



# Product Disclosure Statement

Dated 30 September 2022

## Yarra Enhanced Income Fund

ARSN 104 463 336 | APIR Code JBW0018AU

### Contents

1. About Yarra Funds Management Limited	2
2. How the Yarra Enhanced Income Fund works	2
3. Benefits of investing in the Yarra Enhanced Income Fund	3
4. Risks of managed investment schemes	4
5. How we invest your money	4
6. Fees and costs	5
7. How managed investment schemes are taxed	7
8. How to apply	8
9. What else do I need to know?	8

Yarra Funds Management Limited ('YFM') ABN 63 005 885 567, AFSL number 230 251 acts as the responsible entity of the Yarra Enhanced Income Fund (the 'Fund') and is the issuer of this Product Disclosure Statement ('PDS').

### About this Product Disclosure Statement

This PDS is for the offer of ordinary class units ('Units') in the Fund. This PDS may be circulated throughout Australia (including in electronic form) and other jurisdictions that we approve from time to time, in our sole and absolute discretion, and in relation to which such approval has not been withdrawn. This PDS does not constitute an offer or invitation in any place outside Australia unless expressly authorised by us. In particular, Units are not available for purchase by investors in the United States of America or by any other United States of America person or persons (see 'US Person' definition in the Application for Investment Form, Additional Investment Form or the 'Important Additional Information' document).

You may request a copy of the latest PDS and any information incorporated by reference in this PDS from us at any time, free of charge, by contacting our **Investor Services team**. If any of the information contained in this PDS changes in a manner that is not materially adverse to investors in the Fund ('Unitholders'), we may update that information by posting the updated information on our website, [www.yarracm.com/PDSupdates](http://www.yarracm.com/PDSupdates). This information is available at any time. A paper copy of any information updated in this way will be given to you, free of charge, if you request it.

Investors in any Investor Directed Portfolio Service, Investor Directed Portfolio Service-like Scheme, or equivalent service offered in relation to superannuation ('Platform') may rely on the information in the PDS for the purposes of deciding whether to invest in the Fund through the Platform. If you are an investor in the Fund through a Platform, the Platform operator (or its custodian) will be the Unitholder.

#### IMPORTANT

This PDS is a summary of significant information and contains a number of references to important information (each of which forms part of the PDS) in our document entitled 'Important Additional Information' available at [www.yarracm.com/ibrinformation](http://www.yarracm.com/ibrinformation). You should consider that information before making a decision about this product. The information provided is general information only, and does not take into account any particular investor's personal financial situation or needs. You should obtain financial advice tailored to your personal circumstances for investments which will best suit your needs.

#### Office of the Responsible Entity

**Registered office**  
Level 19  
101 Collins Street  
Melbourne VIC 3000

#### Contact details – Investor Services team

Phone +61 3 9002 1980  
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#### Address

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GPO Box 764  
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## 1. About Yarra Funds Management Limited

Yarra Funds Management Limited ('YFM') is licensed under the *Corporations Act 2001* (Cth) ('Corporations Act') to act as responsible entity of the Fund. YFM is referred to throughout this PDS as the 'Responsible Entity', 'we', 'us' or 'our'. YFM is a wholly owned subsidiary of Yarra Capital Management Holdings Pty Ltd ABN 52 614 782 795. In this PDS, Yarra Capital Management Holdings Pty Ltd and its subsidiaries are referred to as the 'Yarra Capital Management Group'. Information on the Yarra Capital Management Group and our full range of products is available on our website [www.yarracm.com](http://www.yarracm.com).

We are responsible for operating the Fund in accordance with the Corporations Act and the constitution of the Fund. You can inspect the constitution at our Melbourne office or a copy can be made available to you by calling our **Investor Services team**. We issue Units in the Fund and are also subject to a range of obligations as an Australian financial services licensee.

We have appointed a custodian to hold the assets of the Fund. The role of the custodian is limited to holding the assets, acting on the instructions from us and providing certain administrative and accounting services.

## 2. How the Yarra Enhanced Income Fund works

The Fund is an Australian domiciled registered managed investment scheme which pools the money of individual investors. The Fund is substantially invested in the Yarra Enhanced Income Pooled Fund ARSN 101 266 684 ('Enhanced Income Pooled Fund') of which YFM is also the responsible entity. References in this PDS to the underlying assets or investments of the Fund generally relate to the assets held in the Enhanced Income Pooled Fund.

When you invest in the Fund you are issued with Units. Your Units represent a beneficial interest in the Fund's assets as a whole. Your investment is not a direct investment in specific Fund assets. The price of Units will vary as the market value of the Fund's assets rises or falls.

The Fund commenced in June 2003 and will continue until June 2083 unless terminated earlier by the Responsible Entity in accordance with the Fund's constitution or otherwise terminated in accordance with the Corporations Act.

The Fund may have a number of classes of units. This PDS relates only to ordinary class units.

