

# U Ethical Australian Equities Trust – Institutional unit class (I Units)

Product Disclosure Statement

17 June 2024

Issued by Uniting Ethical Investors Limited trading as U Ethical ABN 46 102 469 821 AFSL 294147

## Contact us

U Ethical

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## Registered address

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## Office hours

8.30am to 5.00pm Monday to Friday

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This Product Disclosure Statement (**PDS**) is issued by Uniting Ethical Investors Limited trading as U Ethical and relates to the Institutional class of units (**I Units**) in the U Ethical Australian Equities Trust (ARSN 610 023 606) (**Trust**). U Ethical is the responsible entity of the Trust.

This PDS is issued for use by investor directed portfolio services (IDPS) and similar platform operators approved by U Ethical (**platform operators**), as well as investors wishing to invest in the Trust through a platform operator (**indirect investors**), and licensed financial adviser-led investors. This PDS is a summary of the significant information you need to make an investment decision. It includes reference to important information that forms part of the PDS and is included in the Additional Information Booklet (**AIB**) for I Units dated 17 June 2024

You may also wish to read the Target Market Determination (**TMD**) for I Units in the Trust. The TMD describes the classes of persons to whom I Units are targeted. It also specifies distribution conditions and restrictions that will help ensure that I Units are likely to reach consumers in the target market.

The AIB and TMD can be found on our website or obtained by calling us on 1800 996 888. You should consider this additional important information before making a decision about investing in the Trust.

Although key provisions of the Constitution of the Trust are explained in this PDS and the AIB, a complete copy of the Constitution is available on request.

Information in this PDS is general information only and does not consider your personal financial situation or needs. You should obtain financial advice that is tailored to your personal circumstances.

The information in this PDS is up to date at the time of preparation. However, it is subject to change from time to time. Information that is not materially adverse information can be updated by us. Updated information can be obtained from our website or by contacting us on 1800 996 888. You can request a paper copy of any updated information at any time free of charge.

Investment in this product is only available to investors receiving this PDS (electronically or otherwise) within Australia. It is not available to any US Persons. This PDS does not constitute an offer or recommendation in any jurisdiction, or to any person to whom it would be unlawful to make such an offer.

For the purposes of this PDS, a "Business Day" means any day other than a Saturday, Sunday or public holiday on which the banks in Victoria are generally open for business and all times are Melbourne time.

## 1. About U Ethical

U Ethical is the responsible entity and investment manager of the Trust. As the responsible entity, we are responsible for overseeing the operations of the Trust. As the investment manager, we are responsible for selecting and managing the assets of the Trust.

U Ethical is a public company limited by guarantee and an autonomous social enterprise of the Uniting Church in Australia, Synod of Victoria and Tasmania, with an independent board. Our oldest funds were established in 1985 and over recent years, we have grown steadily to become one of the largest ethical investment managers in Australia.

## 2. How the Trust works

The Trust is a registered managed investment scheme and is structured as a unit trust. When you invest in the Trust, your money is pooled together with the money of other investors and invested in accordance with the Trust's investment strategy.

The Trust issues two classes of units, ordinary units and I Units.

### Who can invest?

Direct new applications for I Units are only permitted from institutional investors, platform operators, or via a licenced adviser approved by U Ethical. New applications for ordinary units are permitted from all other investors, who should obtain a copy of the PDS for ordinary units in the Trust.

New investors can access I Units indirectly, for example, through a master trust, wrap platform or a nominee or custody service, or via a licensed financial adviser. If you are investing indirectly, this PDS and the AIB should be used for information purposes only. To find out if you are eligible to invest directly in ordinary units or I Units, or if you would like further information, please contact us.

### Units and unit prices

When you invest directly in the Trust, you will be issued with units representing the value of your investment and your interest in the Trust. The number of units you will receive is dependent on the amount of money you invest and the unit price at the date of your application.

Unit prices reflect the market value of the assets and the liabilities of the Trust and consequently will rise or fall as the market value of the assets in, and the liabilities of, the Trust rise or fall.

