

CAMBRIDGE GLOBAL SMALLER COMPANIES FUND

GRANT SAMUEL
FUNDS MANAGEMENT



Product Disclosure Statement (PDS)

Class A Units | ARSN 629 676 544

30 January 2019



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Contact details

Responsible Entity

Grant Samuel Fund Services Limited
Level 19
Governor Macquarie Tower
1 Farrer Place
Sydney NSW 2000
www.gsfm.com.au

Mailing Address

Mainstream Fund Services -
Unit Registry
GPO Box 4968
Sydney NSW 2001

Client Service

registry@mainstreamgroup.com
Phone 1300 133 451

Read this

! This PDS is prepared in accordance with the shorter PDS regime and summarises significant information relating to the Cambridge Global Smaller Companies Fund (ARNSN 629 676 544 (**Fund**)) and it contains a number of references to important information which is contained in the 'Additional Information to the Product Disclosure Statement' (each of which forms part of the PDS). **! This is important information you should read together with this PDS and consider before making a decision to invest in the Fund.** You can access the 'Additional Information to the Product Disclosure Statement' on our website or request a copy free of charge by calling us on 1300 133 451. The information provided in the PDS is general information only and does not take account of your personal financial situation or needs. You should consider the appropriateness of the information in this PDS and the 'Additional Information to the Product Disclosure Statement' having regard to your personal objectives, financial situation and needs before acting on the information in this PDS and the 'Additional Information to the Product Disclosure Statement'. You should obtain financial advice tailored to your personal circumstances.

About this PDS

This PDS dated 30 January 2019 is issued by Grant Samuel Fund Services Limited ABN 48 129 256 104, AFSL 321517, the responsible entity for the Cambridge Global Smaller Companies Fund (ARNSN 629 676 544) ABN 82 682 289 108 APIR Code GSF4799AU.

Updated information

The information in this PDS is up-to-date at the time of preparation. However, some information may change from time to time. If a change is considered materially adverse we will issue a replacement PDS. Information in this PDS that is not materially adverse to investors can be updated by us. The updated information will be available on our website, www.gsfm.com.au. Please check our website, contact your financial adviser or call us on 1300 133 451 for any updates prior to investing. A paper copy of any updates will be provided free of charge on request.

The offer in this PDS is available only to persons receiving this PDS (electronically or otherwise) in Australia 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.

Cambridge Global Asset Management (**Cambridge**), the investment manager of the Fund, has provided its consent to the statements about it in the form and context in which they are included. Cambridge was not involved in the preparation and distribution of this PDS and is not responsible for the issue of the PDS nor is it responsible for any particular part of this PDS, other than those parts that refer to it. Cambridge has not withdrawn its consent before the date of this PDS.

1. ABOUT GRANT SAMUEL FUND SERVICES LIMITED

The Responsible Entity

Grant Samuel Fund Services Limited (**GSFS, Responsible Entity, we, us, ours**) is the Responsible Entity for the Cambridge Global Smaller Companies Fund (the **Fund**).

The responsibilities and obligations of GSFS as the Fund's Responsible Entity are governed by the constitution of the Fund (**Constitution**), the *Corporations Act 2001 (Cth)* (**Corporations Act**) and general trust law.

As Responsible Entity, GSFS issues units in the Fund and is legally responsible to the unit holders of the Fund for its operation.

The Investment Manager

GSFS has appointed CI Investments Inc. (**CI**), as the investment manager of the Fund. Cambridge Global Asset Management (**Cambridge or Investment Manager**) was established in 2008 and is a division of CI, one of Canada's largest investment management companies. CI is a subsidiary of CI Financial Corporation, an independent wealth management firm, listed on the Toronto Stock Exchange (TSX: CIX). Cambridge operates from offices in Boston and Toronto.

