

Switzer Dividend Growth Fund

Product disclaimer statement (PDS) update

This is an update to the following PDS:

- **Switzer Dividend Growth Fund (ASX: SWTZ)** – Product Disclosure Statement Dated 23 January 2017.

Product disclosure statement – Switzer Dividend Growth Fund (ASX: SWTZ)

Changes to the product disclosure statement (PDS) for the Switzer Dividend Growth Fund (SWTZ) that was issued on 23 January 2017 are set out below.

Product disclosure statement reference page reference: page 2 **Important Notices – About This Document**

Instructions: Delete references regarding initial applications and proposed application for quotation on ASX under the AQUA Rules.

Replace:

This PDS sets out information and is an offer document for units in the Switzer Dividend Growth Fund (ARSN 614 066 849) (**Fund**). As at the date of this PDS, units in the Fund (**Units**) are not yet quoted for trading on the ASX Market. An application has been made to the ASX for Units to be traded on the ASX Market under the AQUA Rules. The information provided in this PDS is general information only.

With:

This PDS sets out information and is an offer document for units (**Units**) in the Switzer Dividend Growth Fund (ARSN 614 066 849) (**Fund**). The information provided in this PDS is general information only.

Delete: The Responsible Entity will not accept application for units in the Fund until the exposure period for the Fund has expired.

Delete: Investors should note that up until the Closing Date, their application money will be held by the Responsible Entity and that no interest will be earned on their application money.

Replace:

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With:

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Product disclosure statement reference page reference: page 3 **Invitation from the Chairman**

Instructions: Change tense to current and update the fund objective. Remove references to the Initial Offer.

Replace: The portfolio will be managed to deliver capital returns in line with the market, while providing investors with an attractive income stream paid quarterly that is franked to a material extent.

With: The portfolio is being managed to deliver capital growth, while providing investors with an attractive income stream paid quarterly that is franked to a material extent.

Delete from the final sentence: about the Initial Offer or how to apply	
Change tense: from future tense to present tense:	
From: “The Fund will be” “and will trade under the ASX Code SWTZ” “Investors will be able to buy or sell” “the responsible entity for the Fun, will also be the Investment Manager” “Joining me on the Investment Committee will be some of”	To: “The Fund is” “and trades under the ASX Code SWTZ.” “Investors can buy or sell” “the responsible entity for the Fun, is also the Investment Manager” “Joining me on the Investment Committee are some of”
Product disclosure statement reference page reference: page 4 Key Dates. Investment Summary. Product disclosure statement reference page reference: page 5 and 6 Investment Summary	
Delete: Key Dates heading and table.	
About the Fund - Replace: The Responsible Entity will apply to have the Units admitted to trading status on the ASX market under the AQUA Rules. With: The Fund’s Units have been admitted to trading status on the ASX market under the AQUA Rules, ASX Code SWTZ.	
Investment Objective – Replace: The portfolio will be managed with the aim of delivering capital returns in line with the market while providing investors with an attractive income stream that is franked to a material extent. With: The portfolio is being managed with the aim of delivering capital growth, while providing investors with an attractive income stream, paid quarterly, that is franked to a material extent.	
Investing in the Fund - Delete: during the Initial Offer, or subsequently	
Investing in the Fund - Delete: The Initial Offer will be used to seed the Fund. The Application Price for each Unit is \$2.50. Investors must apply for a minimum of 1,000 Units, and thereafter in multiples of 100 Units. The Initial Offer is expected to close on Friday, 17 February 2017.	
Investing in the Fund - Delete: and section 5	
Fees and Costs: Replace: Section 6 with Section 5	
Cooling off and complaints: Replace: Section 7 with Section 6	
Regular Reporting: Replace: Section 7 with Section 6	
Product disclosure statement reference page reference: page 6. The Switzer Dividend Growth Fund. Instructions: Update fund objective and include the frequency of distributions. Update total funds under management for Switzer Asset Management.	
Replace: The portfolio will be managed with the aim of delivering capital returns in line with the market, while providing investors with an attractive income stream that is franked to a material extent. Refer further to the Taxation information in section 7.	
The Switzer Dividend Growth Fund will be quoted on the ASX Market under stock code SWTZ.	