You can increase the number of units you hold by reinvesting distributions or making an additional investment or decrease the number of units you hold by making a redemption. Certain rights are attached to units and these rights are exercisable by the person who owns them (referred to as "you", "direct investor" or "unitholders" throughout this PDS).

### How to invest

Institutional investors and licensed financial adviser-led investors approved by U Ethical can make an investment

in the Trust by sending us a correctly completed application form together with the required supporting identification documentation.

### Investing through a platform

This PDS may be used by platform operators approved by U Ethical as information about the Trust for indirect investors who are clients of the platform.

Indirect investors in any platform may rely on the information in this PDS for the purposes of deciding whether to invest in the Trust through the platform. It is important to note that if you are an investor in the Trust through a platform, the platform operator (or its custodian) will be the unitholder.

If you choose to invest in this Trust via a platform, you should complete the form(s) required by the platform operator and direct them to invest in the Trust, rather than completing a U Ethical application form.

### Minimum investment

The minimum initial investment is \$25,000. There is no minimum for additional investments or regular savings plans. We can vary or waive the minimum investment amounts at any time.

### How to redeem

You can redeem some or all of your investment at any time by sending a correctly completed redemption form. If your redemption request results in your remaining investment in the Trust falling below \$25,000, we may require you to redeem your entire balance.

### Restrictions on redemptions

There may be circumstances when redemptions from the Trust are staggered or suspended, for example when the Trust is illiquid (as defined by the *Corporations Act 2001*). During such periods, your ability to redeem may be restricted and you may have to wait before you can redeem some or all of your investment.

### Processing

Valid application and redemption requests, including cleared funds for applications, received before 1.00 pm Melbourne time on a business day in Victoria are processed the next business day at the application price applicable on the day of receipt of the request. Application and redemption requests received after 1.00 pm are taken as being received on the following business day. Unit prices, which reflect the net asset value of the Trust's investments, are calculated each business day after all relevant securities markets close.

If an invalid or incomplete application or redemption request is received, it will be processed on the day we receive the correct documentation and cleared funds. The cut-off times noted above apply.

You will receive a written acknowledgment for each application and redemption request.

Applications and redemptions are suspended for a brief period to allow for the completion of distributions to existing unitholders.

### Valuation and unit price calculation

Valuations are performed on the Trust every business day. The value of the Trust is the total market value of all the assets less the total liabilities including accrued liabilities.

Application and redemption prices are available on our website or by contacting us during business hours.

### Distributions

The income of the Trust may include dividends, interest and net capital gains from the sale of investments. Income distributions are generally made at least half-yearly. Expenses are deducted to calculate net income. The distribution per unit will be notified upon payment. However, there may be periods in which no distributions are made, or we may make interim distributions. We do not guarantee any particular level of distribution.

Net realised capital gains will be distributed proportionately to investors who hold units on 30 June following the realisation of the gain. Unrealised capital gains will not be distributed but will be reflected in the unit price.

Distribution payments are generally made within ten (10) Business Days after the end of the distribution period.

At your request, the income distribution may be:

- Reinvested in the Trust, or
- Credited to your nominated Australian bank account

If no preference is indicated on your application form or you have not provided valid bank account details, income distributions will be reinvested. You may change your distribution option by notifying us in writing at least 30 Business Days prior to the end of the relevant distribution period. Distributions will be reinvested using the unit price for the last Business Day of the relevant distribution period, adjusted to exclude the income to be distributed for the distribution period and any buy/sell spread.

## 3. Benefits of investing in the Trust

### Significant features

The Trust provides exposure to a diversified portfolio of Australian equities subject to U Ethical's ethical investment policy (further details of the application of the ethical investment policy to the Trust is set out in Section 5 of this PDS). A copy of the policy is available on our website which you should read before making an investment decision. Financial evaluation is focussed on quality and value. Financial returns are expected in the form of moderate income and long-term capital growth.

