

EQT FUNDS MANAGEMENT – Product Disclosure Statement

Common Fund No 11
EQT Spectrum Credit Opportunities Fund

ARSN 120 567 133 APIR ETL0072AU

This Product Disclosure Statement ('PDS') is for class A units in the Common Fund No 11 (EQT Spectrum Credit Opportunities Fund) ARSN 120 567 133 (the 'Fund'). The PDS was issued on 8 June 2010 by Equity Trustees Limited (ABN 46 004 031 298, Australian Financial Services Licence ('AFSL') No. 240975) in its capacity as the Responsible Entity of the Fund (referred to throughout this PDS as the 'Responsible Entity', 'EQT', 'us' or 'we'). The Investment Manager of the Fund is Spectrum Asset Management Limited (ABN 31 096 442 198, AFSL 225 069) who is referred to throughout this PDS as the 'Investment Manager' or 'Spectrum'.

This PDS is prepared for your general information only. It is not intended to be a recommendation by the Responsible Entity, its employees, any associate of the Responsible Entity or any other person to invest in the Fund. This PDS does not take into account the investment objectives, financial situation or needs of any particular investor. You should not base your decision to invest in the Fund solely on the information in this PDS. You should consider the suitability of the Fund in view of your financial position and investment objectives and needs and you may want to seek professional financial advice before making an investment decision.

The Responsible Entity has authorised the use of this PDS as disclosure to investors and prospective investors who invest directly in the Fund, as well as investors and prospective investors of an investor directed portfolio service, master trust, wrap account or an investor directed portfolio service-like scheme ('IDPS'). This PDS is available for use by persons applying for units through an IDPS ('Indirect Investors'). The operator of an IDPS is referred to in this PDS as the 'IDPS Operator' and the disclosure document for an IDPS is referred to as the 'IDPS Guide'. If you invest through an IDPS, your rights and liabilities will be governed by the terms and conditions of the IDPS Guide. Indirect Investors should carefully read these terms and conditions before investing in the Fund. Indirect Investors should note that they are directing the IDPS Operator to arrange for their money to be invested in the Fund on their behalf. Indirect Investors do not become unit holders in the Fund or have rights of unit holders. The IDPS Operator becomes the unit holder in the Fund and acquires these rights. The IDPS Operator can exercise or decline to exercise the rights of an Indirect Investor's behalf according to the arrangement governing the IDPS. Indirect Investors should refer to their IDPS Guide for information relating to their rights and responsibilities as an Indirect Investor, including information on any fees and charges

applicable to their investment. Information regarding how Indirect Investors can apply for units in the Fund (including an application form where applicable) will also be contained in the IDPS Guide. EQT accepts no responsibility for IDPS Operators or any failure by an IDPS Operator to provide Indirect Investors with a current version of this PDS as provided by EQT or to withdraw the PDS from circulation if required by EQT.

Please ask your financial adviser if you have any questions about investing in the Fund (either directly or indirectly through an IDPS).

The Responsible Entity, the Investment Manager and their respective employees, agents or officers do not guarantee the success, repayment of capital or any rate of return on income or capital or the investment performance of the Fund. Past performance is no indication of future performance. An investment in the Fund is not a deposit with or other liability of the Responsible Entity or the Investment Manager or any related company and is subject to investment risks including possible delays in repayment and loss of income or principal invested. Units in the Fund are offered and issued by the Responsible Entity subject to the Constitution of the Fund and on the terms and conditions described in this PDS. You should read this PDS because you will become bound by it if you become an investor in the Fund.

The offer made in this PDS is available only to persons receiving this PDS in Australia (electronically or otherwise). If you received this PDS electronically we will provide a paper copy free upon request. Please call EQT Client Services on 1300 555 378 for a copy.

Certain information in this PDS is subject to change. We will notify you in writing of any changes that have a materially adverse impact on you or other significant events that affect the information contained in this PDS. Any updated information which is not materially adverse may be obtained:

- by calling EQT Client Services on 1300 555 378
- by visiting www.eqt.com.au

A paper copy of any updated information will be provided free of charge on request.

Unless otherwise stated, all fees quoted in this PDS are inclusive of GST, after allowing for an estimate for Reduced Input Tax Credits ('RITCs'), and all amounts are in Australian dollars.



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Glossary of Important Terms

Application Form The Application Form used by investors who wish to subscribe for units directly in the Fund (other than indirectly through an IDPS Operator) and attached to this PDS.

Asset backed securities and/or Mortgage backed securities - A financial security backed by a loan, lease or receivables against assets other than real estate. ABSs are essentially the same thing as a mortgage-backed security except that the security it backs are assets such as loans, leases, credit card debt, a company's receivables, royalties, etc and not a mortgage based security. They are originated by banks, credit card companies or other providers of credit.

Asset Class A category of financial assets. The major asset classes are shares, property, fixed interest securities and cash.

ASIC Australian Securities and Investments Commission.

Benchmark A market measurement, such as an Index, which is used by fund managers and investors as a guide to assess the risk and performance of a given investment or portfolio. The Benchmark of the Fund is the Reserve Bank of Australia Cash Rate.

Business Day For the purposes of this document, a Business Day is any day other than Saturday or Sunday on which banks are open for general banking business in Melbourne.

Buy/Sell spread The Buy spread is the difference between the NAV per unit and the application price, whereas the Sell spread is the difference between the NAV per unit and the withdrawal price of units in the Fund. Collectively this is known as the Buy/Sell spread. The Buy/Sell spread reflects the estimated transaction costs associated with buying and selling the assets of the Fund, when investors invest in or withdraw from the Fund.

Collateralised (mortgage and) debt obligations - Securities that are exposed to the credit risk of a pool of corporate borrowers. In the simplest form of a CDO, this credit risk exposure is generated in the same way as for any asset backed security, the CDO is backed by outright holdings of **corporate debt**, such as corporate bonds and corporate loans.

Constitution The Constitution of the Fund describes the rights, responsibilities and beneficial interests of investors, the Responsible Entity and the Investment Manager in relation to the Fund.

Corporate debt - Corporate debt incorporates short and long term debt issued by corporations in the financial markets.

Corporations Act The Corporations Act 2001 (Cth) and Corporations Regulations 2001 (Cth), as amended from time to time.

Currency Hedging A technique used to guard against losses due to foreign exchange fluctuations.

Derivative A financial contract whose value is based on, or derived from, an Asset Class such as shares. Common Derivatives include options, futures and forward foreign exchange contracts.

Distribution The amount that is paid to unit holders after

the end of a Distribution period. This generally includes any income and realised capital gains.

GST Goods and Services Tax.

Hedge An investment made in order to reduce the risk of adverse price movements in an investment, but which might also reduce the potential gain, from that investment.

Hybrid Debt - A hybrid listed on a stock exchange is generally one that pays a fixed return similar to a bond while containing the option of being converted into shares in the issuing company. It usually has the characteristics of both a fixed income security and a share.

IDPS Investor directed portfolio service. An IDPS is generally the vehicle through which an investor purchases a range of underlying investment options from numerous investment managers, with the IDPS Operator providing the investor with consolidated and streamlined transaction statements and other reporting.

IDPS Operator An entity that operates and offers an IDPS.

Index An index is a way of measuring the change in the value or performance of a market over time.

Indirect Cost Ratio (ICR) The ratio of the Fund's Management Costs (calculated in accordance with the Corporations Act) that are not deducted directly from an investor's account, to the Fund's total average net assets.

Indirect Investor A person who invests indirectly in units in the Fund through an IDPS.

Investment Grade - Generally a bond with a credit rating of BBB- or higher by Standard & Poor's, Baa3 or higher by Moody's or BBB or higher by Fitch.

Investment Manager Spectrum Asset Management Limited (ABN 31 096 442 198), AFSL 225069.

Management Costs Total costs associated with an investment in the Fund, as defined in Schedule 10 of the Corporations Act.

Net Asset Value (NAV) Net Asset Value of the Fund being the value of assets of the Fund less the liabilities of the Fund.

Responsible Entity Equity Trustees Limited (ABN 46 004 031 298, AFSL 240975).

Retail Client Persons or entities as defined under section 761G of the Corporations Act.

RITCs Reduced Input Tax Credits. EQT will apply for reduced input tax credits on behalf of the Fund where applicable, to reduce the GST cost to the Fund.

Units - 'Class A' Units in the Fund.

Valuation Day Currently, each Wednesday (or if Wednesday is not a Business Day, the following Business Day) and any such other Business Day as determined by the Responsible Entity from time to time.

Volatility The degree to which returns may fluctuate around their long-term average.

Wholesale Client Persons or entities as defined under section 761G of the Corporations Act.

The Fund at a Glance

Name of Fund	Common Fund No 11 (EQT Spectrum Credit Opportunities Fund)
ARSN	120 567 133
APIR code	ETL0072AU
Strategy commencement date	25 June 2009
Investment objective	To generate returns in excess of the Benchmark by investing in a diversified portfolio of debt and hybrid debt securities.
Investments held	Diversified portfolio of debt and hybrid debt securities.
Benchmark	Cash Rate determined by Reserve Bank of Australia.
Minimum initial investment¹	\$5,000
Minimum additional investment¹	\$1,000
Minimum balance¹	\$4,000
Minimum withdrawal¹	\$1,000
Access to funds²	Usually within 14 Business Days
Income Distribution	Quarterly - usually paid within 21 days after each quarter.
Unit pricing frequency	Weekly on a Valuation Day
Application/contribution fee	Nil
Switching fee	Nil
Management Costs³	0.92% per annum including GST less RITCs.
Minimum suggested investment timeframe	3-5 years
Buy/Sell spread	buy 0.15% / sell 0.15%
Investment Manager	Spectrum Asset Management Limited

1. The Responsible Entity may alter the minimum amounts specified at any time without prior notice to unit holders. Indirect Investors should refer to their IDPS Guide.
2. Refer to 'Access to your money' for further details.
3. This is an estimated figure which includes the Responsible Entity fee and estimated expense recoveries. This figure includes GST and an estimate for RITCs. Refer to 'Fees and other costs' for further details.

About the Investment Manager



Spectrum Asset Management Limited

Spectrum is a Sydney based licensed investment manager that was established in 2001 for the sole purpose of managing investments in credit securities, by way of specialised investment funds or specific mandates for wholesale investors. Spectrum is an active manager of credit who seeks to understand the underlying credit risk and other risks associated with credit securities to make decisions for the medium term. Spectrum's investment team operates as an investment partnership with each member of the group bringing a specific area of expertise.

The Team

Lindsay Skardoon; Portfolio Manager of the Fund - Lindsay Skardoon is a founding director of Spectrum, with 22 years industry experience. He is responsible for research and quantitative analysis, stock selection and ongoing portfolio management. Prior to founding Spectrum, Mr Skardoon was Head of Capital Markets (Dresdner Bank). He has had extensive market experience in all aspects of tradable debt and hybrid securities, including European high yield securities. He is a full accredited member of the Australian Financial Markets Association (AFMA), a former Vice Chairman of the AFMA Debt Capital Markets Committee, an observer on the AFMA Debt Capital Markets Committee, a member of the AFMA Index Committee and a former editor of the AFMA Fixed Income Handbook. Mr Skardoon holds a BSc (Phys) from Griffith University, Graduate Diploma in Banking and Finance from Monash University, Masters Applied Finance from Macquarie University and an MBA from Melbourne University.

Christine Windeyer; Credit Research Manager - Christine Windeyer is a founding director of Spectrum with 25 years industry experience. She is responsible for credit analysis, documentation review, stock selection and ongoing portfolio management. Ms Windeyer draws on her extensive experience in the origination, structuring and documentation of debt products. With previous experience in the Australian debt markets as Head of Loan Syndications (Westpac Banking Corporation) and Head of Primary Markets (National Australia Bank), Ms Windeyer holds a BSc (Maths) from the University of Sydney, and a Graduate Diploma in Financial Management from the University of New England.

Mark Jamieson; Portfolio Risk Manager - Mark Jamieson is a director of Spectrum, and a Chartered Accountant with over 21 years Financial Accounting

and Audit experience. He is a member of the investment committee and is responsible for overseeing the risk management of the portfolio. Mr Jamieson holds a B Fin Mgt from the University of New England and a M Ec (Professional Accounting) from Macquarie University. He is an Associate Member of Institute of Chartered Accountants in Australia.

Spectrum Investment Committee

The purpose of the Spectrum investment committee is to oversee the activities of the Investment Manager from an operational and compliance perspective. The investment committee determines the asset allocation of the Fund and ensures the investment guidelines are being adhered to.

Key Principles

Spectrum is an active fund manager that has built solid investment management records over the past nine years. During this period, they have developed and refined successful investment management strategies and processes targeted at producing excess returns. Spectrum believe that significant excess returns can be realised by constructing portfolios in which credit has been undervalued by the market. Spectrum also believes that value is to be gained by investing in creditworthy issuers that have experienced distressed selling of their securities.

About the Responsible Entity



Equity Trustees Limited

Equity Trustees Limited ('EQT') was established in 1888, by an Act of the Victorian Parliament, to provide trustee and executor services. The company has evolved into a sophisticated financial services provider offering a broad range of products and services to a diverse client base.

In addition to traditional trustee and estate management duties, the EQT range of services includes portfolio management, superannuation, philanthropy and responsible entity services for external fund managers. EQT's responsibilities and obligations as the Responsible Entity of the Fund are governed by the Fund's Constitution as well as the Corporations Act and general trust law.

EQT is committed to acting in the best interests of its clients via wealth management solutions over a range of Asset Classes carrying different risk profiles.

The Spectrum Credit Opportunities Fund

Investment Objective

The Fund aims to generate returns higher than the Benchmark over the short to medium term, by investing in a diversified portfolio of debt and hybrid debt securities.

Investment Strategy

Spectrum will seek to provide enhanced returns by selecting securities that are considered to offer superior returns together with the potential for capital appreciation. Spectrum has developed an investment process that has been specifically tailored for Australian market conditions. The key elements of the investment process are:

- taking a global macroeconomic and political view of the likely future level of interest rates;
- using quantitative techniques and credit research to identify stocks that the Investment Manager expects to offer a yield premium in excess of the market for a particular creditworthiness;
- taking a medium term investment horizon view, whilst seeking to maintain appropriate liquidity requirements associated with a managed fund;
- adhering to a portfolio based investment process that features a disciplined approach to diversification and a comprehensive limit system (please refer to the 'Investment Process' section below); and
- engaging in active management of credit.

