

CONTENTS

1. About Betashares Capital Ltd
2. How the Betashares Australian Faith-Based Leaders Fund works
3. Benefits of investing in the Betashares Australian Faith-Based Leaders Fund
4. Risks of managed investment schemes
5. How we invest your money
6. Fees and costs
7. How managed investment schemes are taxed
8. How to apply

Contact details:

Betashares Capital Ltd
Level 11, 50 Margaret Street
Sydney NSW 2000
Australia

Phone: 1300 487 577 or +61 2 9290 6888

Fax: +61 2 9262 4950

Email: info@betashares.com.au

Website: www.faithfund.com.au

BETASHARES AUSTRALIAN FAITH-BASED LEADERS FUND

PRODUCT DISCLOSURE STATEMENT FOR IDPS INVESTORS

Dated: 23 June 2023

ARSN: 652 043 171

APIR Code: BSC0951AU

This Product Disclosure Statement (PDS) dated 23 June 2023 is issued by Betashares Capital Ltd ABN 78 139 566 868, AFSL 341181, the responsible entity of the Betashares Australian Faith-Based Leaders Fund (Fund).

This PDS is a summary of significant information about the Fund. It contains a number of references to additional important information contained in a separate information booklet dated 23 June 2023 (Additional Information Booklet). This information forms part of the PDS and you should read the Additional Information Booklet together with this PDS before making a decision to invest in the Fund.

You can access a copy of the latest version of this PDS, the Additional Information Booklet and any updated information free of charge from the website www.faithfund.com.au or by contacting the Responsible Entity.

The information provided in this PDS and the Additional Information Booklet is general information only and does not take account of your personal financial situation or needs. You should obtain financial advice from a licensed financial adviser tailored to your personal circumstances.

This offer is only open to persons receiving this PDS and the Additional Information Booklet (electronically or otherwise) within Australia or New Zealand and 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. This PDS is only available for use by (i) persons applying for units through an investor directed portfolio service, master trust, wrap account or investor directed portfolio-like scheme, including superannuation equivalents (IDPS), and (ii) an IDPS operator. Each IDPS must be approved by the Responsible Entity.

The information in this PDS is up-to-date at the time of preparation. Information in this PDS may change from time to time. Information changes that are not materially adverse to investors may be updated by the Responsible Entity publishing an update on the Fund's website at www.faithfund.com.au. A paper copy of any updated information will be provided, or an electronic copy made available, free of charge upon request. Any new or updated information that is materially adverse to investors will be available to investors via a new PDS.

Fund reports and other information will be sent directly to your IDPS operator, who will use this information to provide you with regular reporting.

None of Betashares Capital Ltd, its related entities, or any other person (including any service provider to the Fund) gives any guarantee or assurance as to the performance of, or the repayment of capital or income reinvested in, the Fund.

1 ABOUT BETASHARES CAPITAL LTD

Betashares Capital Ltd (Responsible Entity) is the responsible entity of the Fund and is responsible for the ongoing management of the Fund.

The Responsible Entity is an Australian asset management business headquartered in Sydney which was established in 2009. As at the date of this PDS, it manages over \$25 billion in assets and acts as responsible entity for over 70 funds. These funds provide exposure to the performance of Australian and international equities, Australian and international bonds, cash, currencies, commodities, and alternative strategies.

2 HOW THE BETASHARES AUSTRALIAN FAITH-BASED LEADERS FUND WORKS

The Fund is a managed investment scheme registered under the Corporations Act 2001 (Cth) (Corporations Act). Investors' money is pooled together and invested as described in this PDS. Each investor acquires units in the Fund. Each unit gives the investor an equal interest in the Fund's assets as a whole, but not an entitlement to, or interest in, any particular asset of the Fund.

Investors can increase their units by making an additional investment or decrease their units by making a withdrawal.

All amounts payable by or to investors in connection with the Fund are payable in Australian dollars, unless the Responsible Entity determines otherwise.