### Our ethical investment philosophy

U Ethical's investment philosophy ensures that all investment decisions are in keeping with our vision and that they promote careful financial stewardship. A copy of the Ethical Investment policy is available on our

website, <https://www.uethical.com/forms-and-documents> or contact us for a copy.

### Significant benefits

**Liquidity** – The underlying investments are liquid so investors can generally redeem investments at any point in time.

**Professional funds management** – Investing is complex and time consuming and the Trust offers investors access to the expertise and experience of a professional investment manager.

**Portfolio diversity** – The Trust enables investors to obtain exposure to a greater number and diversity of companies than would typically be possible for a sole investor.

**Risk management** – The Trust provides investors with the opportunity to diversify, and hence manage, the risks involved in investing in Australian equities.

**Income** – Investors have the potential to receive regular income in the form of distributions.

**Reinvestment of distributions** – Investors have the ability to automatically reinvest income distributions in the Trust with no entry or transaction costs.

**Regular reporting** – Quarterly performance reports on the Trust are available on our website. You will receive an annual statement following the end of the financial year.

**Regular investment plan** – Investors can make regular additional investments, an ideal way to save and accumulate long-term wealth.

**Reliable client service** – We endeavour to provide superior and personalised service to all Trust investors.

## 4. Risks of investing in the Trust

All investments carry some level of risk. The likely investment return and risk of losing money is different for each managed investment scheme as different strategies carry different levels of risk depending on the portfolio of assets that make up the scheme strategy. Those assets with potentially higher long-term returns may also have a higher risk of losing money in the shorter term.

Risk can be managed but it cannot be completely eliminated. It is important to understand that:

- The value of investments will rise and fall;
- The level of investment returns will vary, and future returns may differ from past returns;
- Returns are not guaranteed and there is a risk income distribution will not be received and that investors may lose some of their money; and
- Laws affecting investments in a managed investment scheme may change over time.

The appropriate level of risk for you will depend on various factors and may include your age, investment timeframe, where other parts of your wealth are invested and your overall tolerance to risk. You may wish to consult a licensed financial adviser to better understand the risks involved in investing in this Trust.

## Significant risks

The significant risks of the Trust include, but are not limited to:

### Risks specific to the Trust's assets

**Company specific risk:** Investments in a company's securities will be subject to the risks to which that company is itself exposed. They include changes in management, actions of competitors and regulators, changes in technology and market trends.

**Concentration risk:** As the Trust will hold a concentrated portfolio of 20 to 40 investments, returns may be dependent upon the performance of individual companies. The concentrated exposure may lead to increased volatility in the unit price and increased risk of poor performance.

**Counterparty risk:** There is a risk that the Trust may incur a loss arising from the failure of another party to a contract (the counterparty) to meet its obligations. Counterparty risk arises primarily from investments in cash, derivatives and currency transactions. Substantial losses can be incurred if a counterparty fails to deliver on its contractual obligations.

**Currency risk:** The companies the Trust invests in may earn revenue in foreign currencies and may or may not choose to hedge their foreign currency exposures. Currency markets can be extremely volatile and are subject to a range of unpredictable forces. Adverse movements in the Australian dollar relative to other currencies may negatively impact investment values and returns.

**Derivatives risk:** The value of a derivative is derived from the value of an underlying asset and can be highly volatile. Changes in the value of derivatives may occur due to a range of factors that include rises or falls in the value of the derivative in line with movements in the value of the underlying asset, potential liquidity of the derivative and counterparty credit risk.

### Risks specific to the Trust's investment strategy

**Investment selection risk:** The risk that the specific investments of the Trust selected by U Ethical may not perform as expected, which can have an impact on the performance of the Trust.

**Liquidity risk:** Whilst the Trust is exposed to listed entities which are generally considered to be liquid investments, under extreme market conditions there is a risk that such investments cannot be readily converted into cash or at an appropriate price. In such circumstances, the Trust may be unable to liquidate sufficient assets to meet its obligations, including payment of redemptions, within required timeframes or it may be required to sell assets at a substantial loss in order to do so.

