

17 July 2019

Dear investor,

We are pleased to announce that we have implemented a change to the performance fee hurdle of the Pengana Australian Equities Income Fund. This change is significantly beneficial to investors.

Performance Fee hurdle rate

Previously	RBA cash rate - paid quarterly
Now	RBA cash rate plus 6% p.a. - paid half yearly

Why have we changed the performance Fee hurdle rate?

Pengana has always been focused on aligning our interests with those of investors. This includes capping the sizes of our funds, as well as utilising fair and appropriate fee structures.

The sustained period of historically low interest rates prompted a recent review of the fee structure for our core Australian Equities Fund and the performance fee hurdle was increased to the cash rate + 6%. This change to the Australian Equities Income Fund aligns the performance fee hurdles of the two funds.

The benefit of this increase is that investors will now only pay a performance fee in the event that the Fund earns a net return in excess of the Cash Rate plus 6% p.a. (calculated and paid 6 monthly).

Details of the Changes

The changes effective from 17 July 2019 are detailed in the Product Disclosure Statement (PDS). We have retained the previous PDS website link and the application form remains unchanged. Please see page 5 of the PDS for further details of fees and charges associated with the Fund.

[Pengana Australian Equities Income Fund \(ARSN 098 586 586 APIR HHA0001AU\)](#)

This change applies to all existing and new investors in the Fund from today. If you have any questions, please contact our dedicated Client Service team at clientservice@pengana.com or on 02 8524 9900.

Thank you for your continued support of Pengana.



Kind regards
Daniel Fine
Client Service



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Past performance is not a reliable indicator of future performance, the value of investments can go up and down.