	You are the direct unit holder.
Cooling-off period for return of security	Cooling-off rights do not apply to investments acquired through Xplore Wrap. You do not automatically have a 14-day cooling off period.	Provided you are a retail client, cooling-off rights will apply to certain investments only (i.e. Managed Funds).
Investor communications	Upon request, you (or your adviser) will be given a copy of all communications that are required by law to be provided to the holder of an investment.	Providers of the particular investment will communicate with you directly.
Withdrawal rights	As you are not the registered holder, any withdrawal rights that may arise will be communicated via the Custodian to the Responsible Entity, who holds all relevant withdrawal rights. These rights may differ due to the Responsible Entity's status and depending on whether the Responsible Entity was provided with a PDS or other Disclosure Document for the purposes of investing on your behalf. Please note that withdrawal rights for an accessible investment may not be available if the relevant PDS or Disclosure Document becomes defective before issue of the investment. As you are not the registered owner of the investment, if the relevant PDS or Disclosure Document becomes defective before the issue of the investment, the product issuer would not be required to return the investment to you or provide you with other options such as notifications of an option to withdraw under s724 (for Disclosure Documents) or s1016E (for PDSs) of the Corporations Act.	The issuer of the investment will communicate with you directly regarding any right you may have to withdraw from the investment, including statutory rights where there is a defective Product Disclosure Document.
Financial Adviser	You must have a Financial Adviser to invest through Xplore Wrap.	Direct Investors would not need to transact through a Financial Adviser.

GENERAL INFORMATION

Feature	Investing through Xplore Wrap	Direct Investment
Minimum investments and withdrawal requirements	As an indirect Investor your investments and withdrawals are subject to the minimum amounts of Xplore Wrap. Your selected Investment Option(s) may also apply minimum investment and withdrawal amounts.	Direct Investors would be subject to the minimum investment and withdrawal requirements of the investments chosen.
Fees	As an indirect Investor you incur the fees and costs of Xplore Wrap in addition to those of the investments that you choose.	Direct Investors would only incur the fees of the investments chosen.
Processing time on transactions	The time taken to process transactions on your account may be longer than if the investments were held directly, due to the effect of certain minimum trade size requirements.	The investment manager will act on your instructions independently.
Communications in relation to your underlying investment	As all investments held in Xplore Wrap are held in the name of the Custodian, you will not receive direct communications and reporting from Fund Managers or entities in which you have invested. You can request a copy of these communications and where possible will be provided by your Financial Adviser.	Direct Investors receive regular communications relating to investments and assets, including but not limited to annual reports and notifications of changes to fees and/or expenses.

LABOUR STANDARDS, OR ENVIRONMENTAL, SOCIAL OR ETHICAL CONSIDERATIONS

Unless they apply to a specific Managed Portfolio or Self-Directed Investment, neither labour standards, nor environmental, social, or ethical considerations are taken into account by the Investment Manager or Sub Investment Managers in the selection, retention or realisation of investments relating to their Mandates or investment strategies.

COMPLIANCE PLAN AND COMPLIANCE COMMITTEE

A compliance plan is maintained that outlines the principles and procedures which the Responsible Entity will invoke to ensure that Xplore Wrap complies with all relevant legislation (including the Corporations Act, ASIC policy and the Constitution) and all regulatory guidelines. The compliance plan deals with an extensive range of measures in relation to the operation of Xplore Wrap.

The Responsible Entity has also established a Compliance Committee, consisting of members who are internal and external to the Responsible Entity.

The Compliance Committee oversees the Administrator's compliance with its legislative and regulatory obligations and is responsible for monitoring compliance with the compliance plan. It holds regular Compliance Committee meetings at which it considers risk and compliance matters. The Compliance Committee reports on its findings and makes recommendations to the Responsible Entity's Board as it considers appropriate.

AUDITED ANNUAL INVESTOR STATEMENTS

Audited annual investor statements will be available within 90 days of 30 June each year and may be obtained via InvestorHUB or through your adviser. You may also request a hard copy of the audited annual investor statements by writing to the Administrator.

PRIVACY

Your personal information is collected to:

- assess your application and establish your Account
- administer your investments
- provide the products and services to you
- communicate with you in relation to your investments
- administer the products and services
- give you access to investor areas of the website
- manage the relationship with you, such as discussing issues with you, establishing, and maintaining records in relation to your investments and providing regular statements, reports, and communications to you
- let you know about other products and services
- conduct product or service development, quality control or other product research
- meet legal obligations under the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (Cth) ('AML/CTF Act') and the Corporations Act
- comply with taxation and other applicable laws. For example, the *Foreign Account Tax Compliance Act 2010* (USA) and the Common Reporting Standard introduced by the Tax Laws Amendment (*Implementation of the Common Reporting Standard*) Act 2016 (Cth).

GENERAL INFORMATION

This information is collected through interactions with you, as well as in some instances from your Financial Adviser or other authorised representative, your organisation, public sources, and information verification services such as electronic identity and document verification services. The Administrator may also verify the information collected.

If your personal information is not collected, the Administrator may not be able to process your application, provide you with the services relating to the Scheme or administer your investments. It is important that you advise the Administrator as soon as possible of any changes. Also, if you provide personal information about any other individuals (e.g. directors or trust beneficiaries) you must ensure they are aware of this privacy section.

Your personal information and other information may be disclosed to third parties including:

- your nominated Financial Adviser and their licensee (including any replacement Financial Adviser or licensee), unless you instruct otherwise in writing
- your personal representative, attorney, or agent (but only with your written consent)
- the responsible entity of any scheme you choose to invest in, and their service providers
- related bodies corporate
- outsourced service providers who assist with, among other things, but not limited to, custody, data storage and archiving, auditing, accounting, customer contact, legal, business consulting, identity, and document verification (electronic or otherwise), banking, information technology services, data analysis or research
- Australian and overseas regulatory authorities and law enforcement agencies on reasonable request by those authorities or where required by law. For example, your personal information may be disclosed to the ATO or to foreign tax authorities such as the IRS in the USA and other tax authorities in other foreign jurisdictions. The ATO may provide your personal and other information to foreign tax authorities such as the IRS. Your personal information may also be provided to other regulatory authorities such as ASIC and the Australian Transaction Reports and Analysis Centre ('AUSTRAC')
- financial institutions and other similar organisations dealt with in the course of corporate activities in relation to the Xplore Wrap or that you have nominated
- other third parties on your behalf for the purpose of establishing and administering your investments, unless you have instructed otherwise
- to comply with a court order or in conjunction with court proceedings.

The Privacy Policy contains information on how your personal information is collected, held, used, and disclosed, the people with whom your information may be exchanged with and where they are located, your right to request access, correct the information held, how to make a complaint about a breach of the Australian Privacy Principles and how such a complaint is dealt with. The Privacy Policy is available upon request.

Any outsourced service providers are generally located within Australia but may, from time to time, be located in foreign jurisdictions. For example, currently the customer management system provider is located in the USA and also operates in the European Union.

Reasonable steps are taken to ensure that any recipients of your personal information do not breach the privacy obligations relating to your personal information.

Your information may be used to tell you by telephone, electronic messages (like email), online and other means, about other services and products offered or promoted by the Promoter. This may be done on an ongoing basis, but you may opt out at any time. If you wish to opt out, update or request access to your personal information, obtain a copy of the Privacy Policy or raise any queries or concerns regarding privacy, you may contact the Xplore Wrap client services team on 1300 854 994 or by email at admin@hub24.com.au

ANTI-MONEY LAUNDERING/ COUNTER-TERRORISM FINANCING

In accordance with the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (Cth) and supporting AML/CTF Rules, we require the Administrator to collect your personal information to identify customers and to verify any documents. Each applicant and third party on the Application Form must ensure they meet the identification requirements outlined in the AML/CTF Act.

Each applicant (and third party) is required to provide identification records as requested. If you do not provide the requested identification there will be a delay in processing your Account opening, or possible suspension of an opened Account.

From time to time, additional information may be required from you to assist in this process.

Under the provisions of the AML/CTF Act, you may be precluded from receiving a designated service in certain circumstances.

In complying with obligations related to the AML/CTF Act, there may be instances where transactions are delayed, blocked, frozen or refused. This could occur where reasonable grounds are established that the transaction breaches Australian law or sanctions, or the law or sanctions of any other country.

Where transactions are delayed, blocked, frozen or refused, we are not liable for any loss you may suffer (including consequential loss) as a result of complying with the AML/CTF Act as it applies to Xplore Wrap.