Cambridge applies its bottom-up, fundamental investment process to businesses that create value for shareholders. Cambridge believes stock markets are inefficient and opportunities arise for patient, well informed investors to buy an ownership stake in a company below intrinsic value. The Cambridge team strives to take advantage of these inefficiencies through time horizon arbitrage, identifying strong capital allocators and recognising businesses at inflection points.

Cambridge manages equity, balanced and fixed income strategies for retail and institutional clients.

Further information on Cambridge is provided in Section 1 of the 'Additional Information to the Product Disclosure Statement' available at www.gsfm.com.au.

2. HOW THE CAMBRIDGE GLOBAL SMALLER COMPANIES FUND WORKS

About the Fund

The Fund is a registered managed investment scheme that is an unlisted Australian unit trust governed by the Constitution together with the Corporations Act and other laws. Each investor's investment amount is pooled and invested in the manner described in Section 5. GSFS operates the Fund. Investors do not have day to day control over the operation of the Fund.

Units and unit prices

Investors in the Fund are allocated Class A units in the Fund which represent their beneficial interest in the assets of the Fund, but do not give an investor an interest in any particular asset of the Fund. We may, at our discretion, issue additional classes of units in the Fund with different terms and conditions to those applicable to the Class A units.

When you make an investment in the Fund, you will be allocated units based on the entry price. When you withdraw from the Fund, we redeem your units based on the exit price.

The Net Asset Value unit price for Class A units in the Fund is calculated each business day by the Responsible Entity by taking the total market value of all of the assets attributable to the Fund's Class A units on that day, adjusting for any attributable liabilities including management fees payable (**Net Asset Value**) and then dividing this by the total number of Class A units held by all investors in the Fund on that day. The entry and exit unit prices are determined by adjusting the Net Asset Value price by the buy and sell spreads (respectively). For more information on the buy and sell spread see the 'Additional explanation of fees and costs' in the 'Additional Information to the Product Disclosure Statement'.

Unit prices will vary as the market value of the Fund's assets rise or fall.

Unit prices are generally calculated each Sydney business day.

Unit prices will be available daily at www.gsfm.com.au or by telephoning 1300 133 451.

Investing directly

The minimum initial investment in the Fund is \$25,000. We may waive this minimum requirement at our discretion and in certain circumstances may reject an application. Please refer to Section 8 on how to apply.

You may add to your investment at any time. The minimum additional investment is \$5,000.

! You should read the important information about '**Making an additional application**', '**About your application money**', '**Incomplete or rejected application forms**', '**Regular monthly investment plan**', '**Amending your investor details**', '**Valuations**', '**Instructions received via email or facsimile**', '**Transferring units**', '**Privacy and your personal information**' and '**Anti-Money Laundering & Counter Terrorism Financing Act 2006**' before making a decision. Go to Section 2 'How the Cambridge Global Smaller Companies Fund works' of the 'Additional Information to the Product Disclosure Statement' at www.gsfm.com.au. The material relating to these matters may change between the time you read this PDS and the day when you acquire the product.

Withdrawing

You may redeem some or all of your units by either mailing, emailing or faxing a completed Withdrawal Form, which can be downloaded from our website, or send us your written instructions. The minimum withdrawal amount is \$5,000 or your investment balance if it is less than \$5,000. Requests to withdraw must be signed by the appropriate authorised signatories.

Withdrawals will be paid to your nominated Australian Bank Account usually within five business days. However, the Fund's Constitution allows us up to 21 days to pay withdrawal requests in certain circumstances.

There may be circumstances, such as a freeze on withdrawals or if the Fund becomes illiquid (as defined in the Corporations Act), where your ability to withdraw your investment from the Fund is restricted and you may not be able to withdraw some or all of your investment within the usual period on request.

! You should read the important information about '**Making a withdrawal**', '**Restrictions on withdrawing your investment**' and '**If a Fund becomes illiquid**' before making a decision. Go to Section 2 'How the Cambridge Global Smaller Companies Fund works' of the 'Additional Information to the Product Disclosure Statement' at www.gsfm.com.au. The material relating to these matters may change between the time you read this PDS and the day when you acquire the product.

