

# Sandhurst Strategic Income Fund

## Product Disclosure Statement and Reference Guide updates

This document contains updates to information in the Sandhurst Strategic Income Fund Product Disclosure Statement (PDS) and Reference Guide, both dated 31 May 2023, where the updated information is not materially adverse.

The updates below should be read in conjunction with the current PDS and Reference Guide (as relevant) which can be found [here](#).

Sandhurst Trustees Limited ABN 16 004 030 737 AFSL 237906 (Sandhurst) is the responsible entity of the Sandhurst Strategic Income Fund ARSN 151 201 106 (Fund).

### 15 December 2023 – Changes to strategic asset class allocation

The Sandhurst Strategic Income Fund (Fund) has had a change to its asset allocation. The minimum exposure to Bank deposits and money market securities will reduce from 20% to 5%.

#### PDS Page 5:

- The Strategic asset class allocation table is deleted and replaced with the following:

Strategic asset class allocation	Exposure		Max	Min
	Primary	Bank deposits and money market securities	100%	5%
		Government bonds	80%	0%
		Semi government and supranational bonds	60%	0%
		Corporate bonds and floating rate notes	60%	0%
		Asset backed securities	40%	0%
	Secondary	Hybrid securities and other assets	10%	0%
	Primary securities total		100%	90%
Secondary securities total		10%	0%	

### 4 December 2023 – Fees and Costs update

Sandhurst has undertaken an annual review of the fees and costs in relation to the Fund's financial year ended 30 June 2023 and wishes to update the fees and costs disclosed in the PDS and the Reference Guide.

The below updates are made to the PDS.

#### PDS Page 6:

- The Fees and costs summary table is deleted and replaced with the following:

## Sandhurst Strategic Income Fund

Type of fee or cost	Amount	How and when paid
<b>Ongoing annual fees and costs</b>		
<p><i>Management fees and costs*</i></p> <p>The fees and costs for managing your investment</p>	<p>Class A units: 0.80% p.a.</p> <p>Class B units: 0.46% p.a.</p>	<p>The Fund's management fee is 0.79% p.a. for Class A units and 0.45% p.a. for Class B units and is calculated on the Fund's net asset value, accrued daily and paid monthly in arrears to Sandhurst from the Fund's assets as a whole. Management fees and costs include indirect costs of 0.01% p.a. which are paid when they arise from the fund's assets. The deduction of management fees and costs is reflected in the Fund's unit price.</p>
<p><i>Performance fees</i></p> <p>Amounts deducted from your investment in relation to the performance of the product</p>	Nil	Sandhurst does not charge a performance fee for managing the Fund.
<p><i>Transaction costs</i></p> <p>The costs incurred by the scheme when buying or selling assets</p>	0.00% p.a.	Transaction costs incurred by the Fund are paid as and when they are incurred by a deduction from the Fund, and transaction costs incurred by an interposed vehicle in which the Fund has invested are paid by that interposed vehicle. In each case, these transaction costs are reflected in the Fund's unit price.
<b>Member activity related fees and costs (fees for services or when your money moves in or out of the scheme)^</b>		
<p><i>Establishment fee</i></p> <p>The fee to open your investment</p>	Nil	Not applicable
<p><i>Contribution fee</i></p> <p>The fee on each amount contributed to your investment</p>	Nil	Not applicable
<p><i>Buy-sell spread#</i></p> <p>An amount deducted from your investment representing costs incurred in transactions by the scheme</p>	<p>Buy spread: 0.05%</p> <p>Sell spread: 0.13%</p>	The buy spread applies to each application in the Fund and is deducted from your investment amount upon application. The sell spread applies to each withdrawal and is deducted from your investment amount upon withdrawal.
<p><i>Withdrawal fee</i></p> <p>The fee on each amount you take out of your investment</p>	Nil	Not applicable
<p><i>Exit fee</i></p> <p>The fee to close your investment</p>	Nil	Not applicable
<p><i>Switching fee</i></p> <p>The fee for changing investment options</p>	Nil	Not applicable

\* The amount of this fee can be negotiated. See "Differential fee arrangements" under the heading "Additional explanation of fees and costs" in the Reference Guide for more information.

^ These fees do not include amounts payable to a financial adviser. See "Advice fee" under the heading "Additional explanation of fees and costs" in the Reference Guide for more information.

# These spreads can increase materially in stressed market conditions. See "Buy/sell spread" under the heading "Additional explanation of fees and costs" in the Reference Guide for more information.

**PDS Page 7:**

- Under the 'Example of annual fees and costs for the Fund' section, the table is deleted and replaced with the following:  
The following table gives an example of how the fees and costs for the Fund can affect your investment over a one-year period. You should use this table to compare the Fund with other managed investment products.

<b>EXAMPLE:</b> Sandhurst Strategic Income Fund (Class A)		<b>BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING YEAR</b>
Contribution Fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.
<b>PLUS</b> Management Fees and Costs	0.80% p.a.	<b>And</b> , for every \$50,000 you have in the Sandhurst Strategic Income Fund – Class A, you will be charged or have deducted from your investment \$400 each year.
<b>PLUS</b> Performance Fees	Nil	<b>And</b> , you will be charged or have deducted from your investment \$0 in performance fees each year.
<b>PLUS</b> Transaction Costs	0.00% p.a.	<b>And</b> , you will be charged or have deducted from your investment \$0 in transaction costs.
<b>EQUALS</b> Cost of Sandhurst Strategic Income Fund (Class A)		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 and costs in the range of:  <b>\$400 to \$440</b>  <b>What it costs you will depend on the fees you negotiate.</b>

**Reference Guide Page 3**

- Under the 'Multi-class pricing' section, the table is deleted and replaced with the following:  
As detailed in the PDS, the Fund offers more than one class of unit and the term used to describe this type of offering is called 'multi-class pricing'.

A summary of the differences in Class A units and Class B units is provided in the following table:

Type of investor definition	Direct Investor	Direct Investor (Wholesale client)	Platform Investor
Type of units	Class A	Class B <sup>1</sup>	Class B
Minimum initial investment	\$2,000	\$500,000	As directed by the Platform operator
Minimum additional investment	\$500 or \$50 per month via the regular savings plan (see below)		
Minimum investment balance	\$2,000	\$500,000	
Regular savings plan (RSP) offered	Yes		
Minimum withdrawal	\$1,000		
Maximum withdrawal	Total monthly withdrawals are capped at \$1m per investor <sup>2</sup>		
Application processing	Daily		
Withdrawal processing	Weekly on Wednesdays <sup>2</sup>		
Management fees and costs	0.80% p.a.	0.46% p.a. <sup>3</sup>	

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Entry and exit fees	Nil	
Buy/Sell spread <sup>4</sup>	0.05% / 0.13% of the Net Asset Value (NAV) per Unit	
Unit pricing	Daily unit pricing for applications Weekly unit pricing for withdrawals	Daily unit pricing

1. Sandhurst may, at its discretion, offer the opportunity to invest directly in Class B units to investors who are Wholesale Clients.
2. Withdrawals for Direct Investors will ordinarily be processed on a Wednesday or the next Business Day if Wednesday is a public holiday in Melbourne. For each Direct Investor, total monthly withdrawals for any particular calendar month are capped at \$1,000,000. We have absolute discretion to refuse or partially satisfy or fully satisfy any withdrawal request above this cap.
3. For Platform Investors, your Platform operator may charge additional amounts to process your investments or withdrawals in the Fund or to manage your investments in the Fund.
4. The buy/sell spread is reflective of anticipated costs of buying or selling investments as a result of investors acquiring or withdrawing units in the Fund and is subject to change from time to time.