By completing the Application Form, you agree that:

- you are not making an application for investment in the Scheme under an assumed name
- any money used by you to invest in the Scheme is not derived from and/or is related to any proceeds that will be used for any criminal activities
- you will provide any additional information reasonably required for the purpose of the AML/CTF Act, and

GENERAL INFORMATION

- the Administrator may obtain information about you or any beneficial owner of an investment from third parties if believed this is necessary to comply with the AML/CTF Act. Where documentation provided is not in English, an English translation must be provided by an accredited translator (who is accredited by the National Accreditation Authority for Translators and Interpreters Ltd at the level of Professional Translator or above).

There are legal obligations to disclose gathered information to regulatory and/or law enforcement agencies, including AUSTRAC.

Reporting obligations in relation to the AML/CTF regulatory regime require certain matters to be reported to AUSTRAC. Under the “tipping-off” prohibition, these requirements may prevent you from being informed that any such reporting has taken place.

INVESTOR IDENTIFICATION REQUIREMENTS

PROOF OF IDENTITY

When lodging an Application Form, you or your adviser must complete the Investor Identification Form to complete your identity verification in accordance with AML/CTF Act and tax requirements (refer to ‘Foreign Account Tax Compliance Act’ and ‘Common Reporting Standard’ below). These forms can be obtained from your adviser.

Advisers may be relied upon to verify the identity of their clients in accordance with the AML/CTF Act. The Application Form requires you to attach the Investor Identification Form completed by your adviser as part of their verification of your identity.

Unless requested, original documents or certified copies used by the adviser to verify your identity are not required to be provided to the Administrator.

ELECTRONIC CLIENT IDENTIFICATION

To streamline the client identification processes for the purpose of the AML/CTF Act, the Administrator may introduce electronic client identification. The Administrator may use a credit reporting agency (CRA) for this purpose.

In this case the Administrator would request the CRA to conduct a matching process between your personal information provided by you and the personal information held on its own files. The personal information that may be provided to the CRA is limited to an individual's name, residential address, date of birth and any other information permitted by law. The CRA then provides an assessment of the outcome of the validation process. The CRA may only use the personal information about the relevant individual and personal information held by it, that is the names, residential addresses, and dates of birth of other individuals, for the purpose of preparing such a report. The assessment of whether the personal information matches (in whole or in part) the personal information held by the CRA is used to assist in verifying the relevant individual's identity.

If the attempt to verify an individual's identity by the CRA is unsuccessful you would be notified in writing. The Administrator and the CRA are also required to retain information about verification requests and assessments for seven years from the date of the request for CRAs and for seven years after ceasing to provide designated services to the relevant individual, for the Administrator. At the end of these periods, both the Administrator and the CRA are required to delete these records. CRAs are also required to keep information about verification requests separate from the individual's credit information file. Prior to using any CRA to undertake this service, the relevant individual's consent to this disclosure and use will be obtained. Investors will be notified prior to introducing this process via InvestorHUB.

Where an individual does not consent to the appointed CRA assisting in relation to the verification of the individual's identity, the Administrator will rely on the individual's adviser or its own verification of their identity.

DOCUMENT VERIFICATION

The validity of any government issued identity document (ID Document), such as your passport or drivers' licence, that you provide for identity verification purposes may also be checked. For this purpose, your personal information and a copy of the ID Document or the information in it may be provided to the Administrator's service provider who will use it to access the Australian Government's document verification service (DVS). This process involves making a match request in relation to the relevant record holder information and then a corresponding information result will be provided via the service provider's system.

If you do not provide the relevant ID Document when requested, or it is not verified by DVS, the Administrator may not be satisfied as to your identity and, as a result, may not be able to process your application. You will be asked to consent to the use and disclosure of your personal information, any ID Documents, or details in them for this purpose and to confirm that you are authorised to provide those documents or details when you complete the Application Form.

NOMINATED REPRESENTATIVES

The identity of legal representatives and agents appointed by you to act on your behalf are also required to be verified. Instructions provided by a nominated legal representative or agent will not be acted on until such time as the identity of that representative or agent is verified. Nominated legal representatives include, but are not limited to, executors of estates, attorneys (appointed under power of attorney) and nominated representatives.

The Administrator may request a CRA to assist in the verification of the identity of that representative or agent – see above under the heading.

‘Electronic client identification’ for information about identity verification by a CRA.

GENERAL INFORMATION

FOREIGN ACCOUNT TAX COMPLIANCE ACT (FATCA)

The *Foreign Account Tax Compliance Act* ('FATCA') was enacted by the US Congress in March 2010 to improve compliance with US tax laws. This act imposes obligations on non-US financial institutions to identify and report to the US Internal Revenue Service (IRS) information on financial accounts held by US residents and citizens and certain entities with US controlling persons (US Reportable Accounts).

On 28 April 2014 Australia and the US signed an intergovernmental agreement (IGA) to assist in the facilitation of FATCA for Australian Financial Institutions. Following this, legislation was enacted in Australia so that FATCA is part of Australian tax law and commenced on 1 July 2014. Under the terms of the IGA and legislation, Australian Financial Institutions are required to identify and report some specific information on US Reportable Accounts to the ATO, which passes that information onto the IRS.

These obligations have an impact on the way your Account is managed. For example, on the opening of a new Account, the Administrator is required to collect additional information in order to ascertain whether your account is a U.S. Reportable Account under the FATCA laws.

Similarly, it also needs to be ascertained whether existing clients, at the time of implementation of FATCA in Australia (and subsequently to that) are also US Reportable Accounts.

There are also withholding tax obligations imposed on Australian Financial Institutions in relation to US-sourced income. Although these obligations pre-date the implementation of FATCA, certain changes introduced by the FATCA laws impact on the way that Australian Financial Institutions comply with them.

If you do not provide the required information or forms, you may be subject to FATCA withholding on US-sourced income. Further, you may be required to be included in the FATCA report to be lodged with the ATO. Refer to Section 9: Tax, under 'Withholding tax' for more details.

COMMON REPORTING STANDARD

The Common Reporting Standard (CRS) is a global reporting standard for the Automatic Exchange of Financial Information developed by the Organisation for Economic Co-operation and Development (OECD).

To comply with CRS, the Administrator will be required to collect information from you to identify if you are also a tax resident of any other jurisdiction(s). For non-individual accounts, the entity type will also need to be verified for CRS and whether any controlling persons are foreign tax residents. Penalties can apply if you fail to provide the information or provide false information.

Information on CRS reportable accounts will be reported to the ATO, which may then exchange that information with the tax authorities in relevant jurisdictions.

WHOLESALE CLIENTS

Xplore Wrap is available to retail, wholesale, and sophisticated clients. We may, but are not obliged to, accept certain wholesale clients directly, who do not have an adviser.

To comply with the requirements of the AML/CTF Act, if you directly apply to invest in the Scheme (that is, not through an adviser) you must complete the Investor Identification Form and submit it together with the Application Form and your certified identification.

Certain underlying investments may be restricted to Investors who qualify as wholesale or sophisticated clients only. If you want to invest in these restricted underlying investments you will need to provide the Administrator with such further documentation, required to demonstrate that you qualify as a wholesale or sophisticated Investor.

INDIVIDUAL FEE ARRANGEMENTS AND SERVICE PROVIDERS

The Promoter may enter into commercial arrangements with service providers, which may involve making payments – and providing services – to these providers in return for promoting Xplore Wrap. These payments are paid by the Promoter and are not an additional cost to you.

ELECTRONIC SIGNATURES

When applying to open your Account, complete forms, provide the Administrator with instructions or other documents, you may be asked to provide a digital or electronic signature. Other methods of signing may be accepted at the Administrator's discretion. The Administrator reserves the right to refuse any application or other document which has not been signed in the manner required. Outsourced providers of digital or electronic signature services may be relied upon. No liability will be accepted in respect of your use of these services.

RELATED PARTIES AND CONFLICTS OF INTEREST

The Responsible Entity has a policy for managing conflicts of interest and related party transactions. All transactions entered into by the Responsible Entity with related parties in relation to Xplore Wrap are generally conducted at arm's length, meaning that they are entered into on comparable terms to arrangements that would be made with unrelated third parties.

A Managed Portfolio may include securities or other financial products issued by the Responsible Entity and/or by a Sub-Investment Manager. For example, a Managed Portfolio may be managed or include investments which are also managed by Perpetual, and/or for which Perpetual acts as Responsible Entity. As a result, the other activities of these parties may have an effect on your Account. Neither the Responsible Entity, the Promoter, the Investment Manager, the Sub-Investment Managers, the Custodian, the Administrator, nor any other person, make any representation as to the future performance of any underlying investments held in a Managed Portfolio.

GENERAL INFORMATION

The Responsible Entity, the Promoter, the Investment Manager, the Sub-Investment Managers, the Custodian, the Administrator, and their directors and employees may hold, buy, or sell shares or other financial products in the underlying funds or listed entities forming part of Xplore Wrap. These parties may have business relationships (including joint ventures) with each other or any of the underlying funds or listed entities included in Xplore Wrap. In addition, the parties may from time to time conduct business with each other or the Investment Manager, Sub-Investment Managers or advisers of underlying funds or listed entities included in Xplore Wrap in relation to activities unconnected with Xplore Wrap.