<b>Minimum initial investment*</b>	\$10,000
<b>Minimum investment balance</b> (whichever is less)	1,000 Units or \$1,000
<b>How do I increase or decrease my investment in the Fund?</b>	You can increase or decrease your investment by acquiring or disposing of Units. Units you acquire are bought at the applicable daily entry price. When you dispose of Units, the Units are redeemed at the applicable daily exit price.
<b>Unit pricing</b>	Daily, each Melbourne business day
<b>Contributions/ Withdrawals<sup>†</sup> cut-off</b>	Daily, at or before 2:00pm on a Melbourne business day
<b>What Unit price will be applied?</b>	The Unit price applied to your contribution (or withdrawal) will be the relevant price as at the close of business on the later of the Melbourne business day on which: <ul style="list-style-type: none"> <li>■ we receive a valid contribution (or withdrawal) request provided we receive it prior to 2:00pm on a Melbourne business day (otherwise the following Melbourne business day); and</li> <li>■ we are satisfied all client identification procedures that we consider necessary to satisfy our obligations under the <i>Anti-Money Laundering and Counter-Terrorism Financing Act 2006</i> (Cth) ('AML/CTF Law') have been completed.</li> </ul>
<b>How are Unit prices calculated?</b>	The Unit entry (or exit) price is calculated by: <ul style="list-style-type: none"> <li>■ establishing the net value of the Fund which is generally based on the daily market value of its assets and undistributed income after deducting liabilities such as the fees and expenses of that class;</li> <li>■ dividing the resulting amount by the number of Units on issue to determine the net asset value of each Unit;</li> <li>■ increasing (or decreasing) the net asset value of each Unit by the buy (or sell) spread; and</li> <li>■ rounding the price up (or down), to the nearest 1/100th of a cent.</li> </ul>

\* Or such lesser amount as we may agree from time to time. There is no minimum additional investment.

† We are entitled to receive and will keep any interest paid in respect of monies held from time to time in the trust accounts established for contributions, distributions and withdrawals.

<p><b>How do you withdraw your investment?</b></p>	<p>To withdraw your investment, your request must be lodged with the <b>Investor Services team</b>, see page 1.</p> <p>To ensure your withdrawal payment is promptly made, you will need to complete a withdrawal request by:</p> <ul style="list-style-type: none"> <li>■ lodging it with us prior to 2:00pm for the exit price as at the close of the business day in Melbourne (otherwise the exit price for the following Melbourne business day will apply) by: <ul style="list-style-type: none"> <li>□ written request, or</li> <li>□ facsimile, and</li> </ul> </li> <li>■ satisfying all client identification procedures that we consider necessary, and if required, we have verified the withdrawal request.</li> </ul> <p>Please note, for your security, we do not accept withdrawal instructions by telephone or email. To protect Unitholders against fraudulent activities, we do not generally accept directions to pay withdrawal proceeds to third parties.</p> <p>Where your withdrawal results in an account balance below the lesser of \$1,000 or 1,000 Units, we may treat the request as being for all of your Units.</p> <p>Terms and conditions apply to facsimile withdrawals, refer to the 'Important Additional Information' document for further information.</p>
<p><b>When do we pay your withdrawal proceeds?</b></p>	<p>Usually within seven Melbourne business days of receipt of your notice to withdraw. The occasions when this may take longer (up to 30 days where no suspension exists) include those during which distributions are being calculated, audited and paid.</p>
<p><b>Suspension of contributions and withdrawals</b></p>	<p>We may suspend withdrawals of Units and contributions for Units for up to 28 days where it is impracticable to calculate Unit prices due to certain circumstances as set out in the Fund's constitution. Additionally, we may suspend withdrawals of Units for up to 24 months where we consider to do so is in the interests of Unitholders. The Corporations Act also contains provisions that may restrict withdrawals from the Fund in the unlikely event that the Fund becomes illiquid.</p>
<p><b>Distributions</b></p>	<p>The Fund will generally pay distributions monthly. Distributions will usually comprise income and realised capital gains (if any) but may also include a return of capital. Your distribution is calculated with reference to the number of Units you hold at the end of each distribution period.</p>
<p><b>How can you receive distributions?</b></p>	<p>For distributions, subject to the Fund's constitution, you may choose to:</p> <ul style="list-style-type: none"> <li>■ reinvest it in additional Units in the Fund at the reinvestment Unit price, or</li> <li>■ direct credit it to your pre-nominated bank or financial institution account in Australia*</li> </ul> <p>If you do not make a choice, your distributions will be reinvested.</p> <p><b>Reinvestment Unit price</b></p> <p>The reinvestment Unit price applied to the transaction will be based on the net value of the Fund (after deducting the value of the distribution being paid) as at the close of business at the end of the distribution period. No buy spread is applied by us when determining the reinvestment price.</p>

\* Please note, we do not accept directions to pay distribution proceeds to third parties. Where, within a reasonable period of time, we are unable to successfully credit your nominated bank account and we are unable to contact you, we can reinvest your distribution proceeds in additional Units in the Fund at the relevant Unit entry price on that day when the monies are returned to the Fund.

You should read the important information about 'Contributions, withdrawals and Unit pricing' in our Important Additional Information document before making a decision. Go to 'Section 1. Contributions, withdrawals and Unit pricing' at [www.yarracm.com/ibrinformation](http://www.yarracm.com/ibrinformation). The material relating to 'Contributions, withdrawals and Unit pricing' may change between the time when you read this PDS and the day when you acquire the product.

