

BT Classic Investment Funds

Product Disclosure Statement (PDS)

Issued 14 February 2025

About this PDS

This PDS provides a summary of the key information relating to the BT Classic Investment Funds being offered under this PDS, which are the Investment Options set out in the Other important information section – ‘The Investment Options included in this PDS’. BT Funds Management No. 2 Limited ABN 22 000 727 659 AFSL 233720 and Westpac Financial Services Limited ABN 20 000 241 127 AFSL 233716 (we, our, us) are issuers and the Responsible Entities of the BT Classic Investment Funds (as applicable), have jointly prepared this PDS and each take full responsibility for the whole of this PDS.

The Responsible Entity of each managed investment scheme offered under this PDS (in this PDS referred to as an Investment Option or a Fund) is the issuer of units in that Investment Option.

The Responsible Entity of each Investment Option is set out in the Other important information section – ‘The Investment Options included in this PDS’.

General advice warning

The information contained in this PDS is general information only and does not take into account your personal objectives, financial situation or needs. You may wish to consult a licensed financial adviser to obtain financial advice that is tailored to suit your personal circumstances. All amounts referred to in this PDS are in Australian dollars unless otherwise stated.

The returns quoted in this PDS do not therefore take into account the effect of currency fluctuations between AUD and NZD over the specified time period, and you should be aware that such future fluctuations will have an effect on the NZD value of returns for New Zealand investors.

Contact us

For all telephone enquiries:

- Australian investors can contact us on 02 8456 0230, 8.30am to 5.30pm (Sydney time) Monday to Friday.
- New Zealand investors can contact us on 0800 894 131, 8.30am to 5.30pm (Sydney time) Monday to Friday.

For all written correspondence:

- BT Funds
GPO Box 804
Melbourne VIC 3001
Australia
- or email btffunds@unitregistry.com.au

You can also view information at bt.com.au.

Important information about the availability of the BT Classic Investment Funds

The Investment Options are not currently offered publicly in New Zealand and are closed to any investment by new or existing New Zealand investors, except for distribution reinvestments by existing New Zealand investors. To clarify, new applications and additional investments (including investments via the Regular Investment Plan but excluding distribution reinvestments) are not currently being accepted from New Zealand investors.

The BT Classic Investment Funds are only available to existing investors in the Investment Options. With the exception of New Zealand investors, existing investors may make additional investments into an Investment Option in which they are already invested and may switch their investment from an Investment Option to another, in full or in part, if they have existing holdings in that Investment Option. Please note that if an investor divests their interest in an Investment Option in full, they will be unable to invest back into that Investment Option.

Updated information

Information in this PDS is subject to change from time to time. Any changes to information in the PDS that are not materially adverse may be updated on bt.com.au/pdsupdates. If the change to the information in the PDS is materially adverse, we will update the PDS and provide notice as required by law. The PDS is available on bt.com.au. You may also be able to obtain a paper copy or an electronic copy of the PDS or any updated information, free of charge, on request, in several ways:

- Call our Customer Relations team on 02 8456 0230 (Australian investors) or 0800 894 131 (New Zealand investors).
- Email us at btfunds@unitregistry.com.au.
- Contact your master trust or wrap account operator (for indirect investors).
- Contact your financial adviser.

Investment in BT Classic Investment Funds (the Investment Options)

BT Funds Management No. 2 Limited and Westpac Financial Services Limited are members of the Westpac Group.

An investment in the Investment Options is not a deposit with, or any other liability of, Westpac Banking Corporation ABN 33 007 457 141 AFSL 233714 (the Bank) or any other company in the Westpac Group. It is subject to investment risk, including possible delays in repayment of withdrawal proceeds and loss of income and principal invested.

Neither the Bank nor any other company in the Westpac Group has issued, stands behind or otherwise guarantees the capital value or investment performance of the Investment Options offered in this PDS.

