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21 December 2017

Dear Investor,

Re: Invesco Wholesale Australian Smaller Companies Funds

Following a review of our product structure, we intend to transfer the management of the **Invesco Wholesale Australian Smaller Companies Fund** ('Fund') to a different team within Invesco—the Invesco Quantitative Strategies ('IQS') team.

This change will take effect from **25th January 2018**.

There will be no change in Fund name, investment objective, or benchmark. The transfer of management means the Fund's investment strategy moves from a fundamental to a quantitative approach overlaid by fundamental and behavioural stock insights.

A description of the new investment strategy for the Fund is stated below:

The Fund invests primarily in shares of companies listed on the Australian Stock Exchange that fall outside of the S&P/ASX 100 list of companies. We take a quantitative approach to investing in Australian Smaller Companies shares.

The Fund actively takes a position in Australian Smaller Companies shares with the aim of delivering consistent returns above its benchmark. Central to the investment process is Invesco's proprietary stock selection model, designed to add value through the systematic application of key financial indicators and behavioural concepts developed by the Invesco Quantitative Strategies team.

We combine our stock forecasts with risk and transaction cost forecasts in an optimisation process to generate the most efficient portfolio of securities. The portfolio optimisation process ensures that we maximise the Fund's exposure to security selection after allowing for trading costs and desired risk attributes.

The underlying portfolio generally holds between 60 and 120 stocks that generally have a market capitalisation in excess of \$40 million.

The IQS investment strategy provides a number of key benefits for investors:

- A robust yet flexible investment process – fundamental insights within a quantitative framework
- Strong risk management – risk assessment at both stock and portfolio levels
- Proven performance – a 30-year track record of success in managing equities through various market cycles
- A professional, stable team – IQS' culture is forged by in-depth research, peer review and discipline

Invesco Australia Ltd (ABN 48 001 693 232)
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Please note that you do not need to take any action in response to this letter.

Should you have any other questions in regard to this matter, please contact our Client Services team on 1800 813 500 (freecall).

Yours sincerely,

A handwritten signature in black ink, appearing to read "Mark Yesberg".

Mark Yesberg

Chief Operating Officer