### 3. Benefits of investing in the Yarra Enhanced Income Fund

A summary of the significant features and benefits of investing in the Fund is as follows:

<p><b>Professional management</b></p>	<p>Access to a specialist investment team, with extensive experience in fixed income and hybrid (debt/equity) investments. The underlying investments are actively managed to achieve optimal risk/reward outcomes for the Fund.</p>
<p><b>Extensive resources</b></p>	<p>Dedicated full-time research resources, a rigorous investment process, sophisticated risk management techniques, advanced technology and advanced trading systems.</p>
<p><b>Buying strength and access to more investment opportunities</b></p>	<p>By investing in a managed fund you are pooling your money with that of other investors. This means you can take advantage of the greater buying power and investment opportunities a large pool of money allows, even though you may have a comparatively small sum of money to invest.</p>
<p><b>Diversification of risk</b></p>	<p>Exposure to a professionally managed portfolio diversified by security type, credit risk, industry and issuer. The Fund can provide additional diversification compared to traditional fixed income assets.</p>
<p><b>Liquidity</b></p>	<p>The ability to generally invest in and redeem Units in the Fund on a daily basis.</p>
<p><b>Regular, stable distributions</b></p>	<p>Distributions are generally paid monthly and may be partially franked. Some securities held may have features so that part of the distributions paid by the Fund may be tax-deferred.</p>

## 4. Risks of managed investment schemes

All forms of investment involve some level of risk. 'Investment risk' is the possibility that your investment will not perform as well as expected. For example, the value of your investment will vary and could fall below its initial cost. The level of returns will also vary and future returns may differ from past returns. It is important that you understand what risks you could be exposed to by investing in the Fund. The level of risk that is right for you will vary depending on a number of factors including your age, your investment timeframe, your other investments and your risk tolerance.

Different strategies for investing in assets may carry different levels of risk, depending on the types of assets and the approach taken to holding or trading the assets over time. Assets with the highest long term returns may also have the highest level of short term risk. For example, hybrid securities generally have a higher level of risk compared to cash, particularly over the short term when the value of the investment can fall below the initial purchase cost.

Neither the Yarra Capital Management Group, nor any other party, guarantees the performance or success of the Fund, any level of capital or other return from or the repayment of, investments in the Fund. The Yarra Capital Management Group does not guarantee that there will be no capital loss nor does the Yarra Capital Management Group guarantee any particular taxation consequences of investing. The laws affecting managed investment schemes may change over time. Also, the Fund's returns may vary and may differ in the future to its returns in the past. An investment in the Fund may involve a high degree of risk, including the risk that you could incur substantial losses and may lose all or some of your money.

Important risks you will be exposed to through your investment in the Fund include:

- **Counterparty risk:** there is a chance that the Fund's trading counterparties become insolvent or cannot otherwise meet their obligations.

- **Conversion and equity risk:** there is the possibility that at the time of maturity of a convertible security, the asset which is issued on conversion may be of reduced value and that also a security which is convertible or converting into equity securities of the issuer may fall in value as the worth or value of that issuer falls. These risks are especially of relevance to hybrid (debt/equity) securities where a security's price can correlate directly to its equity component or conversion rights.
- **Country, legal, tax and regulatory risk:** the Fund may be affected by changes to the regulatory (including tax and legal), economic and/or political climates in which it invests.
- **Credit risk:** there is the possibility that the issuer of a financial product (such as a hybrid security) will be unable to satisfy its obligations under the terms of the relevant financial product.
- **Fund risk:** risks specific to the Fund include the risk that the Fund could terminate and that the fees and costs payable by the Unitholders could change. There is also a risk that investing in the Fund may give different results than investing individually due to the consequences of contributions and withdrawals by other Unitholders.
- **Liquidity risk:** there is a chance that the assets in the Fund cannot be traded quickly enough in the market to prevent a loss.
- **Market risk:** there is a chance that the value of the assets in the Fund will decline.

Other important risks of investing in managed investment schemes may also apply.

You should read the important information about 'Risks relating to managed investment schemes' in our Important Additional Information document before making a decision. Go to 'Section 2. 'Risks relating to managed investment schemes' at [www.yarracm.com/ibrinformation](http://www.yarracm.com/ibrinformation). The material relating to 'Risks relating to managed investment schemes' may change between the time when you read this PDS and the day when you acquire the product.