New Zealand warning statement

The Investment Options are not currently offered publicly in New Zealand and are closed to any investment by new or existing New Zealand investors, except for distribution reinvestments by existing New Zealand investors. To clarify, new applications and additional investments (including investments via Regular Investment Plan but excluding distribution reinvestments) are not currently being accepted from New Zealand investors.

- This offer to New Zealand investors is a regulated offer made under Australian and New Zealand law. In Australia, this is Chapter 8 of the *Corporations Act 2001* (Aust) and regulations made under that Act. In New Zealand, this is subpart 6 of Part 9 of the *Financial Markets Conduct Act 2013* and Part 9 of the *Financial Markets Conduct Regulations 2014*.

- This offer and the content of the offer document are principally governed by Australian rather than New Zealand law. In the main, the *Corporations Act 2001* (Aust) and the regulations made under that Act set out how the offer must be made.
- There are differences in how financial products are regulated under Australian law. For example, the disclosure of fees for managed investment schemes is different under the Australian regime.
- The rights, remedies, and compensation arrangements available to New Zealand investors in Australian financial products may differ from the rights, remedies, and compensation arrangements for New Zealand financial products.
- Both the Australian and New Zealand financial markets regulators have enforcement responsibilities in relation to this offer. If you need to make a complaint about this offer, please contact the Financial Markets Authority, New Zealand (www.fma.govt.nz). The Australian and New Zealand regulators will work together to settle your complaint.
- The taxation treatment of Australian financial products is not the same as for New Zealand financial products.
- If you are uncertain about whether this investment is appropriate for you, you should seek the advice of a financial advice provider.
- The offer may involve a currency exchange risk. The currency for the financial products is not New Zealand dollars. The value of the financial products will go up or down according to changes in the exchange rate between that currency and New Zealand dollars. These changes may be significant.
- If you expect the financial products to pay any amounts in a currency that is not New Zealand dollars, you may incur significant fees in having the funds credited to a bank account in New Zealand in New Zealand dollars.
- The dispute resolution process described in this PDS is available only in Australia and is not available in New Zealand.

Terms used in this PDS

Defined terms in this PDS have the meaning given to them in 'Terms used in this PDS' in the 'Other important information' section of this PDS.

How to apply

To invest you must complete the Application Form attached to or accompanying the PDS, a copy of which can be obtained from BT Online or by calling BT Customer Relations.

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About the Responsible Entities

Westpac Financial Services Limited ABN 20 000 241 127 AFSL 233716 (WFSL) and BT Funds Management No. 2 Limited ABN 22 000 727 659 AFSL 233720 (BTFM2) are the Responsible Entities of the Funds and the issuers of this PDS. WFSL and BTFM2 are part of BT Financial Group (BT), the wealth management arm of the Westpac Group. The Investment Options and their respective Responsible Entities are listed in 'The Investment Options included in this PDS' in the 'Other important information' section of this PDS.

WFSL and BTFM2 are responsible for the day-to-day administration of the Funds, and for ensuring it complies with the Funds' constitutions and any relevant legislation. This responsibility includes establishing, implementing and monitoring the Funds' investment objective and strategy.

The information contained in this PDS is general information only and does not take into account your personal objectives, financial situation or needs. You may wish to consult a licensed financial adviser to obtain financial advice that is tailored to suit your personal circumstances. All amounts referred to in this PDS are in Australian dollars unless otherwise stated. The returns quoted in this PDS do not therefore take into account the effect of currency fluctuations between AUD and NZD over the specified time period, and you should be aware that such future fluctuations will have an effect on the NZD value of returns for NZ investors.

Investment management of the Funds

WFSL and BTFM2 have selected Pandal Institutional Limited ABN 17 126 390 627 AFSL 316455 (Pandal, Investment Manager) to manage the assets of the Funds. As the Funds' investment manager, Pandal has day-to-day control over the investment operation of the Funds.

WFSL and BTFM2 each review the selected investment manager(s) of the Funds from time to time and as part of this review process we may remove, replace or add an investment manager. We may do this at any time and in some cases without notice.

Pandal has consented to being named in this PDS, to statements about it being included based on information it has provided and in the form and context in which it has been included, and has not withdrawn this consent before the date of this PDS.