Processing

The cut-off time each business day for receiving an application or withdrawal request is 2pm Sydney time. If we receive your application or withdrawal request by 2pm Sydney time we will process the transaction using that day's unit price. Requests received on or after the cut-off time or on a non business day will generally be effective the next business day.

If we receive an invalid or incomplete application or withdrawal request, the transaction request will be processed using the unit price applying on the business day we receive the correct documentation. The cut-off time of 2pm Sydney time still applies.

Indirect investors

We authorise the use of this PDS for investors who wish to access the Fund indirectly through an Investor Directed Portfolio Service (IDPS), IDPS-like scheme or a nominee or custody service (collectively referred to as 'master trust or wrap accounts').

If you invest in the Fund through an IDPS you should note that some information in this PDS may be relevant only for direct investors. This includes information relating to cut-off times for investing, processing times, and the time frame for payment of distributions as well as Fund reporting and investor notices.

! You should read the important information about '**Indirect investors**' before making a decision. Go to Section 2 'How the Cambridge Global Smaller Companies Fund works' of the 'Additional Information to the Product Disclosure Statement' at www.gsfc.com.au. The material relating to these matters may change between the time you read this PDS and the day when you acquire the product.

Distributions

The Fund aims to pay any distributions annually following the end of June each year. The Fund's unit price will generally fall after each distribution to reflect the distributions. The distribution amount will vary between distribution periods and is not guaranteed. There may be circumstances when a distribution is not made by the Fund and circumstances when a special distribution is made outside of the usual distribution periods.

The distributions you receive are generally assessable income and can be made up of income and capital gains generated by the Fund. We calculate the distribution based on the Fund's net income at the distribution date divided by the number of units on issue. The amount you receive for each distribution will depend on the number of units you hold in the Fund at the end of the distribution period.

You can choose to have your distributions:

- automatically re-invested. There is no buy/sell spread on distributions that are reinvested. The additional units will be issued using the unit price applicable immediately after the distribution; or
- you may have your distribution directly credited to your nominated Australian Bank Account.

Distributions will be reinvested unless you instruct us otherwise on the Application Form.

3. BENEFITS OF INVESTING IN THE CAMBRIDGE GLOBAL SMALLER COMPANIES FUND

Significant features

The Fund offers investors the opportunity to invest in an actively managed, diversified portfolio of small to mid capitalisation companies located anywhere in the world except Australia. The Investment Manager utilises bottom-up fundamental research to identify companies for the portfolio which have cash flow growth per share that is sustainable and growing and which have management teams whose compensation is tied directly to driving the creation of shareholder value over time and who have a history of adding value through intelligent capital allocation decisions. Cambridge aims to construct a portfolio that will have sufficient diversification to ensure that the Fund is not unduly exposed to single company, sector specific or macroeconomic risk.

Significant benefits

Benefits of investing in the Fund include:

- Access to a portfolio of high quality global smaller companies with attractive capital appreciation potential;
- Active management by an experienced investment team;
- Cambridge employs a disciplined and repeatable investment process that is shared by the entire investment team. Cambridge's investment process focuses on downside scenarios and has delivered strong risk adjusted returns over the long term; and
- Governance of the Fund in accordance with its Constitution and the Corporations Act.

! You should read the important information about '**Constitution**', '**Compliance Plan**', '**Investment Management Agreement**' and '**Custodian, administrator and registrar**' before making a decision. Go to Section 3 'Benefits of investing in the Fund' of the 'Additional Information to the Product Disclosure Statement' at www.gsfc.com.au. The material relating to these matters may change between the time you read this PDS and the day when you acquire the product.

4. RISKS OF MANAGED INVESTMENT SCHEMES

All investments carry risk. Different investment strategies carry different levels of risk depending on the assets that make up the strategy. Usually assets with the highest long term returns may also carry the highest levels of short term risk.