## 5. How we invest your money

<b>Objective</b>	To earn higher returns than traditional cash management and fixed income investments (over the medium-to-long term) through exposure to a diversified portfolio of hybrid (debt/equity) and fixed income securities. The Fund is expected to produce less volatile returns than are inherent in equity markets, while offering modest capital growth and some franking credits.
<b>Investment approach</b>	The approach is research-driven, utilising the comprehensive research process of the Yarra Capital Management Group and taking into account the broad economic and market environment as well as specific investments details.
<b>Investment universe</b>	<p>The Fund invests in a range of high yielding fixed income and hybrid securities through its investment in the Enhanced Income Pooled Fund. The assets which the Fund will be exposed to include:</p> <ul style="list-style-type: none"> <li>■ Floating rate notes</li> <li>■ Convertible/converting securities</li> <li>■ Corporate bonds</li> <li>■ Government and semi-government securities</li> <li>■ Structured/subordinated debt</li> <li>■ Perpetual (non call) step-up preference securities</li> <li>■ Cash</li> <li>■ High yielding fixed income securities</li> </ul> <p>The underlying assets are predominantly Australian, may be quoted or unquoted, issued by listed or unlisted issuers, denominated in Australian dollars or foreign currencies and acquired in the primary or secondary markets.</p> <p>Derivatives may be used to manage investment risk and gain or reduce exposure to relevant markets in an efficient manner whilst still remaining within allowable asset allocation ranges.</p>

<b>Risk management framework</b>	<p>The construction and management of the portfolio of the Enhanced Income Pooled Fund is conducted within a defined risk management framework.</p> <p>The key element of this risk management framework is diversification, which reduces the Fund's exposure to how a single investment performs. For example, proportions of the portfolio must be invested in securities of a certain credit quality, and limits are placed on the amounts that can be invested in securities of a single issuer and any single industry sector.</p>
<b>Ethical considerations</b>	<p>We take environmental, social and ethical considerations and labour standards into account when assessing the financial performance and in selecting, retaining or realising investments. What we consider to be relevant to such standards and considerations and the extent to which we may consider these in our investment decision making process is not predetermined; these considerations may vary from time to time and/or on a case by case basis. Therefore, the extent to which they are considered when making decisions relating to selecting, retaining or realising our investments cannot be quantified.</p>
<b>Changes to the Fund</b>	<p>We have the discretion to terminate the Fund, close the Fund to new investments (including from existing investors), increase the fees and expenses or change the investment strategy and/or investment manager. We will notify Unitholders of changes as required by the Corporations Act or the Fund's constitution, as applicable.</p>
<b>Summary risk level</b>	<p>Moderate. The variability of returns is likely to be moderate; with returns more likely to be in the form of income than capital growth.</p>
<b>Investment time frame and suitability</b>	<p>The Fund may be suitable to investors that have a 'medium term' investment time frame (i.e. a recommended minimum term of 3 to 5 years), who seek returns that are in line with the objective of the Fund and who have a risk tolerance in line with the Fund's summary risk level.</p>
<b>Warning</b>	<p><b>All investments carry risk and there is the possibility that your investment will not perform as well as expected. Investors should consider the likely investment return, risks and your investment time frame when choosing an investment.</b></p>

The latest performance and size of the Fund can be viewed at [www.yarracm.com/fixedincome](http://www.yarracm.com/fixedincome) or may be obtained by phoning our **Investor Services team** on **1800 034 494** (Australia only) or **+61 3 9002 1980** or emailing [ist@yarracm.com](mailto:ist@yarracm.com). Past performance is not necessarily a guide to future performance.

## 6. Fees and costs

### 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](http://www.moneysmart.gov.au)) has a managed funds fee calculator to help you check out different fee options.

The ASIC managed funds fee calculator may also be used to calculate the effect of fees and costs on account balances.

This table shows fees and other costs you may be charged. Where applicable, these fees and costs are deducted from your account balance, from the returns on your investment and/or from the assets of the Fund as a whole. You should use this table to compare the costs of this product with other simple managed investment products. Taxation information is set out in Section 7 of this PDS. You should read all of the information about fees and costs as it is important to understand their impact on your investment. All dollar amounts shown in this PDS are quoted in Australian dollars.

## Fees and costs summary

Yarra Enhanced Income Fund		
Type of fee or cost	Amount <sup>1</sup>	How and when paid
<b>Ongoing annual fees and costs</b>		
<b>Management fees and costs</b> The fees and costs for managing your investment	0.55% p.a. of the net asset value of the Fund. This is comprised of: <ul style="list-style-type: none"> <li>■ A management fee of 0.55% p.a. of the net asset value of the Fund<sup>2</sup>.</li> <li>■ Expense recoveries of 0.00% p.a. of the net asset value of the Fund<sup>3</sup>.</li> <li>■ Indirect costs of 0.00% p.a. of the net asset value of the Fund<sup>4</sup>.</li> </ul>	Management fees and costs comprise management fees, expense recoveries and indirect costs.  Management fees and expense recoveries (if any) are calculated daily and charged to the Fund before determining Unit prices. They are paid quarterly by the Fund following the end of each quarter.  Indirect costs are charged as and when incurred by the Fund.
<b>Performance fees</b> Amounts deducted from your investment in relation to the performance of the product	Not applicable.	Calculated daily and is paid quarterly in arrears.
<b>Transaction costs</b> The costs incurred by the scheme when buying or selling assets	0.03% p.a. of the net asset value of the Fund <sup>5</sup> .	Transaction costs incurred are deducted from the assets of the Fund as and when they are incurred.
<b>Member activity related fees and costs (fees for services or when your money moves in or out of the product)</b>		
<b>Establishment fee</b> The fee to open your investment	Nil.	
<b>Contribution fee</b> The fee on each amount contributed to your investment	Nil.	
<b>Buy/sell spread</b> An amount deducted from your investment representing costs incurred in transactions by the scheme	+0.10% / -0.10%.	The buy/sell spread is paid when your money moves in or out of the Fund.
<b>Withdrawal fee</b> The fee on each amount you take out of your investment	Nil.	
<b>Exit fee</b> The fee to close your investment	Nil.	
<b>Switching fee</b> The fee for changing investment options	Not applicable.	