Eligibility

The offer made in this PDS is available only to persons receiving this PDS (electronically or otherwise) within Australia. Persons should read this PDS and any other document accompanying this PDS. Other than as permitted by law, interests in the Funds will only be issued on receipt of an Application Form issued with this PDS. Applications from outside Australia will not be accepted. You must be 18 years of age or older to invest in BT Classic Investment Funds. WFSL and BTFM2 may accept or reject an application without giving reasons.

Investment in the BT Classic Investment Funds

WFSL and BTFM2 are members of the Westpac Group. An investment in any investment options offered in this PDS is not a deposit with, or any other liability of, Westpac Banking Corporation ABN 33 0007 457 141 (Westpac, the Bank) or any other company in the Westpac Group. It is subject to investment risk, including possible delays in repayment of withdrawal proceeds and loss of income and principal invested. Neither the Bank nor any other company in the Westpac Group (including WFSL and BTFM2) has issued, stands behind or otherwise guarantees the capital value or investment performance of any investment option offered in this PDS.

1. Why invest in the BT Classic Investment Funds?

Why invest in managed funds?

Managed funds offer a number of benefits including:

- **Diversification** – managed funds allow you to pool your money with many other investors to invest in a range of assets. Diversifying across different assets helps reduce the risk of investing. You can spread your investment across different asset classes such as shares, property, fixed interest securities and cash. Plus you can diversify your investment within each of these types of assets
- **Simplicity** – managed funds make it easier to spread your investments across a range of assets, as well as making it easier to keep track of them. Investment professionals monitor your investments and provide you with regular information – including information to help you lodge an Australian tax return
- **Investment expertise** – managed funds use the expertise of a team of professionals to analyse investment opportunities on an ongoing basis and then assemble those opportunities in a diversified portfolio. These professionals have the experience, time and resources to study individual assets and investment markets to a much greater depth than a typical individual investor
- **Access to all major asset classes** – managed funds are a convenient way to invest in the major asset classes (shares, property, fixed interest securities and cash). This may include those difficult to access investments such as commercial property (e.g. shopping centres and office towers) as well as international shares and foreign government bonds.

Services to make investing easier

- You can check your balance and find out more about investing through our website (BT Online).
- Features such as distribution reinvestment and our Regular Investment Plan make it easier for you to manage your money in a way that suits your financial situation, goals and needs.
- Contact us to get the answers to your questions (see the 'Contact us' section on the front cover of this PDS for our contact details)."

About BT

BT is the wealth management arm of the Westpac Group.

In both Australia and New Zealand, BT provides a diverse range of investment choices, including funds managed by BT's own team and through alliances with global investment managers.

Financial advice

We recommend you obtain professional financial advice before making any investment decision.

A financial adviser can help you decide on an investment strategy that is best suited to you. They can make a detailed assessment of your financial situation, help you define your investment goals, and select products that suit your needs and your risk and return preferences.

2. At a glance

An overview of the main features of the BT Classic Investment Funds

The BT Classic Investment Funds are only available to existing investors of the Investment Options. With the exception of New Zealand investors, existing investors may make additional investments into an Investment Option in which they are already invested and may switch their investment from an Investment Option to another, in full or in part, if they have existing holdings in that Investment Option. Please note that if an investor divests their interest in an Investment Option in full, they will be unable to invest back into that Investment Option.

		See section
Investment choices	Each Investment Option offered in the BT Classic Investment Funds is available exclusively to existing investors in that Investment Option, for so long as they continue to maintain a holding in the Investment Option.	Investment Option profiles
Investing and transacting minimums	Additional investment There is no minimum amount for additional investments including those made by a Regular Investment Plan (if applicable).	Managing your investment
	Switches There is no minimum switch amount.	
	Withdrawals There is no minimum withdrawal amount.	
Fees and other costs	Other fees and costs Refer to the 'Fees and other costs' section of this PDS.	Fees and other costs
Distributions	Distributions You can elect to reinvest your distributions or have them paid to your nominated bank account.	Managing your investment
	Frequency Refer to 'Investment Option profiles' for the distribution frequency of each Investment Option.	Investment Option profiles
Keeping you informed	To keep you up-to-date we provide: <ul style="list-style-type: none"> – transaction confirmations – taxation statements – annual reports – access to information – BT Online (bt.com.au) – BT Customer Relations 	Managing your investment
Other important information	Regular Investment Plan (if applicable) Make automatic monthly investments by direct debit.	Managing your investment

