

2 October, 2020

Important information about your investment

Nikko Asset Management Australia Limited (**NAM AU**), as Responsible Entity of the Nikko AM Global Share Fund (ARSN: 092 026 269, APIR: SUN0031AU) and Nikko AM ARK Global Disruptive Innovation Fund (ARSN: 627 341 744, APIR: NIK1854AU) (**Nikko AM Funds**), wishes to advise of the following amendment to the Additional Information to the Product Disclosure Statement for the Nikko AM Global Funds.

Effective 2 November 2020, the Nikko AM Global Umbrella Fund (**Company**), into which the Nikko AM Funds invest via a sub-fund structure (**Underlying Funds**), will introduce the following change to its swing price mechanism. This change may impact the volatility of the Underlying Funds' net asset value (NAV)

Existing swing price adjustment %	New swing price adjustment %
Cannot exceed 1% of the original NAV per share	Cannot exceed 3% of the original NAV per share (Note: This may be temporarily increased up to 5% in exceptional market circumstances, such as high market volatility.)

What is a swing price?

When the Underlying Funds purchase and sell securities, they incur trading costs such as brokerage fees, transaction charges, taxes and spread effects (**Transaction Costs**). Transaction Costs are borne by investors in the Underlying Funds, including the Nikko AM Funds. As a result, long-term investors can be adversely affected by other investors transacting in and out of the Underlying Funds. This effect is known as dilution.

Swing pricing is a mechanism aimed to reduce dilution by ensuring that investors transacting (buying or selling) bear a portion of the Transaction Costs.

Swing pricing will only be applied where the net aggregate transactions exceed a pre-determined threshold. In other words, the value of the Underlying Fund will be adjusted upwards if the net inflows exceed a pre-determined threshold or downward if net outflows exceed the threshold. If the Nikko AM Funds transact on a day that exceed the Underlying Funds' pre-determined threshold, the swing pricing will apply to that transaction and will be reflected in the unit price accordingly.

Given the extraordinary nature of the current market environment, the Company has updated the swing factor to ensure the effectiveness of the application of swing pricing to protect long term investors.

Please note: daily buy/sell volumes are unknown, so we are unable to provide advance notice of when swing pricing may be used. NAM AU does not benefit from swing pricing in any way.

What do I need to do?

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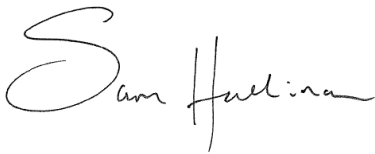
You do not need to take any action. The change to the existing swing price mechanism will automatically take effect from 2 November, 2020.

If you need more information

Please note that the information contained in this letter is not financial advice and does not take into account your personal circumstances, financial needs or objectives. We recommend you seek your own financial advice tailored to your personal circumstances.

If you have any questions regarding this letter, please call us on 1800 251 589 between 8:30am and 5:30pm (Sydney time) or email us at investor@registry.nikkoam.com.au.

Yours sincerely

A handwritten signature in black ink that reads "Sam Hallinan". The signature is written in a cursive style with a large, looped initial 'S'.

Sam Hallinan
Managing Director