UNIT PRICES

The value or price of a unit is normally calculated for each Dealing Day, and is based on the value of the Fund's assets, less liabilities, divided by the number of units on issue and adjusted for estimated transaction costs (the "buy-spread" in the case of the entry unit price and the "sell-spread" in the case of the exit unit price). The unit price will change as the market value of the Fund's assets and liabilities rises or falls.

Entry unit prices are generally higher than exit unit prices due to the estimated transaction costs of buying and selling the underlying assets in the Fund. The difference is called the "buy-sell spread".

In this PDS, "Dealing Day" means a day that is a day (other than a Saturday, Sunday or public holiday) on which banks are open for general banking business in Sydney.

HOW TO INVEST

To invest, you need to complete the documentation your IDPS operator requires and comply with any minimum investment amount set by your IDPS operator. Your IDPS operator will then apply for units in the Fund on your behalf by lodging an application with the Responsible Entity via an electronic order routing system (or another method) nominated by the Responsible Entity and paying the relevant application monies. No minimum investment amount applies for investments (including additional investments) in the Fund by your IDPS operator, unless the Responsible Entity determines otherwise.

HOW TO WITHDRAW

To make a withdrawal, you need to complete the documentation your IDPS operator requires and comply with any minimum balance or withdrawal amount set by your

IDPS operator. No minimum balance or withdrawal amount applies for redemptions in the Fund by your IDPS operator, unless the Responsible Entity determines otherwise.

Your IDPS operator will then request a redemption of units from the Fund on your behalf by lodging a redemption request with the Responsible Entity via an electronic order routing system (or another method) nominated by the Responsible Entity. The Responsible Entity will generally seek to pay withdrawals to your IDPS operator's nominated bank account within ten business days after the Dealing Day for which the withdrawal is processed, although the Fund's constitution allows a maximum period of 21 days.

In certain circumstances specified in the Fund's constitution, such as suspended trading in the market of a Fund asset, the Responsible Entity may freeze redemptions or reject redemption requests and therefore your IDPS operator may not be able to withdraw funds within the usual period upon request. The Responsible Entity may also reject redemption requests if the Fund is illiquid (as defined in the Corporations Act).

HOW WE PROCESS TRANSACTIONS

Generally, if the Responsible Entity receives your IDPS operator's completed application or a correctly completed redemption request before 12pm (Sydney time) on a Dealing Day, it will be processed with the unit price calculated for that Dealing Day (application monies must also be received on that Dealing Day). Where the Responsible Entity receives correctly completed documentation on or after 12pm (Sydney time) on a Dealing Day (or application monies are received on the next Dealing Day), it will be processed using the unit price determined for the next Dealing Day. The Responsible Entity may change this cut-off time or the frequency of processing transactions.

DISTRIBUTIONS

The Fund may receive distributions (such as dividends), interest and gains from the underlying investments. The Responsible Entity will generally distribute the Fund's net income to unitholders at least annually.

Distributions will generally be calculated based on the Fund's net income at the end of the distribution period divided by the number of units on issue. The Responsible Entity will distribute all taxable income to investors each year, including the net realised capital gains of the Fund.

Distribution payments will generally be made within 20 business days after the end of the distribution period, although the Fund's constitution allows a maximum period of 90 days.

The amount of any distribution will vary from period to period, and there may be periods when the Fund will not pay a distribution.

A distribution reinvestment plan ("DRP") is available.

You should read the important information about "Restrictions on applications & withdrawals", "Spreading redemption requests" and "Liquidity" before making a decision to invest in the Fund. Go to section 2 of the Additional Information Booklet available at www.faithfund.com.au. The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.

3 BENEFITS OF INVESTING IN THE BETASHARES AUSTRALIAN FAITH-BASED LEADERS FUND

SIGNIFICANT FEATURES

- The Fund provides access to the performance of a portfolio of listed Australian shares that align with faith-based criteria, in particular Catholic values, as well as broader responsible investment principles.
- The Fund is a registered managed investment scheme governed mainly by its constitution and the Corporations Act.

SIGNIFICANT BENEFITS

- Opportunity for faith-conscious investors, in particular investors seeking to invest based on Catholic values, to adopt a faith-based investment approach.
- In addition to screens based on Catholic values, the Fund's portfolio excludes companies with direct or significant exposure to fossil fuels or engaged in other activities deemed inconsistent with responsible investment considerations.
- Portfolio holdings are disclosed daily via the website.
- Potential for capital growth and some income over the long term from Australian shares.