The directors and employees of the Responsible Entity, the Promoter, the Investment Manager, the Sub-Investment Managers, the Custodian, the Administrator, and members of their corporate groups may hold directorships in the listed entities or underlying funds, or entities included in Xplore Wrap. Any confidential information received by these parties and their directors and employees as a result of the business relationships, advisory roles and directorships discussed above will be handled in accordance with applicable law. These activities may have an effect on the performance of the Xplore Wrap.

The Administrator has entered into contracts with third party providers of financial services and products to facilitate and perform certain requirements of Xplore Wrap. The Administrator may receive a fee for those administrative services from third parties. This is not an additional cost to Xplore Wrap or to Investors.

The Investment Manager, Promoter and Administrator are all subsidiary companies of HUB24 Limited (ASX: HUB) ABN 87 124 891 685.

ONLINE TERMS AND CONDITIONS

When your Account is activated, you will be provided with access to InvestorHUB via a password and user ID. The Responsible Entity will not generally be liable for any loss incurred by you if your password is used by someone without your authority, except to the extent that such liability is attributable to the Responsible Entity's negligence. However, you need to be aware that, when accessing your Account by entering your password, you discharge, release, and agree to indemnify the Responsible Entity from and against all proceedings, actions, liabilities, and claims arising out of the use of your password. Investors should take care to store their password separately from their Account records.

InvestorHUB will show the date and details of each transaction made for your Account, including the amount paid for the securities and any associated fees, costs and charges that have been deducted from your Account. Managed Portfolio values, including cash balances, are current as at the end of the previous Business Day, allowing you and your adviser to more accurately manage your tax positions.

Please note that all positions may at times be subject to delay.

ONLINE INSTRUCTIONS

Investors should note that there is a risk that persons with access to your Account details may provide fraudulent or other unauthorised instructions. Therefore, you agree to indemnify and release the Responsible Entity from all potential actions and liabilities arising from the Administrator acting on what appeared to be genuine instructions from you or from your adviser on your behalf.

CONSTITUTION

The Constitution and the Corporations Act (as varied by ASIC Class Order 13/762) govern the rights of an Investor.

The Constitution is the primary document governing the relationship between the Responsible Entity and Investors and contains extensive provisions about the legal obligations, rights, and powers of both the Investors and the Responsible Entity. It provides that the assets of each Account are vested in, and held by, the Responsible Entity or any appointed Custodian, on behalf of each Investor for whom an Account has been established.

It includes broad powers for the Responsible Entity to carry out its duties and deal with the assets, including the right to fees and reimbursement of expenses, details about how it must comply with Investment Instructions and in what circumstances it is not obliged to act.

The Constitution also details the Responsible Entity's entitlement to be indemnified out of the assets held through Xplore Wrap for all liabilities, costs, damages, or expenses incurred in connection with its office, or in prosecuting or defending any action in respect of a provision of the Constitution. The liability of the Responsible Entity is limited to the extent of the assets of Xplore Wrap (including the assets of an Investor's Account), except to the extent there has been any fraud, negligence, or breach of trust by the Responsible Entity.

The absolute beneficial entitlement of Investors to the assets in their Accounts is set out in the Constitution. The liability of Investors is limited under the Constitution to the value of their investment. However, the question of limited liability for investors in managed investment schemes has not been tested in a court of law.

All Investors are bound by the Constitution, and any amendments. A special resolution of Investors at a properly convened meeting is required to amend the Constitution unless the change does not adversely affect the rights of Investors. Upon request, you (or your Financial Adviser) can obtain a copy of the Constitution.

GENERAL INFORMATION

ENQUIRIES AND COMPLAINTS

The Responsible Entity has established procedures for dealing with complaints. If an Investor has a complaint, they can contact the Responsible Entity and/or the Investment Manager during business hours, using contact details provided in the PDS.

We will endeavour to resolve your complaint fairly and as quickly as we can. We will respond to your complaint within the maximum response timeframe of 30 days. If we are unable to respond within the maximum response time because we have not had a reasonable opportunity to do so, we will write to you to let you know of the delay.

All Investors (regardless of whether you hold Units in the Fund directly or hold Units indirectly via a Platform) can access the Responsible Entity's complaints procedures outlined above. If investing via a Platform and your complaint concerns the operation of the Platform then you should contact the Platform operator directly.

If an Investor is not satisfied with the final complaint outcome proposed, any aspect of the complaints handling process or a delay in responding by the maximum response time, the Australian Financial Complaints Authority (AFCA) may be able to assist. AFCA operates the external complaints resolution scheme of which the Responsible Entity is a member. If you seek assistance from AFCA, their services are provided at no cost to you.

You can contact AFCA on 1800 931 678, or by writing to:

Australian Financial Complaints Authority
GPO Box 3
Melbourne VIC 3001

Email: info@afca.org.au

Website: www.afca.org.au

How to get in contact

If you need help regarding Xplore Wrap, you should first speak to your adviser. You can also contact the Administrator at:

Email admin@hub24.com.au

Phone 1300 854 994

Mail GPO Box 529, Sydney NSW 2001

12. FEES AND OTHER COSTS

This section of the PDS shows fees and other costs that you may be charged by the Responsible Entity. The total fees and charges you will pay include those related to Xplore Wrap as well as any transaction and account fees and costs incurred on your behalf, and the fees applying to any investments you choose.

The total fees and costs you will be charged depends on your investment strategy and the fees you negotiate with your adviser.

Details on fees and costs and the Product Disclosure Statement or Disclosure Documents relating to particular Investment Options are available via InvestorHUB. You can request a paper copy of this information free of charge by requesting this from your adviser or by contacting the Administrator.

Unless otherwise stated all fees are expressed in Australian dollars and are inclusive of GST, and net of any reduced input tax credits (RITCs).

Fees may increase if the cost of providing the services increases. We will give you at least 30 days' advance notice of any fee increases. See below for more information.

Note: Refer to the Statement of Advice (SOA) and/or Financial Services Guide (FSG) from your adviser for details of any fees payable to your adviser and/or licensee.

CONSUMER ADVISORY WARNING

DID YOU KNOW?

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

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

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

You may be able to negotiate to pay lower fees. Ask the fund or your Financial Adviser.*

TO FIND OUT MORE:

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

*This text is prescribed by law. Administration fees are not negotiable.

The calculator referred to above can be used to calculate the effect of fees and costs on account balances.

FEES AND COSTS SUMMARY

This section shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, from the returns on your investment or from the assets of Xplore Wrap as a whole.

Tax information is set out in Section 10.

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

Fees and costs for particular Investment Options available through Xplore Wrap are set out in the relevant Product Disclosure Statement or Disclosure Document.

