

## New AMIT distribution policy – AMP Capital Funds

16 June 2020

### Changes to the distribution policy

We are writing to inform you of some important changes and improvements to the distribution methodology for the below-listed Funds. This follows the introduction of the Attribution Managed Investment Trust (AMIT) tax regime, which these Funds have elected to adopt.

#### What is AMIT?

AMIT is a tax framework introduced by the Australian Federal Government and administered by the Australian Tax Office (ATO), which eligible funds can elect to apply. The AMIT framework enables funds to implement an enhanced and more stable distribution policy; with the goal of delivering smoother income and enhanced visibility for investors.

#### Which Funds are affected and when do the changes apply from?

The changes apply to the below-listed Funds:

Fund	APIR Codes (if applicable)	Time of implementation
AMP Capital Core Retirement Fund	AMP3254AU	30 June 2020 distribution
AMP Capital Corporate Bond Fund	AMP0557AU AMP2037AU AMP7750AU AMP1285AU AMP9024AU	30 June 2020 distribution
AMP Capital Global Property Securities Fund	AMP0974AU AMP2043AU AMP3259AU AMP1073AU AMP0686AU AMP9026AU	30 June 2020 distribution
AMP Capital Global Infrastructure Securities Fund (Hedged)	AMP1595AU AMP2030AU AMP1594AU	30 June 2020 distribution
AMP Capital Global Infrastructure Securities Fund (Unhedged)	AMP1593AU AMP1592AU AMP9027AU	30 June 2020 distribution
Listed Property Trusts Fund	AMP0255AU AMP1049AU AMP1397AU AMP0269AU	30 June 2020 distribution
AMP Capital Property Securities Fund	AMP0014AU AMP0697AU	30 June 2020 distribution
AMP Capital Real Assets Equity Fund	Not applicable	30 June 2020 distribution
EFM Australian Share Fund 13	AMP5683AU	30 June 2020 distribution
EFM Fixed Interest Fund 11	AMP7635AU	30 June 2020 distribution

Fund	APIR Codes (if applicable)	Time of implementation
AMP Capital Wholesale Australian Bond Fund	AMP1048AU AMP1388AU AMP0981AU	<b>Beginning of new financial year 2020/21</b> (Note – For this Fund, the 30 June 2020 distribution will remain under the existing, pre-AMIT framework)

## What are the key changes and benefits?

Previously the Funds were required to distribute 100% of their taxable income each financial year, an approach which can lead to the Fund's cash distributions fluctuating significantly, particularly for the final distribution which usually occurs on 30 June. Going forward, the Funds' cash distributions will more closely align to the underlying share dividend and interest income of its assets, as opposed to its taxable income, with an additional minimum floor that aims to ensure at least 50% of taxable income for the year is paid out. Any taxable income that is retained in the Fund will continue to be invested for capital growth and further income generation.

This change will allow the Funds to produce a more stable and predictable income stream for the full financial year, allowing you to plan with more confidence. Guidance on the estimated income for the financial year ahead for each respective Fund will be available on the Fund page on the AMP Capital website or can be provided by contacting our Client Services team. We will aim to provide these estimates during the first quarter of the new financial year.

However, please note that any guidance given on future distributions, and the assumptions on which guidance is based, will be estimates only and will not be a guarantee of amounts paid. Guidance will be intended purely to improve the visibility of likely future distributions.

## Will the changes affect the amount of any tax I have to pay?

No. The changes affect the cash distribution paid to you, but not your tax position. You will still need to review your annual member tax statement, now known as an AMIT Member Annual Statement (AMMA Statement) and consider your own personal tax situation. The AMMA may include a cost base adjustment which is relevant to how you determine any capital gain or loss you make on disposal of your investment. We recommend you consult with your professional tax adviser should you require further information around how the Fund's distributions will impact your personal tax position.

## Is any action required by investors?

No action is required by investors.

## Further information

If you have any questions about the above, please contact your Client Account Manager or our Client Services Team on 1800 658 404, between 8.30am and 5.30pm (Sydney time) Monday to Friday or via email at [clientservices@ampcapital.com](mailto:clientservices@ampcapital.com).

Yours sincerely,



Corrine Henville  
Head of Global Client Services and Enablement

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