You should read the important information about "Benefits of investing in the Funds" before making a decision to invest in the Fund. Go to section 3 of the Additional Information Booklet available at www.faithfund.com.au. The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.

4 RISKS OF MANAGED INVESTMENT SCHEMES

All investments carry risk. The likely investment return and the risk of losing money is different for each managed fund, as different strategies carry different levels of risk based on the underlying mix of assets. Generally, the higher the level of risk you are prepared to accept, the higher the potential returns or losses. Assets with the highest long-term returns may also carry the highest level of short-term risk. Growth assets, such as shares and property, are generally considered the most volatile assets, i.e. they are likely to experience greater fluctuations in value than defensive assets, such as fixed interest and cash.

It is important that you carefully consider the risks of investing in the Fund to understand that the value of your investment will vary; the level of returns will vary, and future returns may differ from past returns; returns are not guaranteed, and you may lose some of your money; and laws affecting registered schemes may change in the future.

The appropriate level of risk for each person will vary depending on a range of factors including your age, investment time frames, where other parts of your wealth are invested and your risk tolerance.

The significant risks for the Fund are as follows.

Investment objective risk

There is no guarantee that the Fund's investment objective will be achieved or that an investment in the Fund will earn any positive return in the short or long-term.

Market risk

This is the risk that the value of the Fund's investment portfolio will fluctuate as a result of changes in market prices

as a whole. Therefore, the market factors that drive changes in the prices of the securities in the Fund's portfolio, including global events (such as natural disasters, wars and other conflicts, and outbreaks of infectious diseases), general economic conditions, investor sentiment and industry specific factors, can be expected to influence the value of the units. Share markets can be and have been volatile, and have the potential to fall by large amounts over short periods of time. This volatility may cause the value of the Fund's units to decrease.

Faith-based criteria investing risk

The equities included in the Fund's portfolio are subject to the faith-based screens, as set out in this PDS, intended to exclude companies deemed to be inconsistent with Catholic faith teachings. There is no assurance that the activities of the companies included in the Fund's portfolio will align with the moral and social teachings of the Catholic Church, or that the faith-based screens will align fully with all interpretations of Catholic social teachings. To the extent an investor intends to invest in a manner consistent with their interpretation of Catholic social teachings, an investment in the Fund may fail to achieve this objective.

Non-traditional portfolio construction risk

The equities included in the Fund's portfolio are not selected and weighted based solely on their market capitalisation. There is no assurance that a rules-based portfolio that uses faith-based and environmental, social and ethical criteria to select and weight securities will outperform a traditional rules-based portfolio that is based purely on market capitalisation, or any other methodology for constructing a portfolio, over any time period.

Specific security risk

This is the risk associated with an individual investment of the Fund's underlying portfolio. The price of shares in a company may be affected by unexpected changes in that company's operations such as changes in management or the loss of a significant customer or changes in the market environment the company operates in, or by actions by regulators or competitors.

Liquidity risk

This is the risk that a security or asset may be difficult or impossible to sell, preventing the Fund from closing out its position or rebalancing in a timely manner and at a fair price. This may be due to factors specific to that investment or to prevailing market conditions. A lack of liquidity could potentially result in the suspension of redemptions.

Concentration risk

A significant percentage of the Fund's portfolio may be comprised of securities concentrated in a small group of industry sectors. At times, this may cause the Fund's returns to differ from that of the broader market.

Derivatives risk

Exchange-traded derivatives may be used in limited circumstances and will not be used to leverage the Fund. The value of a derivative is linked to the value of an underlying asset and can be highly volatile. Risks associated with derivatives include, but are not limited to, the value of the derivative failing to move in line with that of the underlying asset, potential illiquidity of the derivative, the Fund not being able to meet payment obligations as they arise, and counterparty risk (where the counterparty to the derivative contract cannot meet its obligations under the contract).