FEES AND OTHER COSTS

Xplore Wrap																				
Type of fee or cost	Amount	How and when paid																		
Ongoing annual fees and costs																				
<p>Management fees and costs</p> <p>The fees and costs for managing your investment. The fees and costs disclosed here relate only to gaining access to the Investment Options made available through Xplore Wrap and do not include the fees and costs that relate to investing in the Investment Options themselves</p>	<p>Management fees and costs have the following three components:</p> <table border="1"> <thead> <tr> <th>1. Administration fee</th> <th>Tier of account balance</th> <th>Fee rate</th> </tr> </thead> <tbody> <tr> <td></td> <td>First \$250,000</td> <td>0.29% p.a.</td> </tr> <tr> <td></td> <td>\$250,001 – \$500,000</td> <td>0.19% p.a.</td> </tr> <tr> <td></td> <td>\$500,001 – \$1,000,000</td> <td>0.14% p.a.</td> </tr> <tr> <td></td> <td>\$1,000,001 – \$2,000,000</td> <td>0.07% p.a.</td> </tr> <tr> <td></td> <td>More than \$2,000,000</td> <td>Nil</td> </tr> </tbody> </table> <p>A maximum of \$2,600 p.a. applies to the tiered percentage fee.</p> <p>PLUS</p> <p>If you invest in international listed securities a fee of 0.10% p.a. of the Australian dollar value of the international listed securities that you hold in your Account will apply.</p>	1. Administration fee	Tier of account balance	Fee rate		First \$250,000	0.29% p.a.		\$250,001 – \$500,000	0.19% p.a.		\$500,001 – \$1,000,000	0.14% p.a.		\$1,000,001 – \$2,000,000	0.07% p.a.		More than \$2,000,000	Nil	<p>All management fees and costs are paid to the Responsible Entity out of your Cash Account.</p> <p>The administration fee is calculated daily on your total account balance and deducted from your Cash Account monthly in arrears.</p> <p>The administration fee (in total) will appear on your cash transaction report as 'Portfolio Service Fees'.</p>
1. Administration fee	Tier of account balance	Fee rate																		
	First \$250,000	0.29% p.a.																		
	\$250,001 – \$500,000	0.19% p.a.																		
	\$500,001 – \$1,000,000	0.14% p.a.																		
	\$1,000,001 – \$2,000,000	0.07% p.a.																		
	More than \$2,000,000	Nil																		
	<p>2. Cash management fee¹</p> <p>The cash management fee is the amount the Administrator earns in relation to its cash management activities.</p> <p>The cash management fee is up to 0.80% p.a.</p>	<p>The cash management fee is calculated daily on your Cash Account balance. It is payable monthly in arrears and is not a fee that is deducted from your Account as it is the amount the Administrator earns and retains (if any) above the applicable declared rate of interest payable in respect of your Cash Account.</p>																		
	<p>3. Expense recovery</p> <table border="1"> <thead> <tr> <th>Account balance</th> <th>Fee rate</th> </tr> </thead> <tbody> <tr> <td>First \$1,000,000</td> <td>0.01% p.a.</td> </tr> <tr> <td>More than \$1,000,000</td> <td>Nil</td> </tr> </tbody> </table> <p>A maximum of \$100 p.a. applies to the expense recovery fee.</p>	Account balance	Fee rate	First \$1,000,000	0.01% p.a.	More than \$1,000,000	Nil	<p>This amount is calculated at the time the expense is incurred.</p> <p>If an expense recovery amount arises, this is deducted from your Cash Account at the time of the recovery.</p>												
Account balance	Fee rate																			
First \$1,000,000	0.01% p.a.																			
More than \$1,000,000	Nil																			
<p>Performance fees</p> <p>Amounts deducted from your investment in relation to the performance of the product</p>	Nil	N/A																		
<p>Transaction costs</p> <p>The costs incurred by the Scheme when buying or selling assets</p>	Nil	N/A																		

¹ The actual amount may vary (i.e. be less) depending on the amount of interest earned on the omnibus accounts held with applicable Australian banks or other authorised deposit taking institutions (ADIs) and the amount of interest payable to you in respect of your Cash Account. For more information refer to 'Cash management fee' under the heading 'Additional explanation of fees and costs' in this document.

FEES AND OTHER COSTS

Xplore Wrap		
Type of fee or cost	Amount	How and when paid
Ongoing annual fees and costs		
Member activity related fees and costs (fees for services or when your money moves in or out of the Scheme)¹		
Establishment fee The fee to open your investment	Nil	N/A
Contribution fee The fee on each amount contributed to your investment	Nil	N/A
Buy-sell spread An amount deducted from your investment representing costs incurred in transactions by the Scheme	Nil	N/A
Withdrawal fee The fee on each amount you take out of your investment	Nil	N/A
Exit fee The fee to close your investment	Nil ²	N/A
Switching fee The fee for changing Investment Options.	Nil ³	N/A

¹ Other service fees apply, such as advice fees or special request fees. Refer to 'Additional explanation of fees and costs' in this document for further information about a range of service fees applicable depending on how you use Xplore Wrap to invest.

² Transaction fees may apply if selling your investments is required to close your Account in Xplore Wrap. Refer to 'Transaction fees' under the heading 'Additional explanation of fees and costs' in this document for further information.

³ However, transaction fees will apply to certain transactions. Refer to 'Transaction fees' under the heading 'Additional explanation of fees and costs' in this document.

FEES AND OTHER COSTS

EXAMPLE OF ANNUAL FEES AND COSTS

The following tables provide examples of how the fees can vary depending on the Investment Options you select.

EXAMPLE 1 – BALANCED MANAGED FUND (PLATFORM FEES ONLY)

This table gives an example of how the ongoing annual fees and costs of Xplore Wrap when investing in the Russell Investments Balanced Fund Class A through the Scheme can affect your investment over a 1-year period. You should use this table to compare this product with other managed investment products.

EXAMPLE – The Russell Investments Balanced Fund Class A ¹		Balance of \$50,000 ² with a contribution of \$5,000 ³ during year.
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.
PLUS Management fees and costs	Tiered percentage fee: 0.29% + Expense recovery: 0.01% + Cash management fee: 0.80% on the amount in your Cash Account	And , for every \$50,000 you have in the Russell Investments Balanced Fund Class A, you will be charged or have deducted from your investment \$150 each year.
PLUS Performance fees	Nil	And , you will be charged or have deducted from your investment \$0 in performance fees each year.
PLUS Transaction costs	0%	And , you will be charged or have deducted from your investment \$0 in transaction costs.
EQUALS Cost of Russell Investments Balanced Fund Class A		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees and costs of: \$150⁴ What it costs you will depend on the Investment Option(s) you choose and the fees you negotiate with the Responsible Entity or your adviser.

Warning: The fees and costs charged in the above example relate to Xplore Wrap and access to the Russell Investments Balanced Fund Class A only, and do not include the fees and costs that relate to investing in the Russell Investments Balanced Fund Class A. Additional fees and costs will be charged by the issuer of the Russell Investments Balanced Fund Class A and any other Investment Option that an Investor decides to invest in.

Important Note: The fees and costs information set out in the example of annual fees and costs above are the fees and costs for the Xplore Wrap platform. The fees and costs disclosed in the example are only the fees and costs charged by the Responsible Entity of Xplore Wrap to access the Russell Investments Balanced Fund Class A and do not include the fees and costs charged by the issuer of the Managed Fund. For example, the investment management fee and performance fees (if any) charged by the issuer of the Russell Investments Balanced Fund Class A are not disclosed in the example. The actual amount you will pay may vary compared to these examples, and will depend on various factors, such as actual investment balance, and the fees and costs that apply to the relevant Investment Option. Refer to the 'How do the fees for the product and the underlying investments work?' further in this document to see the cumulative effect of the fees and costs of your investments, taking into account the fees of Xplore Wrap and the fees and costs of the investments you select.

¹ The fees and other costs shown in this example are for Xplore Wrap. Fees and other costs charged in relation to the Russell Investments Balanced Fund Class A are not included in this example.

² This example assumes the full \$50,000 is invested in the Russell Investments Balanced Fund Class A and does not take into account the minimum Cash Account balance of 0.75%. A cash management fee of up to 0.80% p.a. applies in relation to the Cash Account which is not taken into account in this example. Refer to 'Cash management fee' under the heading 'Additional explanation of fees and costs' for more information.

³ The \$5,000 contribution is assumed to take place at the end of the financial year for the purposes of this example.

⁴ Additional fees may apply, for example, adviser fees and transaction fees. Refer to 'Additional explanation of fees and costs' in this document for further information.

FEES AND OTHER COSTS

EXAMPLE 2 – BALANCED MANAGED FUND (INCLUSIVE OF PLATFORM FEES AND MANAGED FUND FEES)

This table gives an example of how the ongoing annual fees and costs of Xplore Wrap when investing in the Russell Investments Balanced Fund Class A through the Scheme can affect your investment over a 1-year period. You should use this table to compare this product with other managed investment products.

EXAMPLE – The Russell Investments Balanced Fund Class A		Balance of \$50,000 ¹ with a contribution of \$5,000 ² during year.
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.
PLUS Management fees and costs	Tiered percentage fee: 0.29% + Expense recovery: 0.01% + Investment management fee: 0.87% + Cash management fee: 0.80% on the amount in your Cash Account	And , for every \$50,000 you have in the Russell Investments Balanced Fund Class A you will be charged or have deducted from your investment \$585 each year.
PLUS Performance fees	0.01%	And , you will be charged or have deducted from your investment \$5 in performance fees each year.
PLUS Transaction costs	0.10%	And , you will be charged or have deducted from your investment \$50 in transaction costs.
EQUALS Cost of Russell Investments Balanced Fund Class A		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 ³ , you would be charged fees and costs of: \$640⁴ What it costs you will depend on the Investment Option(s) you choose and the fees you negotiate with the Responsible Entity or your adviser.

Important Note: The fees and costs charged in the examples above are reasonable estimates and are provided by way of illustration to show the total price paid in acquiring the investments through Xplore Wrap. The actual amount you will pay may vary compared to these examples, and will depend on various factors, such as actual investment balance, and the fees and costs that apply to the relevant Investment Option. Your adviser can provide more information about fees and costs and an estimate of what you will pay in relation to your Account. Refer to the ‘How do the fees for the product and the underlying investments work?’ further in this document to see the cumulative effect of the fees and costs of your investments, taking into account the fees of Xplore Wrap and the fees and costs of the investments you select.