Please also refer to the 'Managing Risk' section of this PDS for portfolio management techniques which are applied to manage portfolio risks in the Fund.

The Fund will provide exposure to a diversified portfolio of debt and hybrid debt securities which may be issued by Government bodies, corporations and, to a limited extent, specialist financing vehicles. The securities may be listed on the Australian Securities Exchange or issued by Australian companies listed on foreign exchanges or offered for purchase through the interbank market.

Spectrum are active managers of credit who utilise an investment process that combines fundamental research with disciplined portfolio construction and risk controls. Various analysis techniques are applied to make decisions about the selection of individual investments as well as changing the mix of securities held in the portfolio

on an ongoing basis. Spectrum supplement their own research with external research from local and international sources.

The Fund holds a diversified portfolio of securities with a view to minimising any loss of income and capital of the Fund associated with investment risk. To maintain a diversified portfolio structure, certain limits are imposed on security type, credit risk, industry and issuers. The type of securities and investment limits are described in more detail below.

The Fund may borrow for short-term liquidity reasons, but it is not the intention to borrow on a regular basis.

Investment Process

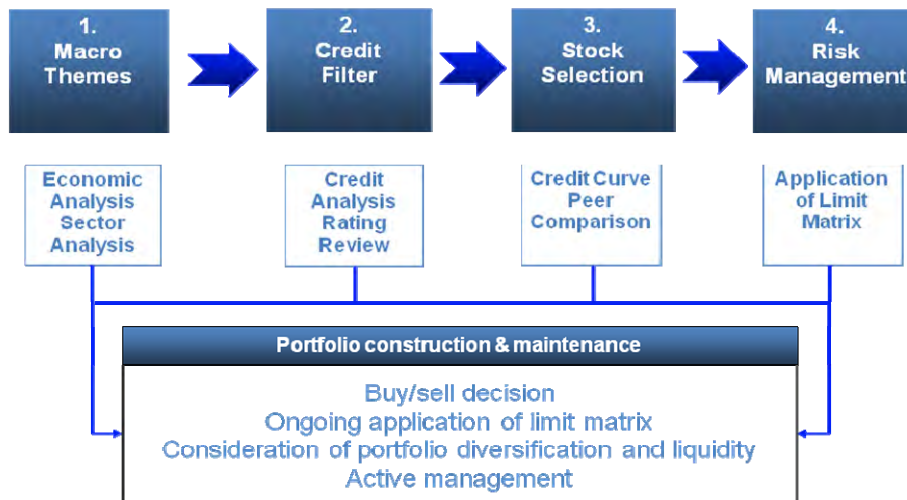
Spectrum selects investments from the universe of Australian credit securities based on an assessment of the credit quality and underlying strength of credit security issuers. Spectrum believes this requires a thorough examination of the range of alternatives and careful portfolio construction that seeks to minimise default risk.

Before Spectrum invest in any one security, a detailed assessment is conducted that addresses a number of questions such as:

- What is the outlook for the industry that the issuer of the security operates in?
- Is it likely to be driven by cyclical or non-cyclical factors?
- Is the issuer expected to outperform others in that industry in the current environment?
- Is the security a defensive asset or a growth asset?
- In what circumstances might the security underperform?
- Is there a credit rating from a major credit agency and what is Spectrum's view of that rating?
- Is the security going to provide an adequate return for the risk of the investment and what impact will it have on the risk/return characteristics of the portfolio as a whole?
- What is the relative value of this security compared to its peers?
- How liquid is the security?

Spectrum address these questions in a systematic way that seeks to build the optimum credit portfolio for the risk they seek to undertake. Spectrum's approach to credit investment uses a multi-step security selection process.

Investment Process



Macro Themes

At the highest level, credit spreads are driven by global factors. While the Australian credit market will reflect the outlook for Australian companies and government agencies, the general level and direction of credit spreads will depend on the health of credit markets globally. Monitoring global economic and market conditions is a key aspect of the Spectrum investment process.

Another important source of portfolio return is the allocation between various sectors of the Australian credit market. Spectrum's sector allocation is driven by a top-down view of the fundamentals affecting the credit asset class and industry sectors that make up the asset class. A top-down view involves an identification of key macroeconomic trends affecting the market, particularly those likely to affect the market over coming years, as well as the more immediate impact of economic and business cycles. Spectrum aim to determine whether the relevant industry has good growth potential, adequate access to capital markets and an ability to be defensive in times of an economic downturn. These top-down forecasts are the primary justification for having a buy or sell recommendation on a specific sector and form a substantial part of the portfolio construction process.

Credit Filter

While published credit ratings form a starting point for understanding credit risk, and are relevant for risk management (see 'Managing Risk' below), Spectrum develop their own view of credit risk for eligible investments in the Fund. Spectrum combine historical data with cash flow forecasts to create a forward looking credit expectation and a gauge of the strength of a security structure.

To ensure the portfolio retains its credit quality through time, they apply continued surveillance with the aim of detecting potential problems early and minimising any adverse impact on the portfolio value. If necessary they will actively alter the investment allocation to maintain consistently good portfolio health.

Stock Selection

At the security level, Spectrum focus primarily on relative value, based on a comprehensive bottom-up analysis of individual securities. This includes a close examination of security attributes, relevant legal and regulatory issues, liquidity and of course forecast returns. The bottom-up analysis can be broken down into a number of steps:

1. analyse the collateral supporting the investment to determine its market value. Does the value of the collateral cover the value of the security?;
2. determine the financial strength of the security through Spectrum's credit criteria assumptions, which have been developed over many years, including forecast cash flows and credit deterioration protection. Stress test the performance of the cash flows against systematic and idiosyncratic events such as economic recessions and determine how the payment structure will change under various scenarios;
3. assess counterparty risk, including fundamentals specific to the security such as legal and regulatory framework and the counterparty effect of call options, interest-rate caps and other Derivative-type components that can affect the value of a security; and
4. identify key qualitative factors such as industry leadership, management strength, prudent accounting and financial flexibility.

Individual securities are then selected for inclusion in the portfolio, taking into account the individual prospects for that security as well as the impact on the portfolio as a whole.

Risk Management

Investment Guidelines

A comprehensive limit structure is used to ensure diversification of credit risk. In particular, investment grade securities will represent a minimum of 50% of the Fund, while the balance of the portfolio will be set to carry a maximum of 30% BB credits, 10% single B credits and 10% unrated. The limit structure applies at the time of purchase of particular securities. If the limits are breached as a result of subsequent changes in ratings, then Spectrum will seek to rebalance the portfolio, subject to their outlook for the de-rated security.

Banks are treated differently, in that up to 50% of the Fund may be invested with an Australian trading bank (or 15% for a non-Australian trading bank) which has a rating of A or better. This enables the Fund to hold cash or bank bills or use the bank for liquidity as well as a source of investible securities.

The Fund will not have a concentration in any one sector, except banks. Accordingly Spectrum will seek to maintain not more than 30% to any sector. Spectrum does not seek to invest in Index weightings, as the Fund will be actively managed, nor is there any intention to hold a certain weighting in any particular rating. Rather, the Fund will be invested in those securities that Spectrum believes will provide the best relative return on a risk adjusted basis for the Fund. The Fund aims to invest in fully paid securities.

The Investment Manager seeks to maintain more than 50% of investments in floating rate securities. The Investment Manager may undertake some interest rate management strategies such as Hedging.

Risk Reporting

Risk reporting is provided regularly to Spectrum's investment committee. Exposures are measured against investment guidelines and, where appropriate, action is taken to ensure that any deviations are removed.

Investments Held

Fund investments will be comprised of assets drawn from the following security types:

- listed and unlisted corporate debt, financial, government and government-related debt securities;
- listed hybrid debt securities and convertible notes issued by corporate issuers and financial issuers;
- investment grade collateralised mortgage and debt obligations, residential and commercial mortgage backed and other asset backed securities;
- international government agency securities issued in Australian dollars; and
- term deposits and bank certificates of deposit and bankers' acceptances.

Derivatives will be limited to exchange traded Derivatives that will be used to manage interest rate and currency risk.

Labour standards and environmental, social and ethical considerations

When making investment decisions for the Fund, EQT and the Investment Manager do not take into account labour standards or environmental, social or ethical considerations when selecting, realising or retaining assets of the Fund.

Currency Management

The Fund will generally hold Australian dollar assets. The Fund may from time to time invest in foreign currency assets, however these assets will generally be hedged back into Australian dollars.

Minimum Suggested Investment Timeframe

The Fund is an investment with a minimum suggested investment timeframe of 3 - 5 years or more. This is a general guide only and does not take into account your individual circumstances. See 'Managing Risk' as to the risks applicable to the Fund.

Fund Performance

Up to date information on the performance or the size of the Fund is available online at www.spectruminvest.com.au. When accessing performance information, remember that past performance is not a reliable guide to future performance of the Fund.

Managing Risk

You should be aware that an investment in the Fund carries significant risks, including possible delays in the payment of withdrawal proceeds, loss of income and capital and Volatility of returns. Each Asset Class has associated investment risks and the returns achieved by each will vary accordingly. Neither the Responsible Entity or the Investment Manager guarantee the performance of the Fund or the security of your capital. We recommend you talk to a professional financial adviser about the risks involved in investing in the Fund and how these risks might impact on your individual financial circumstances.

Risk management is an important and integrated element of the Spectrum investment process. In particular, the following portfolio management techniques are applied to manage portfolio risks:

- predetermined protocols such as limits that reduce exposure to any one issuer, sector, security type and set minimum ratings for securities;
- maintenance of portfolio diversification across a range of issuers in accordance with the Fund's investment model and protocols noted above; and
- regular review of investment markets for buying and selling opportunities with the aim of maximising returns of the Fund.

Spectrum have analysts devoted to the ongoing identification and monitoring of risk as well as the development and implementation of risk management tools. The Fund is monitored regularly and formal risk reports are produced and reviewed by the Spectrum investment committee. These risk reports highlight positions that have moved away from their initial weights and what action, if any, needs to be taken by Spectrum.

The risks associated with the Fund may include:

- loss of value because of a sudden price move or because of the passage of time;
- potential illiquidity of securities held in the Fund;
- the Fund being unable to meet payment obligations as they arise ;
- the counterparty to any security contract not being able to meet its obligations; and
- significant Volatility in prices.

The main risk factors that may affect the investment returns of the Fund include:

General risks

Market Risk

Changes in legal and economic policy, political events, technology failure, changes in interest rates, economic cycles, investor sentiment and social climate can all directly or indirectly create an environment that may influence (negatively or positively) the value of your investment in the Fund. In addition, a downward move in the general level of interest rates can have a negative influence on the performance of the Fund. The Investment Manager uses its own and external research and analysis to form a view on these matters as best it can and then rebalances the investment mix of the Fund with the aim of reducing the impact of market risk.

Sector Specific Risk

Companies in certain industries face unprecedented change and competitive pressures. Accordingly, the securities of these companies may be subject to high price Volatility. These companies face competition from technologies and processes (being developed or to be developed in the future) which may make their products or services obsolete.

Liquidity Risk

There may be times when securities are not able to be readily sold (i.e. there is a low volume of trade with respect to that security). This risk becomes an issue if the Fund needs to sell a security and is not able to sell it for a fair price because the market is 'thin' (or not in demand) for a particular security or an event has occurred affecting the market generally. In these circumstances, illiquid securities may trade at a substantial discount to the market. The Investment Manager constantly reviews markets generally and trading volumes for securities held in the portfolio to monitor liquidity risk. The Investment Manager reviews securities on a case by case basis and seeks to reduce the Fund's exposure to securities that are considered to be less liquid. If there is an interruption of regular trading in the market generally, or for a particular asset of the Fund, there may be delays in processing withdrawal requests. Neither the Responsible Entity nor the Investment Manager guarantees the liquidity of the investments of the Fund.

Interest Rate Risk

Changes in interest rates can have a positive or negative impact on investment values and returns. The price of fixed income securities will generally rise in a falling interest rate environment and fall in a rising interest rate environment. Floating rate instruments which have their coupons adjusted on a regular basis will be less sensitive to interest rate movements.

The Investment Manager seeks to maintain more than 50% of investments in floating rate securities. The Investment Manager may undertake some interest rate management strategies such as Hedging.

Legal Risk

There is a risk that laws, including tax laws and the regulatory environment, might change or become difficult to enforce.

Fund specific risks

It is important that investors understand the risk that is inherent in managing a credit securities portfolio and how its investments may be affected. When considering an investment in this Fund, investors should be aware that the Fund will invest in securities rated below investment grade that are more susceptible to factors such as credit risk or changes to market conditions.

Credit Risk

The risk that an issuer of a security will be unable to meet its obligations under the terms of the relevant security is usually referred to as credit risk. These obligations may include scheduled interest payments and or repayment of principal. The Investment Manager aims to manage these risks with careful analysis of research from many sources and making qualitative and quantitative credit assessments of issuers of the security using available research.

Hybrid Securities

Hybrid securities have the characteristics of both fixed interest (debt) and equity investments. They have an exposure to interest rate risk as well as market risk in relation to equity markets. Some hybrid securities are able to be converted from convertible bonds into shares. There is the added risk they may not be readily exchanged for cash or an equivalent asset value.

Sovereign Risk

This is the risk that may result from changed circumstances of a particular country. The risks may be perceived or actual, relating to ratings changes, perceptions of default, or currency movements and may impact the liquidity and trading spreads of securities.

Structural Risk

This is the risk that structured securities such as CLOs, CDOs and RMBS may not perform as expected. This may be due to changes in credit ratings, non performance of underlying asset pool(s) or counterparty default and may result in non payment of interest, or delay / non payment of capital.

Extension Risk

The risk that issuers may elect to extend the repayment of certain securities and pay a higher interest rate to the Fund. While the issuer will pay a higher rate of interest to the Fund, the delayed repayment of capital of a security may cause a delay in the reinvestment of capital.

Stock Selection Risk

While Spectrum expects to add value from its stock selection efforts, this may not be the case especially over the short term. Investors might therefore consider an investment in the Fund as just one element of a well diversified portfolio. Spectrum may make poor investment decisions resulting in sub-standard returns (for example, where Spectrum gains exposure to a security that significantly underperforms relative to other securities). This may be brought about by a change of employees at Spectrum or a change of Investment Manager. Stock selection risk is mitigated to some extent by the knowledge and experience of Spectrum.

