Date: 09/11/2026

ASX Limited
ASX Market Announcements Office
Exchange Centre
39 Martin Place
Sydney NSW 2000

Ardea Real Outcome Bond Complex ETF (ASX Code: XARO) (the Fund)
Replacement PDS and TMD

Fidante Partners Limited (**Fidante**), as responsible entity for the Fund, announces that a replacement product disclosure statement (**PDS**) and target market determination (**TMD**) have been issued and supersede the PDS dated 11 December 2025 and TMD dated 28 November 2024.

Following the Fund Changes announced on 9 October 2026, the Fund's performance benchmark has changed from the Consumer Price Index (**CPI**) to the Bloomberg AusBond Bank Bill Index (**BBBI**), and its investment objective has been amended accordingly. The approximately two-year inflation-linked bond duration guideline has also been removed, and the PDS now reflects an estimated indirect cost of 0.05% p.a. arising from the introduction of a capped 0.05% p.a. expense recovery in the Underlying Fund.

The Fund's investment strategy, investment universe and management fee remain unchanged. The amendments do not alter the target market for the Fund.

For more information about the Fund or this announcement, please contact the Unit Registrar, MUFG Corporate Markets, on 1800 441 104.

Yours faithfully

Linda Matthews
Company Secretary

This release was prepared by Fidante Partners Limited (ABN 94 002 835 592, AFSL234668) as Product Issuer and is only provided for information purposes. It does not contain investment recommendations nor provide investment advice.

Ardea Real Outcome Bond Complex ETF

Product Disclosure Statement

Issue date
9 November 2026

Issued by Fidante Partners Limited
ABN 94 002 835 592
AFSL 234668

Ardea Real Outcome Bond Complex ETF is a class of units in the registered managed investment scheme ActiveX Trust ARSN 629 403 925

ASX code: XARO

About this Product Disclosure Statement (PDS)

This document is the product disclosure statement for the Ardea Real Outcome Bond Complex ETF (the **Fund**, ASX code XARO) which is a class of units of the registered managed investment scheme the ActiveX Trust (ARSN 629 403 925) (**ActiveX Scheme**). References in this PDS to the Fund are to the Ardea Real Outcome Bond Complex ETF as a class of units in the registered managed investment scheme the ActiveX Trust. No other fund, trust or class of units are offered in this PDS.

Fidante Partners Limited (ABN 94 002 835 592, AFSL 234668) (**Fidante**, **we**, **our**, **us**, **Responsible Entity**) is the Responsible Entity of the ActiveX Trust and issuer of this PDS. Our ultimate parent is Challenger Limited (ABN 85 106 842 371). We have appointed Ardea Investment Management Pty Ltd (ABN 50 132 902 722, AFSL 329828) (Ardea or the **investment manager**) as the investment manager of the Fund.

A copy of this PDS has been lodged with the Australian Securities & Investments Commission (**ASIC**). Units in the Fund issued pursuant to this PDS are quoted for trading on the AQUA market of the ASX under the AQUA Rules. Neither ASIC nor the ASX (**ASX** or **Exchange**) take any responsibility for the contents of this PDS.

Target Market Determination

The Target Market Determination (**TMD**) describes the type of customers who the product is likely to be appropriate for. It also specifies distribution conditions and restrictions that will help ensure the Fund is likely to reach customers in the target market.

Each person should obtain and consider the Fund's TMD and this PDS before making a decision about whether to acquire or continue to hold the Fund to ensure this Fund aligns with your objectives, financial situation and needs. In preparing this PDS we did not take into account your particular investment objectives, financial circumstances or needs. As investors' needs and aspirations differ, you should consider this PDS and TMD and whether investing in the Fund is appropriate for you in light of your particular objectives, financial circumstances or needs. You should also obtain independent advice before investing in the Fund, particularly about individual matters such as taxation, retirement planning and investment risk tolerance.

Our ultimate parent is Challenger Limited (ABN 85 106 842 371). Fidante is a member of the Challenger Limited Group of companies (**Challenger Group**). Investments in the Fund are subject to investment risk, including possible delays in repayment and loss of income or principal invested. Accordingly, the performance, the repayment of capital or any particular rate of return on your investments are not guaranteed by any member of the Challenger Group nor Ardea. Fidante authorises the use of this PDS as disclosure to investors and potential investors who wish to access the Fund.

By investing in the Fund, you confirm that you have received a copy of the current PDS and TMD to which your investment relates, that you have read these documents and agree to the terms contained within them, and that you agree to be bound by the terms of the current PDS, TMD and the current Constitution (each as amended from time to time).

The information in this PDS is up-to-date at the time of preparation. However, some information can change from time-to-time. If a change is considered materially adverse we will issue a supplementary PDS or replacement PDS. For updated or other information about the Fund (such as performance), please contact your financial adviser, call our Investor Services team, or visit our website. We will send you a copy of the updated information free of charge upon request.

The offer

The offer or invitation to subscribe for units in the Fund under this PDS is only available to persons who have been authorised as trading participants under the ASX Operating Rules (**Authorised Participants**) and, where required, have entered into a relevant Authorised Participant Agreement.

Investors who are not Authorised Participants looking to acquire units in the Fund cannot invest through this PDS but may do so through the Exchange. Please consult your stockbroker or financial adviser. Investors who are not Authorised Participants may use this PDS for information purposes only to assess the merits of investing in the Fund.

The offer or invitation to subscribe for units in the Fund under this PDS is only available to persons receiving this PDS in Australia and is subject to the terms and conditions described in this PDS.

All references to dollars are in Australian dollars. Capitalised terms in this PDS are defined terms and are listed in the Glossary section in this PDS or defined elsewhere in the PDS.

Consent

Ardea has provided consent to the statements about it in the form and context in which they are included. Ardea was not otherwise involved in the preparation and distribution of this PDS and is not responsible for the issue of this PDS, nor is it responsible for any particular part of this PDS other than those parts that refer to it. Ardea has not withdrawn its consent before the date of this PDS.

MUFG Corporate Markets (AU) Limited (ACN 083 214 537) (**The Registry** or the **Unit Registrar**) has provided consent to being named in the form and context in which it is named in the PDS. The Registry was not otherwise involved in the preparation and distribution of this PDS and is not responsible for the issue of this PDS, nor is it responsible for any particular part of this PDS other than those parts that refer to it. The Registry has not withdrawn its consent before the date of this PDS.

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Mail	Fidante Level 2, 5 Martin Place, Sydney NSW 2000.

About the Fund

The Investment Manager

Established in 2008, Ardea Investment Management is a specialist 'relative value' fixed income investment manager. Ardea's differentiated pure 'relative value' investing approach offers a compelling alternative to conventional fixed income investments because it is independent of the prevailing interest rate environment and how bond markets are performing.

Ardea believes the pure 'relative value' opportunity set is a proven reliable source of returns because it is driven by structural market inefficiencies that create new 'relative value' mispricing opportunities to profit from. Ardea focuses on delivering consistent volatility-controlled returns in order to strictly limit performance volatility and prioritise capital preservation, irrespective of the market environment.

Ardea Investment Management (UK) Limited (Ardea UK)

Ardea UK is a wholly owned subsidiary of Ardea and has been appointed as sub-adviser of the Fund. Ardea UK provides investment management services in conjunction with Ardea.

The Responsible Entity

Fidante is the Responsible Entity of the Fund. As Responsible Entity, we are responsible for overseeing the operations of the Fund.

Fidante is one of Australia's largest active investors, offering compelling strategies across equities, fixed income, and alternative assets, via partnerships with leading investment teams. We have appointed Ardea as the investment manager of the Fund. Ardea will make decisions about buying and selling assets of the Fund. Fidante provides back office, marketing, distribution, administration, compliance services to Ardea, allowing Ardea the freedom to focus on investing and managing the assets of the Fund.

Fidante is also the Responsible Entity of the Ardea Real Outcome Fund (**Underlying Fund**), an existing unlisted registered managed investment scheme which the Fund primarily invests in.

Other Parties

In addition to the investment manager and the Responsible Entity, there are other parties involved in the operation and administration of the Fund, including the Unit Registrar and market maker.

Additional information about other parties engaged to provide services in connection with the Fund can be found in the section 'Additional Information'.

Active Exchange Traded Funds

Exchange Traded Funds (**ETFs**) are quoted managed investment schemes that provide the opportunity to buy a portfolio of assets in a single transaction. An 'Active ETF' is an ETF that has an investment manager appointed to make decisions about its underlying portfolio allocation with a goal to outperform a target benchmark.

The benefits of using Active ETFs

- **Diversification:** Active ETFs provide the ability to diversify a portfolio through holding a single security and to create a diversified portfolio of ETFs across asset classes.
- **Liquidity & Flexibility:** an Active ETF enables investors to trade on an exchange any time during market hours. This flexibility provides an efficient way to implement asset allocation changes to a portfolio.
- **Transparency:** assets held by the Active ETF are disclosed daily, enabling full transparency.

Significant features and benefits of the Fund

Investing in the Fund offers investors a range of benefits including the following:

- **Pure 'relative value' strategy:** The Fund's differentiated pure 'relative value' investing approach is independent of the prevailing interest rate environment and unaffected by how bond markets are performing.
- **Tight risk control:** The Fund explicitly targets volatility-controlled returns to strictly limit performance volatility and prioritise capital preservation.
- **Capital preservation:** The Fund prioritises capital preservation by only investing in high quality government bonds, related derivatives and cash equivalent investments.
- **Daily liquidity:** The Fund aims to maintain daily liquidity by only investing in the most liquid segments of global fixed income markets.
- **Diversification benefits:** The Fund can offer significant diversification benefits because its 'relative value' investment approach is independent of conventional macroeconomic risk and return drivers.
- **Experienced and stable investment team:** Ardea's portfolio managers have experience in

global ‘relative value’ investing spanning 20+ years. The firm maintains employee ownership to foster alignment of interests with clients and investment team stability.

Key Information Summary

Feature	Details	Refer to section
Fund name	Ardea Real Outcome Bond Complex ETF	
ASX Code	XARO	
Investment Objective	The Fund targets a stable return in excess of the Benchmark over the medium term.	
Benchmark	Bloomberg Ausbond Bank Bill Index	
Standard Risk Measure	 Refer to 'Additional information about the Fund's investments' in this PDS for further information about the Fund's risk.	'How Ardea invests your money'
Type of Investment	The Fund is a managed fund which has been established as a separate class of units in the ActiveX Trust, a registered managed investment scheme. Investors in the Fund acquire units in that specific class of units and the assets of the Fund are held on trust for the investors in the specific class that relates to the Fund. The Fund is administered as a separate trust by Fidante. The Fund's units trade on the AQUA market on the ASX. This means investors have the opportunity to buy or sell a diversified portfolio of assets in a single transaction.	
About the Fund	The Fund is a class of units in the ActiveX Trust and gains its exposure by investing in the Ardea Real Outcome Fund (ARSN 158 996 699) (**Underlying Fund**) and cash. **In this PDS, where we refer to the Fund's investments we generally do so on a 'look-through' basis; that is, we are referring to the underlying assets that the Fund is exposed to through its investment in the Underlying Fund.** The Fund is actively managed by Ardea, a specialist 'relative value' focused fixed income manager. The Fund is intended to be suitable for investors who are seeking a stable total return in excess of cash over the medium term, prioritising low return volatility. Returns are generated through the Fund's relative value strategy and are not designed to provide a regular income; distributions may vary and in some periods no distribution may be paid. **Investment approach** The Fund's differentiated pure 'relative value' investing approach accesses fixed income return sources beyond the conventional to target consistent, stable returns that are independent of the level of bond yields, the direction of interest rates and broader market fluctuations. The investment approach is based on generating returns from relative value strategies that aim to exploit mispricing between comparable fixed income securities which are related to each other and have similar risk characteristics but are priced differently. Ardea believes this type of mispricing exists because fixed income markets are inefficient. The Fund focuses on delivering consistent, stable returns in order to strictly limit performance volatility and prioritise capital preservation, irrespective of the market environment.	'How Ardea invests your money'

Feature	Details	Refer to section
About the Fund continued	**Investment universe and portfolio construction** The Fund primarily invests in high quality government bonds, related derivatives and cash equivalent investments, across the most liquid segments of global fixed income markets. The Fund uses derivative instruments for risk management, as well as to improve the precision, efficiency and liquidity of implementing the Fund's 'relative value' investment strategies. Derivatives are also used for hedging foreign currency exposure and the Fund is permitted to enter into repurchase agreements. Any proceeds from repurchase agreements may be invested in cash or cash equivalent securities. Portfolio construction aims to control performance volatility and minimise exposure to varying market conditions, including extreme adverse scenarios. This is done by prioritising risk diversification and risk balance. The former, by intentionally diversifying risk across many modestly sized and independent investment strategies to mitigate the risk of a single strategy overwhelming the portfolio. The latter, by intentionally including a mix of different strategy types that can perform well in different scenarios, including larger allocations to strategies that outperform in adverse market environments. Ardea believes this approach delivers more stable returns, with lower risk, compared to portfolios with large directional positions that can overwhelm a fund's risk/return profile. The Fund's net derivative value will not exceed 10% of the net asset value (**NAV** or **Net Asset Value**) of the Fund. **Currency strategy** Ardea aims to hedge all foreign currency exposure back to the Australian dollar, as practicable.	
Strategic asset allocation ranges		'How Ardea invests your money'

Asset Class[1]	Min (%)	Max (%)
Government bonds[2]	90	100
Derivatives[2]	0	10

[1] The above are asset allocation ranges for the Underlying Fund, which as previously explained, the Fund will invest in together with some cash. If market movements, investments into or withdrawals from the Underlying Fund, or changes in the nature of an investment, cause the Underlying Fund to move outside these ranges, or a limit set out in this PDS, this will be addressed by us or Ardea as soon as reasonably practicable.

[2] Calculations are based on the gross market value of government bond holdings and the absolute net market value of derivative holdings.