¹ This example assumes the entire \$50,000 is invested in the Managed Fund and does not take into account the minimum Cash Account balance of 0.75%. A cash management fee of up to 0.80% p.a. applies in relation to the Cash Account which is not taken into account in this example. Refer to ‘Cash management fee’ under the heading ‘Additional explanation of fees and costs’ for more information.

² The \$5,000 contribution is assumed to take place at the end of the financial year for the purposes of this example.

³ This example does not take into account any returns or transaction fees (see note 4 below) and also does not take into account any fees on the \$5,000 contribution made during the year.

⁴ Additional fees may apply, for example, adviser fees and transaction fees. Refer to ‘Additional explanation of fees and costs’ in this document for further information.

FEES AND OTHER COSTS

ADDITIONAL EXPLANATION OF FEES AND COSTS

For tax information relevant to the fees and costs described in this part, see Section 10.

THE FEES YOU PAY FOR ADVICE AND OTHER RELATED SERVICES PROVIDED TO YOU

You can agree with your adviser to pay the fees described in the following table to your adviser, or the licensee that employs your adviser or the licensee's associates. These fees are paid out of your Cash Account by the Administrator as agent for you.

Where you do agree with your adviser to pay the fee(s) from your Account, the fee must be:

- consented to by you in writing or online; and
- of a reasonable amount for the advice and related services provided to you.

Where applicable, the actual amounts that will be deducted from your Cash Account may be adjusted for RITCs that may be claimed in respect of these fees and may therefore be less than the amounts you specify on the relevant form.

These fees are not earned by the Responsible Entity. Further information about some of the fees in this table is set out below.

The Administrator, at its discretion may limit, reduce, or reject the fee amount and may also seek clarification from you and your adviser on the services being provided.

Type of fee or cost	Amount	How and when paid
Adviser establishment fee¹	You may agree with your adviser to pay an adviser establishment fee for advice and other related services provided to you in relation to opening your Account(s). The amount payable is agreed between you and your adviser. An adviser establishment fee may be charged on your initial cash or in specie investment amount (based on the market value of the relevant investments).	Adviser establishment fees are deducted from your Cash Account when the investment is received and paid to your adviser or your adviser's licensee at the end of that month. The fee will appear on your cash transaction report as 'Contribution Fee'.
Adviser service fee¹	You may agree with your adviser to pay an Adviser service fee for advice and other related services provided to you in relation to your Account(s). The amount payable is agreed between you and your adviser. The ongoing adviser fee may be specified as either a: <ol style="list-style-type: none"> 1. Fixed % amount p.a. 2. Fixed \$ amount p.a. 3. Combination of fixed % and fixed \$ amount p.a. Where you specify a fixed \$ amount p.a. you may agree with your adviser to automatically index this fee in line with the annual change in Consumer Price Index ('CPI') or a fixed percentage (up to 5% p.a.) on a specified month each year. Your adviser's instructions in relation to indexation will be accepted on your behalf. The amount payable is agreed between you and your adviser.	The Adviser service fee is calculated daily on your total Account balance and paid to your adviser or your adviser's licensee from your Cash Account monthly in arrears. The fee will appear on your cash transaction report as 'Adviser Fee'.
One-off adviser fee	You may agree with your adviser to pay a one-off adviser fee for advice and other related services provided to you in relation to your Account(s). The amount payable is agreed between you and your adviser.	The one-off adviser fee is deducted from your Cash Account at the time a request for deduction of the fee is processed and paid to your adviser or your adviser's licensee at the end of that month. The fee will appear on your cash transaction report as 'Adviser Fee'.

¹ If you are a retail client and your Account contains borrowed amounts, adviser service fees, adviser establishment fees or adviser brokerage fees that are asset-based (i.e. calculated as a percentage of your total Account balance) will not be paid.

FEES AND OTHER COSTS

Type of fee or cost	Amount	How and when paid
Adviser Brokerage¹	Where allowed under the law, brokerage can be charged by your adviser when you invest directly in Australian and international listed securities. You may agree with your adviser to pay brokerage for listed securities of up to 2.2% of the value of any shares bought and sold. The amount payable is agreed between you and your adviser.	Fees are deducted from your Cash Account at the time of the transaction and paid to your adviser or your adviser's licensee at the end of the month.

If you have any questions about the advice or services received for these fees, your Financial Adviser is best placed to assist you with these. You can also view how much you are paying in adviser fees on the regular statements sent to you or you can contact the Administrator or your Financial Adviser directly.

ONGOING ADVISER SERVICE FEE CONSENT REQUIREMENTS

Your consent to deduct any fees payable on an ongoing basis to your Financial Adviser must be renewed annually through your Financial Adviser. If you do not renew your consent, these fees will cease to be deducted from your Account and you may no longer receive advice, support, or information from your Financial Adviser.

You can also enter into fixed-term fee arrangements with your adviser and provide your consent to deduct fees for a period of up to 12 months.

You can vary or revoke your consent in writing at any time, either through your adviser or by contacting the Administrator directly. Should you wish to revoke your consent to the deduction of any fees, please contact the Administrator and/or your adviser to terminate the fee arrangement. Note this will prevent any further deduction of advice fees from your account after the consent has been revoked but does not reverse any fees paid before revocation.

TRANSACTION FEES

The fees in this table are payable to the Responsible Entity, then as necessary applied by the Responsible Entity to pay any underlying service provider (e.g. to pay for brokerage and other transactional and operational costs). Fees will only be incurred where the relevant transaction instruction is provided. Further information about some of the fees in this table is set out below.

Type of fee or cost	Transaction method	Amount	How and when paid
Transaction within a Managed Portfolio	Managed Fund trades within a Managed Portfolio	Transaction fee of 0.11% of the trade value subject to a maximum of \$22 per trade.	Transaction fees are deducted from the Cash Account held within your Managed Portfolio at the time of settlement in addition to any trade costs.
	Australian listed security trades within a Managed Portfolio ²	Brokerage of 0.11% of the trade value. No minimum applies.	Brokerage is deducted from the cash within your Managed Portfolio at the time of settlement as part of the total cost (for buy trades) or net proceeds (for sell trades).
	International listed security trades within a Managed Portfolio ³	Through an approved international ex-change: Brokerage of 0.22% of the trade value. No minimum applies.	Brokerage is deducted from the cash within your Managed Portfolio at the time of settlement in addition to any transaction costs.

¹ If you are a retail client and your Account contains borrowed amounts, adviser service fees, adviser establishment fees or adviser brokerage fees that are asset-based (i.e. calculated as a percentage of your total Account balance) will not be paid.

² If a portfolio manager trades listed securities within a Managed Portfolio using a broker other than the Default Broker, additional brokerage and transaction fees may be incurred. For example, these trades may incur additional brokerage as agreed between the portfolio manager and the other broker or transaction fees as agreed between the portfolio manager and the Responsible Entity.

³ A foreign currency conversion fee may apply to trades in international listed securities. Refer to 'International listed securities transaction fees' below for more information.

FEES AND OTHER COSTS

Type of fee or cost	Transaction method	Amount	How and when paid
Managed Fund transaction fees	Via aggregated trading ¹	Transaction fee of \$22 per Managed Fund trade (buy or sell).	Transaction fees are deducted from your Cash Account at the time of settlement in addition to any other costs.
	Trades within the automatic investment plan and/or automatic investment drawdown	Nil.	
	In specie transfers	Transaction fee of up to \$38.50 per Managed Fund for in specie transfer out.	
Australian listed securities transaction fees	Via aggregated trading ¹	Brokerage of 0.11% of the trade value, subject to a minimum fee of \$11.	Brokerage is deducted from your Cash Account at the time of settlement as part of the total cost (for buy trades) or net proceeds (for sell trades).
	Direct market trading	Brokerage of 0.11% of the trade value, subject to a minimum of \$22.	
	Trading through your broker	Brokerage is made up of a brokerage fee agreed between you and your broker, plus an additional transaction fee of \$22 ² .	
	Trades within the automatic investment plan and/or automatic investment drawdown	Brokerage of 0.11% of the trade value. No minimum applies.	
	Corporate actions ³	Transaction fee of up to 0.11% of the transaction amount.	
	In specie transfers	Transaction fee of up to \$27.50 per security for in specie transfer out.	

¹ Excludes those trades within a Managed Portfolio.

² This fee shown is inclusive of GST only. It reflects the actual amount payable by you. If eligible, the Administrator will claim the benefit of Reduced Input Tax Credits (RITCs) on behalf of the Scheme.

³ The fee for corporate actions will apply when you participate in corporate actions through Xplore Wrap that require settlement from your Cash Account. Corporate actions include, but are not limited to, initial public offerings, rights issues, share purchase plans, exercising of options, buy backs and takeovers.