Credit rating downgrades result when ratings agencies lower their rating on a security – for example a ratings change from A to BBB. Downgrades are usually accompanied by price declines as the market requires higher credit margins.

Reinvestment Risk

This is the risk that arises if the Fund receives significant amounts of cash from securities that mature or are redeemed and there is a lack of suitable securities for the Fund to invest in, within the terms of the investment model.

Currency Risk

The Fund invests principally in companies incorporated in Australia. Where securities are purchased that are denominated in overseas currencies, the Fund will generally seek to Hedge the impact of currency so the Fund is exposed to Australian dollars. Where such investments are not Hedged, the overseas currency exposure may adversely affect the Australian dollar value of investments, interest and dividends received by the Fund, realised gains and losses and the amount of Distributions to be made by the Fund. The Fund may use options, futures and other Derivatives to manage exchange rate (or currency) exposure. These Derivatives are not used for speculative purposes.

Derivative Risk

Generally, in the case of Derivatives, fluctuations in price will reflect movements in the underlying assets, reference rate or Index to which the Derivatives relate. The use of Derivatives to Hedge the risk of movements in an underlying asset, reference rate or Index involves 'basis risk', which refers to the possibility that Derivatives may not move perfectly in line with the underlying asset, reference rate or Index. As a consequence, Derivatives cannot be expected to perfectly Hedge the risk of the underlying asset, reference rate or Index.

Other risks associated with Derivatives may include:

- loss of value because of a sudden price move or because of the passage of time;
- potential illiquidity of the Derivative;
- the Fund being unable to meet payment obligations as they arise ;

- the counterparty to any Derivative contract not being able to meet its obligations under the contract; and
- significant Volatility in prices.

Key Personnel Risk

The Investment Manager is currently dependent upon the expertise of their existing management team – the performance of the Fund could be adversely affected if key members of the investment team do not continue to provide their services.

Fund Risk

As with all managed funds, there are risks particular to the Fund, including that it could terminate, the fees and expenses could change, EQT may be replaced as Responsible Entity or Spectrum may be replaced as Investment Manager.

How the Fund Works

Reporting to Investors

Regular, simple to read and complete reports are provided to the Fund's investors. They comprise:

- **Annual Report** including financial statements and auditors report;
- **Transaction Reports** confirming all initial investments, any additional investments, withdrawals, and payments (issued following transactions and on request);
- **Distribution Reports** issued for each Distribution notifying you of the value of your investment, income from investments and confirming the reinvestment or payment to your nominated account; and
- **Taxation Statements** are issued annually and provide investors with taxation information including a detailed summary of the components of any Distribution.

Please note that Indirect Investors who access the Fund through an IDPS will receive reports directly from the IDPS Operator and not from the Responsible Entity. However, EQT will be providing the reports described above to relevant IDPS Operators. Indirect Investors should refer to their IDPS Guide for information on the reports they will receive regarding their investment.

Investors (but not Indirect Investors) will be able to access the Fund's Annual Reports or the concise report, online at www.spectruminvest.com.au from 30 September each year. If you prefer, you can choose to receive a copy of the Annual Report, free of charge, by ticking the appropriate section on the Application Form, or by contacting EQT Client Services on 1300 555 378.

The Fund is not currently a disclosing entity as defined by the Corporations Act. If it becomes a disclosing entity (generally this will occur when a Fund has 100 investors or more), the Fund will be subject to regular reporting and disclosure obligations.

You can contact EQT Client Services 1300 555 378 or visit the Fund's website at www.spectruminvest.com.au for updated information on performance, unit prices, Fund size and other general information about the Fund. If you are an Indirect Investor, contact your IDPS Operator.

Income Distributions

An income Distribution comprises the investor's share (based on the number of units held at the end of the Distribution period in the Fund) of any net income (including taxable capital gains) earned by the Fund. However, in some circumstances, an investor may receive an income Distribution where they have made a large withdrawal from the Fund. In these circumstances their withdrawal proceeds are taken to include a component of distributable income.

Generally, the income entitlements of unit holders of the Fund are determined quarterly (March, June, September and December) and Distributions for the Fund are normally paid within 21 days after each calendar quarter, although the Distribution at the end of a financial year may take longer (for example, if there is a delay in completing an audit). While EQT proposes to calculate and pay Distributions quarterly, the Constitution allows for a Distribution period of up to 12 months.

Indirect Investors should review their IDPS Guide for information on how and when they receive any income Distribution.

If you are an investor in the Fund, you can have your Distribution reinvested back into the Fund or have your Distribution directly credited into a nominated Australian dollar denominated Australian bank account. If you do not make a direction, your Distribution will be reinvested into the Fund. The Constitution for each Fund provides for money payable to an investor to be reinvested into the Fund where the Responsible Entity attempts to pay the money by electronic transfer and the electronic transfer fails on three occasions.

Units which are issued on a reinvestment of Distribution are taken to be issued on the first Business Day after the end of the period to which the Distribution relates at the first available price after the end of the Distribution period.

Indirect Investors should review their IDPS Guide for information on how and when they receive any income Distribution.

There is no guarantee that any income will be available for Distribution at the end of a Distribution period.

Valuation of Fund and Application Price of Units

The value of a unit is determined on a Valuation Day and is determined on the basis of the value of the investments of the Fund (after taking into account any liabilities), in accordance with its Constitution.

The application price of a unit in the Fund is based on the NAV divided by the number of units on issue in the Fund. The NAV per unit can be increased by the Responsible Entity to make an allowance for transaction costs required for buying investments; this is known as the Buy spread. As at the date of this PDS the Buy spread is 0.15%. Refer to the 'Fees and Other Costs' section for additional information on Buy spreads.

Unit Pricing Discretions Policy

EQT has developed a formal written policy in relation to the guidelines and relevant factors taken into account when exercising any discretion in calculating unit prices (including determining the value of assets and liabilities). A copy of the policy and, where applicable and to the extent required, any other relevant documents in relation to the policy (such as records of any discretions which are outside the scope of, or inconsistent with, the unit pricing policy) will be made available to investors free of charge on request.

Making an Application

To invest, please complete the Application Form accompanying this PDS, attaching copies of relevant identification documentation (certified where required) as outlined in the Application Form and your cheque made payable to 'Equity Trustees Limited' and mail to the address below;

EQT Client Services
Equity Trustees Limited
Reply Paid 2307
MELBOURNE VIC 8060

Please note that cash cannot be accepted. Investors investing through an IDPS should use the application form attached to their IDPS Guide (and not the Application Form attached to this PDS) to invest in the Fund.

Applications can be made between 9.00 a.m. and 5.00 p.m. on any Business Day and will be processed on the next Valuation Day. However, for unit pricing purposes and income accrual purposes any application received after 2.00 p.m. Melbourne time on a Valuation Day will generally be treated as having been received the following Business Day. Applications received prior to 2:00pm on a Valuation Day will generally receive the application price determined for that day. If

you are investing via an IDPS, you need to contact your IDPS Operator regarding the cut-off times for pricing purposes.

Indirect Investors should use the application form attached to their IDPS Guide (and not the Application Form attached to this PDS) to invest in the Fund.

EQT reserves the right to refuse any application without giving a reason. If for any reason EQT refuses or is unable to process your application to invest in the Fund, EQT will return your application money to you, subject to regulatory considerations. You will not be entitled to any interest on your application money in this circumstance.

Under the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* applications made without providing all the information and supporting identification documentation requested on the Application Form cannot be processed until all the necessary information has been provided. As a result delays in processing your application may occur.

The minimum initial investment into the Fund is \$5,000 or such other amount as the Responsible Entity determines from time to time.

Who can Invest?

Investors can be any of: individual or joint investors, trusts, clubs and associations, partnerships and companies or the trustee(s) of a superannuation fund. Applicants must be 18 years of age or over.

Additional Investments

You can make additional investments of \$1,000 or more in the Fund or such other amount as the Responsible Entity determines from time to time. You can make additional investments at any time by sending us your additional investment amount together with a completed Application Form accompanying a current PDS, unless otherwise agreed, e.g. if you complete a direct debit request (see section 12 of the Application Form). If you are an Indirect Investor you should refer to the IDPS Guide for the minimum additional investment amount.

Access to Your Money

The Responsible Entity will generally allow investors in the Fund access to their investment within 14 days of receipt of a withdrawal request for the relevant amount. However, the Constitution allows the Responsible Entity to make payment up to 30 days after receipt of a withdrawal request (which may be extended by a

further 30 days or more in certain circumstances). The Responsible Entity reserves the right to increase/reduce the withdrawal periods for the Fund subject to the above extensions of time.

If you have invested indirectly in the Fund through an IDPS, you need to provide your withdrawal request directly to your IDPS Operator. The time to process a withdrawal request will depend on the particular IDPS Operator.

Where the Fund is not liquid (as defined in the Corporations Act) an investor does not have a right to withdraw from the Fund and can only withdraw where the Responsible Entity makes a withdrawal offer to investors in accordance with the Corporations Act. The Responsible Entity is not obliged to make such offers. The Fund will be liquid if at least 80% of the assets of the Fund are liquid assets. Generally, liquid assets are money in an account or on deposit with a financial institution, bank accepted bills, marketable securities, other prescribed property and other assets that the Responsible Entity reasonably expects can be realised for their market value within the period specified in the Constitution for satisfying withdrawal requests while the Fund is liquid. In view of the nature of the intended investments of the Fund, at the date of this PDS, the Responsible Entity does not consider that the Fund is likely to become illiquid.

The Responsible Entity can deny a withdrawal request in certain circumstances, including where accepting the request would cause the Fund to cease to be liquid or where accepting the request would unfairly prejudice another investor.

Withdrawals and Withdrawal Price

The withdrawal price of a unit in the Fund is based on the NAV of the Fund divided by the number of units on issue. The Responsible Entity can also make an allowance for the transaction costs required for selling investments which is known as the Sell spread. As at the date of this PDS the Sell spread is 0.15%. In addition, a Withdrawal Fee may apply in relation to units redeemed. Any amount so deducted will be retained as an asset of the Fund. The minimum withdrawal amount is \$1,000 or such other amount as the Responsible Entity determines from time to time. Refer to 'Fees and other costs' for additional information on Sell spreads.

Making Withdrawals

**Equity Trustees Limited
EQT Client Services
GPO Box 2307
MELBOURNE VIC 3001**

Or by fax to (03) 8623 5395.

For joint accounts, please ensure all signatories sign the Declaration and Signatures section of the Application Form. All signatories must sign withdrawal requests.

All withdrawal requests should be received by 2.00 p.m. Melbourne time on a Valuation Day for processing that day. Any withdrawal request received after that time will generally be treated as having been received on the next Business Day.

Alternatively, if you are an Indirect Investor, you will need to provide your withdrawal request directly to your IDPS Operator. You will need to contact the relevant IDPS Operator regarding their withdrawal request cut-off times for pricing purposes. The time to process a withdrawal request will depend on the particular IDPS Operator. You should refer to the IDPS Guide for the minimum withdrawal amount.

Other Withdrawal Information

EQT will refuse to comply with any request if the requesting party does not satisfactorily identify themselves as the investor or an authorised nominee. Withdrawals will only be made payable to the nominated bank account which is in the name of the registered unit holder and held at a branch of an Australian domiciled bank.

In some circumstances, where an investor makes a large withdrawal request (5% or more of the units on issue in the Fund at the start of the relevant Distribution period), their withdrawal proceeds may be taken to include a component of distributable income. Refer to 'Income Distributions'.

Please note that EQT has the right to fully redeem your investment in the relevant Fund if it falls below the required minimum balance of \$4,000 or such other amount as the Responsible Entity determines from time to time. If you are investing through an IDPS you should refer to the IDPS Guide for the minimum balance.

Terms and Conditions for Fax Withdrawals

Withdrawal requests may be only submitted by fax if the proceeds are to be credited to an existing nominated Australian bank account. Investors should note that the Responsible Entity accepts no responsibility for any loss caused as a result of non-receipt of any withdrawal sent by fax or post. The Responsible Entity may refuse to comply with the fax request if the sender does not satisfactorily identify him or herself as the investor. By lodging a fax withdrawal request you release, discharge and agree to indemnify EQT from and against any and all losses, liabilities, actions, proceedings, account claims and demands arising from any fax

withdrawal. You also agree that any payment made in accordance with the fax request shall be a complete satisfaction of the obligations of EQT, notwithstanding any fact or circumstance including that the payment was made without your knowledge or authority. You agree that if the payment is made in accordance with the fax withdrawal request, you and any person claiming through or under you shall have no claim against EQT in relation to the payment.

Joint Account Operation

For joint accounts, each signatory must sign the withdrawal request. Both signatories are required to sign the declaration in the Application Form. Joint accounts will be held as joint tenants.

Appointment of Authorised Nominee to Operate Account

Investors may elect to appoint an authorised nominee to operate their account. The relevant sections on the Application Form need to be completed, including the name and signature of the authorised nominee, the signature of the investor and the date. Only investors can appoint authorised nominees. If you appoint an authorised nominee we suggest that you ensure that:

- they cannot appoint another nominee; and
- the appointment lasts until cancelled by you in writing or by the Responsible Entity.

Where circumstances require, the Responsible Entity may cancel an appointment by giving the investor 14 days notice in writing. If an appointment is cancelled, the Responsible Entity

will not be obliged to act on the instructions of the authorised nominee. If the instructions are varied, the Responsible Entity will act only in accordance with the varied instructions. By completing and lodging the relevant sections on authorised nominees on the Application Form you release, discharge and agree to indemnify EQT from and against any and all losses, liabilities, actions, proceedings, account claims and demands arising from EQT acting on the instructions of your authorised nominee.

You also agree that any instructions of your authorised nominee to EQT, which are followed by EQT, shall be a complete satisfaction of the obligations of EQT, notwithstanding any fact or circumstance, including that the instructions were made without your knowledge or authority. You agree that if the authorised nominee's instructions are followed by EQT, you and any person claiming through or under you shall have no claim against EQT in relation to the instructions.

Powers of an Authorised Nominee

An authorised nominee can, among other things:

1. apply for additional investment units;
2. request that Distribution instructions be altered;
3. change your bank account details;
4. request to withdraw all or part of your investment; and
5. enquire as to the status of your investment and obtain copies of statements.