While Cambridge's disciplined investment approach aims to generate consistent returns over the long term 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 managed investment schemes may change in the future.

WARNING: The appropriate level of risk for you will depend on a range of factors including your investment goals, your age, your investment time frame, where other parts of your wealth are invested and your level of risk tolerance.

The significant risks for the Fund include but are not limited to:

- **Company specific risk** - The value of the investment in a company may vary because of change to management, changes to its financial or operating circumstances, actions of regulators or competitors or changes to the market environment the company operates in. These factors may cause a company's share price to perform differently to that of the broader market. The Fund may therefore underperform the market and/or its peers due to its company specific exposures. The Investment Manager aims to reduce these risks by conducting thorough analysis and research of the Fund's investments.
- **Currency risk** - The assets of the Fund will be denominated in a variety of foreign currencies, and the exchange rates of those currencies compared to each other and the Australian dollar may change over time. Any changes to exchange rates will therefore affect the Fund when its assets are valued in Australian dollars. For example, a change in the value of the Australian dollar relative to other currencies may negatively impact the value of an investment in the Fund. No management of the foreign currency exposure relative to the Australian dollar is undertaken for the Fund.
- **Cyber security risk** - This is the risk that the information technology systems used by us and our service providers when managing and operating the Fund may expose the Fund to potential cyber security breaches including but not limited to unauthorised access to and/or erroneous use of proprietary information, unitholder's personal information or Fund data.
- **Fund risk** - Risks particular to the Fund include the risk that it could be terminated, the fees and expenses could change, GSFS could be replaced as Responsible Entity and Cambridge could be replaced as Investment Manager and its portfolio managers could change. There is also a risk that investing in the Fund may give different results from holding the underlying assets because of income or capital gains accrued in the Fund at the time of investing and the consequences of investment and withdrawal by other investors. You could receive back less than you invested and there is no guarantee that you will receive any income. GSFS aims to keep Fund risk to a minimum by monitoring how these risks may impact on the Fund and by acting in the unit holders' best interests.

- **Interest rate risk** - Changes in interest rates can have a positive or negative impact directly or indirectly on investment values or returns.
- **International investments risk** - Investing in international securities poses additional risks. The performance of international securities can be adversely affected by the different political, regulatory and economic environments in countries where the Fund invests, and fluctuations in foreign currency exchange rates may also adversely affect the value of foreign securities. In addition, the Fund may invest in securities in emerging markets which are typically more volatile than developed markets. Potentially adverse political, economic, legal and tax, or social conditions in those markets may affect Fund investment returns.
- **Investment Manager risk** - The risk that in implementing the Fund's investment strategy the Investment Manager's investment decisions will not achieve the Fund's return objectives.
- **Liquidity risk** - Liquidity risk is the risk that due to abnormal or extreme market conditions it may be difficult to sell an asset quickly without adversely impacting the price received. The Fund invests in securities listed on stock exchanges in various countries, and if there is an interruption of regular trading in a market, or for a particular asset of the Fund, there may be delays in processing withdrawal requests. Similarly, for some securities in the Fund where the volume of trading is low, the ability to liquidate those securities in a timely manner may be impacted. The Investment Manager closely monitors cash levels in the Fund to manage this risk and ensure that there is adequate liquidity to meet the needs of unit holders in ordinary circumstances.
- **Market risk** - Changes in legal, tax and economic conditions, political events, investor sentiment and market variables such as interest rates and exchange rates can all directly or indirectly create an environment that may influence (negatively or positively) the value of your investments.
- **Operational risk** - A Fund's day to day operations may be adversely affected by circumstances beyond the reasonable control of the Responsible Entity, such as failure of technology or infrastructure, or natural disasters.
- **Regulatory risk** - Regulatory risk is the risk that a change in government policies, laws and regulations (including taxation) may adversely affect the value of an investment in the Fund or its underlying assets.
- **Service provider risk** - The risk that third party service providers engaged by the Responsible Entity to provide certain services to the Fund including for example, administration, custody and valuation services, do not properly perform their obligations and duties and cause harm to the Fund.
- **Small capitalisation risk** - Capitalisation is a measure of the value of a company. It is the current market price of one of the company's shares multiplied by the number of shares issued by the company. While companies with small capitalisation may offer greater potential for capital appreciation than larger, more established companies, they may also involve greater risk of loss and price fluctuation. Small capitalisation companies may be thinly traded or less liquid and therefore, have to be sold at a discount from current market prices reducing the Net Asset Value of the Fund if securities in the Fund need to be sold to fund withdrawals.