FEES AND OTHER COSTS

Type of fee or cost	Transaction method	Amount	How and when paid
International listed securities transaction fees¹	Via aggregated trading ²	Through an approved international ex-change: Brokerage of 0.22% of the trade value, subject to a minimum fee of \$33.	Brokerage is deducted from your Cash Account at the time of settlement in addition to any trade costs.
	Trades within the automatic investment plan and/or automatic investment drawdown	Through an approved international ex-change: Brokerage of 0.22% of the trade value. Minimum applies.	
	Corporate actions ³	Transaction fee of up to 0.22% of the transaction amount.	Transaction fees are deducted from your Cash Account at the time of settlement in addition to any transaction costs.
	In specie transfers	Transaction fee of up to \$27.50 per security for in specie transfer out.	
Term Deposit transaction fees	Via aggregated trading	Nil	N/A
	Withdrawing a Term Deposit before maturity	A break fee of \$55 per Term Deposit will be charged when a Term Deposit is broken before maturity, on your instruction through your adviser. Additional fees or interest penalties may be charged by the underlying Term Deposit provider. ⁴ Refer to the relevant Term Deposit Disclosure Document for more information.	The break fee is deducted from your Cash Account at or around the time you break the Term Deposit.

OTHER FEES

The fees in the following table are payable to the Administrator and are payable out of the Cash Account. Fees will be incurred only when you engage in the relevant transaction. Further information about some of the fees in this table are set out below.

Type of fee or cost	Amount	How and when paid
Reconstruction fee	If the Administrator is required to reconstruct a CGT parcel history for in specie investment transfers, a fee may be charged at \$110 per hour.	The fee is deducted from your Cash Account at the time a revision of the CGT parcel history is carried out.
Dishonour fee	A fee of \$55 may be charged if a payment is dishonoured.	Any fees relating to dishonoured payments will be deducted from your Cash Account at or around the time the dishonour occurs.

¹ Transacting in international securities (including in specie transfers) may incur additional costs (for example, local stamp duties or commissions) which will be deducted from your Account. Refer to 'International listed securities transaction fees' below for more information.

² Excludes those trades within a Managed Portfolio.

³ The fee for corporate actions will apply when you participate in corporate actions through Xplore Wrap that require settlement from your Cash Account. Corporate actions include, but are not limited to, initial public offerings, rights issues, share purchase plans, exercising of options, buy backs and takeovers.

⁴ The break fees or costs or interest penalties (if any) may be charged by the underlying Term Deposit provider may be significant and therefore are a risk to be considered in deciding whether to withdraw a Term Deposit before its maturity. The underlying Term Deposit provider may provide an estimate of break fees or costs or interest penalties upon request. Refer to the relevant Term Deposit Disclosure Document for more information.

FEES AND OTHER COSTS

EXPLANATIONS OF PARTICULAR FEES AND COSTS

The following section provides further information on management fees and costs and other fees and costs.

Administration fee

The administration fee is to cover the costs of operating and maintaining Xplore Wrap and its underlying investments including responsible entity fees and administration fees.

It is calculated and accrues on a daily basis on the aggregate value of the assets (including cash) held in your Account. It is deducted from your Cash Account in arrears following the end of the calendar month.

The Administration Fee is calculated on a reducing tier scale, based on a percentage of your daily Account balance.

Cash management fee

The money credited to the Cash Account of all Investors in omnibus cash accounts is invested with Australian banks or other authorised deposit-taking institutions (ADIs) selected from time to time.

The cash management fee is the amount that the Responsible Entity earns from its cash management activities related to these holdings. The declared rate of interest payable in respect of your Cash Account may change from time to time and can be found on InvestorHUB (for cash in Australian dollars), by contacting the Xplore Wrap client services team on 1300 854 994 or by contacting your Financial Adviser. The cash management fee the Responsible Entity earns is the amount (if any) above the applicable declared interest rates.

Expense recovery

Under the Constitution, the Responsible Entity has a general right to be reimbursed for all costs incurred in the course of its administration of Xplore Wrap, which it can allocate proportionately across all Accounts based on the value of assets in each Account.

Expense recoveries are expenses generally incurred in the day-to-day operation of Xplore Wrap and include, but are not limited to, legal, compliance and related administration functions, accounting, printing, and audit fees.

The Promoter pays these expenses on behalf of the Responsible Entity and is reimbursed by the Responsible Entity from the assets of Xplore Wrap accordingly.

The estimated expense recovery does not include all the types of costs which might be incurred.

For example, expenses that would normally be incurred by a direct Investor that relate to the buying and selling of assets are excluded from the estimated expense recovery, as are operating expenses which may be incurred due to abnormal events such as the cost of running investor meetings.

You may also incur costs directly associated with transactions made on your account, such as Government taxes, stamp duty and bank fees. These costs will be directly deducted from your Account.

Family group fee discount

Family Groups (you and relevant members of your family)¹ may be eligible for a fee discount in respect of the tiered percentage fee component of the Administration fee where each member of the Family Group has the same adviser.

Adviser brokerage

Where allowed under the law, brokerage can be charged by your adviser when you invest directly into Australian and international listed securities (excluding trades within a Managed Portfolio). The charge varies and is agreed between you and your adviser.

Australian listed securities transaction fees

Brokerage is associated with buying and selling Australian listed securities. In addition, trading certain Australian listed securities may incur additional charges (for example stamp duties, taxes, fees, or commission) which will be passed on to you which are generally deducted from your account at the time they are incurred.

A manager may trade some or all of the securities held within Managed Portfolios through your broker. These trades may incur additional brokerage as agreed between the manager and the broker.

The amounts set out in this 'Australian listed securities transaction fees' sub-section are an additional cost to you.

Buy-sell spread for Managed Funds

The Responsible Entity does not charge a fee in the form of buy/sell spreads to recover costs incurred by the Responsible Entity in relation to the sale and purchase of assets that are available.

However, buy/sell spreads may apply to investments in Managed Funds that are available. This margin represents an allowance for the transaction costs, such as brokerage and stamp duty, which are incurred by the Fund Manager when buying or selling the fund's underlying securities, and which is typically taken into account in the calculation of unit prices by the Managed Fund. Buy-sell spreads are an additional cost to you. To identify the buy-sell spread applicable to a Managed Fund, please refer to the current Disclosure Documents for that Managed Fund.

Netting Managed Fund transactions

When carrying out a Managed Fund transaction, the Administrator may offset your instructions to buy or sell assets against both your and other Investors' instructions to buy or sell those assets, so that only net transactions are acted on. This process is known as 'netting'.

The Responsible Entity may retain any benefit that may be secured from the netting of Managed Fund transactions. These may include the fees and costs that would have applied had the transaction been processed without netting.

¹ Defined as immediate family members, such as spouse, defacto/domestic partner, child (including an adopted child, a stepchild or e-nuptial child), parent, sibling, and grandchild. For companies, family trusts, and self-managed superannuation funds – the directors and beneficiaries must be members of the same immediate family as described earlier.

FEES AND OTHER COSTS

Dishonour fee

A fee may be charged for any dishonoured payments. Please note your financial institution may also charge you a dishonour fee.

International listed securities transaction fees

Brokerage will be incurred, and conversion and other fees and costs may be incurred, on buying and selling international listed securities.

International listed security trades, income receipts, corporate actions or any other transactions that require a conversion from one currency to another may incur a foreign currency conversion fee. Currently this fee is nil.

Additional brokerage, transaction and currency conversion fees may apply to trades in international listed securities outside of the approved investment list or the list of approved international exchanges. It is at the Responsible Entity's discretion to allow additional international trades and listed securities outside of the approved exchanges and international listed securities.

Trading on certain international exchanges may incur additional fees and costs (for example local stamp duties, taxes, fees, or commissions) which will be passed on to you, and which are deducted from your account, generally at the time of trade settlement.

The amounts set out in this 'International listed securities transaction fees' sub-section are an additional cost to you.

Fund management and performance fees

Fund management and performance fees may be charged in relation to the selected Managed Funds forming part of your investment strategy. These fees are generally reflected in the fund's unit price and are paid to the relevant Fund Manager.

Please refer to the relevant Managed Fund Product Disclosure Documents provided by your adviser.

Managed Portfolio related fees and costs

Where you have selected a Managed Portfolio, the Investment Manager or Sub Investment Manager will apply an Investment Fee for the management and implementation of the Managed Portfolio. Refer to the Investment Menu for specific details about the Investment Fee for the Managed Portfolio you wish to invest in.

The Investment Fee is deducted monthly in arrears and is calculated daily based on the aggregate value of assets invested in the Managed Portfolio. If your Managed Portfolio includes Managed Funds, exchange traded funds or listed investment companies, then you will also pay the indirect costs charged by the Fund Manager of the Managed Fund or exchange traded fund or the listed investment company. Refer to Indirect Costs for Managed Funds and Listed Investment Companies (LIC) in this PDS.