Important note: we may vary the investing and transacting minimums. If minimums are varied, we will inform investors in their next regular communication and online at bt.com.au/pdsupdates. For information on how we may vary fees and costs, refer to the 'Fees and other costs' section of this PDS.

3. Choosing your Investment Options

There are a range of factors to consider before choosing the Investment Option(s) that best suit your objectives, financial situation and needs.

Different ways to invest

Asset classes explained

The four major asset classes are shares, property, fixed interest securities and cash. Alternative investments are an additional asset class.

Asset class	Benefits and risks
<p>Shares (also known as equities) represent a part ownership in a company and are also known as equity. Investors are entitled to share in the future of that company, which may include the receipt of income (dividends), as well as the potential for capital gains if the share price rises.</p>	<p>Shares have historically delivered the best return of the major asset classes, over the longer term. However, they are the most volatile as their value can be impacted by the expectation of their earnings and profits, industry trends and general market sentiment.</p>
<p>Property includes residential, commercial and industrial property. Investments in property may be made directly or indirectly via property trusts or by buying shares in property companies which may be listed on a stock exchange. Property trusts and companies can invest into shopping centres, office towers, hotels and factories or into unlisted property investment vehicles such as private equity vehicles, mortgage securities and mortgage trusts. Property can produce a return in the form of capital growth (from the rising value of the investment) and income (typically from rent).</p>	<p>Property related investments are historically less volatile than shares but provide the potential for higher returns than fixed interest securities and cash. However, they are also subject to market sentiment and are influenced by general economic conditions and events that affect the overall sharemarket.</p>
<p>Fixed interest securities represent loans to borrowers such as governments, banks or companies who may be financing investment projects. They include bonds and structured finance products. The borrower generally pays a pre-determined rate of interest for an agreed term. When the term has expired the fixed interest security may be redeemed for cash.</p>	<p>Fixed interest securities are generally less volatile than shares or property but historically they have also earned less over the long term. They are also subject to movements in interest rates. Generally, as market interest rates rise, the value of the fixed interest security will fall.</p>
<p>Cash generally refers to investments in the short-term money market including short-term bonds issued by high quality companies or governments. 'Short term' typically refers to investments that mature in less than 12 months.</p>	<p>Cash is the least risky of the four major asset classes. Historically it has generated the lowest returns of the four major asset classes over the longer term and may be eroded by inflation.</p>
<p>Alternative investments refer to a growing range of investments that do not fall within the four main asset classes. Alternative investments can be based on publicly traded securities like shares, bonds and derivatives, which include hedge funds, absolute return funds and commodity investments. Some alternative investments are based on private securities; these include venture capital and private equity. Investment strategies that may be found in some alternative investments include the use of gearing, short selling (selling something you do not own with a view to buying it back later at a lower price) and more extensive use of derivatives.</p>	<p>Alternative investments have a very wide range of return, risk and correlation characteristics. Some have high return expectations and can be risky. Some have lower return expectations and can be less risky. Some have low correlation to the traditional asset classes although this is not always the case.</p> <p>When added to a portfolio of traditional assets they have the potential to improve the return of that portfolio, reduce the risk of that portfolio or a combination of both.</p>

3. Choosing your Investment Options

Other investment techniques and securities

Investment managers may use various investment techniques and securities to protect and enhance returns.

Currency management

Investing in assets that are denominated in foreign currencies means you are exposed to movements in those currencies. Currency markets can be extremely volatile and affected by a host of factors.