In implementing the investment strategy for the Fund, the Fund will always hold 90% or more of the NAV of the Fund in physical securities (namely, government bonds) and no more than 10% of the NAV in aggregate (net) derivative value.

Authorised Participants - Creating and redeeming units

Creating	The offer for units in the Fund made in this PDS is only available to Authorised Participants. An application to create units is subject to the minimum cash application amount of $500,000.00. Only whole units in the Fund will be issued. Accordingly, applications will be rounded up to the next whole unit, with a balancing cash amount being payable by the Authorised Participant to the Fund equal to the difference between its original cash application amount and the amount required for the issue of the whole number of units after rounding. A valid application request must be received in our Sydney office before 4:00pm Sydney time on a NSW Business Day (referred to as the **transaction cut-off** time). An Authorised Participant may make an application to create units by completing the *Application for Creation/Redemption Form* and paying to the Fund the cash application and balancing amount. Whilst quoted (and subject to market conditions), investors may purchase units on the ASX. The purchase of units on the ASX is not governed by the terms of this PDS and therefore the minimum investment requirement does not apply to units purchased on the ASX. Please see 'Investors – entering and exiting the Fund' below for further information.	'Investing in the Fund'

Feature	Details	Refer to section
Redeeming	Units in the Fund can only be redeemed by an Authorised Participant who is an Australian Resident. An application to redeem units is subject to the minimum cash redemption amount of $100,000.00. Only whole units in the Fund will be redeemed. Accordingly, redemptions will be rounded down to the next whole unit. This will result in a redemption amount paid out by the Responsible Entity that is less than the requested redemption amount, the difference equal to the difference between the requested cash redemption amount and the amount resulting from the redemption of whole units. A valid redemption request must be received in our Sydney office before 3:00pm Sydney time on a NSW Business Day (referred to as the **transaction cut-off** time). An Authorised Participant can make an application to redeem units by completing the *Application for Creation/Redemption Form*. Following the cancellation of units we will transfer a corresponding cash amount. Whilst quoted (and subject to market conditions), investors may sell their units on the ASX. The sale of units on the ASX is not governed by this PDS and therefore the minimum redemption requirement does not apply to units sold on the ASX. Please see 'Investors – entering and exiting the Fund' below for further information. An investor who is not an Authorised Participant can only redeem units in the special circumstances described in the section 'Investing in the Fund'.	'Investing in the Fund'
Investors – entering and exiting the Fund		
Entering and exiting the Fund	Investors can enter and exit the Fund by buying and selling units on the AQUA market on the ASX. The price investors enter and exit the Fund will be the price at which they buy or sell the units on the ASX AQUA market.	'Investing in the Fund'
Market Liquidity	Investors can buy and sell units from/to other investors in the secondary market in the same way as other listed ASX securities. The Authorised Participant may provide liquidity to investors by acting as a buyer and seller of units. The Responsible Entity has entered into a market making agreement with the Authorised Participant to facilitate this liquidity (**Market Maker Agreement**).	
Fees and costs		
Management fees and costs	The management fees and costs of the Fund are 0.55% p.a. of the net asset value of the Fund.	'Fees and other costs'
Other important information		
Net Asset Value	The assets of the Fund are valued by Fidante. The net asset value (**NAV** or **Net Asset Value**) of the Fund is calculated on each Business Day in accordance with the Constitution. The NAV will incorporate the last available NAV of the Underlying Fund, the value of any directly held investments (e.g. cash), less any liabilities of the Fund. The NAV per unit is calculated by dividing the NAV of the Fund by the number of units on issue in the Fund.	'Additional information'
Risks	All investments carry some degree of risk. Please refer to the risk section for details regarding the specific risks of the Fund.	'Risks of investing in managed investment schemes'
Distributions	The distribution period will generally be quarterly (i.e. 31 March, 30 June, 30 September and 31 December each year). Information in relation to distributions will be disclosed to the ASX via the ASX Market Announcements Platform. You can find more information about this feature in the section 'Additional Information'.	'Additional information'
Underlying Fund	The Fund gains its investment exposure via the Ardea Real Outcome Fund (referred to as the Underlying Fund) and cash. Within the Underlying Fund, a separate class of units (ETF Class units) has been established. This is to facilitate investments by the Fund into the Underlying Fund. The ETF Class of units in the Underlying Fund are offered under materially the same terms as existing Class A units in the Underlying Fund other than in relation to fees.	

Feature	Details	Refer to section
Reporting	The following information can be obtained from our website at www.fidante.com: • the Fund's daily NAV; • the Fund's daily NAV per Unit; • the underlying investments held by the Fund; • copies of announcements made to the ASX via the ASX Market Announcements Platform (including continuous disclosure notices, redemption and distribution information); • the total number of Managed Fund securities on issue; • copies of the latest PDS; and • copies of Annual Reports and financial statements.	'Additional information'

About the Exchange, the Operating Rules and CHESS

The Fund is quoted for trading on the AQUA market of the ASX under the AQUA Rules. The AQUA Rules form part of the ASX Operating Rules, however, the Fund is not listed on the ASX under the ASX Listing Rules.

The AQUA Rules have been designed to offer greater flexibility and liquidity than the ASX Listing Rules and are specifically designed for managed funds, ETFs and structured products.

In operational terms, the market for products quoted under the AQUA Rules operates in the same way that it does for listed equities, with continuous matching of bids and offers and an opening and closing auction.

As most investors are more familiar with the ASX Listing Rules, it is important to note the main differences between the AQUA Rules and the ASX Listing Rules which are set out below.

ASX Listing Rules	ASX AQUA Rules
Control	
An issuer controls the value of its own securities and the business it runs. The value of those securities is directly influenced by the equity issuer's performance and conduct. e.g. the management and board generally control the fate of the business and, therefore, have direct influence over the share price.	An issuer does not control the value of the assets underlying its products. It offers products that give investors exposure to the underlying assets – such as shares, bonds, indices, currencies or commodities. The value (price) of products quoted under the AQUA Rules is dependent upon the performance of the underlying assets rather than the financial performance of the issuer itself. E.g. A managed fund issuer does not control the value of the shares it invests in.
Continuous Disclosure	
Products under the ASX Listing Rules are subject to the continuous disclosure requirements under ASX Listing Rule 3.1 and section 674 of the Corporations Act.	Issuers of products quoted under the AQUA Rules are not subject to the continuous disclosure requirements under ASX Listing Rule 3.1 and section 674 of the Corporations but must disclose information about: • the net tangible assets (NTA) or the net asset value (NAV) of the funds; • dividends, distributions and other disbursements; and • redemptions; and • any other information that is required to be disclosed to ASIC under section 675 of the Corporations Act must be disclosed to ASX via the ASX Company Announcement Platform at the same time it is disclosed to ASIC. The AQUA Rules require an issuer of a product quoted under the AQUA Rules to provide the ASX with information that the non-disclosure of which may lead to the establishment of a false market in its products or would materially affect the price of its products.

ASX Listing Rules	ASX AQUA Rules
Periodic Disclosure	
Issuers must disclose their half yearly and annual financial information or their annual report to the ASX under Chapter 4 of the ASX Listing Rules.	Issuers of products quoted under the AQUA Rules are not required to disclose half yearly and annual financial information or annual report to the ASX. However, the Responsible Entity is required to lodge with ASIC and disclose to the ASX the Fund's financial reports (as required under Chapter 2M of the Corporations Act).
Corporate Control	
Requirements in the Corporations Act and the ASX Listing Rules in relation to matters such as takeover bids, share buy-backs, change of capital, new issuers, restricted securities, disclosure of directors' interests and substantial shareholdings apply to companies and schemes.	Certain requirements in the Corporations Act and the ASX Listing Rules in relation to matters such as takeover bids, buy-backs, change of capital, new issuers, restricted securities, disclosure of directors' interests and substantial shareholdings that apply to companies and listed schemes do not apply to products quoted under the AQUA Rules. Issuers of products quoted under the AQUA Rules are subject to general requirements to provide the ASX with any information concerning itself that may lead to the establishment of a false market or materially affect the price of its products. Section 601FM of the Corporations Act continues to apply in relation to the removal of a responsible entity of a registered managed investment scheme by an extraordinary resolution of members.
Related Party Transactions	
Chapter 10 of the ASX Listing Rules, which relates to transactions between an entity and persons in a position to influence the entity, specifies controls over related party transactions.	Chapter 10 of the ASX Listing Rules does not apply to AQUA products. Responsible entities of registered managed investment schemes are required to comply with the related party requirements in Part 5C.7 and Chapter 2E of the Corporations Act.
Auditor Rotation	
There are specific requirements in relation to auditor rotation under Part 2M.4 Division 5 of the Corporations Act.	Issuers of products under the AQUA Rules are not subject to the requirements under Part 2M.4 Division 5 of the Corporations Act. Responsible entities of registered managed investment schemes will continue to be required to undertake an independent audit of its compliance with its scheme's compliance plan in accordance with section 601HG of the Corporations Act.
Disclosure	
Entities admitted under the ASX Listing Rules are subject to the requirements of the Corporations Act in relation to the issue of an offer document.	Products quoted under the AQUA Rules will also be subject to the requirements of the Corporations Act in relation to the issue of a PDS.

CHESS

The Clearing House Electronic Subregister System ('**CHESS**') performs two major functions for the Securities Exchange:

- facilitates the clearing and settlement of trades in units, and
- provides an electronic subregister for units in listed funds.

The Unit Registrar will maintain an electronic subregister with CHESS on behalf of Fidante. Fidante will not issue investors with certificates in respect of their units held on the CHESS subregister. When investors purchase units on the AQUA market of the ASX, investors will receive a holding statement which will set out the number of units they hold, together with a 'Holder Identification Number' allocated by CHESS.

How Ardea invests your money

Additional information about the Fund's investments

Risk level of the Fund

The risk level of the Fund, also known as the Standard Risk Measure, is based on the estimated number of negative annual returns that the Fund may experience in any 20-year period. In other words, it is a measure of the expected variability of the return of the Fund.

The Fund's anticipated risk level is 'Low risk' - the Fund has the potential to offer capital stability over the long term in return for potentially lower returns when compared to other investments. The estimated number of negative annual returns in any 20-year period based on this risk level is approximately between 0.5 and 1. **Note that this is an estimate only**.

Negative annual returns may or may not occur in consecutive years. If returns are negative, the estimate does not indicate the size of the potential negative return.

The stated risk levels are based on industry guidance and are designed to allow investors to compare investments with different investment strategies and characteristics. However, investment managers and investment administrators may employ different methodologies to determine a risk level and therefore may not be representative of the same considerations. Furthermore, it is not a complete assessment of the risks of investing, nor does it indicate if an investment strategy is designed to meet an investor's investment objectives.

For further information, or to ask about the methodology for determining the risk level, please call The Registry on 1800 441 104.

Borrowings of the Fund

The Constitution and the Underlying Fund Constitution allow for borrowing, however, Ardea will generally not borrow on behalf of the Fund or the Underlying Fund, except from time to time to cover short-term cash flow needs or if emergency or extraordinary situations arise. Borrowings may be from a variety of sources, including related entities. Where funds are borrowed from related entities, the terms are set on a commercial and arm's length basis.

The availability and terms of borrowings are subject to the market for borrowings (including market conditions in debt and other markets) and therefore borrowings may not always be available. Lenders may refuse to provide borrowings, renew an existing borrowing facility or refuse to renew on commercially acceptable terms. This may be for reasons specific to the Fund or Underlying Fund (as relevant) or due to market-wide events.

We or Ardea may change the lending financial institution (if any) from time-to-time and may also seek to vary the terms of any borrowing facility where we believe it would be in the best interests of unitholders.

Asset allocation ranges

The Fund, via its investment in the Underlying Fund, gains exposure to various investments by investing directly into assets and/or indirectly via managed funds. References to asset allocations are references to the exposure to assets, not necessarily to the physical asset being held.

Refer to 'Key information summary' for strategic asset allocations for the Fund.

If market movements, investments into or withdrawals from the Fund, or changes in the nature of an investment cause the Fund to exceed these asset allocations, or a limit set out in the PDS, this will be addressed by us or Ardea as soon as reasonably practicable.

How derivatives are used

The Fund, via its investment in the Underlying Fund, may invest in or obtain exposure to derivatives, such as futures, options and swaps.

The term 'derivative' describes a financial instrument that derives its value from an underlying reference rate, such as an interest rate.

The Constitution and the Underlying Fund Constitution permits the use of derivatives, however Ardea does not intend to leverage the Fund or the Underlying Fund through the use of derivatives. The Fund uses derivatives for risk management, as well as to improve the precision, efficiency and liquidity of implementing the Fund's 'relative value' investment strategies. For example, the Fund frequently uses derivatives to reduce its interest rate and currency risk exposures. Derivatives may also be used to implement a strategy when they offer a more cost-effective way of gaining a particular exposure compared to purchasing a bond.

Where the Fund or Underlying Fund uses derivatives, Ardea aims to manage the Fund and Underlying Fund so as to keep sufficient liquid assets in the Fund or Underlying Fund to meet all obligations associated with the derivatives.

The use of derivatives may expose the Fund to certain risks. Please refer to 'Derivative risk' for more information.

In implementing the investment strategy for the Fund, the Fund will always hold 90% or more of the NAV of the Fund in physical securities (namely, government bonds) and no more than 10% of the NAV in aggregate (net) derivative value.

Where over-the-counter (**OTC**) derivatives account for more than 5% of the NAV of the Fund, the aggregate exposure of the Fund to all OTC derivative counterparties, including assets held by the Fund as collateral under an OTC derivative, is managed so that it does not exceed a maximum of 10% of the NAV of the Fund. Only cash may be held by the Fund as collateral under an OTC derivative.