An Investment Manager or Sub Investment Manager managing a Managed Portfolio may elect to charge a Performance Fee for the Managed Portfolio as an additional fee to the Investment Fee. A Performance Fee is calculated as a percentage rate (inclusive of GST) of the relevant Managed Portfolio's outperformance (i.e. the percentage return above the relevant benchmark) after the deduction

of any applicable investment fees and before any administration fees or adviser service fees and is payable only where the outperformance is still positive net of any such fees.

Generally, performance fees are subject to a Managed Portfolio outperforming a high-water mark. Any under performance of the Managed Portfolio below the high-water mark is carried forward and the under performance must be recouped before a performance fee can be charged for any subsequent outperformance. Please refer to the relevant Managed Portfolio Mandate for specific details about how the performance fees will operate.

Each Investor has the potential for a different Managed Portfolio performance depending on any customisation of the Managed Portfolio requested by the Investor.

Where a performance fee is payable from your investment in a Managed Portfolio, it will be deducted from your Cash Account monthly in arrears (following the end of the calendar month). If an Investor was invested in, or exited from, a Managed Portfolio during the period across which the Performance Fee is calculated, you may be charged a Performance Fee from the date you invested in a Managed Portfolio or the date you exited from a Managed Portfolio.

Please refer to the Investment Menu for specific details about the performance fee that may apply to a Managed Portfolio.

Your consent and authorisation of fees when you invest in a Managed Portfolio

Where your adviser, their licensee or one of its related parties (referred to as 'related party') provides you with ongoing advice (or related services) in relation to a Managed Portfolio, you may be requested to provide your consent to the deduction and payment of fees from your Cash Account when you invest in a Managed Portfolio. If your consent to these fees is required and you don't provide it (or you revoke it) then you may not be allowed to invest into that Managed Portfolio or may be required to withdraw from that Managed Portfolio.

You can provide your consent as part of your application into Xplore Wrap, via written instructions or online. Where you have provided your consent, the payment of remuneration by you to your adviser or a related party will continue until you direct the Administrator to cease paying it.

The applicable fees are disclosed in the Product Disclosure Statement for the relevant Managed Portfolio.

Indirect costs for Managed Funds and listed investment companies (LIC)

Each Managed Fund including exchange traded funds or LIC will charge a funds management fee or investment fee on the value of the investment you make into the product. The amount of the funds management fee or investment fee will vary for each investment. Refer to the Disclosure Document for the relevant Managed Fund or LIC for information about how and when fund management fees or investment fees are paid.

A Managed Fund or LIC can also charge a performance fee for any outperformance of the Managed Fund or LIC against a performance fee benchmark. This is typically a

FEES AND OTHER COSTS

percentage-based fee that is applied to the value of the outperformance. Refer to the Disclosure Document for the relevant Managed Fund or LIC for information about the amount if the performance fee you will be charged and how this is calculated

One-off adviser fee

You may agree with your adviser to pay a one-off adviser fee for advice and other related services provided to you, from time to time, in relation to your Account. This fee is negotiable and is agreed between you and your adviser.

Adviser service fee

You may agree with your adviser to pay an Adviser service fee for advice and other related services provided to you in relation to your Account(s) and the amount payable is agreed between you and your adviser.

Reconstruction fee

A fee may be charged if the Administrator is required to reconstruct a CGT parcel history in respect of any in specie investment transfers.

Transaction fees

The transaction fee (if applicable) for Term Deposits is deducted from your Cash Account at the time of settlement, in addition to the trade cost.

A Term Deposit break fee is charged if you withdraw a Term Deposit before maturity. This is in addition to any fees or interest penalties charged by the underlying Term Deposit provider.

Note: The break fees or costs or interest penalties (if any) that may be charged by the underlying Term Deposit provider may be significant and therefore are a risk to be considered in deciding whether to withdraw a Term Deposit before its maturity. The underlying Term Deposit provider may provide an estimate of break fees or costs or interest penalties upon request. Refer to the relevant Term Deposit Disclosure Document for more information.

The transaction fee (if applicable) for Managed Funds will apply when Managed Funds are bought and sold. This fee is deducted from your Cash Account at the time of settlement, in addition to the trade cost.

The transaction fee for in specie transfers may apply when Australian listed securities or Managed Funds are transferred via in specie out of the Scheme. The fee is deducted from your Cash Account at or around the time the in specie transfer occurs. In specie transfers for international listed securities are on request and at the Administrator's discretion.

All costs for in specie transfers of international listed securities will be passed on to you. Certificated stock transfers will not be accepted.

The transaction fee for corporate actions will apply when you participate in corporate actions through Xplore Wrap that require settlement from your Cash Account. Corporate actions include, but are not limited to, initial public offerings, rights issues, share purchase plans, exercising of options, buy backs and takeovers. The fee is deducted from your Cash Account at the time of settlement in addition to any other transaction costs.

OTHER PAYMENTS AND INFORMATION

Fund Manager service fees

Where permitted by law, the Promoter may receive the following payments from responsible entities whose funds are available through Xplore Wrap:

- Service fees of up to \$30,000 p.a. per responsible entity, plus
- up to \$10,000 p.a. per Managed Fund available through the Scheme.

The amount of these payments may increase from time to time and may be subject to indexation.

These service fees relate to the services that the Promoter provides to Fund Managers for the review, maintenance, and administration of the Managed Fund Investment Options available through Xplore Wrap.

These Fund Manager service fees are paid to the Promoter from the Fund Managers own resources and are not an additional cost to you.

Managed Portfolio service fees

Where permitted by law, the Promoter may receive the following payments from the manager whose Managed Portfolios are available through the Scheme:

- Service fees of up to \$10,000 p.a. per Managed Portfolio, plus
- Up to 0.15% p.a. on the total amount of funds invested with each investment manager.

The amount of these payments may increase from time to time and may be subject to indexation.

These service fees relate to the services that the Promoter provides to portfolio managers for the establishment, ongoing monitoring, management and compliance of the Managed Portfolio Investment Options available through the Scheme.

These Managed Portfolio service fees are paid to the Promoter from the portfolio managers own resources and are not an additional cost to you.

FEES AND OTHER COSTS

TAX

Unless otherwise stated all the fees and costs shown in this PDS are expressed as inclusive of GST and net of any RITCs.

In the event of any change in tax laws or their interpretation which affects the rate of GST payable or RITCs that the Scheme may receive, the amounts deducted from your Cash Account in respect of the fees and other costs applied to your Account may be varied or adjusted to reflect such changes without your consent or further notice to you.

Refer to Section 10 'Tax' in this PDS.

ALTERNATIVE FORMS OF REMUNERATION

From time to time and subject to applicable law, there may be other direct or indirect benefits that the Promoter may receive from providers of some of the financial products available through Xplore Wrap. The Promoter may also be entitled to remuneration from financial institutions (including banks, Fund Managers and Portfolio Managers) whose financial products are available through Xplore Wrap. Any alternative forms of remuneration received are recorded in a register, and you may request details of these forms of remuneration.

VARIATION OF FEES

The fees and costs set out in this document may change from time to time. The Responsible Entity may vary the fees and costs set out in this document without your consent. We will give you at least 30 days advance notice of any fee increase. If a change to fees and costs occurs that is not materially adverse to Investors, we may update this PDS by publishing the updated information on the website shown on the front cover of this document. Otherwise, we will issue a supplementary or revised PDS. You can obtain updated information or any supplementary or revised PDS by asking your adviser or visiting the product website. You should regularly check the product website to ensure that you have the most up to date information. You may request a printed or electronic copy of any updated information free of charge by requesting this from your adviser or by contacting the Administrator.

Fees may be individually negotiated with Investors classed as wholesale clients on the basis of the value of their investments.

FEES AND OTHER COSTS

HOW DO THE FEES AND COSTS FOR XPLORE WRAP AND THE UNDERLYING INVESTMENTS WORK?

The following examples illustrate how the total fees and costs incurred can vary depending on the investments you choose when investing through Xplore Wrap. The examples are based on the fees and costs applicable during the first year.

These examples are illustrative only. The actual fees and costs you pay will vary depending on factors such as the investments chosen, the nature and number of transactions on your Account and the adviser fees you negotiate and agree with your adviser.

Unless otherwise stated all amounts shown are in Australian dollars and are inclusive of GST and net of RITC.

EXAMPLE 1 – \$100,000

This is an example of the fees and costs you may incur over a 1-year period and assumes an average account balance of \$100,000.

