

# Updated Fees and Other Costs

## Affluence Income Trust

Issued By Affluence Funds Management Limited  
ABN 68 604 406 297 | AFSL 475940

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### Important Notice and Disclaimer

As responsible entity of the Affluence Income Trust ARSN 673 932 271 ("Fund"), Affluence Funds Management Limited ABN 68 604 406 297, AFSL 475940 ("Affluence") is the issuer of this updated fee disclosure which should be read in conjunction with the Product Disclosure Statement for the Fund dated 16 January 2024 ("PDS").

The information in this update 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/ait/](http://affluencefunds.com.au/ait/).

### Annual Fees and Costs

In section 6 of the PDS, Affluence provides a breakdown of fees and other costs and an example of the annual fees and costs associated with an investment in the Fund.

Affluence wishes to update this disclosure based on amounts for the year ended 30 June 2024.

Section 6 of the PDS should be read accordingly.

## 6.1 Fees & Other Costs

The table of ongoing annual fees and costs is updated as follows.

### Fees and costs summary

Type of Fee or Cost	Amount	How & when paid
Ongoing annual fees and costs		
<b>Management fees and costs</b> The fees and costs for managing your investment.	0.81% per annum of the NAV of the Fund, comprising 0.25% direct costs and 0.56% indirect fees and costs of underlying Investments.	Affluence does not charge any fixed fee for managing the Fund. Direct costs are generally paid monthly or as incurred, from the assets of the Fund  Fees and costs of underlying Investments are not paid by the Fund directly, but are reflected in the performance of the investments.
<b>Performance fees</b> Amounts deducted from your investment in relation to the performance of the Fund.	0.86% per annum of the NAV of the Fund, comprising 0.83% Affluence performance fees and 0.03% Underlying Manager performance fees.	Affluence is entitled to receive a performance fee of 10% of the positive returns of the Fund. Any previous negative returns must be recovered before the fee is payable.  Affluence performance fees are accrued and payable to Affluence monthly in arrears from the assets of the Fund.  Underlying Manager performance fees apply to some Investments. They are not paid by the Fund directly, but rather are reflected in the performance of the investments.
<b>Transaction costs</b> The costs incurred by the Fund when buying or selling assets.	0.00% per annum of the NAV of the Fund, comprising 0.00% direct transaction costs and 0.00% indirect transaction costs of underlying Investments.	These costs (if any) are payable from Fund assets as incurred and are reflected in the unit price. This amount is disclosed net of amounts recovered by the buy and sell spread referred to below.  Indirect transaction costs of underlying Investments are not paid by the Fund directly, but rather are reflected in the performance of the Investments.

## 6.2 Example of Annual Fees and Costs

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

### Example<sup>1</sup>:

Type	Amount (%)	Amount (\$) based on a balance of \$50,000 plus a contribution of \$5,000 during the year
<b>Contribution Fee</b>	0.00%	For every additional \$5,000 you put in, you will be charged \$0 <sup>1</sup> .
<b>PLUS</b> Management fees and costs <sup>2</sup>	0.81%	AND for every \$50,000 you have in the Fund, you will be charged or have deducted from your investment \$405 each year.
<b>PLUS</b> Performance fees <sup>3</sup>	0.86%	AND you will be charged or have deducted from your investment \$430 in performance fees each year.
<b>PLUS</b> Transaction costs <sup>2</sup>	0.00%	AND you will be charged or have deducted from your investment \$0 in transaction costs each year.
<b>EQUALS</b> 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 and costs in the range of \$835 - \$919 <sup>4</sup> .  What it costs you will depend on the fund you choose and the fees you negotiate.

1. This does not include the buy spread which is incorporated into the unit price. The buy spread of 0.10% on a \$5,000 investment is \$5.
2. The management fees and costs and the transaction costs in the example are based on amounts paid in the year to 30 June 2024. The management fees and costs comprise \$125 Fund costs and \$280 fees and costs relating to underlying Investments. Fees and cost are subject to change. Actual fees and costs will depend on many factors, including the future performance of the Fund and Investments, respectively.
3. Affluence performance fees in the example are based on the actual performance fee for the year ending 30 June 2024, adjusted to reflect a 12 month period. Indirect performance fees are based on amounts paid to Underlying Managers over an average of the last five financial years. The performance fees comprise of \$415 Affluence performance fees and \$15 Underlying Manager performance fees. This is not a forecast of the future performance of the Fund or its Investments. Performance fees are subject to change. Actual performance fees will depend on many factors, including the future performance of the Fund and Investments, respectively.
4. Depending on when during the year you make your additional \$5,000 investment. Additional fees may apply. This example does not include any additional fees that your financial adviser or IDPS operator may charge you. The fees and costs are disclosed as a percentage of NAV for the year to 30 June 2024 to show the fees and costs on a net investment in the Fund. These amounts will change over time as the investment portfolio, activity and performance of the Fund changes.

## 6.3 Additional Explanation of Fees and Costs

### 6.3.7 Variation in Performance Fees

The year ending 30 June 2024 was the first year of operation for the Fund. This period of operation was 11 months and Fund returns were 7.4%. Annualised for a full year performance for the Fund would be 8.0%. The annualised performance fee for this period was 0.83%.

Indirect performance fees are based on amounts paid to Underlying Managers over an average of the last five financial years.

It is not possible to accurately forecast future performance fees, though in general, the higher the Fund returns, the higher the performance fees are likely to be. Fund returns may be higher or lower than the investment objective and performance fees charged in the future may be higher or lower than the estimate noted above. Performance fees can be impacted by factors such as changes in the RBA Cash Rate, the mix of Investments held by the Fund, the performance of each Investment and performance fees (if any) charged by Underlying Managers.

### 6.3.8 Transaction Costs

Transaction costs are incurred by the Fund when buying and selling assets. They include costs incurred directly, such as brokerage, settlement and clearing costs, buy and sell spreads on unlisted Investments, costs of derivatives used for hedging purposes and stamp duty, as well as similar costs paid by underlying Investments.

Transaction costs are reflected in the net return after fees and other costs are applied.

Transaction costs are reduced by the buy and sell spreads recovered by the Fund and underlying Investments.

Transaction costs for the year ended 30 June 2024 were estimated to be 0.08% on a gross basis (excluding the impact of the buy and sell spreads) and 0.00% net of the buy and sell spreads. The transaction costs shown in the 'Fees and costs summary' at Section 6.1 are shown net of the amount recovered by the buy and sell spreads. Transaction costs are an additional cost to investors where these costs have not already been recovered by the buy and sell spreads.

Actual transaction costs are likely to vary from year to year as they are impacted by a number of highly variable drivers as well as changing investment and market conditions.