For OTC derivatives, limits on counterparty exposure are in place so that the Fund's portfolios do not have excessive counterparty exposure and margining is managed daily. Counterparty limits are established and monitored by us and third-party service providers. The credit ratings of counterparties are monitored daily and any changes to ratings are updated.

In respect of the OTC derivatives, Fidante must disclose on a monthly basis:

- the aggregate exposure of the Fund to all OTC derivative counterparties as a percentage of the NAV of the Fund; and
- the value of the assets held by the Fund (excluding the value of the OTC derivatives but including any collateral obtained under the OTC derivatives) as a percentage of the NAV of the Fund.

Where the NAV of the Fund has been reduced to reflect a discount of the value of an OTC derivative, Fidante must disclose how such discounting has affected the relevant percentages relating to the aggregate exposure of the Fund to all OTC derivative counterparties or value of the assets held by the Fund (as applicable).

This information relating to OTC derivatives will be available on Fidante's website at www.fidante.com within 5 Business Days after the end of each month.

Managing duration

'Duration' measures the sensitivity of a bond's price to changes in a related underlying market rate, such as an interest rate. The greater the bond's duration, the more sensitive it is to changes in the underlying market rate. For example, the price of a bond with an interest rate duration of +/- 2 years would be expected to move +/- 2% for every +/- 1% move in the underlying interest rate.

Using conventional duration metrics, the portfolio's duration will generally be maintained between -5 years and +5 years.

Using Ardea's risk-adjusted methodology, the portfolio's aggregate net interest rate duration exposure will generally remain within a -1 to +1 year range. This methodology adjusts for varying volatilities and correlations of the individual securities that contribute to the portfolio's aggregate net interest rate duration exposure.

Short term fluctuations that may occur in the interest rate derivative trades may cause the Fund to move outside the generally expected portfolio duration ranges and will be addressed as soon as reasonably practicable.

Please refer to 'Derivative risk' for information on the risks associated with managing duration.

Labour standards or environmental, social or ethical considerations

The Responsible Entity (Fidante) does not itself take into account labour standards and environmental, social and ethical considerations for the purposes of selecting, retaining or realising investments.

Fidante has delegated investment decisions for the purposes of selecting, retaining or realising investments for the Fund to Ardea who operates the Fund in accordance with the investment management agreement. Fidante's parent, Challenger Limited, is a member of the PRI Association (**PRI**), a leading promoter of responsible investment practices supported by the United Nations.

Fidante incorporates consideration of environmental, social and governance considerations when selecting, appointing and monitoring investment managers. Fidante does not adhere to any particular set of labour standards, environmental, social and ethical considerations.

Ardea evaluates and integrates Sustainability Risks and other relevant ESG factors at multiple stages throughout the investment process. This is considered an important element in contributing towards long-term investment returns and an effective risk-mitigation technique. Ardea believes its ESG-related research capabilities enables the identification of ESG risks and opportunities of most relevance to the strategy. Specifically, the strategy generates returns via the implementation of a relative value strategy which isolates mispricing between securities and mitigates exposure to market risks (including ESG risk factors). Additionally, scenario testing for various climate outcomes informs the design of Ardea's "risk off" strategies which aim to protect the portfolio from market stresses.

Beyond mitigating ESG risks, the strategy promotes environmental characteristics via a number of initiatives including; a policy which preferences Green Bonds over Brown Bonds, engagement activities which promote the development of a green and impact bond market, and raising awareness through the publication and promotion of academically published research which measures the climate transition risks the global government bond markets are exposed to.

Climate Change

Ardea believe climate change is the megatrend which poses the greatest threat to government bond markets and therefore is the biggest threat to the strategy. As such, as part of Ardea's portfolio stress testing process Ardea stress test their strategies for various climate

outcomes in accordance with APRA guidance and encompassing the considerations defined by the Intergovernmental Panel on Climate Change (IPCC).

Modern Slavery

Ardea strongly opposes modern slavery in all forms, from first principles and with respect to specific risks proscribed by regulation. Ardea takes steps to actively counter modern slavery practices throughout its business, in its client and supplier relationships, and in its engagement with the industry and with issuers.

Measures that Ardea is actively undertaking include:

- Engaging with the AOFM, which is the issuer of Australian government bonds, to understand their perspectives on modern slavery. Ardea document these engagements as part of their reporting policy;
- Participating in a review of practices by a key supplier, Challenger Limited. Challenger Limited is covered under the federal Modern Slavery Act and continually reviews its processes and procedures to reduce the risk of modern slavery throughout its operations and supply chain. This involves continuous monitoring and actions which will be put in place as risks are identified. Challenger will publish a Modern Slavery Statement in accordance with the requirements of the Modern Slavery Act; and
- Inclusion of specific disclosure criteria and other criteria to address Modern Slavery risks in Ardea's agreements with clients and suppliers.

For further information on Ardea's approach to ESG integration or to view a copy of Ardea's ESG Policy, please contact us at info@fidante.com.au or visit the Ardea Investment Management website at ardea.com.au.

Sub-adviser of the Fund

The sub-adviser, Ardea UK, is a wholly owned subsidiary of Ardea. Ardea UK employs the same approach to ESG as Ardea and is subject to the same ESG Policy as mentioned above.

Risks of investing in managed investment schemes

All investments carry risk. Different strategies carry different levels of risk depending on the assets that make up the strategy. Generally, assets with the potential for the highest long-term returns may also carry the highest level of risk.

When investing in an MIS, it is important to note that the value of assets in the MIS and the level of returns will vary. No return is guaranteed. Future returns may differ from past returns and investors may lose some or all of their money invested. Additionally, laws (including tax laws) that affect MIS may change in the future, which may have an adverse effect on the returns of MIS.

The level of acceptable risk will vary across investors and will depend upon a range of factors such as age, investment timeframe, where other parts of the investor's wealth is invested and the investor's level of risk tolerance.

This section provides investors with disclosure that is relevant to the Fund as well as the Underlying Fund.

The risks set out in this section are general only and are not exhaustive. Prospective investors should consider obtaining independent financial advice to determine if an investment in the Fund is appropriate in light of their financial situation, objectives and needs.

Risk	Explanation
Class segregation risk	The Fund has been established as a separate class of units of the ActiveX Scheme, a registered managed investment scheme. Under the terms of the Constitution the assets of the Fund are held on trust for the investors in the Fund. As at the date of this PDS, the only class of units on issue in respect of the ActiveX Scheme, is the class that relates to this Fund. The Constitution permits additional classes of units to be established by the Responsible Entity from time to time. Where an additional class of units is established the assets of that class will be held on trust for the holders of units in that specific class. The Constitution contains provisions which are intended to segregate the assets of each separate class of units. In circumstances where additional classes of units are established, investors in the Fund may be exposed to the risk that the assets and liabilities of the Fund are not fully segregated from the assets and liabilities of another class and they could lose some of all of their investment in the Fund. In the event of an insolvency of the ActiveX Scheme, a class of units or the Fund, there is the risk that the assets of the Fund could be made available to the creditors of another class of units in respect of the ActiveX Scheme.
Collateral risk	The Underlying Fund enters into derivatives arrangements that require it to deliver (or 'post') collateral to the derivative counterparty or clearer. As a result, the Underlying Fund may be exposed to certain risks in respect of that collateral including the credit risk of the counterparty or clearer.
Counterparty risk	The Fund is, to a certain extent, reliant on external counterparties in connection with its operation and investment activities. There is a risk with these arrangements that the other party to a contract (such as derivatives contract, physical security or foreign exchange contract trade) may fail to perform its contractual obligations either in whole or part (refer to 'Credit risk' for more information). In such circumstances, any collateral lodged with counterparties related to these derivatives may also be at risk. This may result in the investment activities of the Fund being adversely affected.
Credit risk	The Fund may be exposed to credit and fixed income assets. The risk that the issuer of the fixed income security (e.g. asset backed security, corporate bond, corporate loan or derivative counterparty) is unable or unwilling to make interest and/or capital repayments in full and/or on time, or may not meet other financial obligations. Fixed income securities are subject to legal, political, macro-economic, industry and business risks which may lead to a loss of capital or interest payments. Losses may be complete or partial and may occur at any time depending on the extent of financial deterioration, the position of the fixed income security in the capital structure of the issuer or whether the fixed income security has security of assets in the case of default. Fixed income securities may be assigned a credit rating from rating agencies such as S&P Global Ratings or Moody's Investor Services or may be unrated. A credit rating is only an opinion of creditworthiness that is subject to change. Credit risk is generally considered to be lower with investment grade credit quality fixed income securities and moves increasingly higher, the further down the credit quality spectrum. Deterioration in the creditworthiness of an issuer is likely to lead to volatility in the fixed income security secondary market price. A downgrade in credit rating may impact the spread causing the value of a fixed income security to fall.

Currency risk	Some investments held by the Underlying Fund may be denominated in a currency different to Australian Dollars. The value of these investments may fluctuate in Australian dollar terms because of fluctuations in currency exchange rates. As an example, a rise in the Australian dollar relative to other currencies may negatively impact investment value or returns. Conversely, a decline in the Australian dollar relative to other currencies may positively impact investment returns.
Derivative risk	The value of a derivative is linked to the value of an underlying asset and can be volatile. While the use of derivatives offers the opportunity for higher gains, it can also magnify losses to the Underlying Fund, and therefore the Fund. Risks associated with using derivatives might include the value of the derivative failing to move in line with that of the underlying asset, potential illiquidity of the derivative, the Underlying Fund not being able to meet payment obligations as they arise or the risk that the other party with whom the derivative contract is held will fail to perform its contractual obligations. Refer to 'Counterparty risk' and 'Collateral risk'. Ardea does not intend to leverage the Fund through the use of derivatives. Ardea aims to keep derivative risk to a minimum by: • constantly monitoring the Underlying Fund's use of derivatives; • aiming to ensure that the Underlying Fund keeps sufficient liquid assets to meet all obligations, costs, liabilities and potential losses associated with derivatives; and • entering into derivative contracts with reputable counterparties. Refer to 'How Ardea invests your money' for further information on how derivatives are used.
Fixed income security risk	A fund investing in fixed income securities may experience a decline in income where market interest rates are falling and securities are reinvested at a lower yield. The impact of interest rate risk will largely depend on the term to maturity of the security. Refer to 'Interest rate risk' for further information. There are a number of additional risks which can result in significant variability in investment returns and a loss of income or capital value, including market risk and credit risk. The level of credit risk will generally depend on the creditworthiness of the security issuer. Refer to 'Credit risk' for further information. Investors are also exposed to risks associated with the terms and conditions of the individual financial security.
Fund risk	Fund risk refers to specific risks associated with the Fund and the Underlying Fund, such as termination and changes to fees and expenses. If we consider it appropriate taking into account all relevant factors, including but not limited to the investment objective, strategy, size of the Fund and/or the Underlying Fund, we (as Responsible Entity of the relevant fund) may terminate or close the Fund and/or the Underlying Fund by notice to unitholders. The Fund and the Underlying Fund are each governed by the terms of the Constitution and the Underlying Fund Constitution (as applicable), each PDS of the Fund and Underlying Fund (each as amended from time to time), the Corporations Act, and other laws. The value or tax treatment of an investment in the Fund, the Underlying Fund or their underlying assets, or the effectiveness of the Fund's and the Underlying Fund's trading or investment strategy may also be adversely affected by changes in government policies (including taxation), regulations and laws, or changes in generally accepted accounting policies or valuation methods. Such changes could also make some investors consider the Fund and/or the Underlying Fund to be a less attractive investment option than other investments, prompting greater than usual levels of withdrawals, which could have adverse effects on the Fund. There is also a risk that investing in the Fund may give different results from holding the Underlying Fund or the underlying assets of the Fund directly because of: • income or capital gains accrued in the Underlying Fund at the time of investing; • the consequences of investment and withdrawal decisions made by other investors in the Fund; for example, a large level of withdrawals from the Fund may lead to the need to sell underlying assets which would potentially realise income and/or capital gains; and • a difference in the level of cash. We aim to manage these risks by monitoring the Fund and by acting in investors' best interests. In the event of winding up the Fund, we will realise all the Fund's assets, which will generally result in the crystallisation of tax positions (both income and capital) at that time.
Interest rate risk	The market price of fixed interest securities (such as bonds) can be affected by movements in interest rates. For example, when interest rates rise, the capital value of the bond tends to fall and vice versa. Generally, the longer the maturity (or duration) of the bond, the greater the impact that a given change in interest rates will have on the value of that bond.