If a company is appointed as an authorised nominee, the powers will extend to any director and authorised officer of the company. If a partnership, the powers will extend to all partners.

Fees and Other Costs

Below is a Consumer Advisory Warning which is required by government regulations to be displayed at the beginning of the Fees section of this PDS. The fee example given in the Consumer Advisory Warning does not relate to any investments described within this PDS and is a standard example defined by the regulations.

Detailed information about the fees and other costs related to the Fund described in this PDS are provided in the section following the Consumer Advisory Warning.

Consumer Advisory Warning

DID YOU KNOW?

Small differences in both investment performance and fees and costs can have a substantial impact on your long-term returns.

For example, total annual fees and costs of 2% of your fund balance rather than 1% could reduce your final return by up to 20% over a 30-year period (for example, reduce it from \$100,000 to \$80,000). You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.

You may be able to negotiate to pay lower contribution fees and management costs where applicable. Ask the Fund or your financial adviser.

TO FIND OUT MORE

If you would like to find out more, or see the impact of fees based on your own circumstances, the Australian Securities and Investments Commission (ASIC) website (www.fido.asic.gov.au) has a managed investment fee calculator to help you check out different fee options.

Fees and Other Costs Table

This table shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, from the returns on your investment or from the Fund assets as a whole. Taxes are set out in another section of this document. You should read all the information about fees and costs because it is important to understand their impact on your investment.

Type of fee or cost	Amount	How and when paid
Fees when your money moves in or out of the Fund		
Establishment fee The fee to open your investment	Nil.	There is no establishment fee payable when you set up your investment in the Fund.
Contribution fee The fee on each amount contributed to your investment	Nil.	There is no contribution fee payable when you invest in the Fund.
Withdrawal fee The fee on each amount you take out of your investment	Nil.	There is no withdrawal fee payable when you close your investment in the Fund.
Termination fee The fee to close your investment	Nil.	There is no termination fee payable when you close your investment in the Fund.

Type of fee or cost	Amount	How and when paid
Management Costs* The fees and costs for managing your investment		
Responsible Entity fees**	0.75% p.a. (Based on a constant investment of \$50,000 the amount in dollars is \$375 p.a.)	The Responsible Entity fees (for management and administration services and investment management fees) are calculated and accrued daily based on the NAV of the Fund. The accrued fees are paid in arrears from the Fund at the end of each month. The Responsible Entity Fees reduce the NAV of the Fund and are reflected in the unit price.
Estimated expense recoveries	0.17% p.a. (Based on a constant investment of \$50,000 the amount in dollars is \$85 p.a.)	Estimated expense recoveries (including custody fees, administration and other expenses) are calculated and accrued daily based on the NAV of the Fund. The accrued expenses are paid in arrears from the Fund at the end of each month. The expense recoveries reduce the NAV of the Fund and are reflected in the unit price.
Service Fees		
Investment switching fee The fee for changing investment options	Nil.	Not applicable.

* Management Costs in this table include Responsible Entity fees and estimated expense recoveries. Fees and expenses are inclusive of GST less an estimate for RITCs.

**The amount of this fee can be negotiated. Your IDPS Operator may have negotiated reduced Responsible Entity fees. See information under 'Differential Fee Arrangements' and 'Payments to IDPS Operators' in the 'Additional explanation of fees and costs' section. Refer to 'Alternative forms of remuneration' in the 'Additional explanation of fees and expenses' section.

Additional Explanation of Fees and Costs

Investment Manager's Fees

The Investment Manager is entitled to a fee out of the Responsible Entity fees. All fees paid to the Investment Manager will be paid by the Responsible Entity out of its Responsible Entity fee.

Expense Recoveries

We are entitled to be reimbursed for certain expenses incurred in managing the Fund. They may include expenses properly incurred in the administration, custody, management, compliance and promotion of the Fund. Other expenses including tax and operating costs, such as audit, legal and tax consulting fees, are also recoverable out of the assets of the Fund.

Differential Fee Arrangements

The Responsible Entity may from time to time negotiate a different fee arrangement (by way of rebate of Responsible Entity fees) with investors who are Wholesale Clients.

Payments to IDPS Operators

We may make payments to some IDPS Operators because they offer the Fund on their investment menus (product access payments). Fund manager payments are effectively rebates of fees. The amount of product access and fund manager payments is negotiated directly with IDPS Operators and is based on the volume of business generated by the IDPS Operator. Product access and fund manager payments are paid by EQT out of our fees and are not an additional cost to the investor.

Alternative Forms of Remuneration

As a member of the Investment and Financial Services Association we maintain an Alternative Forms of Remuneration Register. The register, which you can review by contacting us, outlines some alternative forms of remuneration that we may pay to or receive from AFS licensees, fund managers or representatives (if any are paid or received at all in relation to the Fund).

Transaction and Other Costs

All Government taxes such as stamp duty and GST will be deducted from the Fund as appropriate. Relevant tax information is provided in the 'Taxation' section. RITCs will also be

claimed by the Fund where appropriate to reduce the cost of GST to the Fund and investors.

The Fund may incur transaction costs. These transaction costs include brokerage, settlement costs (including custody costs), clearing costs and stamp duty. Transaction costs include costs incurred by the Fund when investors invest in or withdraw from the Fund and when transacting to meet investment objectives. These costs are an additional cost to the investor but are generally reflected in the unit price (through the Buy/Sell spread) and not charged separately to the investor. Transaction costs which are not recovered through the Buy/Sell spread are deducted from the Fund from time to time as they are incurred and are reflected in the unit price.

The exact amount of transaction costs is dependent on a number of different variables, including the level of trading undertaken by the Fund. As such, EQT is unable to provide a meaningful amount or percentage of the estimated transaction costs for the Fund.

Buy/Sell spread

The Buy/Sell spread reflects the estimated transaction costs associated with buying and selling the assets of the Fund when investors invest in, or withdraw from, the Fund. The Buy/Sell spread is an additional cost to the investor but is included in the unit price and incurred when an investor invests in or withdraws from the Fund and is not charged as an additional fee. The Buy/Sell spread is retained by the Fund

Examples of Annual Fees and Costs

The tables below give an example of how the fees and costs for the Fund can affect your investment over a one year period. You should use these tables to compare the Fund with other managed investment products.

EXAMPLE – EQT Spectrum Credit Opportunity Fund		Balance of \$50,000 with a contribution of \$5,000 during the year
Contribution Fees	Nil	There are no contribution fees for making additional investments into the Fund.
PLUS Management Costs	0.92%	And , for every \$50,000 you have in the Fund you will be charged \$460 each year.
EQUALS Cost of Fund	0.92%	If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees from: \$460¹ What it costs you will depend on the fees you negotiate with the Fund or your financial adviser.

¹ This amount assumes a constant investment balance of \$5,000 throughout the year. Management Costs will also be charged in relation to any additional contributions you make during the year and the total amount you pay will depend on the proportion of the year during which the additional contributions are invested. Additional fees may also apply, Please see the 'Additional explanation of fees and expenses' section above.

and not paid to EQT or the Investment Manager. The estimated Buy/Sell spread for the Fund is 0.15% of an investment upon entry (\$75 for an investment of \$50,000) and 0.15% of withdrawal amount upon exit (\$75 for a withdrawal of \$50,000).

Can the Fees Change?

Yes, all fees can change without investor consent, subject to the maximum fee amounts specified in the Constitutions. Reasons for change might include changing economic conditions and changes in regulation. We have the right to recover all proper and reasonable expenses from the Fund incurred in managing that Fund and as such these expenses may increase or decrease accordingly. We will provide investors with at least 30 days notice of any proposed change to the Responsible Entity fee. Expense recoveries and Buy/Sell spreads may change without notice when it is necessary to protect the interests of existing investors and if permitted by law.

The Constitution may in some circumstances prescribe the maximum fees that can be charged for some of the fee items described in this PDS. The Constitution defines the maximum possible level of Responsible Entity fees the Fund may charge of 1.1% per annum (including GST after allowing for an estimate for RITCs) of the NAV of the Fund, which is equivalent to \$55 per annum for every \$5,000 invested. There is no maximum limit in the Constitution on the amount of expenses that can be recovered.

Taxation

The following summary of taxation matters is a general guide that outlines the taxation implications applicable to the Fund and resident investors who are not considered to be trading in investments for tax purposes. The summary is based on the tax laws as at the date of this PDS. The tax laws are subject to continual change, and as the tax treatment applicable to particular investors may differ, it is recommended that all investors seek their own professional advice on the taxation implications before investing in the Fund.

Taxation of the Fund

The Fund is a resident of Australia for tax purposes; therefore, the Fund is required to determine its net income (taxable income) for the year of income. Although not expected, where the Fund realises a capital gain on the disposal of an asset, the Fund may be entitled to take into account the discount capital gain concessions in determining the amount of the net capital gain that is included in the Fund's net income.

On the basis that investors are presently entitled (which is EQT's intention) to the net income of the Fund (including net capital gains, if any), regardless of whether the Fund physically makes a distribution equal to its taxable income, pursuant to the existing income tax legislation, the Fund should not be subject to Australian income tax. In the case where the Fund makes a loss for tax purposes, the Fund cannot distribute the loss to investors. However, subject to the Fund meeting certain conditions, the Fund may be able to take into account the losses in subsequent years.

Fund Investments

As the Fund's investments, in essence, are in debt securities, the taxation treatment applicable to the Fund's investments would depend on a number of factors, including the type of investment acquired. As a general rule, debt securities such as government bonds, fixed interest securities and commercial mortgage backed securities are effectively treated on 'revenue' account for tax purposes.

Outlined below, is a very brief summary of some of the tax consequences that can arise from the investments of the Fund. The list below is not exhaustive and does not cover all investments and all tax outcomes. It is also relevant to note that the Fund and consequently most of the investments made by the Fund may be subject to the Taxation of Financial Arrangements ('TOFA') rules that come into effect from the income year

commencing 1 July 2010 (or 1 July 2009 where an early election has been made). The applicability of the TOFA rules to the Fund is discussed under TOFA below.

- **Interest income and discount**

Interest received by the Fund is included in its assessable income. In some instances, an accruals regime (including TOFA) applies to certain debt instruments to bring into account the gains (income discount on initial issue or purchase of the security) relating to the investment, notwithstanding that the gains may not be realised.

In these instances, the Fund may need to bring into account income (in the nature of interest) that has not been received or take into account a deduction for a loss (expense) that has not been realised, which in turn can impact the taxable income of the Fund. Where this occurs, the Fund may have taxable income but it may not have received sufficient funds (cash) to make a distribution to investors. In these circumstances, investors may need to include their share of the taxable income of the Fund without receiving a cash distribution.

- **Gains and losses on disposal of debt securities**

Given the nature of the Fund's investments, the gains made on the disposal of the Fund's investments are likely to form part of the Fund's ordinary assessable income.

Depending on the circumstances, the Fund should also be allowed a deduction for a loss on the disposal or redemption of a debt security.

In some cases, the loss realised on a 'traditional security' may give rise to a capital loss instead of an 'ordinary' loss and therefore the capital loss cannot be offset against gains from other traditional securities (i.e. can only be offset against capital gains).

Broadly, a capital loss could arise where there is a disposal or redemption of a traditional security and conditions including the conditions outlined below are satisfied with respect to the investment:

- The Fund did not acquire the investment in the ordinary course of trading on the securities market
- The Fund did not dispose of the investment in the ordinary course of trading

- The disposal or redemption occurred because there was an apprehension or belief that the issuer (of the investment) was not, unable, unlikely, or unwilling to discharge all of the liability to the pay the amounts under the security
- The loss is not otherwise considered on 'revenue' account.
- **Exchange traded derivatives ('ETDs')**
The Fund may realise gains and/or losses from the ETDs used to manage interest rate and currency risk. The gains or losses realised in relation to the ETDs would generally give rise to assessable income and/or allowable deductions to the Fund and would be taken into account in determining the taxable income of the Fund.
- **Hybrid debt securities**
The income (e.g. dividends) received from hybrid securities are unlikely to carry with it franking credits, as the Tax Act, as a general rule, does not allow for the attachment of franking credits to the returns associated with debt securities.
- **Convertible notes**
The Fund may invest in convertible notes and to the extent to which the convertible notes convert, the conversion is unlikely to give rise to an immediate taxing event. Instead, the tax consequences would, in effect, be taken into account at a later point in time (e.g. on the subsequent disposal of the asset).

Taxation of Financial Arrangements ('TOFA')

TOFA was introduced to deal with the tax-timing and in some instances, the character of gains and losses relating to financial arrangements. The TOFA rules come into operation from the income year commencing 1 July 2010 (compulsory start date) or 1 July 2009 (elected early start date) and generally apply to transactions (financial arrangements) that are entered or commence on or after the applicable start date. Furthermore, the TOFA rules will not compulsorily apply to the Fund, unless one of the following apply:

- it has financial arrangements that exceed \$100m
- its 'aggregated turnover' exceeds \$100m
- its assets exceed \$300m.

The TOFA rules will not apply to financial arrangements entered by the Fund prior to the commencement date, unless the Fund makes an election to bring existing investments or 'eligible' transactions within the TOFA rules (e.g. to have the new rules apply from 1 July 2009). The Fund, at this stage, does not propose to make an early election to have the TOFA rules apply to the Fund.

The TOFA rules will therefore automatically apply to

investments or transactions entered by the Fund (e.g. on or after 1 July 2010) from the date the Fund comes within the TOFA rules. At this point, the Fund may also elect to have the new rules apply (on an 'all in' basis) to its 'eligible' existing financial arrangements (e.g. financial arrangements acquired before 1 July 2010).

Under TOFA, the gains or losses (including income and/or deductions) on the financial arrangements are brought to account under a compounding accruals and realisation basis, unless an election is made to apply one of four elective methods.

The Fund, at this stage, does not propose to make an election to apply any one of the four other methods that could be applied to bring into account the gains or losses under TOFA.

Capital Election

The Government announced that certain managed investment trusts (MITs) are able to make an irrevocable election to apply a 'capital' treatment to eligible assets, consisting of interests in shares, units and real property. The election applies from 1 July 2008 or in the case of the Fund, the first day of its income year.