**Macro-economic risk** – The general state of the Australian and international economies as well as changes in taxation policy, monetary policy, interest rates, currency exchange rates and statutory requirements are some of the factors which may

influence the progress of financial markets and individual companies.

**Market risk:** There is a risk that the market price of the Trust's assets will fluctuate. This may be as a result of factors such as economic conditions, government regulations, market sentiment, local and international political events, pandemic outbreaks, and environmental and technological issues.

**Performance risk:** There is a risk that the Trust may not achieve its investment objectives.

**Pooled investment scheme risk:** The market prices at which the Trust can invest inflows, or sell assets to fulfil outflows, may differ from the prices used to calculate entry and exit unit prices. Investors in the Trust may therefore be impacted by other investors entering and exiting the Trust. The impact will depend on the size of inflows or outflows relative to the Trust, and on the price volatility of the securities in which the Trust invests. Inflows and outflows may also affect the taxable income distributed to an investor during a financial year.

### General risks

**Conflicts of interest risk:** U Ethical and its various service providers may from time-to-time act as issuer, investment manager, custodian, unit registry, broker, administrator, distributor or dealer to other parties or trusts that have similar objectives to those of the Trust. Such conflicts of interest include but are not limited to: management of multiple accounts with varying fee arrangements, trade allocation, proxy voting and staff personal trading. It is possible that either U Ethical or its service providers may have potential conflicts of interest with the Trust. U Ethical may invest in, directly or indirectly, or manage or advise other trusts which invest in assets which may also be purchased by the Trust. Neither U Ethical nor any of its affiliates nor any person connected with it is under any obligation to offer investment opportunities to the Trust. U Ethical maintains a conflicts of interest and related party transactions policy to ensure that it manages its obligations to the Trust such that all conflicts (if any) are resolved fairly.

**Operational risk:** Operational risk includes those risks which arise from carrying on an investment management business. The operation of the Trust requires U Ethical, the custodian and other service providers to implement sophisticated systems and procedures. Inadequacies with these systems and procedures or the people operating them could lead to a problem with the Trust's operation and result in a decrease in the value of units.

**Personnel risk:** The skill and performance of U Ethical as investment manager can have a significant impact (both directly and indirectly) on the investment returns of the Trust. Changes in key personnel and resources of U Ethical may also have a material impact on investment returns of the Trust.

**Regulatory risk:** There is a risk that a change in laws and regulations governing a security, sector or financial



markets could have an adverse impact on the Trust or on the Trust's investments. A change in laws or regulations can increase the costs of operating a business and/or change the competitive landscape.

**Trust risk:** Trust risk refers to specific risks associated with the Trust, such as termination and changes to fees and expenses. The performance of the Trust or the security of an investor's capital is not guaranteed. There is no guarantee that the investment strategy of the Trust will be managed successfully or will meet its objectives. Failure to do so could negatively impact the performance of the Trust. An investment in the Trust is governed by the terms of the Trust's constitution and this PDS, each as amended from time to time. U Ethical may elect, in accordance with the Trust's constitution and the Corporations Act 2001, to terminate the Trust for any reason.

## 5. How we invest your money

**Warning: before deciding whether to invest in the Trust, you should consider the likely investment return of the Trust, the risk involved in investing in the Trust, and your investment timeframe.**

### Investment style

<b>Investment return objective</b>	To achieve competitive risk adjusted returns over the medium to long term in accordance with U Ethical's ethical investment policy (EIP) and stewardship approach as those documents apply to the Trust (see "Labour standards and environmental, social and ethical considerations" section below).	
<b>Benchmark</b>	S&P / ASX 300 Accumulation Index	
<b>Minimum suggested time frame for holding investment</b>	At least 7 to 10 years	
<b>Asset classes and asset allocation ranges</b>	<b>Asset class</b>	<b>Asset allocation range</b>
	Australian equities	90 – 100%
	Cash and cash equivalents	0 – 10%
<b>Risk level*</b>	<b>High</b>	
<b>Investment strategy and ethical investment policy</b>	The Trust provides exposure to a diversified portfolio of Australian equities subject to U Ethical's ethical investment policy. Financial evaluation is focussed on quality and value.	
<b>Changes to the Trust's details</b>	U Ethical may make changes to the Trust from time-to-time, including changes to the types of investments, and in some cases without prior notice to investors. U Ethical will notify investors of any material changes in the next	