Liquidity risk	Although the units in the Fund are quoted under the AQUA Rules there can be no assurances that there will be a liquid market. Please refer to 'Market making risk' to understand the arrangements we have in place to assist in maintaining liquidity for the Fund. In addition, there is a risk that the Fund and the Underlying Fund may become illiquid as they may not have adequate cash resources to meet their short-term financial commitments as they fall due (including meeting their objective and investors' expectations for payment of redemptions). This liquidity risk may also occur due to the absence of an established market or a shortage of buyers for an investment which can result in a loss if the holder of the investment needs to sell it within a particular timeframe. Different securities may be typically less liquid than other securities or pose a higher risk of becoming illiquid during times of market stress. The less liquid the security, the more difficult it may be to sell the security when it is desirable to do so or to realise what the manager perceives to be fair value in the event of a sale. If an investor or a group of investors in the Underlying Fund with exposure to less liquid assets seeks to make large withdrawals, then selling assets to meet those withdrawals may result in a detrimental impact on the price the Underlying Fund will receive for those assets. In certain circumstances, we may be required to suspend withdrawals from the Fund (refer to 'Suspension of creation or redemption requests) to allow the Underlying Fund sufficient time for a more orderly liquidation of assets to meet the withdrawals.
Market risk	The Fund and the Underlying Fund may experience investment losses due to factors that result in market volatility and disruption and affect the overall performance of the financial markets. These events may include changes in spreads, macro-economic, regulatory, social and political conditions, weather events, terrorism, changes in technology, the environment and market sentiment and pandemics and other widespread public health emergencies including outbreaks of infectious diseases such as COVID-19. Often assets from less developed regions or markets display higher levels of volatility of investment return than assets in mature markets.
Market making risk	Under the AQUA Rules, Fidante has certain market making obligations in respect of the Fund. To facilitate an orderly and liquid market in the Fund, we will appoint market maker(s) to provide alternate liquidity. Whilst we monitor our market maker(s)' ability to maintain continuous liquidity to the market, there is no guarantee that these requirements will always be met, particularly if there is a failure by a market maker. Market making arrangements may limit or exclude a market maker's liability for losses or damages in relation to the Fund.
Operational risk	The day to day operations of the Fund and the Underlying Fund may be adversely affected by circumstances beyond our reasonable control, such as a failure of technology or infrastructure, pandemics and other widespread public health emergencies including outbreaks of infectious diseases such as COVID-19 or natural disasters. A breakdown of administrative procedures and risk control measures implemented by us or by any of our service providers, including with respect to cyber-security, may also adversely affect the operation and performance of the Fund and the Underlying Fund.
Service provider/ Counterparty risk	The Fund and the Underlying Fund are, to a certain extent, reliant on external service providers in connection with the operation of the Fund and Underlying Fund and investment activities, such as the fund administrator, Custodian and registry provider. There is a risk with these arrangements that the service providers may default in the performance of their obligations or seek to terminate the services with the result that the Fund and/or Underlying Fund may be required to seek an alternative supplier and, in the interim, investment activities and other functions of the Fund and/or the Underlying Fund may be affected. In addition, there is a risk that the other party to a contract (such as a derivatives contract, physical security or foreign exchange contract trade) may fail to perform its contractual obligations either in whole or part (refer to 'Collateral Risk' for more information). In such circumstances, any collateral lodged with counterparties related to these derivatives may also be at risk. This may result in the investment activities of the Fund and/or the Underlying Fund being adversely affected.
Settlement risk	The Fund may be exposed to settlement risk as the application and redemption processes associated with the issue or redemption of units in the Fund are subject to the normal settlement procedures through CHESS and are reliant on the operation of CHESS. If an Authorised Participant fails to comply with its settlement obligations, this may adversely impact upon the Fund. The risk is partly mitigated as participants in CHESS are subject to rules of participation, which include sanctions if there is a failure to meet their obligations. The Fund may also suffer loss if an Authorised Participant fails to deliver the application consideration for units, or redeliver units in relation to a redemption, by the settlement time and the Fund has entered into transactions in reliance on delivery occurring.

Trading risk	The Fund is quoted for trading on the AQUA market of the ASX under the AQUA Rules. There is a risk that the ASX may under certain circumstances suspend trading of the units of the Fund and therefore investors will not be able to buy or sell units on the ASX. The units in the Underlying Fund, or its underlying assets may also be suspended or delisted. Under these circumstances, we may take measures, such as suspending the unit creation and redemption process or we may potentially terminate the Fund. There may be other occasions where we may suspend the application and redemption process, such as around the end of a distribution period or where other factors prevent the accurate calculation of unit prices. This may cause the Fund's units to be suspended from trading on the ASX. The ASX also imposes certain requirements for units to continue to be quoted. To mitigate this risk, we will use our best endeavours to meet all ASX requirements to ensure the units in the Fund remain quoted, including putting in place compliance and monitoring procedures. However, there is no guarantee that these requirements will always be met. There is the risk that the issue price and redemption price applicable to a unit may differ from the trading price of a unit on the ASX. The trading price is dependent upon a number of factors, including demand for and supply of the units in the Fund, investor confidence and the availability of market maker services during the course of the trading day. The risk is mitigated as the application and redemption mechanism is designed to minimise the likelihood that the units will trade on the ASX at a significantly different price to the issue price or redemption price. If you buy or sell units on the secondary market, you will pay or receive the trading price, which may be higher or lower than NAV price.

Investing in the Fund

Creations and redemptions

Creations and redemptions

Applications for creations and redemptions of units from the Fund may only be made by an Authorised Participant. In addition, redemptions from the Fund can only be made by Authorised Participants who are Australian Residents.

Authorised Participants must enter into an Authorised Participant Agreement with Fidante and will be required to comply with any additional requirements set out in that agreement.

To create or redeem units in the Fund, Authorised Participants must complete the Application for Creation/Redemption Form and send it to Fidante by the relevant 'transaction cut-off time'. Please refer to the Creation and Redemption Procedures in the Authorised Participant Agreement for further instructions about sending an Application for Creation/Redemption Form to Fidante.

Please note that we may, without giving any reason, refuse or accept all or part of an application for creation of units in our sole discretion.

Other investors looking to acquire or sell units in the Fund may purchase or sell units on the Exchange.

Creations

An Authorised Participant must apply to create units in cash. Only whole units in the Fund will be issued. Accordingly, applications will be rounded up to the next whole unit. The Authorised Particpant must transfer to the Fund the corresponding cash amount for the whole number of units, in return for which we will issue the Authorised Participant with that number of units.

A buy-spread may be payable by Authorised Participants for unit creations. Refer to 'Additional explanation of fees and costs' for more information on buy-spreads.

Application amounts will be rounded up to the next whole unit. A balancing cash amount will also be payable by the Authorised Participant to the Fund for unit creations. The balancing cash amount will be equal to the difference between the original cash application amount and the amount required for the issue of the whole number of units after rounding.

Under the Constitution, an Authorised Participant agrees to indemnify us for any liability arising out of a failure to pay for a unit.

Units issued pursuant to an Application for Creation/Redemption Form will be quoted under the AQUA Rules on the ASX with effect from the settlement of the issue of the relevant units. On a monthly basis we will announce to the ASX via the ASX Market Announcements Platform the Fund's total units on issue.

Customer Identification Program

In line with anti-money laundering and counter-terrorism financing legislation, the Authorised Participant's identity must be verified prior to applying for units in the Fund. To facilitate this, the Authorised Participant will be required to provide certified copies of identity verification documents directly to Fidante.

As required by relevant laws, Fidante, or our authorised representative, may ask the Authorised Participant for additional identity verification documents and/or information, including information about anyone acting on its behalf, or any related persons that are beneficial owners, either when we are processing the investment request or at some stage after units have been purchased in the Fund.

Redemptions

An Authorised Participant may only apply to redeem units in cash. Only whole units in the Fund will be redeemed. Accordingly, redemption amounts will be rounded down to the next whole unit. The Authorised Participant must transfer units being redeemed to us for cancellation in return for a corresponding cash amount from the Fund.

In certain circumstances we may be required or permitted by the Constitution or by law to deduct or withhold amounts relating to tax and other amounts from the redemption amount that would otherwise be payable to a unitholder. These amounts (if any) will be deducted from the cash amount that would otherwise be payable to the relevant unitholder in respect of the redemption.

We may determine that some or all of the redemption amount consists of income (which may include net capital gains), rather than capital of the Fund. We will advise you when this is the case as soon as practicable after the end of the financial year in which the withdrawal occurred.

A sell-spread may be payable by Authorised Participants for unit redemptions. Refer to 'Additional explanation of fees and costs' for more information on sell-spreads.

Redemption amounts will be rounded down to the next whole unit. Generally, actual redemption amounts will be less than the requested redemption amount. The difference will be equal to the difference between the requested redemption amount and the amount resulting from the redemption of a whole number of units.

Transferring units

Subject to the Constitution and ASX requirements, a unit is usually transferable through the ASX. A unit may also be transferred by any other method of transfer which is required or permitted by the Corporations Act and ASX.

Redemptions by investors other than Authorised Participants

All unitholders may normally sell their units by trading on the ASX. Unitholders who are not Authorised Participants will not normally have a right to redeem their units directly with the Fund. However, all unitholders will have a right to a cash redemption and to receive payment within 21 days from the date of redemption of the units in the Fund if units are suspended from quotation on the ASX for more than five consecutive trading days, unless:

- the Fund is being wound up;
- the Fund is not liquid as defined in subsection 601KA(4) of the Corporations Act; or
- the Responsible Entity has suspended redemptions in accordance with the Constitution.

Where unitholders have the right to redeem their units directly from the Fund, they will need to complete the Application for Creation/Redemption Form and send it to Fidante by the relevant 'transaction cut-off time'. A sell-spread may be payable by investors other than Authorised Participants for direct unit redemptions. Refer to 'Additional explanation of fees and costs' for more information on sell-spreads.

No minimum redemption amount will apply.

Suspension of creation or redemption requests

There may be occasions where we, as the Responsible Entity, suspend the creation of units or delay or reject redemption requests. This may occur, for example, around the end of a distribution period when we are calculating and paying the distributable income for the relevant period or where there are factors, as determined by us, which prevent the accurate calculation of unit prices. We will advise unitholders in the event that such a suspension will occur.

In addition, the Constitution provides that redemption requests may be suspended for up to 60 days for as long as the relevant circumstances apply. Those circumstances are where:

- it is impracticable for the Responsible Entity to calculate the NAV, for example because of closure of, or trading restrictions on, stock or securities exchanges, an emergency or other state of affairs, or on declaration of a moratorium in a country where the Fund invests or under the Corporations Act;
- the Responsible Entity reasonably estimates that it must sell 5% or more (by value) of all trust property to meet current unmet redemption requests;
- there have been, or we anticipate there will be, withdrawal requests that will require us to realise a significant amount of the Fund's assets that would be disadvantageous to remaining investors (such as placing capital gains tax burden on remaining investors or resulting in a material diminution in the value of the assets of the Fund);
- the Responsible Entity reasonably considers that it is in the interests of the unitholders;
- the units cease to be quoted or the Fund is removed from the official list of the market; or
- the law otherwise permits.

While the Fund is liquid for the purposes of the Corporations Act, we will satisfy a redemption of units within 21 days of the date on which the redemption request is received (or the deemed date of such redemption) or such longer period as permitted in accordance with the Constitution. The Fund is liquid if 80% of the value of the Fund's assets comprises of liquid assets. If the Fund is illiquid, a redemption request must be dealt with in accordance with the Constitution and Part 5C.6 of the Corporations Act. Unitholders may not be able to redeem their investment where the Fund is illiquid. At the date of this PDS, it is not expected that the Fund will be illiquid.

Spreading withdrawals

Under the Constitution, we may, if we consider it to be fair to all unitholders, spread the redemption of some or all of the relevant units across more than one redemption date. Generally, we may spread a withdrawal request where:

- the withdrawal request is for the value of 5% or more of the number of units on issue; or
- we receive, on any day, withdrawal requests that in total represent 10% or more of the number of units on issue; or
- there have been, or we anticipate that there will be, withdrawal requests for 10% or more of the total units on issue in the Fund and we consider that if those requests are met immediately this may either place a disproportionate expense or capital gains tax burden on remaining investors or meeting the requests would impact negatively on the price we could achieve in selling Fund assets or otherwise disadvantage remaining investors.

When we spread withdrawals, we may determine that a withdrawal request is four separate requests, each for a quarter (or as close to a quarter as we determine) of the total number of units in the original withdrawal request.

Each of the four (deemed) withdrawal requests will be deemed to be received by us on the same business day of the month (or next business day, if not a business day or if that day does not occur in that month) in each of the four succeeding months following the original withdrawal request.

Market Maker

Under the AQUA Rules, we have certain obligations in respect of the Fund to facilitate an orderly and liquid market in the Fund. We may appoint a market maker to maintain continuous liquidity to the market by acting as a buyer and seller to the secondary market.

A market maker will create and redeem units as required to hold an inventory of units enabling it to provide buy and sell prices to the secondary market, while also potentially hedging their underlying positions.

Each day the basket of underlying securities of the Fund is published, allowing the market maker to calculate the total value of the Fund. The market maker applies a buy and sell spread to the value and publishes these prices on the Exchange, continuously updating the prices throughout the trading day and trading as orders are submitted.

We understand the importance of the role of the market maker and seek to appoint market makers that:

- have experience in making markets in ETFs and other types of listed securities in both Australia and overseas;
- have arrangements with the ASX to act as a market maker; and
- have the necessary skill and expertise to perform a market making function.

We have appointed an experienced market maker to act as the market maker for the Fund.

Under the market making arrangements the market maker will generally retain for its own account any trading profit or bear any loss generated by its market making activities.

Subject to the AQUA Rules, we may replace a market marker appointed in respect of the Fund or appoint additional market makers.

Fees and other costs

Fees and other costs

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 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 the managed investment scheme as a whole. Taxes are set out in another part of this document. You should read all the information about fees and costs because it is important to understand their impact on your investment.

Fees and costs summary

Ardea Real Outcome Bond Complex ETF		
Type of fee or cost	**Amount** [7]	**How and when paid**
Ongoing annual fees and costs		
Management fees and costs[1,2,3,4] The fees and costs for managing your investment	The management fees and costs of the Fund are 0.55% p.a. of the Net Asset Value of the Fund	The amount quoted is made up of the following three components: Management fees, which are calculated and accrued daily and paid monthly in arrears from the Fund's assets on or around the last Business Day of the month. Indirect costs (if any), which are deducted from the Fund's assets, accrued daily in the net asset value, and then paid as and when due. Recoverable expenses, which may be abnormal operating expenses (if any) that, if charged, will be deducted from the Fund's assets, and paid as incurred; and/or normal operating expenses and investment expenses, which are paid out of the management fee.
Performance fees[5] Amounts deducted from your investment in relation to the performance of the product	Nil	Not applicable
Transaction Costs[6] The costs incurred by the scheme when buying or selling assets	The net transaction costs incurred by the Fund for the last financial year were approximately 0.19% p.a. of the Net Asset Value of the Fund	Transaction costs are deducted from the assets of the Fund as and when they are incurred (where not otherwise recovered through the buy/sell spread).

