

Perpetual Investments

PERPETUAL WHOLESALE INTERNATIONAL SHARE FUND

7 September 2020



APPOINTMENT OF BARROW HANLEY AS INVESTMENT MANAGER

On 31 August 2020, Perpetual Investment Management Limited ('Perpetual') appointed specialist investment manager Barrow, Hanley, Mewhinney & Strauss, LLC ('Barrow Hanley') to manage the Perpetual Wholesale International Share Fund ('Fund'). Barrow Hanley is a diversified investment manager with funds under management of A\$63.9 billion across 21 key strategies, as at 30 June 2020. This appointment is consistent with Perpetual's previous notification to investors on 27 July 2020 ('Notification').

An external transition manager has been appointed to assist with the transition of the Fund's assets to Barrow Hanley, with the goal of minimising transition costs. It is anticipated the transition will be completed on or around 9 September 2020 upon which Barrow Hanley will commence managing the Fund.

CHANGES TO THE PDS

A summary of the changes to the Product Disclosure Statement of the Fund, issue number 10, dated 1 March 2017, reflecting the appointment of Barrow Hanley is as follows:

	CURRENT DISCLOSURE	NEW DISCLOSURE
Section 1 "About Perpetual Investment Management Limited"	Perpetual Investment Management Limited (PIML) is the investment manager of the Fund.	Investment Manager PIML has appointed Barrow, Hanley, Mewhinney & Strauss, LLC (Barrow Hanley) as the investment manager of the Fund. Barrow Hanley is a diversified investment manager, based in Dallas, Texas (US) with funds under management of A\$63.9 billion across 21 key strategies, as at 30 June 2020. Perpetual Corporate Trust Limited (ABN 99 000 341 533, AFSL 392673) has appointed Barrow Hanley as its authorised representative (Representative number 001283250) under its Australian Financial Services Licence.
Section 5 "How we invest your money" Investment Approach	Perpetual aims to achieve the Fund's investment objectives by: <ul style="list-style-type: none">adopting a 'bottom-up' stock selection approach to investing, where the decision to buy or sell is based on fundamental quality and valuationconstructing a portfolio within a framework that is benchmark independent in terms of stock and sector weights	Barrow Hanley strives to achieve the Fund's objectives by adopting a value-oriented, bottom-up investment process focused on in-depth fundamental research to identify companies that trade below their intrinsic value for reasons that they can identify, believe are temporary and have a clearly identified path to achieving fair value. Barrow Hanley aims to select the most attractive securities to construct a well-

- adding value from the portfolio manager's high conviction approach to stock selection.

Derivatives may be used in managing the Fund.

Currency hedging can be used with the aim of protecting the value of the Fund's assets.

:

diversified, high active share portfolio that provides asymmetrical returns by participating in up markets while protecting in down markets. The portfolio will exhibit a clear value bias and seek characteristics such as 1) price/earnings ratios below the market, 2) price/book ratios below the market, 3) enterprise value/free cash flow ratios below the market and 4) dividend yields above the market.

The Fund will primarily invest in companies incorporated in developed markets and may hold up to 20% of the portfolio in companies incorporated in emerging markets.

The portfolio has no direct tobacco stock exposure.

The currency exposure in the Fund is unhedged.

Section 5 "How we invest your money", Fund Profile, Investment Guidelines

International Shares	75-100%	Global Shares	95-100%
Cash	0-25%	Cash	0-5%

CHANGES TO BUY/SELL SPREADS FROM BARROW HANLEY MANAGING THE FUND.

We are pleased to inform you the Buy/Sell Spread of the Fund will reduce following Barrow Hanley commencing management of the Fund on or around 9 September 2020.

	CURRENT BUY/SELL SPREAD	NEW DISCLOSURE
Buy/Sell Spread	0.54%/0.00%	0.30%/0.00%

CHANGES TO FEES FROM 1 OCTOBER 2020

The proposed reduction in the management fee of the Fund will take effect on and from 1 October 2020 to enable the operational implementation of these changes to occur.

In the Notification we referred to the removal of a performance fee associated with the Fund. Please disregard this reference as it is not applicable to the Fund.

	CURRENT DISCLOSURE	FROM 1 OCTOBER 2020
Management Fee	1.226%	0.99%

FURTHER INFORMATION

If you have any questions, please speak to your financial adviser, email investments@perpetual.com.au or phone us on 1800 022 033.

This information has been prepared by Perpetual Investment Management Limited ABN 18 000 866 535, AFSL No 234426 (PIML). It is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. You should consider, with a financial adviser, whether the information is suitable for your circumstances. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. The PDS issued by PIML should be considered before deciding whether to acquire or hold units in a Fund. The PDS can be obtained by calling 1800 022 033 or visiting our website www.perpetual.com.au. No company in the Perpetual Group* guarantees the performance of the Funds or the return of an investor's capital. The information contained in this document is believed to be accurate at the time of compilation.

* Perpetual Group means Perpetual Limited ABN 86 000 431 827 and its subsidiaries.

MORE INFORMATION

Perpetual Investments 1800 022 033

Email investments@perpetual.com.au

www.perpetual.com.au/wholesalefundupdates