	scheduled communication or as otherwise required by law.
<b>Type of investor for whom the Trust is suitable</b>	The Trust is intended to be suitable for investors with a long-term investment timeframe, who are willing to accept a high level of risk and are seeking a higher potential rate of return.
<b>Labour standards and environmental, social and ethical considerations</b>	<p>We take labour standards, and environmental, social and ethical considerations into account, as well as key financial criteria, when selecting, retaining or realising the investments of the Trust. We apply the EIP when it comes to making investment decisions for the Trust.</p> <p>Our negative screening approach means we do not invest in companies directly deriving revenue or earnings from the activities listed below. This is either zero tolerance or where revenue or earnings exceed a materiality threshold of 5% of the total.</p> <p>Zero tolerance:</p> <ul style="list-style-type: none"> <li>Defence and weapons—controversial and nuclear weapons</li> <li>Tobacco production</li> <li>Nuclear power</li> </ul> <p>5% materiality threshold:</p> <ul style="list-style-type: none"> <li>Fossil fuels—coal mining, oil and gas production, power generation and equity ownership</li> <li>Uranium mining</li> <li>Defence and weapons—civilian and conventional weapons</li> <li>Predatory lending</li> <li>Gambling</li> <li>Adult entertainment</li> <li>Animal cruelty and exploitation</li> <li>Alcohol production</li> </ul> <p>Our positive screening seeks companies that align with our ethical investment philosophy, and we utilise the MSCI ESG Sustainable Impact Metrics (SIM) framework for this process.</p> <p>Further details can be found in the Additional Information Booklet.</p>

\* The risk level is not a complete assessment of all forms of risk. You should consider all forms of risk in assessing whether the Trust will meet your investment objectives.

## 6. Fees and 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 investment 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 investor services justify higher fees and costs.

You may be able to negotiate to pay lower fees. Ask the Trust or your financial adviser.

### To find out more

If you would like to find out more, or see the impact of the fees based on your own circumstances, the Australian Securities and Investments Commission (ASIC) Moneysmart website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a managed funds fee calculator to help you check out different fee options.

The information in the fee and costs summary shows the fees and costs that you may be charged. These fees and costs may be paid from your investment or deducted from the Trust's assets or investment returns. This information may be used to compare costs between different simple managed investment schemes.

### Fees and costs summary

U Ethical may charge different fees for different classes of units. The fees disclosed in this section are for I Units. For fees relating to ordinary units, you should refer to the relevant PDS for those units.

Type of Fee or cost	Amount <sup>1</sup>	How and when paid
Ongoing annual fees and costs		
<b>Management fees and costs<sup>2</sup></b> The fees and costs for managing your investment	Estimate of up to 0.80% pa or \$400 for every \$50,000 invested in the Trust	The management fee is calculated daily based on the Trust's net asset value and is paid at the end of each month from the assets of the Trust.  Management costs are paid as they arise, from the assets of the Trust.
<b>Performance fees</b> Amounts deducted from your investment in relation to the	Nil	Not applicable

Type of Fee or cost	Amount <sup>1</sup>	How and when paid
performance of the product		
<b>Transaction costs</b> The costs incurred by the scheme when buying or selling assets	Nil	Not applicable
<b>Member activity related fees and costs (fees for services or when your money moves in or out of the scheme)</b>		
<b>Establishment fee</b> The fee to open your investment	Nil	Not applicable
<b>Contribution fee</b> The fee on each amount contributed to your investment	Nil	Not applicable
<b>Buy-sell spread</b> An amount deducted from your investment representing costs incurred in transactions by the scheme	0.25% of the value of your investment or withdrawal, or \$125 per \$50,000 invested or withdrawn	The buy-sell spread is added to the price at which you purchase and deducted from the price at which you redeem units in the Trust.
<b>Withdrawal fee</b> The fee on each amount you take out of your investment	Nil	Not applicable
<b>Exit fee</b> The fee to close your investment	Nil	Not applicable
<b>Switching fee</b> The fee for changing investment options	Nil	Not applicable