Member activity related fees and costs (fees for services or when your money moves in or out of the scheme)		
Establishment fee The fee to open your investment	Not applicable	Not applicable
Contribution fee The fee on each amount contributed to your investment	Nil	Not applicable
Buy-sell spread An amount deducted from your investment representing costs incurred in transactions by the scheme	Estimated to be +0.05%/-0.05% of the investment or withdrawal amount	Charged at time of transaction and paid into the Fund when you invest in or withdraw from the Fund. The buy/sell spread is reflected in the unit price and is not separately charged to the investor.
Withdrawal fee The fee on each amount you take out of your investment	Nil	Not applicable
Exit fee The fee to close your investment	Not applicable	Not applicable
Switching fee The fee for changing your investment options	Nil	Not applicable

1 Unless otherwise stated, all fees and costs are quoted gross of income tax and any Goods and Services Tax (**GST**) and reduced by any input tax credits (**ITC**s) or reduced input tax credits (**RITC**s) as applicable. Where available, the prescribed RITC rate is currently 55% or 75%, depending on the nature of the fee or cost incurred. Due to the impact of GST, ITC and RITC calculations, actual fees may vary slightly from those stated and may be rounded to two decimal places.

2 For certain wholesale clients (as defined in the Corporations Act) we may, at our discretion, negotiate, rebate or waive all or part of our fees. Please refer to 'Can fees be different for different investors?' in 'Fees and other costs'.

3 All estimates of fees and costs in this section are based on information available as at the date of this PDS and reflect the Responsible Entity's reasonable estimates of the typical fees for the current financial year. The costs component of management fees and costs reflect the actual amount incurred for the last financial year and the Responsible Entity's reasonable estimates where information was not available as at the date of this PDS (adjusted to reflect a 12-month period where applicable). All figures have been rounded to two decimal places. Please refer to 'Management fees and costs' under the heading 'Additional explanation of fees and costs' for more information on management fees and costs.

4 Please refer to 'Other payments' under the heading 'Additional explanation of fees and costs' for more information on costs that may be payable.

5 While a performance fee is chargeable under the Constitution, we have elected not to charge it and we have not charged it over the previous 5 financial year(s). Please refer to 'Performance fee' under the heading 'Additional explanation of fees and costs' for further information on performance fees.

6 Transaction costs are the costs associated with the buying and selling of the Fund's assets. These costs include brokerage, settlement costs, clearing costs, stamp duty and other government taxes or charges and include the transactional and operational costs incurred by the underlying assets. Transaction costs are recovered from the assets of the Fund as and when they are incurred. The amount quoted reflects the transaction costs not recovered by the buy/sell spread for the last financial year (adjusted to reflect a 12 month period where applicable), including our reasonable estimates where information about actual costs was unavailable at the date of this PDS.

7 'Nil' means there is an entitlement under the Constitution but we have elected not to charge it. 'Not applicable' means there is no entitlement for us to charge this fee.

Example of annual fees and costs for the Fund

This table gives an example of how the ongoing annual fees and costs in the Fund can affect your investment over a 1-year period. You should use this table to compare this product with products offered by other managed investment schemes.

EXAMPLE - Ardea Real Outcome Bond Complex ETF	**BALANCE OF $50,000 WITH A CONTRIBUTION OF $5,000 DURING YEAR**	
Contribution Fees	Nil	For every additional $5,000 you put in, you will be charged $0
Plus Management fees and costs	0.55% p.a. of the Net Asset Value of the Fund	**And**, for every $50,000 you have in the Fund, you will be charged or have deducted from your investment $275 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	0.19% p.a. of the Net Asset Value of the Fund	**And**, you will be charged or have deducted from your investment $95 in transaction costs.
EQUALS Cost of the Fund		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 of and costs of: $370 **What it costs you will depend on the investment option you choose and the fees you negotiate.**

This example assumes that the $5,000 contribution is made at the end of the year and the value of the investment is otherwise consistent, therefore the management fees and costs associated above are calculated using the $50,000 balance only. Please note that this is just an example. In practice, actual investment balances will vary daily and the actual fees and expenses we charge are based on the value of the Fund, which also fluctuates daily. Additional fees may apply. Please note that this example does not capture all the fees and costs that may apply to you such as the buy/sell spread. For a detailed explanation about all of the fees and costs that apply see the fees and costs summary above.

Additional explanation of fees and costs

Management fees and costs

The costs component of management fees and costs in the 'Fees and costs summary' reflects the actual amount incurred for last financial year and the Responsible Entity's reasonable estimates where information was not available as at the date of this PDS (adjusted to reflect a 12 month period). All figures have been rounded to two decimal places.

You should refer to the Fund's website at www.fidante.com from time to time for any updates which are not materially adverse to investors.

The total management fees and costs for the Fund, outlined in the 'Fees and costs summary' above include the management fee, indirect costs and recoverable expenses. They do not include the performance fees (if payable), the Fund's buy/sell spread or the transaction costs of underlying assets (as set out below).

The Fund's management fees and costs are payable from the Fund's assets (generally those being referable to the relevant class) and are not paid directly from your account. Each of these are explained further below.

For details of the maximum fees permitted under the Constitution, please refer to 'Maximum allowable fees'.

Management fee

This is the fee charged for managing the investments, overseeing the Fund's operations and providing access to the Fund. The management fee of the Fund is 0.50% p.a. of the Net Asset Value of the Fund. It is calculated and accrued daily as a percentage of the Net Asset Value of the Fund and payable monthly in arrears.

Indirect costs

Indirect costs are those amounts paid from the assets of the Fund that we know or, where required, reasonably estimate will reduce, whether directly or indirectly, the return of the Fund or the amount or value of the income of, or property attributable to, the Fund or an interposed vehicle in which the Fund invests. Indirect costs do not include the management fee, performance fee, or recoverable expenses as set out in this section. For example, indirect costs include charges of an underlying fund where the Fund invests in assets indirectly, and costs associated with certain over-the-counter (**OTC**) derivatives which the Fund may be exposed to.

If the Fund invests in assets indirectly, that is by investing in other managed funds, like the Underlying Fund, certain indirect costs may be deducted from the assets of the underlying fund in which the Fund invests. Such costs will generally be accrued daily in the underlying fund and paid periodically.

Indirect costs of the Fund are estimated to be 0.05% p.a. of the Fund's Net Asset Value, based on the actual amount incurred for the previous financial year and the Responsible Entity's reasonable estimate of such costs where information was not available as at the date of this PDS or where the Responsible Entity was unable to determine the exact amount.

Recoverable expenses

Normal operating expenses

We currently pay the normal operating expenses of the Fund (e.g. custody fees, audit fees, accounting fees, legal and regulatory fees) from the management fee and will not, without notice, recover these from the Fund's assets.

Abnormal expenses

We may recover abnormal expenses (such as costs of unitholder meetings, changes to the Constitution and defending or pursuing legal proceedings) from the Fund's assets. Whilst it is not possible to estimate such expenses with certainty, we anticipate that the events that give rise to such expenses will not occur regularly. In circumstances where such events do occur, we may decide not to recover these abnormal expenses from the Fund's assets.

The management fees and costs set out in the 'Fees and costs summary' above include abnormal expenses of 0.00% p.a. of the Net Asset Value of the Fund, which is the amount actually incurred by the Fund for the previous financial year including the Responsible Entity's reasonable estimates where information was unavailable at the date of this PDS. If abnormal expenses are charged, they will be recovered from the Fund's assets when they are incurred. The amount quoted is not an indication or guarantee of the amount that may be charged in the future. At the date of this PDS, there is no intention to hold a unitholder meeting nor are we aware of any legal proceedings the Fund may be a part of that may require us to recover associated abnormal expenses from the Fund.

Investment expenses

We currently pay the standard investment management costs of the Fund from the management fee.

Performance fee

While a performance fee is chargeable under the Constitution, the Responsible Entity has elected not to charge a performance fee.

Transaction costs

Transaction costs are the costs associated with the buying and selling of the Fund's assets. These costs include brokerage, settlement costs, custody and bank charges (where applicable), OTC derivative costs, clearing costs, stamp duty and other government taxes or charges and include underlying security buy/sell spreads and the transaction costs incurred to acquire or sell the underlying assets.

The total gross transaction costs incurred by the Fund for the last financial year were approximately 0.21% p.a. of the Net Asset Value of the Fund, including the Responsible Entity's reasonable estimates where information was unavailable at the date of this PDS. The transaction costs shown in the 'Fees and costs summary' are net of any amount recovered by the buy/sell spread.

The net transaction costs of the Fund (representing the total gross transaction costs minus the total amount recovered through the buy/sell spread of

(+0.05%/-0.05%) incurred for the last financial year were 0.19% p.a. of the Net Asset Value of the Fund, including the Responsible Entity's reasonable estimates where information was unavailable at the date of this PDS.

Transaction costs are not included in the management fees and costs. Instead they are paid from the assets of the Fund as and when they are incurred and therefore (where not otherwise recovered through the buy/sell spread) are an additional cost to you.

Total fees and costs

Based on the estimated costs outlined in this section, the estimated total of the amounts for management fees and costs, performance fees and net transaction costs is estimated as 0.74% p.a. of the Net Asset Value of the Fund. The dollar figure of these estimated total management fees and costs, performance fees and net transaction costs based on an investment balance of $50,000 is $370.

Buy/sell spreads for Authorised Participants

The buy/sell spread is a type of transaction cost that the Responsible Entity may charge to investors to recover some or all of the transaction costs of the Fund. The purpose of the buy/sell spread is to ensure that only those investors transacting in the Fund's units at a particular time bear the Fund's costs of buying and selling the Fund's assets as a consequence of their transaction.

The buy/sell spread for the Fund is stated as a percentage of the investment or withdrawal amount and is the difference between the investment unit price and the withdrawal unit price. It reflects an estimate of the transaction costs expected to be incurred in buying and selling the Fund's assets as a result of investments and withdrawals made by investors.

This estimate may take into account factors such as (but not limited to) historical transaction costs and anticipated levels of investments and withdrawals. It is expected that brokerage will make up the vast majority of transaction costs.

The current buy/sell spread of the Fund is +0.05%/-0.05%; however a different buy/sell spread may apply if the estimate changes.

We have discretion to waive or reduce the transactional and operational costs on investments or withdrawals where no or reduced costs are incurred. We will provide notification to unitholders of any changes to buy/sell spread transaction costs on the Fidante website.

Any difference between total gross transaction costs and the amounts recovered from the buy/sell spread from transacting investors is an additional cost that is borne by all investors of the Fund.

Please note that while the buy/sell spread is an additional cost to you, it is not a fee paid to us or Ardea. It is paid to the Fund and is reflected in the Fund's unit price.

Buy/sell spreads for non-Authorised Participants

Non-Authorised Participants have a right to redeem their units with us in exceptional circumstances. Please see section 'Redemptions by investors other than Authorised Participants' for further information. In these circumstances, we may charge a sell-spread on the same terms described above for Authorised Participants.

Can fees be different for different investors?

Yes; we may negotiate, rebate, or waive fees for wholesale clients (as defined in the Corporations Act), where permitted by law. We do not negotiate fees with retail investors.

Borrowing costs

Borrowing costs are the costs associated with borrowing money or securities. The Fund may enter into borrowing facilities and, if so, the costs of a borrowing facility would be deducted from the Fund and not paid for by us from the fees we receive. Borrowing costs are not part of transaction costs, and are not shown in the 'Fees and costs summary'.

Government charges and GST

Government taxes such as stamp duty and Goods and Services Tax (**GST**) may apply to the Fund or your investment. Unless otherwise stated, all fees and costs are quoted inclusive of any GST and net of any input tax credits (**ITCs**) or reduced input tax credits (**RITCs**) that are expected to be available to the Fund.

Where RITCs are available, the prescribed rate is currently 55% or 75%, depending on the nature of the fee or cost incurred. Please refer to 'How managed investment schemes are taxed' for additional information on GST.

Stockbroker fees

Investors other than Authorised Participants will incur brokerage fees when buying and selling the units on the ASX. Investors should consult their stockbroker for more information in relation to fees and charges.

Subject to law we may pay stockbrokers a stamping fee which will not be paid out of the assets of the Fund.

Maximum allowable fees

The Constitution and the Underlying Fund Constitution allows certain maximum fees (see table below), and allows for expenses of the Fund (whether normal or abnormal expenses), such as registry, audit, taxation, advice, investment management and offer document costs to be paid directly from the Fund.

Fee	Maximum amount
Contribution fee (currently not charged)	5.00% of the contribution amount
Management fee (currently charged at 0.50% p.a.)	3.00% p.a. of the Net Asset Value of the Fund
Withdrawal fee (currently not charged)	5.00% of the withdrawal amount
Performance fee (currently not charged)	30% of the difference between the Fund's daily return (after fees and expenses and after adding back any distributions paid) and the performance benchmark (being the daily return of the Reserve Bank of Australia Cash Rate).
Switching fee (currently not charged)	Contribution fee plus $50 (CPI adjusted)

The Constitution does not place any limit on the amount of the expenses that can be paid from the Fund.

Investing in related entity funds

The Fund may gain investment exposure through other unlisted funds operated by related entities, such as the Underlying Fund. Where the Fund invests in an unlisted fund operated by us we ensure that there is no duplication of fees. Instead, adjustments are made so that our management fee will be no greater than the Fund's management fee.

Can fees change?

All fees can change without investor consent. Reasons for this might include changing economic conditions and changes in regulation. We will give unitholders 30 days' written notice of any proposed increase in fees. We cannot charge more than the Constitution allows. If we wish to raise fees above the amount allowed for in the Constitution, we would first need to obtain the approval of unitholders. We also reserve the right to waive or reduce any of the fees and costs described in this PDS without prior notice.

Tax

Information about tax is set out in the 'How managed investment schemes are taxed' section.