The Government is currently undertaking a consultation process on the proposed measures and as at the date of this PDS no legislation has been introduced. Details of the proposed measures are limited and at this stage, the Fund is unable to determine whether it will be making the irrevocable election to apply a capital treatment to its eligible assets. The fund will make a decision based on all available details. Given its expected asset profile (whereby debt securities are likely to be excluded from the capital election), the Fund does not expect this election to have a significant impact.

Taxation of the Investors

Distributions

Generally, an investor's entitlement (share) to the net income (taxable income) of the Fund for a year of income, including amounts that are received in a subsequent year of income or which are reinvested, forms part of the investor's assessable income for that year.

Although the Fund does not expect to realise significant capital gains on its investments, to the extent it does, an investor's share of the net income of the Fund may include an amount that consists of capital gains, including discount capital gains derived by the Fund. The investor needs to 'gross up' the discount capital gain (by the amount of any reduction in the capital gain that the Fund obtained). However, individual, trust, and complying superannuation fund investors may then be entitled, in determining the net capital gain that is to be included in their assessable income, to the discount capital gain concessions.

Furthermore, investors may be able to offset certain other capital losses they may have against their share of the capital gains included in the net income of the Fund (after grossing up any discount capital gains).

The Fund may need to bring into account income that has not been received or take into account a deduction that has not been realised in determining the Fund's taxable income for a particular year of income. Where this occurs, the Fund may have taxable income but it may not have received sufficient funds (cash) to make a distribution to investors. In these circumstances, investors may need to include their share of the taxable income of the Fund without receiving a cash distribution. Where this situation arises, the Fund is expected to issue additional units to investors (who are presently entitled to the taxable income of the Fund) equal to the 'unfunded' distribution.

Imputation Credits

Distributions from the Fund are unlikely to include an entitlement to imputation credits. However, where an entitlement to imputation credits arise, generally, investors should include the franking credits (imputation credits) they receive in their assessable income.

Certain additional requirements, including the 45 day holding period rule may need to be satisfied in order to obtain the benefits from franking credits. The investor's particular circumstances (and that of the Fund) will be relevant to determine whether the investor is entitled to the investor's share of franking credits. Any excess franking credits may be refundable to some investors, such as individuals and complying superannuation funds.

Foreign Income

The Fund may derive foreign source income that is subject to tax overseas, for example withholding tax. However, investors may be entitled to a foreign income tax offset ('FITO') for the tax paid that may be used to offset the Australian tax payable on the foreign source income. Investors should include their share of both the foreign income and the amount of the FITO in their assessable income. To the extent to which the investor does not have sufficient foreign income to utilise all of the FITOs relevant to a particular year of income, the excess FITOs cannot be carried forward to a future income year and as such will be lost.

Foreign Investment Fund ('FIF')

The Fund may hold (either directly or indirectly) interests in certain foreign companies and foreign trusts which are subject to the FIF regime. Broadly, under the FIF regime, investors in the Fund may be assessed on their portion of gains in the value of the FIF investments held by the Fund at the end of the financial year, even though those gains are

unrealised.

The government has foreshadowed repealing the FIF regime and introducing a narrower anti-deferral regime. As at the date of this PDS, no details have been made available on the proposed changes and the date from which it will become operational.

Disposal of Units by Investors

Any taxable capital gain arising from the disposal of an investment (units) in the Fund may form part of the investor's assessable income. Investors that are individuals, trusts, and complying superannuation funds may be eligible for the discount capital gain concession, if their investment (units) has been held for 12 months or more and, the relevant Fund and the investor satisfy certain other requirements. Where the investor realises a capital loss on their investment, the loss may be applied against the investor's capital gains from other sources or where there are insufficient capital gains, the balance of the capital loss can be carried forward and may be utilised in a future income year.

Review by the Board of Taxation

The government has requested the Board of Taxation ('BOT') to undertake a review of the numerous tax issues applicable to both MITs and the investors in MITs. The BOT is expected to provide its recommendations to the government around the time of the issuance of this PDS. In the event the BOT recommends significant changes, which are subsequently adopted by the government, this could have a significant impact on the way the Fund and investors are taxed. Therefore, investors should closely monitor the outcomes of the BOT review of MITs.

Tax File Numbers ('TFN') and Australian Business Numbers ('ABN')

It is not compulsory for an investor to quote their TFN or ABN. If an investor is making this investment in the course of a business or enterprise carried on by the investor, the investor may quote an ABN instead of a TFN. Failure by an investor to quote an ABN or TFN or claim an exemption may cause EQT to withhold tax at the top marginal rate plus the Medicare Levy, on gross payments including Distributions of income to the investor. The investor may be able to claim a credit in the investors' tax return for any TFN/ABN tax withheld. By quoting their TFN or ABN, the investor authorises EQT to apply it in respect of all the investor's investments with EQT. If the investor does not want to quote their TFN or ABN for some investments, EQT should be advised.

Other Fund Information

Enquiries and Complaints

If you are not completely satisfied with any aspect of our services regarding the management of the Fund, please contact us.

EQT Client Services
Equity Trustees Limited
GPO Box 2307
Melbourne Vic 3001

Telephone 1300 555 378

Fax: (03) 8623 5395

Email: equity@eqt.com.au

Website: www.eqt.com.au

EQT seeks to resolve complaints over the management of the Fund to the satisfaction of investors. If an investor wishes to lodge a formal complaint please write to:

Compliance Team
Equity Trustees Limited
GPO Box 2307
Melbourne Vic 3001

Email: compliance@eqt.com.au

EQT will seek to resolve any complaint and will acknowledge a written complaint within 14 days of receiving the letter. If we are unable to resolve your complaint, you may be able to seek assistance from the:

Financial Ombudsman Services (FOS)
GPO Box 3
Melbourne Vic 3001

Telephone: 1300 780 808

Email: info@fos.org.au

Please include the EQT FOS membership number with your enquiry: 497.

FOS is an independent body that may be able to assist you if EQT cannot. In order for a complaint to be considered by FOS, the claim must be less than \$150,000 (unless EQT and you agree otherwise in writing). If you are investing through an IDPS, then enquiries and complaints should be directed to the IDPS Operator, not EQT.

Constitution of the Fund

EQT's responsibilities and obligations, as the Responsible Entity of the Fund, are governed by the Constitution of the Fund as well as the Corporations Act and general trust law. The Constitution contains a number of provisions relating to the rights, terms, conditions and obligations imposed on both EQT, as the Responsible Entity of the Fund, and investors. Some of the provisions of the Constitution are discussed elsewhere in this PDS. Other provisions relate to an investor's rights under the Constitution, and include:

- an investor's right to share in any Fund income,

and how we calculate it;

- what you are entitled to receive when you withdraw or if the Fund is wound up;
- an investor's right to withdraw from the Fund - subject to the times when we can cease processing withdrawals - such as if the Fund becomes 'illiquid';
- the nature of the units - identical rights attach to all units within a class; and
- an investor's rights to attend and vote at meetings - these provisions are mainly contained in the Corporations Act.

There are also provisions governing our powers and duties, including:

- how we calculate unit prices, the maximum amount of fees we can charge and expenses we can recover;
- when we can amend the Constitution for the Fund - generally we can only amend the Constitution where we reasonably believe that the changes will not adversely affect investors' rights. Otherwise, the Constitution can only be amended if approved at a meeting of investors;
- when we can retire as the Responsible Entity of the Fund - which is as permitted by law;
- when we can be removed as the Responsible Entity of the Fund - which is when required by law; and
- our broad powers to invest, borrow and generally manage the Fund - we do not currently intend to borrow money to acquire assets for the Fund, although this is permitted under the Constitution.

The Constitution also deals with our liabilities in relation to the Fund and when we can be reimbursed out of the assets of the Fund, for example:

- subject to the Corporations Act we are not liable for acting in reliance and good faith on professional advice;
- subject to the Corporations Act we are not liable for any loss unless we fail to act in good faith or we act negligently; and
- we can be reimbursed for any liabilities we incur in connection with the proper performance of our powers and duties in respect of the Fund.

As mentioned above, EQT's responsibilities and obligations as the Responsible Entity of the Fund are governed by the Constitution as well as the Corporations Act and general trust law, which generally require that we:

- act in the best interests of investors and, if there is a conflict between investors' interests and our own, give priority to investors;
- ensure the property of the Fund are clearly identified, held separately from other Funds and our assets, and is valued regularly;
- ensure payments from the Fund's property are made in accordance with the Constitution and

- the Corporations Act; and
- report to ASIC any breach of the Corporations Act in relation to the Fund which has had, or is likely to have, a materially adverse effect on investors' interests.

Copies of the Constitutions are available, free of charge, on request from EQT.

Compliance plan

EQT has prepared and lodged a compliance plan for the Fund with ASIC. The compliance plan describes the procedures used by EQT to comply with the Corporations Act and the Constitutions of the Fund. Each year the compliance plans for the Fund are audited and the audit reports lodged with ASIC.

Indemnity

EQT, as the Responsible Entity of the Fund, is indemnified out of the assets of the Fund for any liability incurred by it in properly performing or exercising any of its powers or duties in relation to the Fund. To the extent permitted by the Corporations Act, this indemnity includes any liability incurred as a result of any act or omission of a delegate or agent appointed by the Responsible Entity. EQT may retain and pay out of any money in its hands all sums necessary to effect such an indemnity.

Investor's Liability

The Constitution of the Fund provides that unless there is a separate agreement with an investor, no investor can be called on to contribute to the assets of the Fund or to its creditors if the Fund is liquidated or becomes insolvent. Therefore it is expected that investors will not be under any obligation if a deficiency in the assets of the Fund was to occur. However, this view has not been fully tested at law and so it is not possible to give an absolute assurance that an investor's liability will be limited in all circumstances.

In general, an investor's liability is limited to the amount (if any) which remains unpaid in relation to their subscription for units in the Fund and any tax owed to the Responsible Entity. The Responsible Entity may redeem some or all of an investor's units to satisfy an amount of money due from the investor to the Responsible Entity. The Responsible Entity is also permitted to deduct certain amounts of money from the proceeds of an investor's withdrawal request.

Investments through an IDPS

The Responsible Entity is not responsible for the operation of any IDPS. Indirect Investors should note that they are directing the IDPS Operator to arrange for their money to be invested in the Fund on their behalf. Indirect Investors do not become unit holders in the Fund or have the rights of unit holders. The IDPS Operator becomes the unit

holder in the Fund and acquires these rights. The IDPS Operator can exercise or decline to exercise the rights of a unit holder on their behalf according to the arrangement governing the IDPS.

Indirect Investors should read the IDPS Guide carefully to understand the structure, fees and communication procedures for the relevant IDPS. Please ask your adviser if you have any questions about investing in the Fund through an IDPS.

Non-Listing of Units

The units of the Fund are not listed on any stock exchange and no application will be made to list the units of the Fund on any stock exchange.

Termination of the Fund

The Responsible Entity may resolve at any time to terminate, liquidate and wind up the Fund in accordance with the Fund's Constitution and the Corporations Act. The Fund may otherwise terminate if required by law. A notice will be provided to Members advising of the Fund's termination. Upon termination and after conversion of Fund assets into cash and payment of, or provision for, all costs, expenses and liabilities (actual and anticipated), the net proceeds will be distributed pro-rata amongst all members according to the number of Units they hold in the Fund.

Consents

Spectrum has given, and has not withdrawn before the preparation date of this PDS, its written consent to be named in this PDS as the Investment Manager of the Fund. Spectrum has also given, and has not withdrawn, its written consent to the statements made about it and to the statistical information specifically attributed to it in the form and context in which this information appears.

By providing this consent, Spectrum confirms that:

- the statements, tables and statistical information referred to above are correct in every material respect and are not misleading or deceptive in the forms and contexts in which they appear in the PDS;
- it will, as reasonably required by EQT, formally verify such statements, tables and statistical information in accordance with EQT's due diligence procedures; and
- it will notify EQT immediately if it becomes aware that any such statements, tables or statistical information are not correct in every material respect or are misleading or deceptive (whether or not they were correct and not misleading or deceptive at the date of the PDS).

Otherwise Spectrum has not been involved in the preparation of this PDS, nor has it caused or otherwise authorised the issue of this PDS. Neither Spectrum nor their employees or officers accept any

responsibility arising in any way for errors or omissions.

EQT Directors

At the date of preparing this PDS the directors of Equity Trustees Limited are:

JA (Tony) Killen (Chairman)
Robin Burns (Managing Director)
David F Groves
John R McConnell
Barry J Jackson
Alice JM Williams
The Hon Jeffrey G Kennett AC

Cooling Off Period

If you are a Retail Client you may have a right to 'cool off' in relation to an investment in a Fund within 14 days of the earlier of:

- confirmation of the investment being received or available; and
- the end of the fifth Business Day after the units are issued or sold.

A Retail Client may exercise this right by notifying EQT in writing (including by email) at the address as stated in the Directory of this PDS. A Retail Client is entitled to a refund of their investment adjusted for any increase or decrease in the relevant application price(s) between the time we process your application and the time we receive the notification from you, as well as any other tax and other reasonable administrative expenses and transaction costs associated with the acquisition and termination of the investment.

A Retail Client's right to cool off does not apply in certain limited situations, such as if the issue is made under a Distribution reinvestment plan, switching facility or represents additional contributions required under an existing agreement. Also, the right to cool off does not apply to you if you choose to exercise your rights or powers as a unit holder in the Fund during the 14-day period. This could include selling part of your investment or switching it to another product.

Indirect Investors should seek advice from their IDPS Operator as to whether cooling off rights apply. The right to cool-off may not apply if you are an Indirect Investor, even if you are a Retail Client. This is because you do not acquire the rights of a unit holder in the Fund. Rather, you will direct the IDPS Operator to arrange for your monies to be invested in the Fund on your behalf. The terms and conditions of the IDPS Guide or similar type document will govern your investment in relation to the Fund and any rights you may have in this regard.

Privacy Statement

When you complete the Application Form for units in the Fund, EQT will be collecting personal information from you. EQT may collect additional personal

information from you in the future.

EQT needs to collect personal information from investors for the primary purpose of providing investors with an investment in the Fund (including assessing your application and identifying you). There are also a number of related purposes for which your personal information will be collected and these are to process your application, administer and manage your investment in the Fund, and comply with Australian taxation laws, the Corporations Act, the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 and other laws and regulations.