'Not applicable' means there is no right for the fee to be charged by the Responsible Entity. 'Nil' means the fee is permitted under the Constitution but currently the fee is not charged.

- 1 Subject to limits in the Fund's constitution, we may increase fees charged (including management fees) without Unitholders' consent, in which case we would give Unitholders at least 30 days' prior notice. References to Fund in the table relate to ordinary Units only.
- 2 Certain sophisticated and/or professional investors may negotiate a rebate. Subject to limits in the Fund's constitution, we can charge different (including lower) management fees to other classes of the Fund. Class fees are charged based on fees and costs referable to that class only.
- 3 At present, no expenses are charged to the Fund as all Fund expenses are borne by YFM without being charged to Unitholders. However, YFM reserves the right to cease paying for those expenses in the future where it is no longer economical for us to do so. Should this occur, the Fund's management fees and costs may increase.
- 4 The indirect costs amount is calculated based on an estimate of the indirect costs that will apply for the current financial year. Any increase to indirect costs charged to the Fund in the future will increase management fees and costs.
- 5 Transaction costs shown in the Fees and costs summary are net of costs recovered from the application of the buy/sell spread to transacting investors. For more information on transaction costs please go to 'Section 3. Fees and costs' in the 'Important Additional Information' document available at [www.yarracm.com/ibrinformation](http://www.yarracm.com/ibrinformation).

### Example of annual fees and costs for the Fund

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

<b>EXAMPLE<sup>1</sup> - Yarra Enhanced Income Fund (ordinary Units)</b>	<b>BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING YEAR</b>	
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.
<b>PLUS</b> Management fees and costs	0.55% p.a.	<b>And</b> , for every \$50,000 you have in the Fund you will be charged \$275 each year.
<b>PLUS</b> Performance fees	0.00%	<b>And</b> , you will be charged or have deducted from your investment \$0 in performance fees each year.
<b>PLUS</b> Transaction costs	0.03% p.a.	<b>And</b> , you will be charged or have deducted from your investment \$15 in transaction costs.
<b>EQUALS</b> Cost of Yarra Enhanced Income Fund (ordinary Units)	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 \$290 <sup>2</sup> .  <b>What it costs you will depend on the investment option you choose and the fees you negotiate.</b>	

1 References to Fund in the table above relate to ordinary Units only.

2 Assumes \$5,000 investment occurs on last business day of the year and a constant investment balance and management fees and costs. Additional fees and costs may apply, such as the buy/sell spread and fees charged by your Platform provider (if any).

Please note the amounts above are indicative and may not reflect the actual costs of investing in the class.

All references to the management fees and costs are quoted inclusive of the net impact of GST to the Fund (i.e. any GST payable has been reduced by any input tax credits or reduced input tax credits, where applicable) at the rates applying on the date of this PDS. All other fees and charges are quoted in this PDS inclusive of GST less input tax credits where applicable, unless otherwise stated.

**Warning:** Additional fees may be paid by you to a financial adviser if you have consulted one. Please refer to the Statement of Advice (if any) provided to you by your financial adviser.

You should read the important information about 'Fees and costs' in our 'Important Additional Information' document before making a decision. Go to 'Section 3. Fees and costs' at [www.yarracm.com/ibrinformation](http://www.yarracm.com/ibrinformation). The material relating to 'Fees and costs' may change between the time when you read this PDS and the day when you acquire the product.

## 7. How managed investment schemes are taxed

**Warning:** Investing in a managed investment scheme is likely to have tax consequences. It is strongly recommended that investors obtain advice from their professional advisers, particular to their own circumstances, prior to investing in or otherwise dealing with their Units.

### Taxation of the Fund

The Fund will be an Australian resident trust for Australian income tax purposes. The income of the Fund should be taxed in the hands of Unitholders on a 'flow through' basis if:

- in any financial year in which the Fund is not an Attribution Managed Investment Trust ('AMIT') as defined under the relevant tax laws, the Unitholders are presently entitled to the income of the Fund for that financial year; or
- the Fund is an AMIT for a financial year, in which case Unitholders will be assessed on their share of the assessable income, exempt income, non-assessable non-exempt income and tax offsets of the Fund as allocated to them by the Responsible Entity.

On that basis, the Fund should not pay any Australian income tax on behalf of its Unitholders.

### Taxation of individual resident Unitholders

The taxable income distributed or allocated to Unitholders may comprise various amounts, including Australian sourced and foreign sourced dividends, interest, capital gains, revenue gains, franking credits, foreign income tax offsets and any cost base adjustments relevant for managed investment trusts or AMITs.

