

## Update of information

Date of issue | 9 September 2019

**Kapstream Absolute Return Income Fund (the Fund) (ARSN 124 152 790, APIR Code HOW0052AU, ASX Code KAP01).**

Fidante Partners, as responsible entity of the Fund, in conjunction with Kapstream Capital (the **Manager**), has recently conducted a review of the Fund and its parameters. As a result of this review, we have decided to make the following changes to the Fund. The changes are scheduled to take effect on or around 1 October 2019.

### Reduction to the management fee

After reviewing the Fund's current management fee and consultation with the Manager, Fidante Partners has decided to reduce the Class A management fee from 0.70% to 0.55% (inclusive of GST and net of RITC).

The Fund's current management fee was set at the Fund's inception under different market conditions. The reduced management fee reflects the Manager's and Fidante Partners' focus on ensuring costs to investors remain appropriate and in line with market expectations.

### Change to the benchmark of the Fund

We have decided to change the Fund's benchmark as follows:

Current benchmark	Proposed benchmark
50% Bloomberg AusBond Composite Bond 0-3 year Index 50% Bloomberg AusBond Bank Bill Index	RBA Cash Rate ( <b>RBA OCR</b> )

The RBA OCR more closely reflects the Manager's strategy and management of the portfolio, and ensures closer alignment to the benchmark of peers.

Importantly the benchmark change will not alter the way the Fund is managed, any portfolio positions, the Fund's investment objective nor its target return.

### Updated Product Disclosure Statement

We will be issuing an updated Product Disclosure Statement reflecting the changes to the Fund's management fee and benchmark. This will be available on our website [www.fidante.com.au](http://www.fidante.com.au) on or around 1 October 2019.

## Further information

Please note that there is no change to the Fund's investment objective, strategy or universe.

If you have any further questions regarding these changes, or for updated information about the Fund, please contact your financial adviser, visit our website [www.fidante.com.au](http://www.fidante.com.au) or call our Investor Services team on 13 51 53, during Sydney business hours.

The information in this document is provided by Fidante Partners Limited (ABN 94 002 835 592, AFSL 234668) (**Fidante Partners, we, our**) the responsible entity and issuer of interests in the Fund. The information contained in this document has been prepared without taking account of any person's objectives, financial situation or needs. Because of that, each person should, before acting on any such information, consider the appropriateness of the information, having regard to their objectives, financial situation and needs. Each person should obtain a current PDS (if applicable) relating to the Fund and consider that document before making any decision about the Fund.