How managed investment schemes are taxed

The Australian tax commentary below is of a general nature and is based on our understanding of the Australian tax laws, as at the date of this document, as they relate to Australian resident individual taxpayers who hold their investment on capital account. Any information contained therein should be used as a guide only and does not constitute professional taxation advice as individual circumstances may differ. Fidante is not a registered tax (financial) adviser and is not licensed or authorised to provide tax advice. We recommend that you obtain your own professional advice regarding your position, as tax and social security laws are complex and subject to change, and investors' individual circumstances vary.

Taxation of the Fund

The Attribution Managed Investment Trust (**AMIT**) legislation applies to qualifying Managed Investment Trusts (**MIT**s) that make an irrevocable election to become an AMIT. The Responsible Entity has elected for the Fund to be an AMIT.

An AMIT must attribute its taxable income to investors on a fair and reasonable basis, and investors are advised of their share of the taxable income via an AMIT Member Annual Statement (**AMMA Statement**). The Fund will generally not be liable to pay income tax on its taxable income on the basis that it will attribute all determined trust components (i.e. assessable income, exempt income and non-assessable non-exempt income) to members each year. If the Fund were to cease being an AMIT, it should also generally not be liable to pay income tax on the basis that unitholders are presently entitled to the Fund's distributable income.

Other key features of the AMIT regime include: income character retention; deemed fixed trust status; an ability for adjustments and errors at the trust level to be carried forward and dealt with in the year in which they are discovered; adjustments (upwards and downwards) made to investors' cost bases for CGT purposes, and their costs for revenue purposes, where there are differences between the amount distributed and the amount attributed on an AMMA Statement; and clarification of the treatment of tax deferred distributions.

The MIT capital account election regime permits eligible MITs to make an irrevocable election to adopt capital account treatment for certain types of assets (broadly shares, units and real property) for income years to which the election applies. An irrevocable election has been made in respect of the Fund and accordingly deemed capital treatment will apply in respect of the qualifying assets for the income years to which the election applies.

Additionally, there is arm's length income legislation that applies to MITs. Under this legislation, excess income generated by a MIT from non-arm's length arrangements may be determined to be subject to tax at 30%. It is not expected that the arm's length income provisions will impact the Fund.

The Taxation of Financial Arrangement (**TOFA**) provisions apply on a mandatory basis to qualifying taxpayers in respect of certain financial arrangements. Broadly, the TOFA provisions recognise certain gains and losses on financial arrangements on an accruals basis, which may result in a taxing point prior to the realisation of the investment. As at the date of this document, we, as Responsible Entity of the Fund, have not made an election to apply one of the elective methods under TOFA.

Tax losses incurred by the Fund will remain in the Fund and can be applied to reduce the Fund's income in future years (subject to the Fund satisfying the specific provisions of the trust loss carry forward legislation).

Tax position of Australian resident investors

You will generally be required to include in your assessable income your attributed income of the Fund. There may be instances where your attributed share of the taxable income of the Fund exceeds the distribution you receive from the Fund.

Where investors disagree with the allocation of taxable income in an AMMA Statement, they may give a 'member choice' to the Commissioner of Taxation. In the event investors make a member choice, the Constitution provides that the investors will indemnify us for all costs and liabilities incurred as a result of the member choice.

CGT cost base reductions or uplifts may occur where taxable income attributed is either less than or greater than, respectively, the total of both cash distributed and tax offsets attributed for an income year. Where cost base reductions or uplifts occur, this will affect the CGT position of the investment. For those investors who have a zero cost base in their units, or where the total cost base reduction amount exceeds the cost base of their units, a capital gain may arise to these investors for that year. Investors should maintain records of their cost base adjustments. You may also be entitled to tax offsets (franking credits and/or foreign tax offsets) attributed by the Fund. Provided investors satisfy certain provisions of the Tax Act, investors may be able to utilise these

offsets against their tax liability on the taxable components of the distributions. In order to claim the amount of tax offsets, investors must include the amount of the offsets in their assessable income.

We will advise each investor of their share of tax offsets in the AMMA Statement.

The disposal of units (for instance by withdrawal or transfer) may give rise to a capital gains tax liability or a capital loss. Investors who have held their units on capital account for more than 12 months may be entitled to a capital gains tax discount.

Non-resident account holder reporting requirements

As a result of an increased international focus on account holder data exchange, a number of countries have legislated that financial institutions (which includes us) identify and report certain information about the financial accounts of investors. The regimes include the United States Foreign Account Tax Compliance Act (**FATCA**) and the OECD's Common Reporting Standard (**CRS**). To comply with our obligations under various reporting legislation we will provide to the ATO such data as required in respect of your investment with us. This will be required if you are a US citizen or a foreign tax resident of any jurisdiction outside of Australia. If Fidante or the Unit Registrar have attempted to confirm your tax status with you but have been unable to do so, we may still be required to notify the ATO.

Goods and Services Tax (GST)

GST is not payable on the issue, withdrawal or transfer of units in the Fund, as these are input-taxed financial supplies for GST purposes. However, GST will generally be incurred on various acquisitions made by the Fund, including the acquisition of investment management services. In certain specified circumstances, the Fund may be entitled to input tax credits (**ITCs**), or reduced input tax credits (**RITCs**) at the prescribed percentage of 55% or 75% depending on the acquisition. Any available ITCs or RITCs effectively reduce the non-recoverable GST cost incurred.

Tax File Number

You may provide the Registrar with your Tax File Number (**TFN**), or TFN exemption. Alternatively, if you are investing in the Fund in the course of an enterprise, you may quote an Australian Business Number (**ABN**). It is not compulsory for you to quote a TFN, exemption or ABN, but if you do not, we are required to deduct tax from your attributed or distributed amounts at the highest marginal tax rate plus the Medicare levy (and any other levies we are required to deduct, from time to time). The collection of TFNs is authorised, and their use is strictly regulated, by tax and privacy laws. Non-residents are generally exempt from providing a TFN, however may be required to provide other information.

Additional information

How unit prices are calculated

Unit prices are determined in accordance with the Constitution and are usually calculated each NSW Business Day. The calculation of both the investment unit price and the withdrawal unit price is based on the Net Asset Value adjusted by the buy/sell spread. For information on buy/sell spreads, refer to 'Buy/sell spreads' in 'Additional explanation of fees and costs'.

For investment and withdrawal unit prices, the NAV is the value of all the Fund's assets attributed to the Fund less the value of the Fund's liabilities at the valuation time. When calculating the NAV, we must use the most recent valuations of the Fund's assets and the most recent determination of the liabilities. Where more than one class is on issue, the investment and withdrawal prices will be calculated for the relevant class using the NAV that is referable to that particular class.

The Fund's assets and liabilities are usually valued each NSW Business Day.

Generally, for unit pricing purposes, listed securities are valued using the last available market close price quoted on the relevant exchange. Other assets are generally valued at recoverable value. Any income entitlements, cash at bank, and any amount of Goods and Services Tax (**GST**) recoverable by the Fund from the Australian Taxation Office are also included in asset values used to calculate the investment and withdrawal unit prices.

Generally, for unit pricing purposes, liabilities are valued at cost. Liabilities also include an accrual for management costs (which includes management fees up to and including the calculation date) and for costs (if any) that an investor would ordinarily incur when investing in the Fund's underlying assets.

Where we receive a valid transaction request before the transaction cut-off time of 4:00pm for applications and 3:00pm for redemptions (Sydney time) on a NSW Business Day, the unit price will generally be determined at the next valuation time after that transaction cut-off time. This is typically referred to as 'forward pricing'.

In rare circumstances, we may suspend unit pricing where, acting in accordance with our Responsible Entity obligations to unitholders, we consider it impracticable to calculate a NAV.

We have a Unit Pricing Permitted Discretions Policy. The policy sets out how we will exercise any discretions in relation to unit pricing (such as, for example, how often we determine unit prices and valuation methodology). If we depart from our policy, we are also required to record details of this departure. You can obtain a copy of this policy or any recorded departures free of charge by calling us.

Additional information about distributions

If we pay a distribution, you may choose to have your distribution reinvested in additional units in the Fund or paid directly to your nominated account with an Australian financial institution.

If a Unitholder does not make an election under the distribution reinvestment plan (DRP), the Responsible Entity will automatically pay any distribution entitlement in cash to the Unitholder's nominated Australian Bank account.

Elections to participate in the DRP must be made by the election date announced by the Responsible Entity in respect of each distribution.

Investors can elect to participate in the DRP online via the Unit Registrar's website: au.investorcentre.mpms.mufg.com.

Units issued as a result of the DRP will be rounded down to the nearest whole unit with the credit balance carried forward to the next distribution.

Inactive DRP participants with credit balances carried forward (e.g. investors who have exited the Fund or changed their DRP election to cash) will receive the credit balance paid out as cash on an annual basis.

Typically, the price of units issued on reinvestment of distributions is the investment price for units next determined after the close of business on the last day of the distribution period. The amount of each distribution may vary. Your share of any distribution depends on how many units you hold at the end of the relevant period as a proportion of the total number of units held in the Fund at the nominated record date.

The amount of income distributed each year will generally be the distributable income received by the Fund, unless we decide to distribute a different amount. Any net capital gains derived by the Fund during the financial year are generally distributed in the June distribution period.

Distributions, including amounts paid as cash, reinvested in additional units, or credit balances carried forward, may be subject to income and withholding tax.

If you invest just prior to the record date, you may receive some of your investment back immediately as income. Conversely, if you withdraw from the Fund just before a distribution, you might turn income into a capital gain or reduce your capital losses.

Under the Constitution, we have the power to make reinvestment of distributions compulsory. At the date of this document, we have no intention of making distribution reinvestment compulsory. We also have the discretion to transfer assets of the Fund to you (instead of cash) in payment (partly or fully) for a distribution amount.

Investors can change their distribution payment instructions by contacting the Unit Registrar.

For further information refer to the Distribution Reinvestment Plan Policy available at www.fidante.com.

How the Fund is governed

The Constitution, together with the Corporations Act and other laws, governs the way in which the Fund operates, including the rights, responsibilities and duties of the Responsible Entity and unitholders.

The Constitution

The Constitution contains the rules relating to a number of issues including:

- unitholder rights;
- the process by which units are issued and redeemed;
- the calculation and distribution of income;
- the investment powers of the Responsible Entity;
- the Responsible Entity's right to claim indemnity from the Fund and charge fees and expenses to the Fund;
- the creation of other classes of units; and
- the termination of the Fund.

The Constitution allows for different classes of units to be established and all rights, entitlements, obligations, assets, liabilities and calculations of a unit are referable to that class of units.

It is generally thought that unitholders' liabilities are limited to the value of their holding in the Fund. It is not expected that a unitholder would be under any obligation if a deficiency in the value of the Fund was to occur. However, this view has not been fully tested at law.

Unitholders can inspect a copy of the Constitution at our head office or we will provide a copy free of charge, on request.

We may alter the Constitution if we reasonably consider the amendments will not adversely affect unitholders' rights. Otherwise (subject to any exemption under the law), we must obtain unitholder approval at a meeting of unitholders.

We may retire or be required to retire as Responsible Entity if unitholders pass a resolution approving our removal.

Termination

The Constitution, together with the Corporations Act, governs how and when the Fund may be terminated. We may terminate the Fund at any time by written notice to unitholders. On termination, a unitholder is entitled to a share of the net proceeds of our realisation of the assets in proportion to the number of units they hold in the Fund.

Unitholder meetings

The conduct of unitholder meetings and unitholders' rights to requisition, attend and vote at those meetings are subject to the Corporations Act and (to the extent applicable) the Constitution.

Classes and segregation of assets for classes of units

The Fund has been established as a separate class of units of the ActiveX Scheme, a registered managed investment scheme. Investors in the Fund acquire units in that specific class of units. Under the terms of the Constitution the assets of the Fund are held on trust for the investors in the specific class that relates to the Fund.

While as at the date of this PDS the only class of units on issue in respect of the ActiveX Scheme, is the class that relates to the Fund, the Constitution permits additional classes of units to be established by the Responsible Entity from time to time and where an additional class of units is established the assets of that class will be held on trust for the holders of units in that specific class. The Constitution contains provisions that segregate the assets of a class of units from all other classes of units issued in respect of the ActiveX Scheme.

The Responsible Entity may in its discretion appoint a security trustee in respect of the Fund to hold the assets of the Fund on such terms that it determines, including the grant of security interests in favour of the security trustee over the assets of the Fund.

Compliance plan and compliance committee

We have lodged the Fund's compliance plan with ASIC and established a compliance committee for the Fund with a majority of external members. The compliance plan sets out how we will ensure compliance with both the Corporations Act and the Constitution.

The compliance committee's role is to monitor compliance with the compliance plan. It must also regularly assess the adequacy of the compliance plan and report any breaches of the Corporations Act or the Constitution to us. If we do not take appropriate action to deal with the breach, the compliance committee must report the breach to ASIC.

The Fund and the compliance plan are required to be audited annually.

Other parties

Custodian

We have engaged a custodian to hold the assets of the Fund. The custodian has no independent discretion with respect to the holding of assets and is subject to performance standards.

Fund Administrator

We have also engaged a fund administrator that is responsible for back office services and fund accounting, amongst other administrative services. These services include unit price calculations, distribution calculations and performance reporting.

Auditor

The Responsible Entity has engaged a registered company auditor. The auditor's role is to provide an audit of the financial statements of the Fund each year, as well as performing a half-yearly review (if required), and to provide an opinion on the financial statements.

Unit Registrar

The Responsible Entity has engaged MUFG Corporate Markets (AU) Limited (**The Registry** or the **Unit Registrar**) to provide unit registry services for the Fund.

The registry services agreement sets out the services provided by the Unit Registrar on an ongoing basis together with service standards. These services include maintenance of the unit registry, issuance of correspondence and issuer sponsored statements, payment services, bank reconciliation and settlement services, and general reporting.

The Unit Registrar is the primary contact for investor enquiries and can be contacted on 1800 441 104.

Market Maker

The Responsible Entity has appointed a recognised, lead market maker for the Fund. All obligations and rights pertaining to the market maker are set out in the market making agreement.

