



PERPETUAL PURE SERIES FUNDS

PDS UPDATE 1 NOVEMBER 2019

This document should be read in conjunction with Product Disclosure Statement issue number 3 dated 1 November 2018 for Perpetual Pure Series Funds (PDS). This document updates the PDS in relation to the disclosures detailed below.

FEES AND OTHER COSTS

The entire content on page 11 of the PDS is replaced with the following updated information.

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 investment 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 us 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.moneysmart.gov.au) has a managed funds fee calculator to help you check out different fee options.

FEES AND OTHER COSTS

This document shows fees and other costs that you may be charged. These fees and other costs may be deducted from your money, from the returns on your investment or from the Fund's assets as a whole.

Tax information, including goods and services tax (GST), is set out on pages 22-23 of the PDS. Unless otherwise stated, all fees and other costs disclosed in the PDS are inclusive of the net effect of GST.

You should read all information about fees and costs because it's important to understand their impact on your investment.

If you are an indirect investor, any additional fees that you may be charged by your Service operator for investing in the Funds via their Service will be set out in your Service operator's disclosure document.

FEES AND OTHER COSTS

PERPETUAL PURE SERIES FUNDS										
TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID								
FEES WHEN YOUR MONEY MOVES IN OR OUT OF THE MANAGED INVESTMENT PRODUCT										
Establishment fee The fee to open your investment	Nil.	Not applicable.								
Contribution fee The fee on each amount contributed to your investment	Nil. ^{1,2}	No contribution fee is currently charged.								
Withdrawal fee The fee on each amount you take out of your investment	Nil. ^{1,2}	No withdrawal fee is currently charged.								
Exit fee The fee to close your investment	Nil.	Not applicable.								
MANAGEMENT COSTS³										
The estimated fees and costs for managing your investment	<table border="1"> <thead> <tr> <th>Fund</th> <th>Estimated total management cost (% pa)</th> </tr> </thead> <tbody> <tr> <td>Perpetual Pure Equity Alpha Fund</td> <td>2.10%</td> </tr> <tr> <td>Perpetual Pure Microcap Fund</td> <td>3.83%</td> </tr> <tr> <td>Perpetual Pure Value Share Fund</td> <td>1.50%</td> </tr> </tbody> </table>	Fund	Estimated total management cost (% pa)	Perpetual Pure Equity Alpha Fund	2.10%	Perpetual Pure Microcap Fund	3.83%	Perpetual Pure Value Share Fund	1.50%	<p>Management costs may be charged directly to the Funds and/or incurred indirectly in underlying funds.</p> <p>Management fees, which are expressed as a percentage of the net asset value of each Fund, are calculated and accrued daily and generally paid to us monthly. They are deducted directly from each Fund's assets and reflected in the unit price of the Fund each day.</p> <p>Performance fees for Perpetual Pure Equity Alpha Fund and Perpetual Pure Microcap Fund are calculated daily and, if applicable, accrued in the Funds' unit prices. Where payable, performance fees are deducted directly from these Funds and paid to us six-monthly.⁴</p> <p>Indirect costs are payable when incurred.</p>
Fund	Estimated total management cost (% pa)									
Perpetual Pure Equity Alpha Fund	2.10%									
Perpetual Pure Microcap Fund	3.83%									
Perpetual Pure Value Share Fund	1.50%									
SERVICE FEES⁵										
Switching fee The fee for changing investment options	Not applicable.	Not applicable.								

1 See 'Maximum fees and charges' on pages 14-15 of the PDS for details of the maximum fee amounts allowed under the Funds' constitutions.

2 A buy/sell spread will generally apply (see 'Buy/sell spread' on page 14 of the PDS for details).

3 See 'Management costs' on page 12 of the PDS for further details.

4 See 'Performance fees' on page 12 of the PDS for further details.

5 A member advice fee may also be payable (see 'Member advice fees' on page 15 of the PDS for details).

ADDITIONAL EXPLANATION OF FEES AND COSTS

The corresponding 'Management costs' content on page 12 of the PDS is replaced with the following 'Updated management costs' information.

UPDATED MANAGEMENT COSTS

The total management cost for each Fund comprises:

- the management fee
- any applicable performance fees
- indirect costs.

The amounts shown in the following table include all direct and indirect management costs. The indirect costs information is based on information available and (if applicable) estimates as at the date of this PDS update. Any updates from time to time, which are not materially adverse, will be available at our website.

Management costs may vary in future years. Updated details will also be available at our website each year.