5. HOW WE INVEST YOUR MONEY

You should consider the likely investment return, risk and your investment time frame when choosing to invest in the Fund.

Cambridge Global Smaller Companies Fund

Investment return objective	The investment objective of the Fund is to provide long term capital growth by investing in companies located anywhere in the world, except Australia, with a market capitalisation less than US\$10 billion.	
Minimum suggested time frame for holding investment	5 years Please note this is a guide only, not a recommendation.	
Benchmark	MSCI World ex- Australia Small Cap Index in \$A, Net dividends reinvested	
Description of Fund	<p>The Fund is designed for investors who want a medium to long term exposure to a portfolio of high quality global smaller companies with capital appreciation potential, and who are prepared to accept the risks of the Fund set out in Section 4 'Risks of managed investment schemes'.</p> <p>The Fund is a concentrated strategy, which aims to achieve its objective by gaining exposure to a diversified portfolio of companies, located anywhere in the world except Australia, with a market cap of US\$250 million to US\$10 billion at the time of purchase. These smaller companies tend to be underfollowed by the investment community, providing opportunities for detailed fundamental analysis to uncover unique insights and exploit opportunities in the market.</p> <p>The investment strategy of the Fund is to focus on finding companies with a high return on invested capital and operating margins, low balance sheet leverage, a sustainable competitive advantage; strong capital allocation (as reinvesting in the business supports future growth) and a management team closely aligned with shareholders. Cambridge examines each company's potential for success in light of its current financial condition, its industry position and economic and market conditions.</p> <p>The base currency of the Fund is the Australian dollar (AUD). No management of the foreign currency exposure relative to the Australian dollar is undertaken for the Fund.</p>	
Asset classes and asset allocation ranges		
	Minimum**	Maximum**
Cash*	0%	10%
Equities	90%	100%
	<p>* Including cash equivalents such as investment grade interest-bearing securities. ** The investment guidelines provide an indication of the intended holdings in the Fund and may be higher or lower from time to time.</p>	
Risk level	<p>High</p> <p>Compared to an investment in funds that have invested in assets such as fixed interest or cash there is a relatively high risk of the value of your investment going down in any year. See Section 4 'Risks of managed investment schemes' for further information on the risks of an investment in the Fund.</p>	
Fund performance	Please see www.gsfc.com.au for information about the Fund's performance, including performance history. Due to the historical nature of performance information and the volatility of returns, past returns are not a reliable indicator of future returns.	
Changes to Fund details	We reserve the right to close or terminate the Fund and to change the Fund's investment return objective, benchmark, asset allocation ranges and currency strategy, without prior notice in some instances. We will inform you of any material changes to the Fund's details in the next regular Fund communication or as otherwise required by law. Information in this PDS that is not materially adverse to investors may be updated by us and will be available on our website www.gsfc.com.au . A paper copy of any updates will be provided free of charge on request.	

! You should read the important information about 'How we invest your money', 'Permitted investments', 'Currency management' and 'Labour, environmental, social and ethical considerations' before making a decision. Go to Section 5 'How we invest your money' of the 'Additional Information to the Product Disclosure Statement' at www.gsfc.com.au. The material relating to these matters may change between the time 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 contribution fees and management costs where applicable. 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)** 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 also be used to calculate the effect of fees and costs on account balances.