### Notes

1. Unless otherwise stated, fees and costs disclosed in this section are inclusive of the net effect of goods and services tax (GST), if applicable.
2. Management fees may be negotiated with some wholesale clients (as defined by the Corporations Act).

**Indirect investors** may be charged additional fees by their platform operator. Indirect investors should contact their platform operator. For information about such fees.

## Example of annual fees and costs for the Trust

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

Example – U Ethical Australian Equities Trust		Balance of \$50,000 with a contribution of \$5,000 during year <sup>1</sup>
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0
<b>Plus:</b> Management fees and costs	0.8%	<b>And</b> for every \$50,000 you have in the Trust you will be charged or have deducted from your investment up to \$400 each year
<b>Plus:</b> Performance fees	Nil	<b>And</b> you will be charged or have deducted from your investment \$0 in performance fees each year
<b>Plus:</b> Transaction costs	Nil	<b>And</b> you will be charged or have deducted from your investment \$0 <sup>2</sup> in transaction costs
<b>Equals</b> costs of the Trust		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees and costs up to: <b>\$400</b> <sup>3</sup>

<sup>1</sup> This example assumes that the balance of your investment throughout the year is \$50,000, and that any contribution of additional investment is made at the end of the year.

<sup>2</sup> The Trust's buy/sell spread covers the transactional and operational costs involved in facilitating applications and redemptions. The spread is borne by investors when an application or redemption is made so that other investors in a trust do not bear these costs.

<sup>3</sup> Additional fees may apply.

### Establishment fee - \$0

**And**, if you leave the Trust early, you may also be charged **exit fees** of 0% of your total investment (\$0 for every \$50,000 you withdraw).

## Additional information about fees and costs

Fees and costs are deducted from the income or assets of the Trust and will be retained by us to meet management and operational costs, charges, expenses and outgoings, and to make annual charitable grants from our operating surplus.

The management costs are deducted before income is distributed to investors. Therefore, fees and costs will not appear as a deduction on distribution statements.

The Trust does not charge a performance fee and does not pay commissions to financial advisers.

### Changes in fees

We may increase or decrease fees without your consent for a number of reasons, including changes in the market or regulatory environments or from changes in costs. For any fee increase, we will provide you with at least 30 days' written notice. For fee decreases, please refer to our website [www.ueethical.com](http://www.ueethical.com) or contact us for information.

## 7. How the trust is taxed

**Warning: Investing in the Trust is likely to have tax consequences. Before investing in the Trust you are strongly advised to seek your own professional tax advice about the tax consequences that may apply to you based on your particular circumstances.**

The taxation information contained in this PDS reflects the income tax legislation in force, and the interpretation of the Australian Taxation Office and the courts, as at the date of issue of this PDS. Taxation laws are subject to continual change and there are reviews in progress that may impact the taxation of trusts and investors.

The Trust generally distributes and attributes all income each financial year so that it is not subject to tax. As an investor, you will be assessed for tax on your attributed share of the taxable income generated by the Trust. Depending on your particular circumstances, you may also be liable to pay capital gains tax when you redeem units in the Trust.

### Taxation of distributions

Distributions from the Trust may include income (e.g., interest, franked or unfranked dividends), capital gains and/or tax credits. As the Trust is expected to be an Attribution Managed Investment Trust (**AMIT**) for tax purposes, the Trust will attribute all income to the unitholders.

At the end of each financial year, you will receive an AMIT Member Annual (**AMMA**) statement that provides a consolidated view of all the income distributed and attributed, the tax components and franking credit entitlements and a guide to help transfer this information into your tax return.

