

NOTICE TO INVESTORS

Important information

Important information regards changes to Advance Alliance Investment Suite grandfathered payments, fees and costs

This notice informs investors about changes relating to the ending of ending of grandfathered payments and changes to Advance Alliance Investment Suite Fees and Costs. This notice has been issued by Advance Asset Management Limited (ABN 98 002 538 329, AFSL 240902) who is the responsible entity of each managed investment scheme which together comprise the Advance Alliance Investment Suite.

Why is this happening?

On 1 July 2013, the Future of Financial Advice (FoFA) reforms banned a number of payments in relation to financial advice. However, some of these payments were allowed to continue, referred to as grandfathered payments. From 1 January 2021, these grandfathered payments will no longer be allowed to continue and any benefit from ceasing these payments must be passed back to investors.

What is changing and when?

Grandfathered payments will cease

From 1 December 2020, investors will receive a benefit in the form of a reduction to their management fees, equivalent to the grandfathered payment that would have been made to their financial adviser or licensee.

We will reduce the management fees of the Funds offered as part of Advance Alliance Investment Suite, as indicated in the following table:

ADVANCE ALLIANCE INVESTMENT SUITE	APIR CODE	MANAGEMENT FEE		
		CURRENT	REDUCTION	NEW (FROM 1/12/2020)
Advance Defensive Multi-Blend Fund	ADV0022AU	1.72%	0.55%	1.17%
Advance Moderate Multi-Blend Fund	ADV0090AU	1.87%	0.55%	1.32%
Advance Balanced Multi-Blend Fund	ADV0023AU	1.93%	0.55%	1.38%
Advance Growth Multi-Blend Fund	ADV0024AU	1.98%	0.55%	1.43%
Advance High Growth Multi-Blend Fund	ADV0086AU	2.13%	0.55%	1.58%
Advance Australian Fixed Interest Multi-Blend Fund	ADV0029AU	1.75%	0.55%	1.20%
Advance Australian Shares Multi-Blend Fund	ADV0025AU	1.95%	0.55%	1.40%
Advance International Fixed Interest Multi-Blend Fund	ADV0088AU	1.85%	0.55%	1.30%
Advance International Shares Multi-Blend Fund	ADV0028AU	2.10%	0.55%	1.55%
Advance Property Securities Multi-Blend Fund	ADV0094AU	1.97%	0.55%	1.42%

Please note that if investors were previously receiving a rebate of the grandfathered commission payment because they do not have an adviser, from 1 December 2020 we will cease providing this rebate because we will instead be passing this benefit through to investors in the form of a reduction to the management fees, from 1 December 2020, as shown above.

If investors had previously been charged a contribution fee on any additional investments, they will no longer be charged contribution fees from 1 December 2020.

These changes will result in the benefit of any grandfathered remuneration being returned to investors.

Ending of Monthly Adviser Remuneration Fee

In addition to the changes to grandfathered payments, from 1 December 2020, we will no longer facilitate the payment of the Ongoing Monthly Adviser Remuneration Fee (OAF), and therefore investors will no longer be able to direct us to pay this fee from that date. If investors currently direct us to deduct and pay the OAF to their adviser, investors may wish to discuss this change with their adviser.

What do investors need to do now?

The reductions to the management fees will automatically apply with effect from 1 December 2020, in conjunction with the removal of grandfathered commission payments or rebates. As noted above, if investors currently have an OAF arrangement in place, investors may wish to discuss this change with their financial adviser and how this may affect their advice arrangement.

If you have any questions, please speak with your financial adviser if you have one, or alternatively contact us on 1800 819 935 or via email at investorservices@advance.com.au

Advance Asset Management, GPO Box B87, Perth WA 6838

Customer Relations 1800 819 935 Adviser Services 1300 361 864 Fax (02) 9274 5211

advance.com.au

ADVANCE
ASSET MANAGEMENT

Advance Asset Management Limited (ABN 98 002 538 329, AFSL 240902) is the Responsible Entity of the Funds. An investment in the Funds is not an investment in, deposit with or any other liability of Westpac Banking Corporation ABN 33 007 457 141 (the Bank) or any other company in the Westpac Group. It is subject to investment risk, including possible delays in repayment of withdrawal proceeds and loss of income and principal invested. This information has been prepared without taking account of your objectives, financial situation or needs. Because of this you should, before acting on this information, consider its appropriateness, having regard to your objectives, financial situation and needs. You should also seek independent professional tax advice before acting on this information.

Information current at 30 October 2020

AD40833-1020sx