WARNING: You should read all the information about fees and costs because it is important to understand their impact on your investment in the Fund.

If you are investing in the Fund via an IDPS operator, you will need to consider the fees and other costs of the IDPS when calculating the total cost of your investment.

WARNING: If you consult a financial adviser you may also pay an additional fee that will be set out in the Statement of Advice between you and the financial adviser.

This section shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, from the returns on your investment or from the assets of the managed investment scheme as a whole. The following information can be used to compare costs between different managed investment schemes.

Type of fee or cost	Amount ¹
Fees when your money moves in or out of the Fund	
Establishment fee	Nil
Contribution fee	Nil
Withdrawal fee	Nil
Exit fee	Nil
Management Costs^{2,3,4,5}	
The fees and costs for managing your investment	The management costs of the Fund are 1.86% p.a. of Net Asset Value of the Fund and are comprised of a Management Fee of 1.25%, indirect costs of 0.00%, and an estimated Performance Fee (if payable)* of 0.61%.

1. All fees and costs set out in this section are inclusive of GST and any applicable stamp duty, less any applicable input tax credits and reduced input tax credits.
2. An allowance for transactional and operational costs may apply to investments into and withdrawals from the Fund. Please see 'Transactional and operational costs' on page 7 of the 'Additional Information to the Product Disclosure Statement'.
3. The amount of this fee can be negotiated if you are a wholesale client under the Corporations Act. Please refer to 'Differential fees' on page 10 of the 'Additional Information to the Product Disclosure Statement'.
- 4.* This estimate is inclusive of GST less any input tax credits and reduced input tax credits. This is a reasonable estimate at the time of this PDS of the prospective Performance Fee for the current financial year and has been calculated based on the historical performance of the Cambridge Global Smaller Companies strategy, offered in North America (adjusted to reflect a 12 month period). Past performance is not a reliable indicator of future performance. The actual Performance Fee payable (if any) will depend on the performance of the Fund over the relevant period.
5. All estimates of fees in this section are based on information available as at the date of this PDS. As the Fund is newly established, this figure reflects the Responsible Entity's reasonable estimate at the date of this PDS of those fees and costs that will apply for the current financial year (adjusted to reflect a 12 month period). Please refer to 'Additional explanation of fees and costs' in the 'Additional Information to the PDS' for more information on costs that may be payable.

Example of annual fees and costs

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

Example - Cambridge Global Smaller Companies Fund		Balance of \$50,000 with a contribution of \$5,000 during year ¹
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.
PLUS, Management Costs ²	1.25%	And, for every \$50,000 you have in the Fund you will be charged \$625 each year.
Plus		
Estimated Performance Fee*	0.61% ³	\$305
EQUALS Cost of the Fund	1.86% p.a.	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 of: \$930⁴

What it costs you will depend on the investment option you choose and the fees you negotiate.

1. The example assumes that the investment amount does not rise or fall in value and remains invested for the entire year and that the \$5,000 contribution occurs at the end of the first year, so that the management costs are calculated using the \$50,000 balance only. In practice, an investor's actual investment amount will vary daily and the actual fees and costs we charge are based on the value of the Fund which also fluctuates daily.
2. The figure used for the Management Costs (consisting of the Management Fee and Performance Fee) in the example above reflects the Responsible Entity's reasonable estimates at the time of this PDS of the typical ongoing amounts for the current financial year (adjusted to reflect a 12 months period).
- 3.* The Performance Fee is calculated as 15% of the amount by which the Net Asset Value per Class A Unit exceeds the return of the MSCI World ex- Australia Small Cap Index in \$A, Net dividends reinvested (Performance Hurdle) over each Performance Fee Calculation Period (the six months to 30 June and 31 December each year). Performance Fees are also subject to the 'High Watermark' being met for the relevant calculation period. A Performance Fee is not always payable. The actual Performance Fee payable (if any) will depend on the performance of the Fund over the relevant period. See 'Performance Fee' in the 'Additional explanation of fees and costs' in the 'Additional Information to the Product Disclosure Statement' for more information and a dollar worked example.
4. Additional fees may apply. An allowance for transactional and operational costs may apply to investments into and withdrawals from the Fund. Please see 'Transactional and operational costs' in the 'Additional Information to the Product Disclosure Statement' for information regarding the buy/sell spread.