You invest \$100,000 & select the following investments:	\$75,000	In a Managed Fund
	\$20,000	In a Term Deposit
	\$5,000	Cash Account balance
	\$100,000	
Type of fee or cost	Calculation	Amount of fees and costs
Management Fees and Costs		
Percentage-based tiered administration fee	$0.29\% \times \$100,000$	\$290
Cash management fee	$0.80\% \times \$5,000$	\$40
Expense recovery	$0.01\% \times \$100,000$	\$10
Management fees and costs		\$340
Fees and costs relating to underlying investments		
Managed Fund – Investment management fee (assumed 0.87%)	$0.87\% \times \$75,000$	\$652.50
Managed Fund – Performance fee (assumed 0.01%)	$0.01\% \times \$75,000$	\$7.50
Managed Fund – Transaction costs (assumed 0.10%)	$0.10\% \times \$75,000$	\$75
Fees and costs relating to underlying investments		\$735
Transaction fees		
Managed Fund transaction fees – via aggregated trading (per trade)	$1 \times \$22$	\$22
Term Deposit transaction fees – via aggregated trading (per trade)	$1 \times \$0$	\$0
Transaction fees		\$22
Total fee amount¹		\$1,097
1.10% p.a. of your account		

Unless otherwise stated this example does not include other adviser fees that may apply to your Account. You may agree to pay fees to your adviser or your adviser's licensee, which will be deducted from your Cash Account. Fees payable to your adviser will be disclosed to you in a Statement of Advice (SOA).

¹ This example does not represent the actual fees and costs that you will pay. Other fees and costs may be payable on your Account, and will vary depending on your total account balance, the investments you hold and balance of the Investment Options you select, fees for underlying investments that you access (including investments held as part of Managed Portfolios), and the number of times you transact.

FEES AND OTHER COSTS

EXAMPLE 2 – \$250,000

This is an example of the fees and costs you may incur over a 1-year period and assumes an average account balance of \$250,000.

You invest \$100,000 & select the following investments:	\$100,000	In a Managed Portfolio
	\$40,000	In a Managed Fund
	\$30,000	In a Term Deposit
	\$30,000	In Australian listed securities
	\$40,000	In international listed securities
	\$10,000	Cash Account balance
	\$250,000	
Type of fee or cost	Calculation	Amount of fees and costs
Management Fees and Costs		
Percentage-based tiered administration fee	0.29% x \$250,000	\$725
International listed securities fee	0.10% x \$40,000	\$40
Cash management fee	0.80% x \$10,000	\$80
Expense recovery	0.01% x \$250,000	\$25
	Management fees and costs	\$870
Fees and costs relating to underlying investments		
Managed Portfolio – Investment management fee (assumed 0.95%)	0.95% x \$100,000	\$950
Managed Portfolio – Performance fee (assumed 0.00%)	0.00% x \$100,000	\$0
Managed Fund – Investment costs (assumed 0.87%)	0.87% x \$40,000	\$348
Managed Fund – Performance fee (assumed 0.01%)	0.01% x \$40,000	\$4
Managed Fund – Transaction costs (assumed 0.10%)	0.10% x \$40,000	\$40
	Fees and costs relating to underlying investments	\$1,342
Transaction fees		
Transacting within a Managed Portfolio – Australian listed securities ¹	0.11% x \$100,000	\$110
Managed Fund transaction fees – via aggregated trading (per trade)	1 x \$22	\$22
Term Deposit transaction fees – via aggregated trading (per trade)	1 x \$0	\$0
Australian listed securities transaction fees – via aggregated trading	0.11% x \$30,000	\$33
International listed securities transaction fees – via aggregated trading	0.22% x \$40,000	\$88
	Transaction fees	\$253
	Total fee amount²	\$2,465
		0.99% p.a. of your account

Unless otherwise stated this example does not include other adviser fees that may apply to your Account. You may agree to pay fees to your adviser or your adviser's licensee, which will be deducted from your Cash Account. Fees payable to your adviser will be disclosed to you in a Statement of Advice (SOA).

¹ Assumes the Managed Portfolio is invested in Australian listed securities using the Default Broker and is managed by a portfolio manager that is not your adviser, their licensee, or a related party to the licensee.

² This example does not represent the actual fees and costs that you will pay. Other fees and costs may be payable on your Account, and will vary depending on your total account balance, the investments you hold and balance of the Investment Options you select, fees for underlying investments that you access (including investments held as part of Managed Portfolios), and the number of times you transact.

DEFINED TERMS

Account	The Investor Account including all assets, liabilities (if applicable) and cash in the Cash Account.
AFSL	An Australian financial services licence.
Aggregated Trading Facility	The facility offered through Xplore Wrap through which instructions can be received to combine your order with other orders, net and execute transactions in quoted securities, through the Default Broker, on a weighted average basis.
Application Form	The application form to be used for investment in Xplore Wrap. This can be online via AdviserHUB with assistance from your Financial Adviser. All supporting documents are required in order to process your application.
ASIC	The Australian Securities and Investments Commission.
Business Day	A day that is not a Saturday, Sunday, bank holiday or public holiday in New South Wales, Australia.
Class Order	The relevant ASIC Class Order in relation to investor directed portfolio services provided through a registered managed investment scheme [CO13/762].
Constitution	The constitution of Xplore Wrap as amended from time to time.
Corporations Act	Corporations Act 2001 (Cth) and the associated regulations, as amended from time to time.
Custodian	Any person appointed from time to time to hold assets directly or indirectly on your behalf.
Default Broker	A market participant or executing broker engaged to execute transactions in quoted securities.
Disclosure Document	Includes a Product Disclosure Statement and any other offer document used for investment purposes as prescribed by the Corporations Act.
FIFO	First in first out (FIFO) method refers to tax parcels which are acquired first and also disposed of first.
Financial Adviser	The Financial Adviser nominated by you in your application.
Fund Managers	The responsible entities of the Managed Funds that are offered through the Investment Menu.
GST	Australian Goods and Services Tax pursuant to the A New Tax System (Goods and Services) Tax Act 1999 (Cth).
In Specie Transfer	A transfer of securities where there is no change in beneficial ownership of the securities. This allows you to move securities without having to incur transaction costs as part of buying and selling the securities.
Investor	An investor in Xplore Wrap, also referred to as a "member", "you" or "your".
Investment Instruction	The instructions from you or on your behalf from your Financial Adviser regarding your Account. All Investment Instructions are provided online via AdviserHUB or in such form as accepted by the Administrator from time to time.
Investment Menu	The Investment Menu can be obtained from InvestorHUB (if you are an existing client), online at xplorewealth.com.au/our-solutions/investment-and-superannuation-wrap-solutions , by contacting your Financial Adviser or calling the Administrator on 1300 854 994, which contains the full list of Investment Options for investment. The Investment Menu may be updated from time to time at the Responsible Entity's discretion.
Investment Option	An investment available in the Investment Menu.
Managed Funds	Managed investment schemes in which you may invest via Xplore Wrap. Details of Managed Funds available through Xplore Wrap can be found in the Investment Menu. You should read the Disclosure Document, for each Managed Fund before investing via your Account in a Managed Fund.
Managed Portfolio	A notional portfolio of assets, the composition of which is determined by the Investment Manager and Sub Investment Manager according to the Mandate of the Managed Portfolio.

DEFINED TERMS

Mandate	The Mandate is set out in the schedule of the Investment Management Agreement. It contains the details provided by the Investment Manager on how the Sub Investment Manager manages each Managed Portfolio according to that Managed Portfolio's risk and return profile, investment strategy and with the aim of achieving a stated investment objective.
Maximum gain/ minimum loss	Maximise capital gains or, if no capital gains are available, minimise your capital losses.
Maximum loss/ minimum gain	Maximise capital losses or, if no capital losses are available, minimise your capital gains.
InvestorHUB	A secure internet website which offers an investment administration platform where you can view your Account and access comprehensive reporting. You will be provided with a User ID and Password. InvestorHUB is accessed via hub24.com.au/xplore .
Rebalance	The process of comparing the composition of a Managed Portfolio with the composition of each client's investments in the Managed Portfolio. Where there is a difference of asset allocation percentages between the two, transactions are generated to bring the client's investments in the Managed Portfolio in line with that of the Managed Portfolio advised by the relevant manager.
RITC	Means reduced input tax credits within the meaning of the GST Law.
Self-Directed Investments	'Self-Directed Investments or adviser directed Investments' include Managed Funds, listed securities and cash. They are those individual investments which you and your adviser choose, so as to construct a personalised portfolio that reflects your risk appetite and needs for diversification.
Sub Investment Managers	Fund Managers who either construct Managed Portfolios or provide advice to the Investments Manager on the construction of (and in certain cases the implementation of), transactions for Managed Portfolios, as listed in the Investment Menu.
Term Deposit	A cash deposit held for a fixed period of time by an Authorised Deposit-Taking Institution which returns a fixed rate of interest.

HUB²⁴

CONTACT DETAILS

GPO Box 529, Sydney NSW 2001
Phone: 1300 854 994
Email: admin@hub24.com.au