ESTIMATED MANAGEMENT COSTS

FUND	MANAGEMENT FEE (% PA)	ESTIMATED PERFORMANCE FEES ¹ (% PA)	ESTIMATED INDIRECT COSTS (% PA)		ESTIMATED TOTAL MANAGEMENT COST (% PA)
			ESTIMATED EXPENSE RECOVERIES ²	ESTIMATED OTHER INDIRECT COSTS ³	
Perpetual Pure Equity Alpha Fund	1.28%	0.82% ⁴	0.00%	0.00%	2.10%
Perpetual Pure Microcap Fund	1.28%	2.55% ⁵	0.00%	0.00%	3.83%
Perpetual Pure Value Share Fund	1.50%	n/a	0.00%	0.00%	1.50%

- Past performance and these estimates are not indicative of future returns.** Performance fees payable in the future may vary depending on the Funds' actual investment returns, with every 1% of outperformance above a Fund's performance hurdle resulting in a performance fee of 0.205% provided any other conditions are also met.
- Since we currently choose to pay normal operating expenses out of our management fee, these amounts represent any abnormal operating expenses recovered from the Funds for the year ended 30 June 2019, which may vary in future years.
- These estimated amounts include any indirect costs associated with investing in any underlying funds and relevant derivatives for the year ended 30 June 2019, which may vary in future years. See 'Other indirect costs' on page 13 of the PDS for further information.
- This estimate is based on average annual performance fees charged in Perpetual Pure Equity Alpha Fund for the previous five financial years ended 30 June 2019, where performance fees have ranged between 0.00% and 1.75% pa over that period. The performance fee for the financial year ended 30 June 2019 was 0.00%.
- This estimate is based on average annual performance fees charged in Perpetual Pure Microcap Fund for the previous five financial years ended 30 June 2019, where performance fees have ranged between 0.00% and 6.16% pa over that period. The performance fee for the financial year ended 30 June 2019 was 0.00%.

EXAMPLES OF ANNUAL FEES AND COSTS

The examples on page 16 of the PDS are replaced with the following updated examples.

These tables give examples of how the fees and costs in the Funds can affect your investment over a one-year period. You should use these tables to compare the Funds with other managed investment products.

EXAMPLE – PERPETUAL PURE EQUITY ALPHA FUND		BALANCE OF \$50,000 ¹ WITH A CONTRIBUTION OF \$5,000 DURING YEAR
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.00. ²
PLUS Management costs	2.10% ³	And , for every \$50,000 you have in the Fund you will be charged \$1,050.00 each year.
EQUALS Cost of Fund		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 of \$1,050.00 . ^{1,2} What it costs you will depend on the amount of the Fund's performance fee and its indirect costs each year and the management fee you may be able to negotiate with us, your financial adviser or Service operator (as applicable).

EXAMPLE – PERPETUAL PURE MICROCAP FUND		BALANCE OF \$50,000 ¹ WITH A CONTRIBUTION OF \$5,000 DURING YEAR
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.00. ⁴
PLUS Management costs	3.83% ⁵	And , for every \$50,000 you have in the Fund you will be charged \$1,915.00 each year.
EQUALS Cost of Fund		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 of \$1,915.00 . ^{1,4} What it costs you will depend on the amount of the Fund's performance fee and its indirect costs each year and the management fee you may be able to negotiate with us, your financial adviser or Service operator (as applicable).

EXAMPLE – PERPETUAL PURE VALUE SHARE FUND		BALANCE OF \$50,000 ¹ WITH A CONTRIBUTION OF \$5,000 DURING YEAR
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.00. ⁶
PLUS Management costs	1.50%	And , for every \$50,000 you have in the Fund you will be charged \$750.00 each year.
EQUALS Cost of Fund		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 of \$750.00 . ^{1,6} What it costs you will depend on the amount of the Fund's indirect costs each year and the management fee you may be able to negotiate with us, your financial adviser or Service operator (as applicable).

- 1 We have assumed a constant value of \$50,000 for the whole year.
- 2 A buy spread of 0.20% (as at the date of this PDS update and which may have since changed), equal to \$10.00 on a \$5,000 contribution, will also apply (see 'Buy/sell spread' on page 14 of the PDS for further information).
- 3 This percentage includes an **estimated** performance fee of 0.82% that may apply and which may vary in future years (see the 'Estimated management costs' table on page 3 of this PDS update and 'Performance fees' on page 12 of the PDS for further information).
- 4 A buy spread of 0.17% (as at the date of this PDS update and which may have since changed), equal to \$8.50 on a \$5,000 contribution, will also apply (see 'Buy/sell spread' on page 14 of the PDS for further information).
- 5 This percentage includes an **estimated** performance fee of 2.55% that may apply and which may vary in future years (see the 'Estimated management costs' table on page 3 of this PDS update and 'Performance fees' on page 12 of the PDS for further information).
- 6 A buy spread of 0.15% (as at the date of this PDS update and which may have since changed), equal to \$7.50 on a \$5,000 contribution, will also apply (see 'Buy/sell spread' on page 14 of the PDS for further information).

Disclaimer

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