If you do not provide EQT with your contact details and other information it may not be able to process your application, administer or manage your investment or tell you about investment opportunities in which you may be interested.

The information that an investor provides to EQT may be disclosed to certain organisations. The types of organisations or persons to whom EQT usually discloses the information provided by investors include:

- the Australian Taxation Office and other government or regulatory bodies;
- your adviser or adviser dealer group, their service providers and any joint holder of your investment;
- organisations involved in providing, administering or managing the Fund such as any third party service provider engaged by EQT to provide administration, custody, investment management, technology, auditing, registry, mailing or printing services;
- those where you have consented to such disclosure, or as required or authorised by law.

Your information may be used in connection with the purposes for which it is collected. EQT may also use your information to forward to you, from time to time, details of other investment opportunities offered by EQT in which you may be interested. Please tick the box on the Application Form if you do not wish to be updated with such investment opportunities. If you do not mark the box on the application, we will assume that you want to hear about the investment opportunities we have described.

Please note that for Indirect Investors, EQT will not collect or hold any personal information in connection with your investment in a Fund. You should contact the relevant IDPS Operator for more information about their collection, storage and use of your personal information.

You can gain access to the personal information EQT holds about you, subject to some exceptions allowed by law. EQT will give you reasons if it denies access. If you have any queries in relation to EQT's Privacy Statement, or wish to access the personal information that it holds about you, please contact the EQT Privacy Officer on (03) 8623 5000.

Conditions of EQT Online Access

By ticking the EQT Online Access box on the Application Form and signing the form, you agree to the following terms and conditions ('Conditions').

1. In these Conditions:
 - a) 'Account' means your investment account with EQT;
 - b) 'Information' means the information concerning your investments made available to you through EQT's website;
 - c) 'Password' means your online access password;
 - d) 'Logon Access Code' means your personal identification relating to your Accounts;
 - e) 'we', 'us' and 'EQT' means Equity Trustees Limited; and
 - f) 'you' and 'your' refers to the EQT client and any persons accessing the EQT client's investment information on their behalf.
2. To view your Account details and related information online, you will need to log on to our online access service using your Logon Access Code and Password.
3. If any person uses your Logon Access Code and Password, we are entitled to give them access to your Account information and to assume that they are authorised by you to access your Account information.
4. You must keep your Logon Access Code and Password confidential and secure. You must tell us immediately if you suspect that any unauthorised person has gained access to your Logon Access Code or Password.
5. We will use all reasonable efforts to provide you online access to your Account at all reasonable times but we do not guarantee that we can always provide this.
6. We will use reasonable efforts to provide you with reliable information to the extent it is within our control but we do not guarantee that we can provide it.
7. We are not responsible for transmissions of any computer virus or other unwanted programs or information resulting from or associated with your use of our online access service.
8. We will securely hold, maintain and store your personal information and will ensure that appropriate security measures are in place to prevent unauthorised access to your personal information.
9. You authorise EQT and any other company within the EQT Group and any agents it may appoint to use your personal information for the delivery of our online access service.
10. You acknowledge that anything associated with or available through our online access service belongs to EQT or other third parties and is protected by intellectual property rights.
11. You agree that you will not interfere with or damage any security codes, data or software associated with our online access service.
12. You agree not to access, download or otherwise use any information available through our online access service other than for your personal use.
13. You indemnify us for any loss, expense or liability that we may suffer or incur as a result of any unauthorised use by you of our online access service.
14. Subject to any conditions and warranties implied by law, we exclude any liability for any unavailability or delay in providing any Information and for any inaccuracy or incompleteness of any Information available through our online access service.
15. You release EQT and any other company within the EQT Group and any of their directors, employees or agents they may appoint from any liabilities you incur or loss that you suffer from your use of our online access service.
16. We may suspend or cancel your online access to your Account at any time and for any reason, and if possible, we will give you notice before we do so.

17. We may vary these conditions from time to time and any variation will take effect from the time we notify you of the variation.
18. You may end your use of this service at any time by giving us written notice.

Accumulator Savings Plan - Terms and Conditions

By completing the direct debit request form you agree that the following terms and conditions shall apply where EQT has agreed to effect automatic deductions from your account under the Accumulator Plan. Monthly payments will be made on or about the 20th of each month.

1. Debiting your account

By signing a direct debit request, you have authorised EQT to arrange for monies to be debited from your account. You should refer to the direct debit request and this agreement for the terms of the arrangement between EQT and you. EQT will only arrange for monies to be debited from your account as authorised in the direct debit request.

EQT will only arrange for monies to be debited from your account if EQT has sent to the address nominated by you in the direct debit request, a billing advice which, specifies the amount payable by you to EQT and when it is due.

If the debit day falls on a day that is not a Business Day, EQT may direct your financial institution to debit your account on the following Business Day.

If you are unsure about which day your account has or will be debited you should ask your financial institution.

2. Changes by EQT

EQT may vary any details of this agreement or a direct debit request at any time by giving you at least fourteen (14) days written notice.

3. Changes by investor

Subject to this clause, you may vary the amount of your savings plan arrangements under a direct debit request by contacting EQT on 1300 555 378 or unitregistry@eqt.com.au

Changing the bank account from which you wish your drawings to be debited will require completion of a new Direct Debit Request Form.

If you wish to stop or defer a debit payment you must notify EQT in writing at least 14 days before the next debit day. This notice should be given to EQT in the first instance.

You may also cancel your authority for EQT to debit your account at any time by giving EQT 14 days notice in writing before the next debit day. This notice should be given to EQT in the first instance.

4. Investor obligations

It is your responsibility to ensure that there are sufficient cleared monies available in your account to allow a debit payment to be made in accordance with the direct debit request.

If there are insufficient cleared monies in your account to meet a debit payment:

- (a) you may be charged a fee and/or interest by your financial institution;
- (b) you may also incur fees or charges imposed or incurred by EQT; and
- (c) you must arrange for the debit payment to be made by another method or arrange for sufficient cleared funds to be available in your account by an agreed time so that we can process the debit payment.

You should check your account statement to verify that the amounts debited from your account are correct. If EQT is liable to pay GST on a supply made in connection with this agreement, then you agree to pay EQT on demand an amount equal to the consideration payable for the supply multiplied by the prevailing GST rate.

Anti-Money Laundering and investor identification verification procedure

The AML/CTF Act requires the Responsible Entity to adopt and maintain an anti-money laundering and counter-terrorism financing (AML/CTF) compliance program. The AML/CTF compliance program includes ongoing customer due diligence, which may require the Responsible Entity to collect further information.

Identification documents for AML/CTF compliance purposes

An integral part of the AML/CTF compliance program is the legal requirement for the Responsible Entity to know its customers. To meet this legal requirement certain identification information, including in some cases certified copies of identification documentation, must be collected from investors making applications. Applications made without providing this information can not be processed until all the necessary information has been provided.

The identification documentation provided must be in the name of the applicant. Non English documents must be accompanied with a translation prepared by an accredited translator. An accredited translator is a person currently accredited by the National Accreditation Authority for Translators and Interpreters Ltd. (NAATI) at the level of Professional Translator, or above, to translate from a language other than English into English; or a person who currently holds an accreditation that is consistent with this standard.

If you require additional assistance in relation to providing the identification documents described please contact EQT Client Services on 1300 555 378.

INDIVIDUAL /JOINT / SOLE TRADER

- certified copy of Australian current photographic drivers licence, or
- certified copy of card issued under a state or territory containing a photograph and date of birth, or
- certified copy of Australian passport (a passport that has expired within the preceding 2 years is acceptable), or
- certified copy of national ID card* issued by a foreign government (accompanied by a translation prepared by an accredited translator) containing a photograph and signature of person making the application, or
- certified copy of current foreign passport* (accompanied by a translation prepared by an accredited translator) containing a photograph and signature, or
- certified copy of foreign drivers licence* (accompanied by a translation prepared by an accredited translator) containing photograph and date of birth of applicant

* If providing foreign identification at least two forms of identification must be provided

DOMESTIC COMPANY

- certified copy of Certificate of Registration / Licence, or
- copy of company search on ASIC database, or
- public document issued by the company, or
- copy of ASX search, or
- copy of information regarding licence or other

information held by the relevant Commonwealth, state or territory regulatory body.

FOREIGN COMPANY - Registered

- certified copy of Certificate of Registration issued by ASIC or
- copy of company search on ASIC database

FOREIGN COMPANY - Unregistered

- certified copy of Certificate of Registration issued by relevant foreign registration body, or
- copy of the search of the relevant foreign registration body.

TRUSTS - Registered MIS /Self Managed Super Fund (SMSF) /Government Superannuation Fund

- copy of the search on ASIC database, or
- copy of the search on ATO database, or
- copy of the search of relevant regulators website, or
- copy or relevant extract of the legislation establishing the government superannuation fund sourced from a government website.

TRUSTS - Other trust type

- certified copy or certified extract of the trust deed, or
- certified copy of a notice issued by the ATO within the previous 12 months, or
- letter from a solicitor or qualified accountant that confirms the name of the trust.

For each of the trustees of the trust, please provide the documents above, depending on whether the trustee is an individual or company.

PARTNERSHIPS - Regulated by professional association

- Membership details as held by the relevant professional association, or
- Certified copy of a current membership certificate (or similar) of a professional association.

PARTNERSHIPS - Not regulated by professional association

- certified copy or certified extract of the partnership agreement, or
- certified copy or certified extract of the minutes of a partnership meeting, or
- certified copy of a notice issued by the ATO within the previous 12 months, or
- certified copy of certificate of registration of business name issued by the relevant government or government agency in Australia, or
- copy of the information provided by the relevant regulator of the partnership.

For one partner, please provide the documents above, depending on whether the partner is a partnership, company or individual.

ASSOCIATION - Incorporated

- certified copy or certified extract of the Constitution or Rules of the association, or
- copy of the information provided by ASIC, or
- copy of the information provided by the government or government body responsible for the Incorporation of the association.

ASSOCIATION - Unincorporated•

- certified copy or certified extract of the Constitution or Rules of the association.

How to certify your documents

A certified copy is a document that has been certified as a true copy of an original document.

To certify a document, take the original document and a photocopy to one of the people listed in the categories below and ask them to certify that the photocopy is a true and correct copy of the original document. That person will need to print their name, date and the capacity in which they are signing (eg postal agent,

Justice of the Peace). Sample working is provided below:

- I, [full name], as [category of persons as listed below], certify that this [name of document] is a true and correct copy of the original [signature and date].

Please indicate who certified the identification documents.

AML/CTF- Persons Authorised to Certify Identification Documents

Legal
a person who is enrolled on the roll of Supreme Court of a State or Territory, or the High Court of Australia, as a legal practitioner (however described)
a judge of a court
a magistrate
a Chief Executive Officer of a Commonwealth court
a Registrar or Deputy Registrar of a court
Trade marks attorney (currently licensed or registered to practice)
Patent attorney (currently licensed or registered to practice)
Clerk of a court
Master of a court
Bailiff
Sheriff or Sheriff's officer
Commissioner for Affidavits
Commissioner for Declarations
Public Notary
JP
a Justice of the Peace (please include registration number (or equivalent))
Police
a police officer (please include registration number (or equivalent))
Accountant
a member of the Institute of Chartered Accountants in Australia
a member of the Certified Practising Accountants Australia
a member of the National Institute of Accountants
Fellow of the National Tax Accountant's Association
Occupations (must hold a current licence or be registered to practise)
Medical Practitioner
Dentist
Pharmacist
Veterinary surgeon
Physiotherapist
Optometrist
Chiropractor
Psychologist
Nurse
Post Office
an agent of the Australian Postal Corporation who is in charge of an office supplying postal services to the public
a permanent employee of the Australian Postal Corporation with 2 or more years of continuous service who is employed in an office supplying postal services to the public
Professional associations
Member of Chartered Secretaries of Australia
Member of Engineers Australia other than the grade of student
Member of the Association of Taxation and Management Accountants
Member of the Australasian Institute of Mining and Metallurgy
Government/Aust Defence Force
Member of the Parliament of the Commonwealth

APPLICATION FORM

This Application Form is part of the Product Disclosure Statement (PDS) relating to the EQT Spectrum Credit Opportunities Fund (the Fund) dated 8 June 2010. You should read this document and any supplementary PDS before applying for units in the Fund.

Additional information required under the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006*

In accordance with the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (the AML/CTF Act) we are required to collect additional information about you. Under the AML/CTF Act, we are prohibited from processing your application until we have received all of the information and supporting documentation requested in this form. In most cases, the information that you provide in this form will satisfy the AML/CTF Act. However, in some instances we may contact you to request further information. It may also be necessary for us to collect information (including sensitive information) about you from third parties in order to meet our obligations under the AML/CTF Act.

If you make an error while completing your Application Form, do not use correction fluid. Cross out your mistakes and initial your changes.

Please commence this Application Form by selecting (✓) one of the following:

Existing Investor

For all existing investors only, complete your existing account details below. Then complete the Application Form from Section 11 onwards.

NAME OF FUND FOR EXISTING INVESTMENT	
ACCOUNT NUMBER	
ACCOUNT NAME	
CONTACT (DAYTIME) PHONE NUMBER	

New Investor

Refer to your investor type description and information requested relating to your investor type as indicated by **Investor Type**. Then complete the corresponding section *and* the remainder of the Application Form *from* Section 8 onwards and **mail** the completed *Application Form* along with your certified identification documentation (where applicable) to the unit registry contact details provided in the PDS. **Facsimiled copies will not be accepted.**

INVESTOR TYPE (please ✓)	CUSTOMER IDENTIFICATION	APPLICATION FORM
Individual	Complete Section 2	Then go to Section 8 and complete the Application Form from this section onwards
Joint	Complete Section 2	
Sole Trader	Complete Section 2	
Australian Company	Complete Section 3	
Foreign Company	Complete Section 3	
Trust / Trustee	Complete Section 4	
Partnership	Complete Section 5	
Agent or Authorised Representative	Complete Section 6	
Verifying officer	Complete Section 7	

Financial Adviser

If you are investing through a financial adviser please ensure your financial adviser completes the Financial Adviser/Dealer Declaration at the end of Section 1 in addition to the Customer Type information.

Please nominate if you wish your Financial Adviser to receive your investor information in Section 15.