Currency hedging is an investment strategy that aims to reduce currency risk, thereby protecting or potentially improving returns. However it may also reduce the potential gain from investments. Derivatives such as forward foreign exchange contracts are used to reduce the impact of currency fluctuations.

An Investment Option with exposure to international assets can have the currency exposure unhedged, partially or fully hedged and/or actively managed.

Unhedged Investment Options are fully exposed to the impact of currency movements in the Australian dollar relative to foreign currencies for all international assets.

Passive currency management through hedging attempts to smooth out the effects of currency fluctuation. This involves either fully or partially hedging portfolios with assets denominated in foreign currencies.

Some investment managers employ active currency management. This investment approach seeks to use currency trading on foreign exchange markets as an independent source of fund returns. Active currency management has the potential to add further value but can also expose an investment fund to greater risk.

Derivatives

These are investments whose value is derived from other assets, such as shares, and may be used as part of the portfolio management process. Futures contracts and options are examples of derivatives. Derivatives may be used to reduce risk and can act as a hedge against adverse movements in a particular market and/or in the underlying asset. Derivatives can also be used to gain exposure to assets and markets.

While derivatives offer the opportunity for significantly higher gains from a smaller investment (because of the effective exposure obtained) they can also produce significantly higher losses, sometimes in excess of the amount invested.

The investment managers are required to have strict policies and procedures on the use of derivatives and are not permitted to use derivatives to gear the Investment Options (and to the extent of their alternative investment exposure, the diversified Investment Options).

Hybrid securities

These are securities that combine both debt and equity characteristics, and are used by companies to raise money. They include convertible preference shares and notes, preferred units and stapled preference shares and notes. These securities usually provide a fixed rate of return that may be tax effective.

Understanding the risks

The relationship between risk and return

The variability of returns is known as investment risk. Generally, the higher the level of risk you are prepared to accept, the higher the potential returns or losses.

Minimising risk through diversification

Diversification is the spreading of an investment over a range of asset classes, industry sectors and regions with the aim of reducing risk.

You can select Investment Options that:

- spread your investment across a number of asset classes such as shares, property, fixed interest securities and cash
- invest in a particular asset class
- diversify across a range of investment managers.

3. Choosing your Investment Options

The seven categories of risks

The table below allows you to compare the risk of investing in each of the Investment Options. This is not a complete assessment of all forms of investment risk and you should still ensure you are comfortable with the risks and potential losses associated with the relevant investment option.

Risk category	Minimum suggested investment timeframe	Description	Estimated number of negative returns over any 20-year period
Very Low	Up to 2 years	Very low risk of short-term loss	Less than 0.5
Low	2 years	Low risk of short-term loss	Between 0.5 and 1
Low to Medium	3 years	Low to medium risk of short-term loss	Between 1 and 2
Medium	4 years	Medium risk of short-term loss	Between 2 and 3
Medium to High	5 years	Medium to high risk of short-term loss	Between 3 and 4
High	6 years	High risk of short-term loss	Between 4 and 6
Very High	7 years	Very high risk of short-term loss	6 or more

Investment risks

All investments carry risk. Investment risk can be managed and even minimised but it cannot be completely eliminated. It is important to understand that not all risks are foreseeable. The likely investment return and the risk of losing money is different for each Investment Option as different strategies carry different levels of risk depending on the underlying mix of assets that make up each Investment Option. Those assets with potentially the highest long-term return (such as shares) may also have the highest risk of losing money in the shorter term.

Some common types of investment risks are outlined below.

Market risk

The risk that the market price of an asset will fluctuate as a result of factors including economic conditions, government regulations, market sentiment, local and international political events, and environmental and technological issues. Market risk may have different impacts on each type of asset, investment style and investor.

Security specific risk

The risk associated with an individual asset. The value of fixed interest securities can be affected by specific events such as changes in the perceived or actual creditworthiness of a particular issuer.

International investments risk

The risk that investing internationally in one of the major asset classes will give exposure to different or potentially greater risks that are not associated with investing in Australia. International investments may be more affected by political and economic uncertainties, lower regulatory supervision, movements in foreign currency and interest rates, and more volatile, less liquid markets.