Managed investment schemes do not pay income tax on behalf of Unitholders. Unitholders will be assessed on their share of the net taxable income, or, where the Fund is an AMIT, 'determined trust component' amounts, of the Fund in the income year to which their income entitlement relates (even though the distribution may only be received in the following income year and irrespective of whether the income is reinvested into additional Units).

### Taxation of non-resident Unitholders

Distributions to non-resident Unitholders may have tax withheld by the Responsible Entity.

You should read the important information about 'Taxation' in our Important Additional Information document before making a decision. Go to 'Section 4. Taxation' at [www.yarracm.com/ibrinformation](http://www.yarracm.com/ibrinformation). The material relating to 'Taxation' may change between the time when you read this PDS and the day when you acquire the product.

## 8. How to apply

You should keep and refer to a copy of the latest PDS (which includes the information in our 'Important Additional Information' document which is incorporated by reference in this PDS) and any subsequent information sent to you and check our website for updated information. This will ensure that you have all relevant information about the Fund.

### Information about investing in the Fund\*

<b>How do you invest?†</b>	For an initial investment, complete and sign the Application for Investment Form. You may also be required to provide certified copies of supporting identification documentation. For additional investments, complete and sign the Additional Investment Form.
<b>Cooling-off period</b>	If you are issued Units in the Fund as a 'retail client' (as defined in the Corporations Act), you will have cooling-off rights in relation to those Units. In general terms this means you can return to us the Units issued to you and have your application money for those Units repaid, subject to an adjustment as permitted under the Corporations Act. You may exercise your cooling-off right within a period of 14 days, which commences at the end of the fifth day after the day on which you receive an interest in the Fund. Your cooling-off right may be lost in certain circumstances. If you wish to exercise your cooling-off right, please call our <b>Investor Services team</b> .
<b>Complaints resolution</b>	<p>We have a formal policy in place for dealing with complaints. We will respond to any complaints within 30 days of receipt. In the first instance, complaints should be made to a member of our <b>Investor Services team</b>, see page 1.</p> <p>If your concerns are not satisfactorily resolved, you can contact the following independent complaints resolution scheme:</p> <p>Australian Financial Complaints Authority ('AFCA')  Telephone: 1800 931 678  Facsimile: +61 3 9613 6399  Email <a href="mailto:info@afca.org.au">info@afca.org.au</a>  Website <a href="http://afca.org.au">afca.org.au</a></p> <p>In writing: GPO Box 3, Melbourne, VIC, 3001</p> <p>The AFCA dispute resolution process is only available to retail investors in Australia and is not available in other jurisdictions.</p> <p>Investors investing through a Platform should, in the first instance, contact the operator of that Platform.</p>

\* This information relates to investing in the Fund directly. If you are a Platform investor you should not fill out any of our forms.

† We reserve the right not to accept (wholly or in part) any application for any reason or without any reason. If we refuse to accept an application, any funds received from you will be returned to you without interest. Units issued are void if application monies for the Units are not subsequently cleared.

## 9. What else do I need to know?

### Disclosing entity

In general terms, if the Fund has more than 100 Unitholders it will be a disclosing entity and will be subject to regular reporting and disclosure obligations. Copies of documents lodged with ASIC in relation to the Fund may be obtained from or inspected at an ASIC office. If the Fund is a disclosing entity, the Responsible Entity will meet its continuous disclosure obligations by lodging notices with ASIC. You can also call us to obtain copies of the annual financial report for the Fund most recently lodged with ASIC, any half-year financial report for the Fund lodged with ASIC after lodgement of the above annual report and before the date of this PDS and any continuous disclosure notices given in relation to the Fund after lodgement of that annual report and before the date of this PDS.

### Privacy

#### Personal information

Your personal information will be handled in accordance with the Yarra Capital Management Group Privacy Policy, which can be found at [www.yarracm.com/privacy](http://www.yarracm.com/privacy). You can also request a copy, free of charge, from:

Privacy Officer  
Yarra Funds Management Limited  
Level 19  
101 Collins Street  
Melbourne VIC 3000

For further information relating to our privacy policies and practices, please refer to the 'Collection notice and privacy consent' paragraphs of the 'Applicant acknowledgement' section of the Application for Investment Form or the Additional Investment Form.



## Additional Investment Form

This Additional Investment Form accompanies the Product Disclosure Statements (each, a 'PDS') for the funds that are listed in Section 2 (each a 'Fund' or collectively, the 'Funds'). Units in the Funds are issued by Yarra Funds Management Limited ('YFM') ABN 63 005 885 567, AFSL number 230 251. It is important that you read each PDS that relates to each Fund you wish to invest in, and the Important Additional Information document (if applicable) before applying for Units as they contain important information about investing in Units in each Fund. We will send you a paper copy of the PDS for any or all Funds that you are considering investing in and the Important Additional Information document (if applicable) on request without charge.

Please fax your completed Additional Investment Form to our **Investor Services team 1300 154 458** or **+61 1300 154 458** (Overseas). Alternatively, return your completed Additional Investment Form to: Investor Services team, GPO Box 764, Melbourne, VIC, 3001.

