

Updated Annual Fees and Costs

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Issued By Affluence Funds Management Limited

ABN 68 604 406 297 | AFSL 475940

Important Notice and Disclaimer

As responsible entity of the Affluence LIC Fund ARSN 634 532 424 ("Fund"), Affluence Funds Management Limited ABN 68 604 406 297, AFSL 475940 ("AFM") is the issuer of this updated fee disclosure which should be read in conjunction with the Product Disclosure Statement for the Fund dated 8 August 2019 ("PDS").

The information in this Guide is general information only and does not take into account your objectives, financial situation or needs. Therefore, before deciding whether to acquire or continue to hold an investment you should consider the PDS and any updates carefully and assess, with or without your financial advisor, whether the Fund fits your objectives, financial situation or needs. Additional information on the Fund, including monthly Fund reports are available at affluencefunds.com.au/alf/.

Annual Fees and Costs

In section 7 of the PDS, AFM provides a breakdown of management costs and an example of the annual fees and costs associated with an investment in the Fund.

AFM wishes to update this disclosure based on amounts for the 5 year period ended 30 June 2021.

Example of Annual Fees and Costs

The table below gives an example of how the fees and costs for this product can affect your investment over a 1 year period. You should use this table to compare this product with other managed investment products.

Example¹:

Type	Amount (%)	Amount (\$) based on a balance of \$50,000 plus a contribution of \$5,000 during the year
Contribution Fee	0%	For every additional \$5,000 you put in, you will be charged \$0 ² .
PLUS Management Costs ¹	4.41%	AND for every \$50,000 you have in the Fund, you will be charged \$2,207 each year.
EQUALS Cost of Fund		If you had an investment of \$50,000 at the beginning of the year and you put an additional \$5,000 during that year then for that year, you would be charged fees of \$2,207 ⁴ .
		What it costs you will depend on the fund you choose and the fees you negotiate ³ .

1. The fees in the example are based on actual results for the five years ended 30 June 2021. The Fund delivered a net return to investors (distributions plus change in unit price after all fees and costs) of 14.6% per annum for that period. This is not a forecast of the future performance of the Fund. The level of performance fees charged by AFM and Underlying Managers in the future depends on the future performance of the Fund and investments.

Management Costs of 4.41% which is \$2,207 on a \$50,000 investment, which were comprised of the following components:

- Management fee paid to AFM of nil.
- Performance fee paid to AFM of 2.09% which is \$1,043 on a \$50,000 investment.
- Administration costs paid by the Fund of 0.25% which is \$125 on a \$50,000 investment.
- Indirect Costs of 2.08% (including performance fees paid to Underlying Managers of 0.67%) which is \$1,039 on a \$50,000 investment. These costs are not charged to you or the Fund directly. Rather, they are reflected in the performance of the Fund investments. None of these costs are paid to AFM.

This example does not include any additional fees that your financial adviser or IDPS operator may charge you.

2. This does not include the buy/sell spread which is incorporated into the unit price. The buy spread of 0.1% on a \$5,000 investment is \$5.
3. This includes costs incurred on LICs. However, it does not include all the fees incurred by the Fund on its investments. For example, it does not include abnormal costs which may be payable from time to time. The ICR will change over time as the management costs of the Fund and the investment portfolio changes.
4. This example assumes the contribution of \$5,000 is made on the last day of the period.

Section 7 of the PDS should be read accordingly.