The Market Maker has agreements with the Exchange to act as a market maker. Subject to the AQUA Rules, we may replace the market maker for the Fund or appoint additional market makers.

The primary function of the market maker is to ensure liquidity by providing quotes to the market (buy and sell prices) throughout the trading day and updating quoted prices to reflect changes in the underlying value of the Fund.

Authorised Participants

The Responsible Entity has entered into an Authorised Participant Agreement with an eligible Authorised Participant.

The primary function of an Authorised Participant under an Authorised Participant Agreement is to facilitate the creation and redemption of units in the Fund, as a trading participant authorised by the ASX (or which has engaged a trading participant to act on its behalf), by issuing unit creation or redemption requests to the Responsible Entity.

The Responsible Entity may enter into Authorised Participant Agreements with additional eligible Authorised Participants.

An Authorised Participant may also be appointed to act as market maker under a separate market making agreement with the Responsible Entity.

Additional information about making a complaint

As part of our commitment to providing quality service to our Investors, we endeavour to resolve all complaints quickly and fairly. Our policy is to acknowledge any complaint within 24 hours or as soon as practical after receiving it and investigate, properly consider, and decide what action (if any) to take and to provide a final response to you within 30 calendar days for standard complaints. If you have a particular complaint regarding your investment, please do not hesitate to contact us by calling the Fidante Investor Services Team on 1300 721 637 or by writing or emailing to:

Complaints and Disputes Resolution Officer

C/- Fidante
GPO Box 3993
Sydney NSW 2001

E: info@fidante.com.au

If you are not satisfied with our response or how the complaint has been handled (or we have not responded within 30 days) you may contact the following external dispute resolution scheme.

The Australian Financial Complaints Authority (AFCA)
GPO Box 3
Melbourne VIC 3001
Tel: 1800 931 678
www.afca.org.au

email: info@afca.org.au

AFCA provides fair and independent financial services complaint resolution that is free to consumers.

Related Parties

We may enter into transactions with, and use the services of, any of our related bodies corporate (as defined in the Corporations Act). Such arrangements will be based on arm's length commercial terms and will be for reasonable remuneration. We, Ardea, or any of our respective related bodies corporate, or any director, officer or employee of any of them may invest in the Fund.

Privacy

This section of the PDS explains how Fidante collects, uses and discloses unitholders personal information, with further detail available in our privacy policy (available at www.fidante.com/privacy-policy).

The Unit Registrar may collect, use and disclose personal information including unitholders name, contact details and tax file number (if provided) to perform its functions as Unit Registrar on our behalf. The Unit Registrars privacy policy is available at: au.investorcentre.mpms.mufg.com.

Fidante collects, uses and discloses personal information to:

- process and administer applications made by the Authorised Participant;
- perform administrative activities in relation to investments;
- manage complaints;
- improve and personalise our products and services;
- conduct product and market research;
- inform you about other products and services that may be useful to unitholders; and
- comply with our obligations under the law, including with respect of anti-money laundering, financial services and taxation laws.

Fidante collects personal information from you and the Unit Registrar and, if relevant, from your financial adviser or nominated broker. Fidante may take steps to verify the information collected. Where you provide us with personal information about someone else (for example, your power of attorney, or related persons including the beneficial owners connected with your investment) you must have their consent to provide their personal information to us.

If you decide not to provide certain information, we or our Unit Registrar may not be able to process your investment or future withdrawal requests, or may have to deduct tax from any amounts attributed or distributed to you at the highest marginal tax rate plus the Medicare levy (and any other levies we are required to deduct, from time to time).

Disclosing your information

We disclose your information to the Unit Registrar and to your financial adviser and/or nominated broker. In addition, we may disclose information we hold about you:

- if you consent to the disclosure;
- if the disclosure is required or authorised by law; to organisations acting on our behalf (for example, sending your statements);
- to professional service firms that provide services to us such as legal and audit services, or data or information services;
- to related companies and/or the investment manager that may also provide you with a financial product or financial service;
- to electronic identity verification service providers, in order for identity information (about you or related persons connected with your investment) to be verified against relevant government and other databases, for the purpose of complying with anti-money laundering laws; or
- otherwise in accordance with our privacy policy.

Fidante does not currently disclose personal information to recipients in foreign jurisdictions. However, in some cases, personal information may be used (or accessed) by third party service providers located overseas in relation to the provision of unit registry services and associated administrative functions. Fidante takes reasonable steps to ensure appropriate security protections are in place to protect and control the personal information of its investors. If you would like further information, please contact us or the Unit Registrar.

From time to time we or our related companies may contact you to tell you about other products and services that might be useful to you, including financial, superannuation, investment, insurance and funds management products and services. Please contact us (our details are noted in this PDS) if you do not want to receive any of this kind of marketing material.

For information on how you can correct or update the personal information we hold about you please contact the Unit Registrar.

Our privacy policy also contains this information as well as further details about our handling of personal information and about how you can request access to it or lodge a complaint if you believe your personal information has been misused, and how we deal with complaints.

Reporting and disclosure obligations

As Responsible Entity of the Fund, we will comply with the provisions of the Corporations Act, including the continuous disclosure requirements that apply to an unlisted disclosing entity. As a disclosing entity, the Fund is subject to regular reporting and disclosure obligations. We will comply with our continuous disclosure obligations under the law by publishing new material information about the Fund on our website in accordance with ASIC's good practice guidance for website disclosure. Copies of documents lodged with ASIC in relation to the Fund may be obtained from, or inspected at, an ASIC office. We can also provide you with a copy of:

- the annual financial report most recently lodged with ASIC for the Fund;
- any half-yearly financial report lodged with ASIC in relation to the Fund after the lodgement of the annual financial report and before the date of the PDS; and
- any continuous disclosure notices given for the Fund after lodgement of the annual financial report and before the date of the PDS.

As an issuer of a product quoted under the AQUA Rules we will also comply with the continuous and periodic disclosure requirements as set out in 'About the Exchange, the Operating Rules and CHESS'.

You can obtain a copy of the Fund's continuous disclosure information by visiting our website www.fidante.com. We encourage you to regularly check our website for new information that may be relevant to your investment. A paper copy of this information will also be given to you, on request, without charge.

ASIC Relief

Equal Treatment relief

Pursuant to ASIC Instrument 2024/147, ASIC has granted relief under section 601QA of the Corporations Act from the equal treatment requirement in section 601FC(1)(d), to the extent that it would prevent Fidante from permitting only Authorised Participants to withdraw from the Fund. For the purposes of this relief (and for so long as we are permitted to rely on it), except in exceptional circumstances, only Authorised Participants may withdraw from the Fund, but other unitholders may sell their units on the AQUA Market. However, if the units are suspended from trading on the AQUA Market for more than 5 consecutive trading days, Investor will have the right to withdraw from the Fund and receive payment for their interests in money within a reasonable time of request unless any of the following apply:

- the Fund is being wound up;
- the Fund is not liquid as defined in subsection 601KA(4) of the Corporations Act; or
- we suspend redemptions in accordance with the Constitution.

In the event that such a redemption occurs, any withdrawal fee per unit payable by unitholders who are not Authorised Participants will not be greater than the withdrawal fee per unit that would generally be payable by an Authorised Participant receiving redemption proceeds in cash when withdrawing the minimum parcel of units.

The Responsible Entity will not treat members of the same class equally to the extent that it restricts withdrawals from the Fund to Authorised Participants.

Class Order Relief - Ongoing Disclosure

ASIC Instrument 2024/147 exempts Fidante from the ongoing disclosure requirements in section 1017B on the condition that Fidante complies with the continuous disclosure requirements in section 675 of the Corporations Act as if the Fund was an unlisted disclosing entity. Fidante will comply with these continuous disclosure requirements of the Corporations Act as if the Fund was an unlisted disclosing entity.

Class Order Relief - Periodic Statements

ASIC Instrument 2024/14 exempts Fidante from certain periodic statement requirements. In particular, we are not required to include purchase or sale price information or return on investment information where we are unable to determine such information provided we explain why this information is not included and how it can be obtained or calculated.

Glossary

Investment Term	Explanation
actively managed	Refers to a style of portfolio management where the manager actively makes specific investments with the goal of outperforming an investment benchmark. Portfolio investment strategies are generally constrained within specific investment risk limits.
ActiveX Trust	ActiveX Trust (ARSN 629 403 925)
AQUA Rules	Schedule 10A of the ASX Operating Rules and related rules and procedures, as amended, varied or waived from time to time.
ASIC	Australian Securities & Investments Commission.
ASX	ASX Limited or the Australian Securities Exchange, as the case requires.
ASX Listing Rules	The listing rules of the ASX as amended, varied or waived from time to time.
ASX Operating Rules	The operating rules of the ASX as amended, varied or waived from time to time.
Authorised Participant	A financial institution which has entered into an Authorised Participant Agreement with the Responsible Entity.
Authorised Participant Agreement	An agreement between the Responsible Entity and an Authorised Participant in relation to unit applications and redemptions.
bond yield	A bond's yield refers to the expected earnings generated and realized on a fixed-income investment over a particular period of time, expressed as a percentage or interest rate.
brown bonds	Brown bonds are bonds which have not been accredited or certified as green.
cash	Cash, deposits and short-term bank bills. The cash and cash equivalents the Fund may invest in include authorised securities with a minimum short term credit rating of 'A-2' or equivalent and with a tenor of up to 13 months or less to maturity.
CHESS	The Clearing House Electronic Sub-register System.
Corporations Act	*Corporations Act 2001* (Cth).
Constitution	The constitution of the ActiveX Trust, as amended or replaced from time to time, under which the Ardea Real Outcome Bond Complex ETF has been established as a separate class of units of the ActiveX Trust.
derivatives	Derivatives are a contract between two or more parties with a value based on an underlying asset. The value of derivatives generally is derived from the performance of an asset, index, interest rate, commodity, or currency. Generally derivative contracts are used to manage the risk associated with buying, selling, or trading assets with fluctuating prices. Futures, options and swaps are all types of derivative contracts.
Duration	Duration measures the sensitivity of a bond's price to changes in a related underlying market rate, such as an interest rate or inflation rate. The greater the bond's duration, the more sensitive it is to changes in the underlying market rate. For example, the price of a bond with an interest rate duration of +/- 2 years would be expected to move +/- 2% for every +/- 1% move in the underlying interest rate.
ETF	Exchange traded fund.
fixed income security	A fixed income security is a debt security that makes interest payments based on a fixed rate that is set at the time of issuance. The market value of fixed interest securities can be affected by changes in market interest rates.
Fund	Ardea Real Outcome Bond Complex ETF which is a separate class of units in the ActiveX Trust, a registered managed investment scheme.
futures	An agreement between two parties to buy or sell a specified quantity of a specified underlying asset, at a particular time in the future and at a price agreed when the agreement is made.
government bonds	Bonds issued by governments denominated in the country's domestic currency. Bonds issued by governments are generally considered very low risk.

Investment Term	Explanation
green bonds	Green bonds fund projects that have positive environmental and/or climate benefits. Proceeds from these bonds are earmarked for green projects but are backed by the issuer's entire balance sheet. Guidelines on how Green Bonds are to be assessed are provided by organisations such as the Climate Bonds Initiative (CBI) and the International Capital Market Association (ICMA).
GST	Goods and Services Tax.
Market Maker	A Market Maker maintains liquidity to the market by acting as a buyer and seller to the secondary market.
Market Maker Agreement	An agreement between the Responsible Entity and the market maker in relation to the market making arrangements for the Fund.
NTA	Net tangible assets.
NSW Business Day or **Business Day**	Monday through to Friday excluding NSW public holidays.
options	An agreement between two parties that conveys the right, but not the obligation, to the holder of the option to either buy or sell a specific asset at an agreed price and within an agreed period of time. If the option is not exercised during that time, the money paid for it is forfeited.
PDS	Product disclosure statement.
relative value strategies	Relative value strategies are an active strategy that seeks to exploit temporary differences in the prices of related securities. Such strategies use analysis to determine if an asset is undervalued or overvalued and will buy or sell accordingly.
repurchase agreements	Repurchase agreements are a form of short-term borrowing for dealers in government bonds. The dealer sells the bond to investors and agrees to buy it back at a specified price on a given date.
RITCs	Reduced input tax credits.
sustainability risks	Sustainability risks are defined as an environmental, social or governance event or condition that, if it occurs, could cause an actual or potential material negative impact on the value of the investment arising from an adverse sustainability impact.
swaps	A contract between two parties to exchange one stream of periodic cash flows for another.
Tax Act	The Income Tax Assessment Act 1936 (Cth), the Income Tax Assessment Act 1997 (Cth) or both, as appropriate.
Underlying Fund	Ardea Real Outcome Fund (ARSN 158 996 699).
Underlying Fund Constitution	The constitution governing the Underlying Fund, as amended or replaced from time to time.
volatility	The extent of fluctuations in share prices, exchange rates and interest rates. The higher the volatility, the less certain an investor is of the return, and therefore volatility is one measure of risk.

Target Market Determination

Ardea Real Outcome Bond Complex ETF

Introduction

This Target Market Determination (**TMD**) is required under section 994B of the Corporations Act 2001 (Cth) (**the Act**). This TMD describes the class of consumers that comprises the target market for the financial product and matters relevant to the product's distribution and review (specifically, distribution conditions, review triggers and periods, and reporting requirements). Distributors must take reasonable steps that will, or are reasonably likely to, result in distribution of the product being consistent with the most recent TMD (unless the distribution is excluded conduct).

This document is **not** a product disclosure statement (**PDS**) and is **not** a summary of the product features or terms of the product. This document does not take into account any person's individual objectives, financial situation or needs. Persons interested in acquiring this product should carefully read the PDS for the product before making a decision whether to buy this product.

Important terms used in this TMD are defined in the TMD Definitions which supplement this document. Capitalised terms have the meaning given to them in the product's PDS, unless otherwise defined. The PDS can be obtained by contacting us on 1300 721 637 or on our website at www.fidante.com.au.