Estimated and/or historical fees and costs may not be an accurate indicator of the fees and costs you may pay in the future.

Additional explanation of fees and costs

We may elect to change the fees and costs outlined in this section (e.g. due to changes in economic conditions and size of the Fund) without investor consent. We will provide you at least 30 days written notice of any proposed increase in these or other fees.

! You should read the important information about '**Fees and costs**' before making a decision. Go to Section 6 'Fees and costs' of the 'Additional Information to the Product Disclosure Statement' at www.gsfc.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.

! You should read the important information about '**How managed investment schemes are taxed**' before making a decision. Go to Section 7 'How managed investment schemes are taxed' of the 'Additional Information to the Product Disclosure Statement' at www.gsfc.com.au. The material relating to these matters may change between the time you read this PDS and the day when you acquire the product.

7. HOW MANAGED INVESTMENT SCHEMES ARE TAXED

WARNING: Investing in managed funds is likely to have tax consequences. Before investing in the Fund, you are strongly advised to seek professional tax advice that takes account of your particular circumstances.

Managed funds generally distribute all of their income each year so that the fund is not subject to tax. Managed funds do not pay the tax liability on behalf of Australian resident investors. As an investor, you will be assessed for tax on your share of the income and capital gains generated by the Fund. In normal circumstances, you should allow for some income and/or capital gains to be generated each year.

8. HOW TO APPLY

1. Read this PDS together with the 'Additional Information to the Product Disclosure Statement' available from www.gsfc.com.au.
2. If you are a Direct Investor, complete all sections of the Application Form available from www.gsfc.com.au or by calling us on 1300 133 451. Information about how to complete the Application Form, and payment details and methods are available with the Application Form.

If you are an Indirect Investor, you must complete the documentation your IDPS operator requires.

3. As part of the application process we are required by law to verify your identity before accepting your application. Please refer to the Anti-Money Laundering and Counter Terrorism Act information included with your Application Form.
4. To comply with the FATCA and CRS requirements, we will collect additional information from you and will disclose such information to the Australian Taxation Office. This information may be shared with revenue authorities in other jurisdictions under the various exchange of information agreements that Australia has entered into with other jurisdictions. For more information on FATCA and CRS refer to 'How managed investment schemes are taxed' in the 'Additional Information to the Product Disclosure Statement.'

5. Return your completed and signed Application Form and the other documents requested to us with your cheque marked not negotiable and made payable to '**Cambridge Global Smaller Companies Fund - Name of Applicant**' to:

Mainstream Fund Services - Unit Registry
GPO Box 4968, Sydney NSW 2001

Or

You may pay by direct debit or electronic funds transfer (EFT).

If you are paying by direct debit, we require you to complete and sign the Direct Debit section of the Application Form. This provides us with the authority to debit your account. Please ensure you have read the terms of the Direct Debit Service Agreement which follows in Section 9 of the 'Additional Information to the Product Disclosure Statement' available at www.gsfm.com.au. It may take up to three business days for your application monies to clear from the date we issue a direct debit request to your bank. We will not issue units until your application monies have cleared. Direct debit requests can only be made from an Australian bank account.