Section 1 - Record of Verification Procedure (to be completed by Financial Adviser / Dealer)

Please ensure that you indicate which document(s) you have sighted or which search was performed

(a) Individual Applicant

Document 1					
Description of ID Documentation (ie passport)		Doc #			
Issuer of ID Documentation					
Date of Issue	/	/	Expiry Date	/	/
Verified from Tick the relevant box (✓)	<input type="checkbox"/>	Original Identification	<input type="checkbox"/>	Certified Copy	
English Translation Tick the relevant box (✓)	<input type="checkbox"/>	N / A	<input type="checkbox"/>	Sighted	Dated / /

Document 2 (if required)					
Description of ID Documentation (ie passport)		Doc #			
Issuer of ID Documentation					
Date of Issue	/	/	Expiry Date	/	/
Verified from Tick the relevant box (✓)	<input type="checkbox"/>	Original Identification	<input type="checkbox"/>	Certified Copy	
English Translation Tick the relevant box (✓)	<input type="checkbox"/>	N / A	<input type="checkbox"/>	Sighted	Dated / /

(b) Joint Applicant / Sole Trader / Individual Trustee / Individual Partner (circle one)

Document 1					
Description of ID Documentation (ie passport)		Doc #			
Issuer of ID Documentation					
Date of Issue	/	/	Expiry Date	/	/
Verified from Tick the relevant box (✓)	<input type="checkbox"/>	Original Identification	<input type="checkbox"/>	Certified Copy	
English Translation Tick the relevant box (✓)	<input type="checkbox"/>	N / A	<input type="checkbox"/>	Sighted	Dated / /

Document 2 (if required)					
Description of ID Documentation (ie passport)		Doc #			
Issuer of ID Documentation					
Date of Issue	/	/	Expiry Date	/	/
Verified from Tick the relevant box (✓)	<input type="checkbox"/>	Original Identification	<input type="checkbox"/>	Certified Copy	
English Translation Tick the relevant box (✓)	<input type="checkbox"/>	N / A	<input type="checkbox"/>	Sighted	Dated / /

(c) Domestic Company / Domestic Company Trustee (circle one)

Document 1	
Verified from Tick the relevant box (✓)	<input type="checkbox"/> Performed Search <input type="checkbox"/> Original <input type="checkbox"/> Certified Copy
Document Issuer / Website	
Public Document Type	
English Translation Tick the relevant box (✓)	<input type="checkbox"/> N / A <input type="checkbox"/> Sighted
Document issue / search date	/ /

Document 2 (if required)	
Verified from Tick the relevant box (✓)	<input type="checkbox"/> Performed Search <input type="checkbox"/> Original <input type="checkbox"/> Certified Copy
Document Issuer / Website	
Public Document Type	
English Translation Tick the relevant box (✓)	<input type="checkbox"/> N / A <input type="checkbox"/> Sighted
Document issue / search date	/ /

(d) Foreign Company / Foreign Company Trustee (circle one)

Document 1	
Verified from Tick the relevant box (✓)	<input type="checkbox"/> Performed Search <input type="checkbox"/> Original <input type="checkbox"/> Certified Copy
Document Issuer / Website	
Public Document Type	
English Translation Tick the relevant box (✓)	<input type="checkbox"/> N / A <input type="checkbox"/> Sighted
Document issue / search date	/ /

Document 2 (if required)	
Verified from Tick the relevant box (✓)	<input type="checkbox"/> Performed Search <input type="checkbox"/> Original <input type="checkbox"/> Certified Copy
Document Issuer / Website	
Public Document Type	
English Translation Tick the relevant box (✓)	<input type="checkbox"/> N / A <input type="checkbox"/> Sighted
Document issue / search date	/ /

(e) Trust

Document 1	
Verified from Tick the relevant box (✓)	<input type="checkbox"/> Performed Search <input type="checkbox"/> Original <input type="checkbox"/> Certified Copy
Document Issuer / Website	
English Translation Tick the relevant box (✓)	<input type="checkbox"/> N / A <input type="checkbox"/> Sighted
Document issue / search date	/ /

Document 2 (if required)	
Verified from Tick the relevant box (✓)	<input type="checkbox"/> Performed Search <input type="checkbox"/> Original <input type="checkbox"/> Certified Copy
Document Issuer / Website	
English Translation Tick the relevant box (✓)	<input type="checkbox"/> N / A <input type="checkbox"/> Sighted
Document issue / search date	/ /

(f) Partnership

Document 1	
Verified from Tick the relevant box (✓)	<input type="checkbox"/> Performed Search <input type="checkbox"/> Original <input type="checkbox"/> Certified Copy
Document Issuer / Website	
English Translation Tick the relevant box (✓)	<input type="checkbox"/> N / A <input type="checkbox"/> Sighted
Document issue / search date	/ /

Document 2 (if required)	
Verified from Tick the relevant box (✓)	<input type="checkbox"/> Performed Search <input type="checkbox"/> Original <input type="checkbox"/> Certified Copy
Document Issuer / Website	
English Translation Tick the relevant box (✓)	<input type="checkbox"/> N / A <input type="checkbox"/> Sighted
Document issue / search date	/ /

Financial Adviser / Dealer Declaration

If you are investing through a financial adviser please ensure your financial adviser completes this section in addition to the Investor Type information.

Financial Advisers / Dealers Name <input style="width: 95%; height: 25px;" type="text"/>	Contact Phone Number <input style="width: 95%; height: 25px;" type="text"/>											
Business Name <input style="width: 95%; height: 25px;" type="text"/>	Adviser/Dealer No (if any) <input style="width: 95%; height: 25px;" type="text"/>											
AFS Licensee Name <input style="width: 95%; height: 25px;" type="text"/>	AFSL Number <input style="width: 95%; height: 25px;" type="text"/>											
Australian Business Number (ABN) (if any) <table border="1" style="width: 100%; height: 25px; border-collapse: collapse;"> <tr> <td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td><td style="width: 10%;"></td> </tr> </table>												Dealer Stamp (if any) <input style="width: 95%; height: 40px;" type="text"/>
Fax Number <input style="width: 95%; height: 25px;" type="text"/>	Email Address or website <input style="width: 95%; height: 25px;" type="text"/>											
Street address in Australia (<i>PO Box is NOT acceptable</i>). <input style="width: 95%; height: 25px;" type="text"/>												
Suburb / State <input style="width: 95%; height: 25px;" type="text"/>	Postcode <input style="width: 95%; height: 25px;" type="text"/>	Country <input style="width: 95%; height: 25px;" type="text"/>										

I confirm that I have completed an appropriate customer identification procedure (CID) on this investor which meets the requirements of the AML/CTF Act.

I have clearly indicated the identification documents I have sighted or performed a search for in relation to an application for units in this Fund as part of a verification procedure.

AND

I have attached the verification documents that were used to perform the CID for this investor;

OR

I have not attached the verification documents but will retain them in accordance with the AML/CTF Act and agree to provide EQT or its agents with access to these documents upon request. I also agree that if I become unable to retain the verification documents used for this application in accordance with the requirements of the AML/CTF Act I will forward them to EQT.

I agree to provide EQT or its agents with any other information that they may require to support this application.

		/ /
Financial Adviser Name	Financial Adviser Signature	Dated

Section 2 - Individual / Joint / Sole Trader

Individual Joint Applicant Sole Trader Individual Trustee Individual Partner

- Complete your name, address and contact details below.
- You must include a residential street address (not a PO Box).

Investor 1

Title Mr/Mrs/Ms/Other Daytime Contact Phone Number

Full given name/s Surname

Date of Birth / /

Registered street address (*PO Box is NOT acceptable*)

Suburb State Postcode Country

Investor 2

Title Mr/Mrs/Ms/Other Daytime Contact Phone Number

Full given name/s Surname

Date of Birth / /

Registered street address (*PO Box is NOT acceptable*)

Suburb State Postcode Country

Sole Trader Details* (*A person carrying on a business in Australia*).

Full Business name (if any)

Principal place of business (*PO Box is NOT acceptable*)

Suburb State Postcode Country

***Note:** Please also **complete Investor 1 section above**

Section 3 – Company DOMESTIC

General information

Full business name as registered with ASIC

Australian Company Number (ACN)

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Registered street address (PO Box is NOT acceptable).

Suburb

State

Postcode

Country (if not Australia)

Principal Place of Business in Australia (or full name and address of company's agent in Australia)

Same as registered address above

Other – please provide address below

Registered street address (PO Box is NOT acceptable).

Suburb

State

Postcode

Country (if not Australia)

Regulatory/Listing Details (select from the following categories which apply to the company and provide the information requested)

REGULATED COMPANY (licensed by an Australian Commonwealth, State or Territory statutory regulator)

Regulator name

Licence details

AUSTRALIAN LISTED COMPANY

Name of market / exchange

MAJORITY-OWNED SUBSIDIARY OF A LISTED COMPANY

Listed company name

Name of market / exchange

Company Type

Public

Proprietary

For PROPRIETARY COMPANIES – how many directors are there?

Please provide full name of each director below (if there are more directors, please provide details on a separate sheet and attach to this Application Form)

Full given name(s)

1	<input type="text"/>
2	<input type="text"/>
3	<input type="text"/>
4	<input type="text"/>

Surname

<input type="text"/>
<input type="text"/>
<input type="text"/>
<input type="text"/>

For PROPRIETARY COMPANIES – how many shareholders are there?

For a private company that is not a 'regulated company'¹, please provide details for each shareholder* **who owns directly (or is a beneficial owner)**, through one or more shareholdings, **at least 25%** of the company's issued capital.

¹ 'Regulated company' - any company that is licensed and subject to the oversight by a statutory regulator ie. ASIC, APRA, ATO

Shareholder Details

SHAREHOLDER 1	Total percentage (%) of issue capital held	<input type="text"/>	
Full given name(s)	Surname		
<input type="text"/>	<input type="text"/>		
Residential Street Address (<i>PO Box is NOT acceptable</i>)			
<input type="text"/>			
Suburb	State	Postcode	Country
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

SHAREHOLDER 2	Total percentage (%) of issue capital held	<input type="text"/>	
Full given name(s)	Surname		
<input type="text"/>	<input type="text"/>		
Residential Street Address (<i>PO Box is NOT acceptable</i>)			
<input type="text"/>			
Suburb	State	Postcode	Country
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

***Note:** If there are more shareholders with at least 25% of issued capital please provide details on a separate sheet

Section 3 – Company FOREIGN

General information

Full name of foreign company

Country of formation/incorporation/registration

Name of foreign registration body (If applicable)

Is the foreign company registered with ASIC? (select ONE of the following)

Yes

Australian Registered Business Number (ARBN) (if not registered, leave blank)									
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
Provide EITHER	<input type="checkbox"/>	Principal place of business address in Australia OR	<input type="checkbox"/>	Local agent name and address details					
(Tick one box)									
Principal place of business - street address (PO Box is NOT acceptable)									
<input type="text"/>									
City / State			Postcode			Country			
<input type="text"/>			<input type="text"/>			<input type="text"/>			
Name of Agent in Australia				<input type="text"/>					

OR

No

Provide company identification number (if any) issued by the foreign registration body	<input type="text"/>	
Principal place of business in the company's country of formation or incorporation (PO Box is NOT acceptable)		
<input type="text"/>		
City / State	Postcode	Country
<input type="text"/>	<input type="text"/>	<input type="text"/>

Registered Address of Company

Provide the registered address as registered with ASIC. If the company is NOT registered with ASIC, provide the registered address in the country of formation, incorporation or registration (if any).

Registered street address (PO Box is NOT acceptable).

City / State

Postcode

Country

Regulatory/Listing Details (select from the following categories which apply to the company and provide the information requested)

REGULATED COMPANY (licensed by a statutory regulator or government agency/body)

Regulator name	
Licence details	

LISTED COMPANY

Name of market / exchange	
---------------------------	--

MAJORITY-OWNED SUBSIDIARY OF A LISTED COMPANY

Listed company name	
Name of market / exchange	

Company Type

Public Private / Proprietary Other

Directors (complete for all companies *other than* public or listed companies)

How many directors are there? Please provide full name of each director below, if there are more than 4 directors please provide details on a separate sheet

	Full given name(s)	Surname
1		
2		
3		
4		

Shareholders (complete for all companies *other than* public or listed companies)

How many shareholders are there in the company?

Provide details of ALL shareholders* who are **beneficial owners through one or more share holdings having at least 25%** of the company's issued capital.

For a private company that is not a 'regulated company'¹ please provide details for each shareholder* **who owns directly (or is a beneficial owner)**, through one or more shareholdings, **at least 25%** of the company's issued capital.

¹ 'Regulated company' - any company that is licensed and subject to the oversight by a statutory regulator.

SHAREHOLDER 1	Total percentage (%) of issue capital held	<input type="text"/>
	Full given name(s)	Surname
<input type="text"/>		<input type="text"/>

Residential Street Address (*PO Box is NOT acceptable*)

Suburb	State	Postcode	Country
<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

SHAREHOLDER 2

Total percentage (%) of
issue capital held

Full given name(s)

Surname

Residential Street Address (*PO Box is NOT acceptable*)

Suburb

State

Postcode

Country

***Note:** *If there are more shareholders with at least 25% of issued capital please provide details on a separate sheet*

Section 4 - Trust & Trustees (including Superannuation Funds)

General information (all trust types and superannuation funds to complete)

Full name of trust or superannuation fund

Full business name (if any)

Country where trust established

Trustee Details

How many Trustees are there?

Trustee(s) is/are:

- Individual At least one trustee must complete **Section 2** of this form
- Company At least one trustee must complete **Section 3** of this form
- Combination At least one trustee *from each* investor type must complete the relevant section of this form

Type of Trust (select one of the following **3** trust types)

- Registered managed investment scheme

Please provide Australian Registered Scheme Number (ARSN)

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OR

- Regulated Trust

A **Regulated trust** refers to:

i) a **self managed superannuation** fund within the meaning of Section 19 of the Superannuation Industry (Supervision) Act 1993 (SIS) – the regulator is the Australian Tax office (ATO),

ii) a **regulated superannuation fund**, an approved deposit fund, a pooled superannuation trust or a public sector superannuation scheme within the meaning of the SIS Act – the regulator is the Australian Prudential Regulation Authority (APRA)

Name of regulator (eg ASIC, APRA, ATO)

Name of Legislation establishing the regulated fund

Registration / Licence details

Australian Business Number (ABN)

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OR

- OTHER TRUST**

Trust description (e.g. Family, unit, charitable, estate)

Beneficiaries (complete if 'OTHER TRUST type' is selected)

How many beneficiaries are there?