With: The portfolio will be managed with the aim of delivering capital growth, while providing investors with an attractive income stream paid quarterly that is franked to a material extent. Refer further to the Taxation information in section 6.

The Switzer Dividend Growth Fund is quoted on the ASX Market under stock code SWTZ.

Replace: Established in 2007, it currently manages the Halidon Yield Enhanced Fund and has funds under management of approximately \$30m.

With: Established in 2007, it currently manages the Halidon Yield Enhanced Fund and this Fund, and has funds under management of approximately \$95m.

Product disclosure statement reference page reference: page 8 **How the Fund Works.**

Replace: The Responsible Entity will apply to have the Unit's admitted to trading status on the ASX Market. This means that investors will be able to trade Units on the ASX Market in the same way as trading ASX listed securities, subject to liquidity. For information regarding the AQUA Rules, please refer to section 7.

With: The Fund's Units have been admitted to trading status on the ASX Market under the AQUA Rules, ASX Code SWTZ. This means that investors can trade Units on the ASX Market in the same way as trading ASX listed securities, subject to liquidity. For information regarding the AQUA Rules, please refer to section 6.

Product disclosure statement reference page reference: page 11 and 12. **2. Benefits of Investing in the Fund**

Tax Effective Income - Replace: section 7 with: section 6

Distribution Re-Investment Plan:

Delete: Investors applying for Units as part of the Initial Offer can elect to participate in the distribution re-investment plan by completing the Application Form.

Replace: Information on the distribution re-investment plan will be made available to the investors on the Website.

With: Information on the distribution re-investment plan is available to the investors on the Website.

Trading on the ASX Market

Replace: An application has been made to the ASX to quote the Units on the ASX Market. This means that Holders can buy and sell Units on the ASX Market through a stockbroker or share trading account. Investors will also be able to see the prices at which other investors are prepared to exchange Units.

With: The Fund's Units have been admitted to trading status on the ASX Market under the AQUA Rules, ASX Code SWTZ. This means that Holders can buy or sell Units on the ASX Market through a stockbroker or share trading account. Investors are also able to see the prices at which other investors are prepared to exchange Units.

One Low Management Fee - Replace: section 6 with: section 5

Product disclosure statement reference page reference: page 13. **3. Investing in the Fund.**

Instructions: Remove references and dates applicable to the Initial Offer and Initial Offer Applications.

Delete: during the Initial Offer, or subsequently

Delete: heading and text under heading: The Initial Offer

Replace text under Purchasing Units On-Market: Following the closure of the Initial Offer and subject to confirmation of admission to trading status by the ASX, the Units will be quoted on the ASX Market.
With: The Fund's Units have been admitted to trading status on the ASX Market under the AQUA Rules, and are quoted on the ASX Market.

Product disclosure statement reference page reference: pages 19 – 23 **Section 5. The Initial Offer.**
Instructions: Delete Section 5 in its entirety.

Delete: Section 5. The Initial Offer, and the following sections have been deleted –
Purpose of the Initial Offer
Key Dates
Broker Firm and General Offer
Minimum Subscriptions
Applying for Units
Applying for Units under the General Offer
Applying for Units under the Broker Firm Offer
Payment
Offer Opening and Closing
Allocation Policy
Successful Applications
Trading on the ASX Market
Costs of the Initial Offer
No Overseas Distribution – This section has been **moved to Section 6. Additional Information** (refer below)
United States Residents – This section has been **moved to Section 6. Additional Information** (refer below)

Product disclosure statement reference page reference: pages 24 – **6. Fees and Costs.**
Instructions: Replace: 6. Fees and Costs **with:** 5. Fees and Costs

Product disclosure statement reference page reference: pages 28. **7. Additional Information.**

Replace: 7. Additional Information **with:** 6. Additional Information

Delete sections: Anti-Money Laundering
Move section on **FATCA** to end of section 6.