If paying by EFT please indicate your name (or part of your name) in the EFT description and deposit the application money to the following account:

Bank: National Australia Bank
BSB: 082-057
Account name: Cambridge Global Smaller Companies Fund Application Account
Account number: 23-558-5867

We are not bound to accept an application and accept no responsibility for applications that have been sent to an incorrect address. You are responsible for ensuring that you use the correct contact details and accept that if you use incorrect address details your application may be delayed or not processed.

Cooling off period

If you are a retail investor (as defined in the Corporations Act) you have a 14 day 'cooling off period' commencing on the earlier of the end of the fifth day after we issue the units to you or within 14 days from the date you receive confirmation of your transaction. If, during the 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 and no fees will apply. 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 cooling off period does not apply if you invest in the Fund indirectly via a wrap account or master trust. You should seek advice from your financial adviser or IPDS operator about the cooling-off rights (if any) that might apply to your investment in your IDPS.

Complaints resolution

We have procedures in place to handle any enquiries or complaints from you as quickly and smoothly as possible. If you have a complaint or enquiry, please call Mainstream Fund Services on 1300 133 451 or email registry@mainstreamgroup.com.

We will acknowledge your complaint within 48 hours of receipt of the complaint and will address your complaint within 45 days of receipt. However, if we do not address your complaint within this time or you are not satisfied with our response, you may refer it to the Australian Financial Complaints Authority (AFCA), an external complaints handling service of which we are a member. AFCA is the external dispute resolution scheme for complaints involving financial services and products.

Contact details for AFCA are as follows:

Address: GPO Box 3
Melbourne VIC 3001
Telephone: 1800 931 678
Website: www.afca.org.au
Email: info@afca.org.au

9. OTHER INFORMATION

Additional disclosure information

The Fund has certain regular reporting and continuous disclosure obligations pursuant to the Corporations Act. All continuous disclosure notices are available on our website at www.gsfm.com.au.

Copies of the following documents can also be obtained free of charge from us, upon request:

- the Fund's most recently lodged Annual Report;
- any Half Year Report lodged with ASIC after the lodgement of the latest Annual Report and before the date of this PDS;
- any continuous disclosure notices given by the Fund after lodgement of the latest Annual Report and before the date of this PDS;
- our Unit Pricing Policy.

Copies of documents lodged with ASIC may be obtained from, or inspected at, an ASIC office.

Related party transactions and conflicts of interests

We may appoint any of our related entities to provide services or perform functions in relation to the Fund. Any such services will be provided on terms that would be reasonable if the parties were dealing at arm's length. Grant Samuel Funds Management Pty Limited (GSFM) (ABN 14 125 715 004) is the distributor of the Fund. GSFM is a related party of GSFS and its appointment was made on an arm's length basis. The Investment Manager of the Fund, Cambridge Global Asset Management, is a related party of GSFS.

In the course of managing the Fund we may face conflicts in respect of our duties in relation to the Fund, related funds and our own interests. GSFS and Cambridge have established internal policies and procedures to ensure that any conflicts of interest arising in relation to the Fund are adequately identified and appropriately managed. Any conflicts of interest that may arise will be dealt with fairly and reasonably and in accordance with the law, ASIC policy, and GSFS's and Cambridge's conflicts of interests policies.

Terms used in this PDS

'Additional Information to the Product Disclosure Statement' means the document of that name which can be obtained at www.gsfm.com.au.

'Bank Account' means an account with an Australian Authorised Approved Deposit Taking Institution (which includes a building society and credit union).

'business day' means a day that is not a Saturday, Sunday, bank holiday or public holiday in New South Wales, Australia.

'Fund' means the Cambridge Global Smaller Companies Fund ARSN 629 676 544.

'Management Fee' means the management fee payable to the Responsible Entity from time to time for managing the Fund. It includes costs such as Investment Manager fees, Responsible Entity fees, operating expenses and all other normal costs.

'Performance Fee' means the amount paid or payable calculated by reference to the performance of the Fund.

'Responsible Entity' means Grant Samuel Fund Services Limited ABN 48 129 256 104.