

21 February 2020

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GPO Box 3642 Sydney NSW 2001

THE TRUST COMPANY (PTAL) LIMITED O/A AUSMAQ (MS-CA)
C/- Operations Manager
GPO Box N774
GROSVENOR PLACE NSW 1220

Kinetic Emerging Companies Fund (ARSN 123 209 218)
Account number: 400233723

Dear Investor

Notice of termination of the Kinetic Emerging Companies Fund (Fund)

We are writing to you with regard to the Kinetic Emerging Companies Fund (ARSN 123 209 218) **(Fund)**.

In 2019, there were two significant redemptions made by a major unitholder in the Fund, resulting in a significant decrease in funds under management from \$11.5m to \$3.3m. Total funds under management have continued to steadily decline to now be at \$1.6m.

The relatively small size of the Fund means it is now too small to meet its investment objective and provide adequate diversification.

We, as responsible entity of the Fund, determined on 20 February 2020 it was in the best interests of unitholders to terminate the Fund in accordance with the Fund's constitution and determined to terminate the Fund with a termination date of 21 February 2020.

Wind up process

We have begun an orderly process to sell the assets of the Fund and expect the liquidation of assets to be completed over the coming weeks. Once the liquidation is complete, we will return the final net proceeds to you as soon as practicable. We will notify you of when this is expected to be completed and provide an update on when the breakdown of components of this payment will be available via our website <https://www.fidante.com/investment-managers/kinetic-investment-partners>.

What does this mean for you?

Effective 21 February 2020, and during the wind-up process, we are unable to accept applications for the issue of units, reinvestment of distributions or requests for redemptions or switches from investors. We will continue to act in the best interests of unitholders in the Fund and in accordance with the Fund's constitution.

Please note that until all portfolio assets have been sold and the proceeds are all held in cash, the Fund will remain subject to market movements. During the wind-up process, the Fund is expected to hold an increasing component of cash.

What do you need to do?

In order to ensure you receive final payments in a timely manner, we require you to provide us your nominated bank details. Please complete the Bank account details form and return as soon as possible to;

Fidante Partners
Reply Paid 86049
Sydney NSW 2001 (no stamp required)

Further information

We thank you for your patience throughout the wind up of the Fund. If you have any questions regarding the Fund or the wind-up process, please contact your financial adviser, visit our website www.fidante.com.au or call our Investor Services team on 13 51 53 or +61 2 9994 7000 from outside Australia during Sydney business hours.

Yours sincerely



Andrew Marshall
Head of Client Operations
Fidante Partners