You should read the important information about "Additional risks" before making a decision to invest in the Fund. Go to section 4 of the Additional Information Booklet available at www.faithfund.com.au. The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.

5 HOW WE INVEST YOUR MONEY

WARNING: You should consider the likely investment return, the risks involved and your investment timeframe before choosing to invest in the Fund.

BETASHARES AUSTRALIAN FAITH-BASED LEADERS FUND

| | |
|------------------------------------|--|
| Fund description | The Fund provides access to the performance of a portfolio of listed Australian shares that seeks to align with faith-based criteria, in particular Catholic values, as well as broader responsible investment principles. |
| Investment return objective | The Fund aims to provide capital growth and some income from exposure to a portfolio of listed Australian equities selected using a rules-based methodology that excludes companies that do not meet certain faith-based and responsible investment criteria, while giving preference to companies engaged in sustainable business activities. |
| Investment strategy | <p>The Fund's eligible universe of securities comprises listed Australian equities that satisfy minimum market capitalisation and liquidity requirements. From this eligible universe, the Fund uses a rules-based process that applies the following faith-based and responsible investment screens (subject to certain materiality thresholds):</p> <ul style="list-style-type: none"> • Faith-based screens: The business activities screened out as being inconsistent with Catholic values are pornographic materials, abortion services or products, contraception services or products, embryonic stem cell and human cloning research or services, military weapons and gambling businesses. • Responsible investment screens: A fossil fuel screen is applied which removes companies with any direct involvement in the fossil fuel industry, as well as companies with material indirect exposure to and those with particularly high use of fossil fuels. The eligible universe is also screened to remove companies which are exposed to the following activities that carry significant negative environmental, social and governance (ESG) risks: tobacco, uranium and nuclear energy, destruction of valuable environments, animal cruelty, chemicals of concern, mandatory detention of asylum seekers, alcohol, junk foods, human rights and supply chain concerns, lack of gender diversity at the company board level, and predatory lending. <p>In addition to the faith-based and responsible investment screens, preference in the portfolio is given to companies ("Sustainability Leaders") that satisfy at least one of a number of criteria, which have been determined by reference to the UN Sustainable Development Goals ("UN SDGs"), including:</p> <ul style="list-style-type: none"> • More than 50% of a company's gross revenue must be derived from activities aligned with the achievement of one or more targets underlying the UN Sustainable Development Goals, including renewable energy, manufacture or sale of climate adaptation technologies, pollution reduction, water efficiency, healthcare, transportation solutions, education services, sustainable agriculture and production or sale of nutritious foods, sustainable tourism, sustainable infrastructure, and social and community housing; • Companies employing circular economy strategies as critical elements in their operations; • Companies providing communications infrastructure, or deriving more than 20% of gross revenue from banking services, to rural and regional communities; • Certified B Corporations (a private certification issued to for-profit companies by B Lab, a global non-profit organisation, which is available to companies that meet specified governance, transparency, environmental and social impact standards), Supply Nation registered businesses and companies with an Elevate Reconciliation Action Plan. <p>While the criteria for classifying companies as Sustainability Leaders will be determined with reference to the UN SDGs, there can be no guarantee that the activities of any company will make a direct contribution to the achievement of the UN SDGs, and while securities identified as "Sustainability Leaders" are given preference, not every security in the portfolio is necessarily a Sustainability Leader.</p> <p>The screening process results in a portfolio of approximately 75 - 100 securities across a number of industry sectors. Securities are weighted in the portfolio on a modified market capitalisation basis.</p> <p>Due to the screens applied to determine the portfolio constituents, the sector weightings of the portfolio may be materially different when compared to a traditional broad Australian share market</p> |

