

User Guide to Year End Statements

At end of the 2015 financial year, you will receive the following information for your investment:

- a Transaction Statement for the period from 1 July 2014 to 30 June 2015
- a Distribution Confirmation (if your fund has distributed)
- an Income Summary (Tax Statement) for the financial year

Your Transaction Statement

Summary of your investment

The Summary Information at the top of the statement shows the opening and closing balances of your investment in units and dollars.

Your market value is calculated using the ex-distribution **redemption** price (ie. the price at 30th of June after the distribution was allocated to your account).

We provide the information at the ex price as the distribution income that is owing to you is effective at 30 June 2015, therefore, is included in the statement under the "Details of your transactions" section of the statement.

If you take your statement to an accountant or auditor, it is the value appearing on this statement as at 30 June that should be included as an asset. The distribution as at 30 June should also be included as you are entitled to it as at that date.

Details of your transactions

This section shows all of the transactions that have occurred on your account from 1 July 2014 to 30 June 2015 (or from the date of your initial investment to 30 June 2015 or to the date of full redemption) inclusive. This will include any applications or redemptions you have made on your investment, distribution income allocated, distribution reinvestments (if appropriate), management fee rebates (if appropriate), and other management costs.

"Distribution" is the amount of income that has been allocated to you. If you have selected reinvestment, these units are allocated to you on 1 July 2015 for the 30 June 2015 distribution (see your Distribution Confirmation statement).

"Distribution Reinvested" shows the number of units you have been allocated if your preference was to reinvest distributions, not have them paid to your bank account, and the price at which those units were allocated.

"Other Management Costs" are an estimate of the amount of fees that your investment has indirectly paid during the financial year. **Note that this is NOT a direct charge to your account.** It does not impact on your investment balance directly. This amount is an estimate and is calculated

by taking the total fees and expenses for the fund for the financial year as a percentage multiplied by your average daily balance.

“Return on Investment” represents the amount that you have earned on your investment during the financial year. This is calculated as the movement in the value of your units held plus any distribution income earned during the financial year, adjusted for any additional investments (including distributions reinvested) or redemptions during the period.

“Total Transaction Amount” represents the total dollar value of any transactions that have impacted on the units that you hold. This will generally be applications, redemptions and distribution reinvestments. Any reinvestment units allocated to you in relation to the 30 June 2015 distribution are not included in the 2015 financial year.

“Total Number of Units” represents the net of units issued and units redeemed during the financial year.

Your Distribution Confirmation

Your distribution confirmation statement shows the distribution that you received at the end of the 2015 financial year. If you have reinvested, the number of units and the price at which those units were issued are shown at 1 July 2015.

The reinvestment is processed at the ex-distribution **mid**-price. This means that there has been no adjustment for the buy/sell spread.

Your Income Summary

The Income Summary provides you with all distribution income allocated to your account for the 2015 financial year, broken down into the relevant tax components.

The **“Net Distribution”** shown at the bottom of the page, is the amount that has been paid to you, either via your nominated bank account or via additional units in The Fund.

The **“Total Gross Taxable Amount”** shown in the column on the right hand side, excludes any components that are not taxable, such as tax deferred income, or the concessional component of capital gains.

You should note that the components we provide you will not directly correspond to individual labels on your tax return. This is because tax return categorisation is different for various entity types (for example, individuals, trusts, superannuation funds, overseas residents). Although we cannot provide specific tax advice, Fundhost provide a Tax Guide for Australian individual investors or SMSFs on their website (www.fundhost.com.au/investor/tmf) to assist with the completion of your tax return.

Your financial advisor or accountant should be able to provide further information.

If you require further information, please feel free to contact us at admin@fundhost.com.au or phone us on 02 8223 5400.