### 1 Yarra Funds Management Account Number

Do you have an existing investment in a YFM fund?

	<b>Yes</b> – Please provide your Yarra Funds Management Account Number below	<b>No</b> – Please complete the Yarra Funds Management Application for Investment Form
Yarra Funds Management Account Number		
Full name of investor		Date of birth (dd/mm/yy)
Full name of investor		Date of birth (dd/mm/yy)
Full name of investor		Date of birth (dd/mm/yy)
Mailing address		State Postcode
Home phone		Mobile or Work phone

Your instructions on this Additional Investment Form will override any instructions previously given for your account and will apply to all your investments in the YFM funds.

### 2A More information about you

In relation to our Design and Distribution Obligations (DDO) under the Corporations Act, we seek the following information about your attributes as an investor. Failure to complete the questions below may result in delays in processing your application.

<b>Are you a retail client?</b>	<b>Yes</b>	<b>No</b>
<b>Have you received personal financial advice in relation to this product?</b>	<b>Yes</b>	<b>No</b>
<b>Are you within the target market (as set out in the Target Market Determination document)?</b>	<b>Yes</b>	<b>No</b>

### 2B Which Fund would you like to invest in?

Name of Fund	Please insert the date shown on the cover of the PDS	\$ Amount
Yarra Australian Equities Fund	PDS Dated	
Yarra Australian Real Assets Securities Fund	PDS Dated	
Yarra Emerging Leaders Fund	PDS Dated	
Yarra Enhanced Income Fund	PDS Dated	
Yarra Ex-20 Australian Equities Fund	PDS Dated	
Yarra Global Small Companies Fund	PDS Dated	
Yarra Higher Income Fund	PDS Dated	
Yarra Income Plus Fund	PDS Dated	

You can make payments via direct credit:

Bank: Citibank BSB: 242-000

Account Name: **YFML Application 1017E Trust Account**

Account Number: 240237008

**Should you need to speak to our Investor Services team please call 1800 034 494 (Australia) or +61 3 9002 1980 (Overseas).**

## Additional Investment Form

# 3

### Applicant acknowledgement and signature(s) – ALL APPLICANTS MUST COMPLETE THIS SECTION

#### (a) Applicant acknowledgement

I/We agree to be bound by the provisions of the constitution that governs the Fund in which I/we apply to invest as amended from time to time.

I/We confirm that this Additional Investment Form accompanied the PDS for each Fund to which my/our application relates or was copied or derived by me/us from such a form. I/We also confirm that I/we have read each such PDS and the Important Additional Information (if applicable).

I/We agree that if I/we use the facsimile information and withdrawal facility or the telephone information facility I/we will be bound by the terms and conditions applicable to each Facility as defined and set out in the PDS or the Important Additional Information document, as amended from time to time.

I/We acknowledge that any telephone conversations with YFM or any of its related bodies corporate (together and individually, the 'Yarra Capital Management Group') may be recorded without further notice to me/us.

I/We acknowledge that the Yarra Capital Management Group may accept instructions from any one investor in a joint unitholding, unless I/we have specified otherwise on the Application for Investment Form.

I/We acknowledge and agree to promptly repay any withdrawal, distribution or other payment notified by the Responsible Entity to me/us as being made in error.

#### Collection notice and privacy consent

I/We acknowledge that I/we have read and understood the privacy policy referred to in the relevant PDS and available at [www.yarracm.com/privacy](http://www.yarracm.com/privacy) and I/we consent to the collection, storage, use and disclosure of personal information about me/us in the manner and for the purposes described in the privacy policy.

I/We acknowledge that by completing this application, I/we will provide Yarra Funds Management Limited (whose contact details are set out on the first page of this Additional Investment Form) with personal information including my/our name, address and contact details and other details, so that my/our application can be processed.

I/We acknowledge that YFM may collect personal information about me/ us or other individuals from third parties so that my/our application can be processed.

I/We acknowledge that the collection of this personal information about me/us may be required under various Australian laws, including the *Corporations Act 2001* (Cth) and any applicable securities and anti-money laundering laws and equivalent laws of other jurisdictions.

I/We acknowledge that the personal information I/we provide may be disclosed to other Yarra Capital Management Group companies.

I/We acknowledge that the personal information may also be disclosed by YFM to third party service providers carrying out functions for or on behalf of YFM or the Yarra Capital Management Group, other third parties (including my/our financial adviser, margin lending facility provider or other financial services provider providing services to me/us, my/our custodian or investment manager where applicable), any person acting on my/our behalf (including my/our solicitor, accountant, executor, administrator, trustee or guardian), or otherwise with my/our consent or as required by law.