BETASHARES AUSTRALIAN FAITH-BASED LEADERS FUND

| | | | | | |
|---|--|-------------------|------------|------|----------|
| | <p>benchmark that is based on market capitalisation. The portfolio will likely be underweight in certain sectors such as materials, energy and banks.</p> <p>The portfolio is reviewed and rebalanced annually, applying the above screening criteria.</p> <p>For more information on the scope of the faith-based and responsible investment screens, including the applicable materiality threshold for each activity, please refer to section 5 of the Additional Information Booklet available at www.faithfund.com.au. Exchange-traded derivatives, such as futures contracts, may be used from time to time to help achieve the Fund's investment objective. For example, exchange-traded derivatives may be used where direct investment in a particular security or securities is not possible or practical, or to obtain an investment exposure without physically buying or selling the underlying asset. Such derivatives will only be used in limited circumstances and will not be used to leverage the Fund.</p> | | | | |
| Suggested minimum investment timeframe | Five years or more. Please note that this is a guide only, not a recommendation. The Fund may also potentially be considered for a tactical allocation for a shorter investment timeframe. | | | | |
| Asset allocation | <table><tr><td>Australian shares</td><td>90% - 100%</td></tr><tr><td>Cash</td><td>0% - 10%</td></tr></table> <p>These ranges are indicative only. The Fund may gain exposure to these assets and markets through derivative instruments. The Fund seeks to generally be fully invested in Australian shares. A portion of the portfolio may be allocated to cash for liquidity purposes.</p> | Australian shares | 90% - 100% | Cash | 0% - 10% |
| Australian shares | 90% - 100% | | | | |
| Cash | 0% - 10% | | | | |
| Risk level | Very high. Very high risk of loss and unit price variability over the short term. The key risks associated with this investment are set out in section 4. | | | | |
| Fund performance | For up-to-date information on the performance history of the Fund, please contact your financial adviser, your IDPS operator or visit www.faithfund.com.au . Past performance is not an indicator of future returns. | | | | |
| Target investors | The Fund may be suitable for investors who are looking for an investment with the investment return objective of the Fund listed above and are prepared to accept the risks of the Fund set out in section 4. | | | | |
| Changes to the Fund | The Responsible Entity has the right to make changes to the Fund at any time, and in some cases without prior notice. This could include closing or terminating the Fund, or amending its investment parameters, including the investment objective and strategy. The Responsible Entity will inform your IDPS operator about any material change to the Fund's details as required by law. Information in this PDS that is not materially adverse to investors may be updated by publishing such information at www.faithfund.com.au . A paper copy of any updates will be provided free of charge on request. | | | | |
| Fund inception | December 2021. | | | | |

You should read the important section about “Faith-based and responsible investment screens” and “Labour standards or environmental, social or ethical considerations” before making a decision to invest in the Fund. Go to section 5 of the Additional Information Booklet available at www.faithfund.com.au. The material relating to this matter may change between the time when you read this PDS and the day when you acquire the product.

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 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.

The managed funds fee calculator can be used to calculate the effect of fees and costs on your account balance.

This section shows fees and other costs that you may be charged. This information can be used to compare costs between different simple managed investment schemes. These fees and costs can be paid directly from your account or deducted from your investment returns.

Taxes are set out in section 7 of this PDS and the Additional Information Booklet. You should read all the information about fees and costs because it is important to understand their impact on your investment.

TABLE 6.1: FEES AND COSTS SUMMARY

| Betashares Australian Faith-Based Leaders Fund | | |
|--|--|--|
| TYPE OF FEE OR COST | AMOUNT | HOW AND WHEN PAID |
| Ongoing annual fees and costs | | |
| Management fees and costs: The fees and costs for managing your investment | Estimated to be 0.85% p.a. of the Fund's net asset value. As at the date of this PDS, the management fees and costs of the Fund consist of the following components: Management fee ¹ – 0.85% p.a. of the Fund's net asset value; PLUS Recoverable expenses ² – estimated at 0.00% p.a. of the Fund's net asset value; PLUS Indirect costs ² – estimated at 0.00% p.a. of the Fund's net asset value. | The management fee is calculated and accrued daily as a percentage of the Fund's net asset value, and reflected in the daily net asset value per unit. The amount is deducted from the Fund's assets monthly on or after the first day of the following month. Any expenses normally incurred in operating the Fund are paid as and when they arise by the Responsible Entity out of its own resources. Any extraordinary expenses are deducted from the Fund's assets as and when they arise. The indirect costs are calculated and accrued daily as a percentage of the Fund's net asset value, and reflected in the daily net asset value per unit. The amount is deducted from the Fund's assets as and when incurred. |
| Performance fees: Amounts deducted from your investment in relation to the performance of the product | Nil. | Not applicable. |
| Transaction costs: The costs incurred by the scheme when buying or selling assets | Estimated at 0.02% p.a. of the Fund's net asset value. ³ | Transaction costs reduce the Fund's net asset value. How and when they are paid varies depending on the type of transaction cost. Certain costs, e.g. brokerage, are added to or deducted from the amounts payable from the Fund's assets or receivable by the Fund at the time of settlement in respect of investments purchased or sold for the Fund. Other costs, e.g. transactional custodian fees, are invoiced to the Fund and paid from the Fund's assets according to a regular monthly or quarterly cycle. |
| 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 | Nil. | 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 at +0.13% of the entry unit price for applications and -0.13% of the exit unit price for redemptions. | When units are acquired, the entry unit price is increased by a buy-spread. The buy-spread reflects the estimated transaction costs of acquiring investments with the inflow of funds. When units are redeemed, the exit unit price is decreased by a sell-spread. The sell-spread reflects the estimated transaction costs of disposing of investments to satisfy the redemption. |