You should declare income that has been attributed to you on your tax return, even if the income is reinvested or credited to another account.

## Tax implications of redemptions, transfers, or switches

Australian residents that hold their units on capital account are generally subject to capital gains tax on gains when they redeem any investment, switch their investment from one trust to another or transfer units to someone else.

When you redeem, transfer or switch an investment you will need to include any capital gain or loss that is realised in your calculation of your net capital gain or loss. Any net capital gain will be included in your tax return. We can send you a history of all your transactions to assist in calculating any such gains or losses.

## How to apply

### Applications

You can make an initial investment by completing the application form available with this PDS. Before completing the application form, please ensure you have read this PDS together with the Additional Information Booklet. Please:

1. Complete all relevant sections of the application form. You must sign the application form before submission. If you have any questions regarding the completion of the application form, please speak to your licensed financial adviser or to us for more information.
2. Mail or submit your completed application form together with supporting identification documents and a completed direct debit request form (minimum initial investment of \$25,000) to: U Ethical, Level 6, 130 Lonsdale Street, Melbourne Vic 3000.

Payment by electronic funds transfer is acceptable. Please note that cheques or cash payments are not accepted.

### Indirect investors

You may invest in the Trust offered in this PDS indirectly through a platform operator. If you invest in this manner certain information in this PDS may not be relevant to you such as: applications and withdrawals, fund distributions, investor communication, fees and costs, how to open an account and cooling off rights. You should consult the offer document or client agreement with the platform operator through which you have invested.

**The Trustee may reject any application at its sole discretion, without giving reasons, and will return any monies received with the rejected application within five (5) business days from the date the application was rejected.**

### Cooling-off period

If you directly invest in I Units in the Trust, you will generally be considered a wholesale investor. Wholesale investors, as defined in the Corporations Act 2001 (Cth), do not have cooling off rights in relation to making an investment in the Trust.

If you are an ordinary investor, a 14-day cooling-off period may apply to your initial investment in the Trust in certain circumstances. If, during the 14-day cooling-off period, you decide that the investment does not meet your needs, then you should immediately notify us. If you exercise your cooling-off rights, we will return your money to you. However, the amount you receive will reflect any market movement up or down which means there may be taxation implications for you. We will also deduct any tax or duty incurred and a reasonable amount for transaction and administration costs. As a result, the amount returned to you may be less than your original investment.

The 14-day cooling-off period starts on the earlier of the date when you receive confirmation of your transaction or the end of the fifth calendar day after the day we issue the units to you. Please note that the cooling-off period will lapse if you transact on your account within the 14 days. Under normal circumstances refunds will be made within 7 business days of you notifying us. For more information, please contact us.

### Complaints resolution

We have an internal dispute resolution process in place to resolve any complaints or concerns you may have quickly and fairly. Any complaints or concerns should be directed to the Complaints Handling Officer by contacting us directly or in writing addressed to U Ethical, Level 6, 130 Lonsdale Street, Melbourne Vic 3000, or [info@uethical.com](mailto:info@uethical.com).

We aim to resolve your concerns at the time your complaint is received or, if not possible, within five business days. Some matters may take a longer period to investigate and for a decision on what action is to be taken. This can take up to 30 days.

If you are not satisfied with our response, you can refer the matter to the Australian Financial Complaints Authority (AFCA). AFCA provides fair and independent financial services complaint resolution that is free to consumers. You can contact AFCA on 1800 931 678, or by writing to:

Australian Financial Complaints Authority  
GPO Box 3, Melbourne VIC 3001  
Website: [www.afca.org.au](http://www.afca.org.au)  
Email: [info@afca.org.au](mailto:info@afca.org.au)

Investors investing through a Platform should, in the first instance, contact the operator of that Platform.

### Privacy

Your personal information will be handled in accordance with the U Ethical Privacy Policy, which can be found at, [www.uethical.com](http://www.uethical.com) or you can request a copy, free of charge from [uethicalprivacyofficer@uethical.com](mailto:uethicalprivacyofficer@uethical.com)