Target Market Summary

The Fund adopts a relative value investment strategy to access a range of fixed income return sources. This product is most likely appropriate for a consumer seeking a stable total return in excess of cash over the medium term, prioritising low return volatility. It is intended to be used as a satellite to core component of their portfolio where the consumer has a short investment timeframe and a low to medium risk/return profile.

Fund and Issuer Identifiers

Issuer	Fidante Partners Limited
Issuer ABN	94 002 835 592
Issuer AFSL	234668
Fund Manager	Ardea Investment Management Pty Ltd
TMD Contact Details	fidantepro@fidante.com.au
Fund Name	Ardea Real Outcome Bond Complex ETF
ARSN	629 403 925
APIR Code	N/A
ISIN Code	AU0000031700
Market Identifier Code	N/A
Product Exchange Code	XARO
TMD Issue Date	9/11/2026
TMD Version	4
***Distribution status of fund**	A

*A = Available ; C = Ceased Distribution

Description of Target Market

TMD indicator key

The Consumer Attributes for which the product is likely to be appropriate have been assessed using a red and green rating methodology:

In Target Market	Not in target market

Instructions

In the tables below, Column 1, Consumer Attributes, indicates a description of the likely objectives, financial situation and needs of the class of consumers that are considering this product. Column 2, TMD indicator, indicates whether a consumer meeting the attribute in column 1 is likely to be in the target market for this product.

Investment products and diversification

A consumer (or class of consumer) may intend to hold a product as part of a diversified portfolio (for example, with an intended product use of minor allocation). In such circumstances, the product should be assessed against the consumer's attributes for the relevant portion of the portfolio, rather than the consumer's portfolio as a whole. For example, a consumer may seek to construct a balanced or moderate diversified portfolio with a minor allocation to growth assets. In this case, a product with a High risk/return profile may be consistent with the consumer's objectives for that minor allocation notwithstanding that the risk/return profile of the consumer as a whole is Medium. In making this assessment, distributors should consider all features of a product (including its key attributes). The Financial Services Council (**FSC**) has provided more detailed guidance on how to take this portfolio view for diversification, available on the FSC website.



Consumer Attributes	TMD Indicator	Product description including key attributes
Consumer's investment objective		
Capital growth		The Fund targets a stable return in excess of cash over the medium term. The Fund primarily invests in high quality government bonds, related derivatives and cash equivalent investments, across the most liquid segments of global fixed income markets. An investment in the Fund is not capital guaranteed.
Capital preservation		
Income distribution		
Consumer's intended product use (% of Investable Assets)		
Solution/Standalone (up to 100%)		The Fund has medium diversification and aims to be fully invested. The Fund is designed to be used as part of a broader portfolio construction approach rather than as a standalone investment solution.
Major allocation (up to 75%)		
Core component (up to 50%)		
Minor allocation (up to 25%)		
Satellite allocation (up to 10%)		
Consumer's investment timeframe		
Minimum investment timeframe	2 years	The suggested minimum investment timeframe for the Fund is at least 2 years.
Consumer's Risk (ability to bear loss) and Return profile		
Low		The Fund has a Low to Medium risk/return profile. The assessment reflects the Fund's diversified portfolio comprising primarily of high-quality government bonds, related derivatives and cash equivalent investments across the most liquid segments of global fixed income markets.
Medium		
High		
Very high		

Extremely high		Portfolio construction aims to control performance volatility and minimise exposure to varying market conditions. The Standard Risk Measure for the Fund is Risk Band 2. Please refer to the Fund's PDS for full details on the risks associated with this Fund.
Consumer's need to access capital		
Within one week of request		As an exchange-traded product, the Fund is liquid and tradeable on the relevant exchange (ASX or TMX), under normal circumstances.
Within one month of request		
Within three months of request		
Within one year of request		
Within 5 years of request		
Within 10 years of request		
10 years or more		
At issuer discretion		N/A

Appropriateness

The Issuer has assessed the product and formed the view that the product, including its key attributes, is likely to be consistent with the likely objectives, financial situation and needs of consumers in the target market as described above, as the features of this product in Column 3 of the table above are likely to be suitable for consumers with the attributes identified with a green TMD Indicator in Column 2.

Distribution conditions/restrictions

Distribution Channel	Distribution Condition	Distribution Condition Rationale
ASX	This Fund is only available to investors via the ASX. Investors do not need to complete an application form and can buy and sell units in the Fund on the ASX through their share trading account, or through the use of a stockbroker. The TMD will be made available to investors via the ASX by the issuer, along with the PDS and other fund information.	Fidante considers that this distribution condition will assist this product to be distributed towards the product's target market. Fidante considers that this condition will make it easier for distributors to access all relevant fund information, including the TMD and PDS, by storing it all in one location.

Review Triggers

- Material change to key attributes, fund investment objective and/or fees.
- Material deviation from benchmark / objective over sustained period.
- Key attributes have not performed as disclosed by a material degree and for a material period.
- Determination by the issuer of an ASIC reportable Significant Dealing that would reasonably suggest the TMD is no longer appropriate.
- Material or unexpectedly high number of complaints (as defined in section 994A(1) of the Act) about the product or distribution of the product.
- The use of Product Intervention Powers, regulator orders or directions that affects the product.

Mandatory TMD review periods

Review period	Maximum period for review
Initial review	15 Months
Subsequent review	27 Months

Distributor reporting requirements

Reporting Requirement	Reporting Period	Which distributors this requirement applies to
Complaints (as defined in section 994A(1) of the Act) relating to the product. The distributor should provide all the content of the complaint, having regard to privacy.	As soon as practicable but no later than 10 business days following end of calendar quarter.	All distributors
Significant dealing outside of target market, under section 994F(6) of the Act. See Definitions for further detail.	As soon as practicable but no later than 10 business days after distributor becomes aware of the significant dealing.	All distributors

If practicable, distributors should adopt the FSC data standards for reports to the Issuer. Distributors must report to the Issuer using customeripp@challenger.com.au

This TMD is issued by the Issuer, a member of the Challenger Limited group of companies (Challenger Group). Investments in the Fund are subject to investment risk including possible delays in repayment and loss of income or principal invested. Accordingly, the performance, the repayment of capital or any particular rate of return on your investments are not guaranteed by the Issuer or any member of the Challenger Group.

Definitions

In some instances, examples have been provided below. These examples are indicative only and are not exhaustive.

Term	Definition
Consumer's investment objective	
Capital Growth	The consumer seeks to invest in a product designed or expected to generate capital return over the investment timeframe. The consumer prefers exposure to growth assets (such as shares or property) or otherwise seeks an investment return above the current inflation rate.
Capital Preservation	The consumer seeks to invest in a product designed or expected to have low volatility and minimise capital loss. The consumer prefers exposure to defensive assets that are generally lower in risk and less volatile than growth investments (this may include cash or fixed income securities).
Income Distribution	The consumer seeks to invest in a product designed or expected to distribute regular and/ or tax-effective income. The consumer prefers exposure to income-generating assets (this may include high dividend-yielding equities, fixed income securities and money market instruments).
Consumer's intended product use (% of Investable Assets)	
Solution/Standalone (up to 100%)	The consumer may hold the investment as up to 100% of their total investable assets. The consumer is likely to seek a product with very high portfolio diversification.
Major allocation (up to 75%)	The consumer may hold the investment as up to 75% of their total investable assets. The consumer is likely to seek a product with at least high portfolio diversification.
Core Component (up to 50%)	The consumer may hold the investment as up to 50% of their total investable assets. The consumer is likely to seek a product with at least medium portfolio diversification.
Minor Allocation (up to 25%)	The consumer may hold the investment as up to 25% of their total investable assets. The consumer is likely to seek a product with at least low portfolio diversification.
Satellite (up to 10%)	The consumer may hold the investment as up to 10% of the total investable assets. The consumer may seek a product with very low portfolio diversification. Products classified as extremely high risk are likely to meet this category only.
Investable Assets	Those assets that the investor has available for investment, excluding the residential home.
Portfolio diversification (for completing the key product attribute section of consumer's intended product use)	
Note: exposure to cash and cash-like instruments may sit outside the diversification framework below.	
Very Low	The product provides exposure to a single asset (for example, a commercial property) or a niche asset class (for example, minor commodities, crypto-assets or collectibles).
Low	The product provides exposure to a small number of holdings (for example, fewer than 25 securities) or a narrow asset class, sector or geographic market (for example, a single major commodity (e.g. gold) or equities from a single emerging market economy).
Medium	The product provides exposure to a moderate number of holdings (for example, up to 50 securities) in at least one broad asset class, sector or geographic market (for example, Australian fixed income securities or global natural resources).
High	The product provides exposure to a large number of holdings (for example, over 50 securities) in multiple broad asset classes, sectors or geographic markets (for example, global equities).
Very High	The product provides exposure to a large number of holdings across a broad range of asset classes, sectors and geographic markets with limited correlation to each other.
Consumer's investment timeframe	
Minimum	The minimum suggested timeframe for holding the product. Typically, this is the rolling period over which the investment objective of the product is likely to be achieved.

Consumer's risk (ability to bear loss) and return profile	
This TMD uses the Standard Risk Measure (SRM) to estimate the likely number of negative annual returns for this product over a 20 year period, using the guidance and methodology outlined in the Standard Risk Measure Guidance Paper For Trustees (note the bands in the SRM guidance differ from the bands used in this TMD). However, SRM is not a complete assessment of risk and potential loss. For example, it does not detail important issues such as the potential size of a negative return (including under conditions of market stress) or that a positive return could still be less than a consumer requires to meet their investment objectives/needs. The SRM methodology may be supplemented by other risk factors. For example, some products may use leverage, derivatives or short selling; may have liquidity or withdrawal limitations; may have underlying investments with valuation risks or risks of capital loss; or otherwise may have a complex structure or increased investment risks, which should be documented together with the SRM to substantiate the product risk rating. A consumer's desired product return profile would generally take into account the impact of fees, costs and taxes.	
Low	For the relevant part of the consumer's portfolio, the consumer: • has a conservative or low risk appetite, • seeks to minimise volatility and potential losses (e.g. has the ability to bear up to 1 negative return over a 20 year period (SRM 1 to 2)), • and is comfortable with a low target return profile. The consumer typically prefers stable, defensive assets (such as cash).
Medium	For the relevant part of the consumer's portfolio, the consumer: • has a moderate or medium risk appetite, • seeks low volatility and potential losses (e.g. has the ability to bear up to 4 negative returns over a 20 year period (SRM 3 to 5)), and • is comfortable with a moderate target return profile. The consumer typically prefers defensive assets (for example, fixed income).
High	For the relevant part of the consumer's portfolio, the consumer: • has a high risk appetite, • can accept high volatility and potential losses (e.g. has the ability to bear up to 6 negative returns over a 20 year period (SRM 5 or 6)), and • seeks high returns (typically over a medium or long timeframe). The consumer typically prefers growth assets (for example, shares and property).
Very high	For the relevant part of the consumer's portfolio, the consumer: • has a very high risk appetite, • can accept very high volatility and potential losses (e.g. has the ability to bear 6 to 7 negative returns over a 20 year period (SRM 6 or 7)), and • seeks to maximise returns (typically over a medium or long timeframe). The consumer typically prefers high growth assets (such as high conviction portfolios, hedge funds, and alternative investments).
Extremely high	For the relevant part of the consumer's portfolio, the consumer: • has an extremely high risk appetite, • can accept significant volatility and losses, and • seeks to obtain accelerated returns (potentially in a short timeframe). The consumer seeks extremely high risk, speculative or complex products which may have features such as significant use of derivatives, leverage or short positions or may be in emerging or niche asset classes (for example, crypto-assets or collectibles).
Consumer's need to access capital	
Definition	This consumer attribute addresses the likely period of time between the making of a request for redemption/withdrawal (or access to investment proceeds more generally) and the receipt of proceeds from this request under ordinary circumstances. Issuers should consider both the frequency for accepting the request and the length of time to

	accept, process and distribute the proceeds of such a request. To the extent that the liquidity of the underlying investments or possible liquidity constraints (e.g. ability to stagger or delay redemptions) could impact this, this is to be taken into consideration in aligning the product to the consumer's need to access capital. Where a product is held on investment platforms, distributors also need to factor in the length of time platforms take to process requests for redemption for underlying investments. Where access to investment proceeds from the product is likely to occur through a secondary market, the liquidity of the market for the product should be considered.
Distributor Reporting	
Significant Dealings	Section 994F(6) of the Act requires distributors to notify the issuer if they become aware of a significant dealing in the product that is not consistent with the TMD. Neither the Act nor ASIC defines when a dealing is 'significant' and distributors have discretion to apply its ordinary meaning. The issuer will rely on notifications of significant dealings to monitor and review the product, this TMD, and its distribution strategy, and to meet its own obligation to report significant dealings to ASIC. Dealings outside this TMD may be significant because: • they represent a material proportion of the overall distribution conduct carried out by the distributor in relation to the product, or • they constitute an individual transaction which has resulted in, or will or is likely to result in, significant detriment to the consumer (or class of consumer). In each case, the distributor should have regard to: • the nature and risk profile of the product (which may be indicated by the product's risk rating or withdrawal timeframes), • the actual or potential harm to a consumer (which may be indicated by the value of the consumer's investment, their intended product use or their ability to bear loss), and • the nature and extent of the inconsistency of distribution with the TMD (which may be indicated by the number of red and/or amber ratings attributed to the consumer). Objectively, a distributor may consider a dealing (or group of dealings) outside the TMD to be significant if: • it constitutes more than half of the distributor's total retail product distribution conduct in relation to the product over the quarter, • the consumer's intended product use is solution/standalone, • the consumer's intended product use is core component or higher and the consumer's risk/return profile is low, or • the relevant product has a green rating for consumers seeking extremely high risk/return.