| Betashares Australian Faith-Based Leaders Fund | | |
|--|--------|-------------------|
| TYPE OF FEE OR COST | AMOUNT | HOW AND WHEN PAID |
| Withdrawal fee: The fee on each amount you take out of your investment | Nil. | Not applicable. |
| Exit fee: The fee to close your investment | Nil. | Not applicable. |
| Switching fee: The fee for changing investment options | Nil. | Not applicable. |

¹ The amount of the management fee may be negotiated with wholesale clients pursuant to the Corporations Act. For further information, refer to "Differential fees, rebates and related payments" in the "Additional Explanation of Fees and Costs" section in the Additional Information Booklet.

² This figure reflects the amount that the Responsible Entity, at the date of this PDS, reasonably estimates will apply for the current financial year. For more information, see "Recoverable expenses" and "Indirect costs" in the "Additional Explanation of Fees and Costs" section of the Additional Information Booklet.

³ This figure reflects the transaction costs that the Responsible Entity, at the date of this PDS, reasonably estimates will apply for the current financial year. This figure is net of estimated transaction costs for which the Fund is reimbursed out of the buy-sell spread charged to transacting investors. For more information on transaction costs and the buy-sell spread, see "Buy-sell spread" in the "Additional Explanation of Fees and Costs" section of the Additional Information Booklet.

All fees and costs in the table above include Goods and Services Tax (GST) net of any reduced input tax credits and any applicable stamp duty and are shown without any other adjustment in relation to any tax deduction available to the Responsible Entity or the extent to which any tax deduction may be passed on to unitholders. For more information, see the "Additional Explanation of Fees and Costs" section in the Additional Information Booklet.

WARNING: Additional fees may be payable by you to your financial adviser. You should refer to your Statement of Advice for details. For more information, see "Adviser service fee" in the Additional Information Booklet.

EXAMPLE OF ANNUAL FEES AND COSTS

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

TABLE 6.2: EXAMPLE OF ANNUAL FEES AND COSTS

| EXAMPLE – BETASHARES AUSTRALIAN FAITH-BASED LEADERS FUND | AMOUNT | BALANCE OF \$50,000 WITH A CASH CONTRIBUTION OF \$5,000 ¹ DURING THE YEAR |
|--|---|--|
| CONTRIBUTION FEES | Nil. | For every additional \$5,000 you put in, you will be charged \$0. |
| PLUS MANAGEMENT FEES AND COSTS² | Estimated at 0.85% p.a. of the Fund's net asset value. ³ | And , for every \$50,000 you have in the Fund you will be charged or have deducted from your investment \$425 each year. |
| PLUS PERFORMANCE FEES | Nil. | And , you will be charged or have deducted from your investment \$0 in performance fees each year. ⁴ |
| PLUS TRANSACTION COSTS⁵ | Estimated at 0.02% p.a. of the Fund's net asset value. | And , you will be charged or have deducted from your investment \$10 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 and costs of \$435. What it costs you will depend on the investment option you choose and the fees you negotiate. |

¹ Assumes the \$50,000 is invested for the entire year and the \$5,000 investment occurs on the last day of the year, and therefore the fees and costs in this example are calculated using the \$50,000 balance only. For more information, see the "Additional Explanation of Fees and Costs" section in the Additional Information Booklet.