Terms of the Trust Do the terms of the Trust identify the beneficiaries by reference to a membership of a class?

Yes

Provide details of membership class (eg the named of the family group, class of unitholders, the charitable purpose or charity name)

OR

No

How many beneficiaries are there?

Please provide the full name of each beneficiary (If more than 8 beneficiaries, please provide full names on a separate page and attach to this form) who are specifically named in the Trust Deed.

	Beneficiary full given name(s)	Beneficiary Surname
1		
2		
3		
4		
5		
6		
7		
8		

Section 5 - Partnership

General information

Full name of partnership

Registered business name of partnership (if any)

Country where partnership established

Type of Partnership

Is the partnership regulated by a professional association (select one of the following partnership types)

Yes

Full name of association

Membership / Registration details

OR

No

How many partners are there?

Partner Details

Complete if 'No' is selected for Type of Partnership (if more than 2 partners please provide details requested on a separate page and attach to this Application Form).

Partner 1

Title Mr/Mrs/Ms/Other

Daytime Contact Phone Number

Full given name/s

Surname

Date of Birth

Residential street address (PO Box is NOT acceptable)

Suburb

State

Postcode

Country

Partner 2

Title Mr/Mrs/Ms/Other

Daytime Contact Phone Number

Full given name/s

Surname

Date of Birth

Residential street address (PO Box is NOT acceptable)

Suburb

State

Postcode

Country

Section 6 - Authorised Representative or Agent

This section should be completed if:

- an authorised representative has been appointed to operate on this account; OR
- this application is being made by an agent of the applicant under a power of attorney or as the investor’s legal or nominated representative.

Full name of Authorised Representative/Agent

Title or role held with investor

Evidence of authority to act on the investors behalf (eg. Certified copy of a Power of Attorney) must accompany this Application Form

Signature of Authorised Representative/Agent

Section 7 – Verification Officer

This section is to be completed by non-individual customers (eg. company, trust etc) who wish to appoint a verifying officer to identify the customer’s agents/signatories.

This section is to be completed each time the customer appoints a *new* verifying officer. The product issuer will identify each verifying officer, who will in turn be responsible for identifying the customer’s agents/signatories.

Verification Officer details

Title Mr/Mrs/Ms/Other

Daytime Contact Phone Number

Full given name/s

Surname

Date of Birth

Residential address (*PO Box is NOT acceptable*)

Suburb

State

Postcode

Country

Verification Officer declaration

I agree to:

- identify the agents or signatories of the above customer in accordance with requirements of the Anti-Money Laundering and Counter Terrorism Financing (AML/CTF) Act and Rules and will provide the product issuer with the full name and signature of each agent or signatory.
- collect the following details from each agent or signatory:
 - full name of agent/signatory;
 - title of the position/role held by the agent/signatory with the investor;
 - a copy of the agent/signatory's signature; and
 - evidence of the agent/signatory's authorisation to act on behalf of the investor.
- make a record of the above details for each agent/signatory which will be retained by the investor.

Dated / /

Signature of Verification Officer

Investors Authorisation of Verification Officer declaration

I/We declare that the above verification officer is an employee, agent or contractor of the investor and is duly authorised to act as a verification officer for the investor.

Dated / /

Signature of Director/Secretary/Trustee/Partner or other person authorised to sign on behalf of the Investor

Dated / /

Signature of Director/Secretary/Trustee/Partner or other person authorised to sign on behalf of the Investor

Verification Officer – agents / signatories list

(a) Existing Investors in the Fund [If this is an existing investor in **this** Fund complete (a) and (b)]

DO NOT complete this section if this is a New Application – it is for existing accounts only

Name of Verification Officer	
Name of fund for existing investment	
Account number	
Account name	
Contact Phone Number of Verification Officer	

(b) New Applications and Changes to existing agents/signatories list [If this is a new Application into the Fund only complete (b)]

The following individuals are authorised to act on behalf of the above customer.

The Verifying Officer

- completes this section of the form to provide the details of the authorised agents/signatories;
- is to provide the product issuer with a new list comprising of the agents/signatories details, as and when required.

	Full given name(s)	Surname	Authorised agent / signatory to sign
1			
2			
3			
4			
5			

Please provide full name of each agent/signatory above, if there are more than 5 agents/signatories please provide details on a separate sheet and attach to this Application Form

Dated / /

Signature of Verification Officer

Section 8 – Tax File Number and Australian Business Number

Tax File Number (TFN)

TFN of Investor 1

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TFN of Investor 2

--	--	--	--	--	--	--	--	--	--	--

OR Exemption Code or reason (provide details)

--

Australian Business Number (ABN)(if any)

--	--	--	--	--	--	--	--	--	--	--

Note: Collection of TFN and ABN information is authorised and its use and disclosure strictly regulated by tax laws and the Privacy Act. Investors must only provide an ABN instead of a TFN when the investment is made in the course of their enterprise. You are not obliged to provide either your TFN or ABN, but if you do not provide either, or claim an exemption, we are required to deduct tax from your distribution at the highest marginal tax rate plus Medicare levy to meet Australian taxation law requirements. For more information about the use of TFNs for investments, contact the enquiries section of your local branch of the Australian Taxation Office. Once provided, your TFN will be applied automatically to any future investments in the Fund where formal application procedures are not required (eg. Distribution reinvestments), unless you indicate, at any time, that you do not wish to quote a TFN for a particular investment. Exempt investors should attach a copy of the certificate of exemption. For super funds or trusts list only the applicable ABN or TFN for the super fund or trust.

Section 9 - Source of funds/ nature of business/purpose of investment

Investing entity's business and industry of operation - please be as specific as possible (eg professional investing, food manufacturing, lawyer, accountant):

Please provide details of the major source(s) of funds used for this investment (e.g. business activity, personal employment, financial investments, real estate investments, inheritance or gift):

Please provide details of the purpose of investment (for example: superannuation investment, recommended investment strategy, portfolio investment etc)

Section 10 - Investor Contact Details (all new investors to complete)

Investor contact name and contact details

Title Mr/Mrs/Ms/Other	Daytime Contact Phone Number
<input type="text"/>	<input type="text"/>
Full given name/s	Surname
<input type="text"/>	<input type="text"/>
Phone Number (mobile or home)	Phone Number (work)
<input type="text"/>	<input type="text"/>
Fax Number	Email Address
<input type="text"/>	<input type="text"/>

Postal address (if different to street address)

Postal address		
<input type="text"/>		
Suburb / State	Postcode	Country
<input type="text"/>	<input type="text"/>	<input type="text"/>

Section 11 - Investment Choice and Investment Distribution Options

Name of Investment Fund	Amount to be invested	Distributions (please select one only)		
		Reinvest all	Pay all to a bank account	Pay income to a bank account and reinvest realised capital gains
EQT Spectrum Credit Opportunities Fund	\$	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

If no selection is made or an incomplete instruction is received, the Distribution will be automatically reinvested for Australian investors.

Payment Method (Payment may be made by Cheque or Electronic Funds Transfer)

Cheque Payment (please ✓ your selection)

All cheques should be crossed 'Not Negotiable' and must be in Australian currency, and drawn on an Australian domiciled financial institution

Make cheque payable to: Equity Trustees Limited

Investor banking details (for distributions and redemptions)

Please provide bank account details held at a branch of Australian domiciled bank in the name of the unit holder.

Bank Name	
Bank Address	
Account Name	
BSB Number	Account Number

Section 12 - Direct Debit Request Form

Date	Account No.
-------------	--------------------

Investor(s) name(s) in full

I/We request and authorise Equity Trustees Limited as detailed in Payment Details below, to arrange, through its own financial institution, for any amount Equity Trustees Limited may debit or charge you to be debited through the Bulk Electronic Clearing System from an account held at the financial institution identified below and paid to the Debit User (ID number 225014) subject to the Terms and Conditions (and any further instructions provided below).

Bank / Financial Institution Account details

Insert details of account which is to be debited.

Account Name	
BSB Number	Account Number
Bank Name	
Bank Address	

Direct debiting is not available on the full range of accounts. If in doubt, please refer to your Bank / Financial Institution.

Acknowledgement

By signing this Direct Debit Request you acknowledge having read and understood the terms and conditions governing the debit arrangements between you and Equity Trustees Limited as set out in this Request and the Terms and Conditions.

Payment Details for initial or additional investment

Fund	Amount
EQT Spectrum Credit Opportunities Fund (Minimum \$5,000 or \$1,000 for additional investments)	\$

Payment Details for Regular Investment Plan

Fund	Amount per month
EQT Spectrum Credit Opportunities Fund (Minimum \$100)	\$

Signature and address

Signature	Date	
Signature	Date	
Address 1		
Address 2		
Suburb	State	Postcode

Company Seal (if applicable)

Section 13 - Annual Financial Report

You can obtain a copy of the annual financial report for the Fund from the EQT website at www.eqt.com.au from 30 September each year. However, if you would like to receive a copy by post please tick the box below.

If you would like to receive a copy of the annual financial report for the Fund by mail please tick the box.

Section 14 – Privacy

When you complete this Application Form EQT will be collecting personal information from you for the primary purpose of processing and administering your investment in the Fund. In order to comply with Australian Taxation laws, the Corporations Act, the Anti-Money Laundering and Counter-Terrorism Act and other laws and regulations EQT must collect certain information about you.

EQT may also be required to obtain personal information (including sensitive information) about you from third parties in order to comply with these laws.

EQT may disclose your personal information to other parties involved in providing services to, administering or managing the Fund (such as to your financial adviser and to service providers such as external administrators and posting services).

EQT may also use your information to forward to you, from time to time, details of other investment opportunities offered by EQT in which you may be interested, please tick the box below.

Section 15 – Declarations and elections

I/We have read the PDS to which this Application Form applies and agree to be bound by the terms and conditions of the PDS and the Constitution of the Fund in which I/we have chosen to invest. I/We have detached this Application Form from the PDS and declare that all details are true and correct.

I/We acknowledge that Equity Trustees Limited is not responsible for the delays in receipt of monies caused by the postal service or the applicant's bank. If I/we have provided an e-mail address, I/we consent to receive on-going investor information including PDS information, confirmations of transactions and additional information as applicable, via that method of delivery. I/we received and accepted this offer in Australia.

If I/we have completed and lodged the relevant sections on authorised representatives/agents on the Application Form, I/we agree to release, discharge and agree to indemnify Equity Trustees Limited from and against any and all losses, liabilities, actions, proceedings, account claims and demands arising from Equity Trustees Limited acting on the instructions of my/our authorised representative/agent.

By signing this Application Form, I/we acknowledge that I/we have read and understood the PDS and where appropriate have obtained my/our own independent financial investment advice (having regard to the inherently complex nature of this product). If this is a joint application each of us agrees our investment is held as joint tenants.

I/We acknowledge that I am / we are 18 years of age or over and I am / we are eligible to hold units in the Fund in which I/we have chosen to invest.

I/We acknowledge and agree that where the Responsible Entity, in its sole discretion, determines that:

- I/we are ineligible to hold units in a Fund or have provided misleading information in my/our Application Form; or
- I/we owe any amounts to EQT or any other person,

I/We agree to provide further information or personal details to the Responsible Entity if required to meet its obligations under anti-money laundering and counter-terrorism legislation and acknowledge that processing of my/our application may be delayed and will be processed at the unit price applicable for the Business Day as at which all required information has been received and verified.

I/we appoint the Responsible Entity as my/our agent to submit a withdrawal request on my/our behalf in respect of all or part of my/our units, as the case requires, in the Fund.

Other investment information

Please tick this box if you do **not** want to be updated with such investment opportunities. If you do not mark the box we will assume that you want to hear about the investment opportunities we have described.

Financial Adviser Access to investor information
(This section is to be completed by Applicants who apply for units in the Fund via a Financial Adviser)

I/We agree that information relating to my/our investment be supplied to my/our financial adviser.

Please tick this box if you **do not** wish to your financial adviser to have access to information about your investment.

Please elect if you wish copies of **all** transaction confirmations to be provided to your financial adviser.

Note: *If no election is made copies **will not** be sent.*

Yes, please send copies of all transaction confirmations to my/our adviser

No, please **DO NOT** send copies of all transaction confirmations to my/our adviser

EQT Online Access

Please tick the box if all the undersigned would like online access to view the details of this investment. Defined terms have the meaning given in the Conditions of EQT Online Access. By signing below you verify that you have read, understood and agree to be bound by the Conditions of EQT Online Access. Please ensure you have provided your email address in Section 10 to receive details as per the Conditions.

Authorised signatories for future instructions
 (You may specify the way that you wish to sign future instructions in relation to your investment in the Funds.)

These instructions do not apply for your initial application. They will apply to all your existing and future Unit holdings in the Fund until such time as you advise EQT in writing to the contrary.

A. Individual / Joint / Sole Trader Please tick one of the following options

- all unitholders must sign (unless indicated)
 any one unitholder may sign

B. Company (Please tick one of the following options)

- sole director and company secretary
 one director and company secretary

- two directors

AND also tick one of the following options

- Signed under common seal
 Signed without common seal

C. Trust / Superannuation Fund / Partnership
 (Please tick one of the following options)

- one director and secretary
 two directors
 two executive officers
 two authorised signatories

AND also tick one of the following options

- Signed under common seal
 Signed without common seal

Section 16 - Signatures

Name of Applicant	Signature of Applicant	Date

Capacity (please tick if applicable)

- Individual Signatory Sole Director / Secretary Secretary
 Joint Signatory Director Authorised Signatory

Name of Applicant	Signature of Applicant	Date

Capacity (please tick if applicable)

- Individual Signatory Sole Director / Secretary Secretary
 Joint Signatory Director Authorised Signatory

Company Seal (If applicable)

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Investment Manager

Spectrum Asset Management Ltd
ABN 31 096 442 198
AFSL 225069
Level 6, 2 Barrack Street
Sydney NSW 2000
Website www.spectruminvest.com.au

Equity Trustees Limited

ABN 46 004 031 298

AFSL 240975

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Melbourne VIC 3000

GPO Box 2307
Melbourne VIC 3001

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EQT Client Services 1300 555 378
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Email equity@eqt.com.au
Website www.eqt.com.au