Product disclosure statement reference page reference: page 29 **AQUA Rules.**
Instructions: Change tense to current

Replace: will be seeking to be admitted. **With:** has been admitted

Product disclosure statement reference page reference: page 31 **Constitution.**
Product disclosure statement reference page reference: page 32 **Consents.**
Product disclosure statement reference page reference :page 32 **Distribution Fees to a Broker or Licensed Dealer**
Product disclosure statement reference page reference: page 33 **Privacy.**
Product disclosure statement reference page reference: page 35 **Taxation.**
Instructions: Remove references and dates applicable to the Initial Offer and Initial Offer Applications and move disclosures regarding No Overseas Distribution; United States Residents and FATCA to section 6.

Constitution - Delete from the second paragraph: acceptance by the Responsible Entity of an application or

Consents - Delete: Baker & McKenzie

Distribution Fees to a Broker or Licensed Dealer – Delete heading and text: The Responsible Entity may pay a distribution fee of up to 1.0% (plus GST) of an investor's total investment amount to financial intermediaries, including Switzer Financial Group Pty Ltd, who market and distribute interests in the Fund. This fee will be paid by the Responsible Entity, out of its own resources (e.g. from its management fee).

Privacy - Delete: The Responsible Entity is required to collect prescribed information to identify Applicants and to verify the information provided.

Taxation - Delete: e.g. Application Price or purchase price

Insert new headings and sections after Valuation Policy as per the below:

No Overseas Distribution

No action has been taken to register or qualify the offer under this PDS, or to otherwise permit a public offering of Units, in any jurisdiction outside Australia (with the exception of New Zealand - see "Additional information for New Zealand investors" below).

The distribution of this PDS in jurisdictions outside Australia may be restricted by law. This PDS does not constitute an offer in any place in which, or to whom, it would not be lawful to make such an offer. Persons who come into possession of this document should inform themselves about and observe any restrictions on acquisition or distribution of the PDS. Any failure to comply with these restrictions may constitute a violation of securities laws.

United States Residents

The Units being offered pursuant to this PDS have not been registered under the US Securities Act and may not be offered or sold in the United States absent registration or an applicable exemption from registration under the US Securities Act and applicable state securities laws. This PDS does not constitute an offer to sell, or the solicitation of an offer to buy, nor shall there be any sale of these securities in any state or other jurisdiction in which such offer, solicitation or sale would be unlawful. In addition, any hedging transactions involving these securities may not be conducted unless in compliance with the US Securities Act.

FATCA

The Responsible Entity is required to comply with the U.S. Foreign Account Tax Compliance Act (FATCA). To comply with these requirements, the Responsible Entity will collect certain additional information from you and will be required to disclose such information to the ATO or the U.S. Internal Revenue Department. If you do not provide the requested information, the Responsible Entity may, in its absolute discretion, redeem your Units. In these circumstances, the Responsible Entity will not be liable for any resulting loss.

Product disclosure statement reference page reference: page 38 – 39 **Glossary.**

Instructions: Remove definitions applicable to the Initial Offer and Applications.

Delete: The following defined terms have been deleted from the Glossary–

Applicant

Application

Application Form

Application Monies

Broker Firm Offer

Broker Firm Offer Application Form

Closing Date

General Offer
General Offer Application Form
Initial Offer
Initial Offer Period
Online Application Form
Opening Date

Product disclosure statement reference page reference: page 38 – 39 **Glossary.**
Instructions: Remove definitions applicable to the Initial Offer and Applications

Product disclosure statement reference page reference: pages 41-44. **Identification for Initial Offer Applicants**
Instructions: Remove details regarding Identification requirements for Initial Offer Investors.

Delete: Pages 41 to 44 in their entirety.

Product disclosure statement reference page reference: page 45 **Contacts.**
Instructions: Remove Contact detail for those parties engaged only for the Initial Offer.

Delete:
Lawyers
Baker McKenzie
Level 27, AMP Centre
50 Bridge Street
Sydney NSW 2000

Ends.