

SIGNIFICANT EVENT NOTICE

Dear Investor,

The Responsible Entity Ellerston Capital Limited has updated the Product Disclosure Statements (PDSs) for the following Ellerston Funds on 1 October 2017 to reflect a number of regulatory changes and product changes:

- [Ellerston Australian Share Fund – Class A](#)
- [Ellerston Global Equity Managers Fund – Class C](#)
- [Ellerston Australian Market Neutral Fund – Class A](#)

The PDS include changes to the way Fees and Costs are disclosed, consistent with ASIC Regulatory Guide 97. See below for further details.

The new PDSs can be accessed directly via the links above, or at <https://ellerstoncapital.com/offerdocuments-form/>

FEES AND COSTS CHANGES

ASIC's updated Regulatory Guide 97 (RG97) specifies the requirements for disclosing fees and costs in product disclosure statements and periodic statements. Specifically, these changes include:

- Inclusion of Over The Counter (OTC) derivative costs in fees and costs calculations
- Bid offer spreads as costs of disposal in fees and costs calculations
- Estimated performance fees in fees and costs calculations
- Estimated transactional and operational costs, which were previously described, will now be quantified and include explicit costs such as settlement costs and stamp duty, as well as implicit costs for many assets types.

The PDSs have been updated to incorporate the new RG 97 Fees and Costs disclosure requirements, which includes changes to the fees and costs disclosure structure, as follows:

OLD PDS FEES AND COSTS STRUCTURE	NEW PDS FEES AND COSTS STRUCTURE
Management Costs = Management Fee and Expenses and Performance Fee (no estimate)	Management Costs = Management Fee, Indirect Costs*, expenses and estimated performance fees.
Transactional and operational costs are described under the Additional explanation of fees and costs.	Transactional and operational costs will be disclosed as a percentage per annum in the Additional explanation of fees and costs section. Buy and sell spreads will continue to be disclosed on the same basis as they have been.

*Indirect costs consist of OTC derivative costs where used for non-hedging, order bid spreads as costs of disposal and any other indirect costs.

In addition, a number of other non-material updates have been made:

- Updated FUM managed by Ellerston Capital Limited for all Ellerston Funds
- Clarification as to the definition of Gross Asset Value to Net Asset Value for all Ellerston Funds
- Updated administrator details for the Ellerston Australian Market Neutral Fund
- Updated details of the dual prime broker for the Ellerston Australian Market Neutral Fund.

You don't need to take any action as a result of these changes.

QUESTIONS?

If you have questions or require more information, please contact our Investor Relations team at info@ellerstoncapital.com or 02 9021 7797.