² Please refer to footnote 2 in the "Fees and Costs Summary" above.

³ Please refer to footnote 1 in the "Fees and Costs Summary" above.

⁴ The Fund does not charge, and there is no right for the Responsible Entity to charge, a performance fee.

⁵ Please refer to footnote 3 in the "Fees and Costs Summary" above.

ADDITIONAL EXPLANATION OF FEES AND COSTS

Changes in fees

The fees can be changed without your consent, for example, having regard to economic or regulatory factors. The Responsible Entity will provide at least 30 days prior notice to your IDPS operator of any proposed increase in fees (except any changes to the buy-sell spread) or introduction of new fees up to the maximums allowed under the Fund's constitution.

You should read the important information about "Additional explanation of fees and costs". Go to section 6 of the Additional Information Booklet available at www.faithfund.com.au. The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.

7 HOW MANAGED INVESTMENT SCHEMES ARE TAXED

WARNING: Investing in the Fund is likely to have tax consequences. The Responsible Entity strongly recommends that you seek professional tax advice before investing in the Fund.

The Fund will be an Australian resident trust for Australian income tax purposes and the income of the Fund should 'flow through' to unitholders on the basis that unitholders will be attributed, or presently entitled to, the income of the Fund each financial year. On this basis, the Fund should not pay any Australian income tax on behalf of its Australian resident unitholders. Instead, unitholders are assessed for tax on their share of any income, including capital gains, generated by the Fund.

Unitholders may also be subject to capital gains tax on the disposal of their investment in the Fund.

You should read the important section about "How managed investment schemes are taxed" before making a decision to invest in the Fund. Go to section 7 of the Additional Information Booklet available at www.faithfund.com.au. The material relating to these matters may change between the time when you read this PDS and the day when you acquire the product.

8 HOW TO APPLY

For your IDPS operator to invest, it will need to:

- read this PDS and the Additional Information Booklet;
- complete and sign the application form for its initial investment;
- transfer the application monies using one of the methods outlined in the application form; and
- provide all documentation (including all required customer identity verification) to the Responsible Entity.

To invest, you will need to complete the documentation your IDPS operator requires. Before you invest, you should read the PDS and the Additional Information Booklet to ensure the

Fund is right for you and also the IDPS guide that explains your IDPS (available from your IDPS operator).

If a unitholder has a complaint regarding the Fund or services provided by the Responsible Entity, please contact Client Services on 1300 487 577 (within Australia) or +61 2 9290 6888 (outside Australia) from 9:00 am to 5:00 pm Sydney time, Monday to Friday, or refer the matter in writing to:

complaints@betashares.com.au; or

Manager Client Services
Betashares Capital Ltd
Level 11, 50 Margaret Street
Sydney NSW 2000

The Responsible Entity will try to resolve complaints as soon as possible, but in any event, will inform the unitholder in writing of its determination regarding the complaint within 30 days of receiving the initial complaint.

In the event that a unitholder is not satisfied with the outcome of a complaint, the unitholder has the right to request the Responsible Entity to review their decision or to refer the matter to the Australian Financial Complaints Authority (AFCA). AFCA is only available to retail clients.

As you will be investing indirectly in the Fund via your IDPS, you should:

- consult your IDPS operator about any cooling-off rights you may have; and
- direct any complaints relating to an investment in the Fund to your IDPS operator or to the Responsible Entity.

The Responsible Entity may decline to accept any application for units from your IDPS operator without giving a reason. There is no cooling off period in relation to the application for units in the Fund for the IDPS operator as it is a wholesale client.

You should read the important section about "Complaints" before making a decision to invest in the Fund. Go to section 8 of the Additional Information Booklet available at www.faithfund.com.au. The material relating to this matter may change between the time when you read this PDS and the day when you acquire the product.