I/We acknowledge that:

- the above parties may be located outside of Australia (including the United States, United Kingdom, Malaysia, Luxembourg, Japan, New Zealand, Singapore, Hong Kong, Canada, The Netherlands, India and any other countries specified in YFM's privacy policy at [www.yarracm.com/privacy](http://www.yarracm.com/privacy) or in which YFM's appointed unit registry administrator has offices);
- from time to time, the Yarra Capital Management Group or its third party service providers may store my/our information in cloud computing platforms or other types of networked systems;
- information stored in cloud computing platforms or other network based systems can be accessed from and transferred between, various countries over the internet, and as such, it is not always practicable to know in which country my/our information may be held;
- foreign countries in which my/our information may be held as described above may have privacy and data protection laws that may differ from those of Australia and which may not provide for the same level of protection for my/our personal information. I/we acknowledge being informed that if I/we consent, YFM will not be required to ensure that the overseas recipient will be required to treat my/our personal information in a way that is consistent with Australian privacy laws and I/we expressly consent to the transfer of my/our personal information to, or holding of my/our personal information in, those countries on that basis; and

- overseas organisations may be required to disclose information that the Yarra Capital Management Group has shared with them, under foreign laws – in such circumstances, I/we will not hold the Yarra Capital Management Group liable for any such disclosure required by the laws of a foreign country.

I/We acknowledge that the Yarra Capital Management Group may contact me/us to offer other services or products which may be of interest to me/ us unless I/we request in writing that the Yarra Capital Management Group does not do so.

I/We also understand that:

- failure to provide information required in this application (including any personal information) may mean that this application is not able to be processed or otherwise may affect the success of this application or any further application I/we may make to the Yarra Capital Management Group;
- the privacy policy available at [www.yarracm.com/privacy](http://www.yarracm.com/privacy) explains how I/we can access my/our personal information, how I/we can update or correct any personal information that the Yarra Capital Management Group holds about me/us and how I/we can make a complaint about a breach of the Privacy Act (including how the complaint will be dealt with by Yarra Capital Management Group);
- if I/we have any queries or would like any further information about the privacy policy and practices of the Yarra Capital Management Group, I/we can contact the Privacy Officer, Yarra Funds Management Limited, Level 19, 101 Collins Street, Melbourne VIC 3000, at any time in writing or via email at [privacy@yarracm.com](mailto:privacy@yarracm.com); and
- while the Yarra Capital Management Group will take all reasonable steps to protect information that I/we provide, the Yarra Capital Management Group cannot guarantee the security of certain types of information provided by me/us (for example over the internet or by email).

#### Other matters

I/We hereby certify that I/we am/are not a foreign shell bank (a bank that does not maintain a physical presence in any country).

I/We hereby certify that I/we am/are not a US Person(s) (as defined below) nor do I/we act on behalf of or for the benefit of any US Person and I/we agree to notify the Responsible Entity immediately if I/we become a US Person. Further, I/we understand and agree that the Units described in each PDS to which this application relates may not be offered to a US Person (as defined below) and I/we will not, subject to the discretion of the Responsible Entity, at any time cause my/our Units to be sold or transferred, directly or indirectly to or for the benefit of a US Person. US Persons include:

- a. any natural person resident in the United States;
- b. any partnership or corporation organised or incorporated under the laws of the United States;
- c. any estate of which any executor or administrator is a US Person;
- d. any trust of which any trustee is a US Person;
- e. any agency or branch of a foreign entity located in the United States;
- f. any non-discretionary account or similar account (other than an estate or trust) held by a dealer or other fiduciary for the benefit or account of a US Person;
- g. any discretionary account or similar account (other than an estate or trust) held by a dealer or other fiduciary organised, incorporated or (if an individual) resident in the United States; and
- h. any partnership or corporation if:
  - i. organised or incorporated under the laws of any foreign jurisdiction, and
  - ii. formed by a US person principally for the purpose of investing in securities not registered under the US Securities Act of 1933, as amended (the 'Securities Act'), unless it is organised or incorporated and owned by 'accredited investors' (as defined in Rule 501(a) under the Securities Act) who are not natural persons, estates or trusts.

I/We certify that I/we received the PDS to which my/our application relates:

- a. in Australia; or
- b. in such other jurisdiction that has been expressly approved by YFM, where such approval has not been withdrawn.

For investors who have received a PDS in New Zealand, where YFM has permitted circulation of the PDS in New Zealand, I/we also certify that the PDS to which this application relates was accompanied by the 'Warning statement – Australian offers in New Zealand'.

# Additional Investment Form

## 3 Applicant acknowledgement and signature(s) – ALL APPLICANTS MUST COMPLETE THIS SECTION

### (b) Applicant signature(s)

**1st Individual applicant OR director OR office bearer** (company signatories must include their company title)

Capacity (if company)	Director	Sole director and sole secretary
Signature	Date signed	
Full name		

**2nd Joint individual applicant OR director/secretary OR office bearer** (company signatories must include their company title)

Capacity (if company)	Director	Secretary
Signature	Date signed	
Full name		

**3rd Joint individual applicant**

Signature	Date signed
Full name	

- Companies signing by duly authorised representatives must provide appropriate documentation showing the proper appointment of the representatives to Yarra Funds Management Limited.
- If signed under Power of Attorney, the attorney hereby certifies that no notice of revocation of that power has been received by the attorney.
- Applications by clubs, charities, churches or unincorporated bodies must be signed by the authorised office bearers (e.g. A. Smith – President) and a copy of the Constitution/Rules attached.