Currency risk

The risk that for investments in international assets, a rise in the Australian dollar relative to other currencies, may negatively impact investment values and returns.

The offer may involve a currency exchange risk. The currency for the financial products is not New Zealand dollars. The value of the financial products will go up or down according to changes in the exchange rate between that currency and New Zealand dollars. These changes may be significant.

If you expect the financial products to pay any amounts in a currency that is not New Zealand dollars, you may incur significant fees in having the funds credited to a bank account in New Zealand in New Zealand dollars.

Interest rate risk

The risk that the investment value or future returns of an asset may be adversely impacted by changes in interest rates. Interest rates may directly or indirectly affect a company's cost of borrowings as well as the value of fixed interest securities.

Credit risk

The risk of loss arising from the failure of a borrower to repay its debt or meet its obligations.

It arises primarily from investments in fixed interest securities, mortgage securities and from certain derivatives.

Liquidity risk

This is the risk that an investment may not be easily converted into cash with little or no loss of capital and minimum delay, because of either inadequate market depth or disruptions in the market place. Securities of small companies in particular may become less liquid from time to time, and especially in falling markets. Unlisted property investments may also have limited or no liquidity.

3. Choosing your Investment Options

This means that it may not be possible to sell these investments or to do so in sufficient time to pay withdrawals. If this occurs, withdrawals may be suspended for the protection of all investors, even if other assets can be readily sold. For ways in which we may seek to manage liquidity, please refer to 'Restrictions' – 'Restrictions applying to all Investment Options – when illiquid' in the 'Other important information' section of this PDS.

Alternative investment risk

Alternative investments may have exposure to any of the risks outlined in this section although these investments have a different risk/return profile to traditional investments. Alternative investments may have less liquidity, they may use gearing that magnifies both gains and losses and the variability of returns, and they may use short selling. Short selling involves obligations to purchase shares at some later date. Theoretically as there is no limit to how high a share price may rise, there is also no limit on the losses that can be incurred from short selling, so this increases market and operational risk.

Alternative investments are subject to certain risks that may include periods of large market falls, high volatility or reduced liquidity (ie the ability to sell investments immediately). In addition, losses may arise due to other factors, including poor judgement, misconduct or fraud. Use of gearing in alternative investments may magnify both gains and losses and the variability of returns. Other risks associated with alternative investment strategies may include a heavy reliance on key individuals and being based in a country or countries where the level of regulatory supervision is lower than in Australia.

Derivative risk

The value of derivatives is linked to the value of the underlying assets and can be highly volatile. Potential gains and losses from derivative transactions can be substantial.

Gearing and leveraging risk

Gearing is the use of borrowing to invest. It increases and magnifies the volatility of investment returns and losses. Where investments are leveraged, losses can exceed the original investment.

Other risks

Product risk

To maintain the quality and diversity of our product range, we may make changes to the Investment Options at any time, including:

- adding, closing or terminating an Investment Option
- changing an Investment Option's objective, investment strategy, asset allocation neutral position and ranges or currency strategy (if any)
- changing the rules that govern an Investment Option (e.g. changing fees, notice periods or withdrawing features)

- removing or adding an investment manager or investment consultant.

In some cases we can do these things without prior notice to investors.

You should be aware of these risks when investing and should be aware that not all risks can be foreseen. No matter how skilled the investment managers, or however strong the Investment Option's performance has been in the past, there is always a chance you could receive back less than you invested. Investment returns are volatile and can go up and down. The future performance of Investment Options is not guaranteed and past performance is not a guide to future performance. You may lose money no matter which Investment Option you invest in.

Counterparty risk

The risk of loss resulting from a counterparty not meeting their obligations due to a dispute over terms, the insolvency, financial distress or bankruptcy of a counterparty used by the investment manager(s).

About the Investment Options

We give you access to a limited range of Investment Options. Each of the Investment Options is described in detail in the 'Investment Option profiles' section of this PDS.

How the Investment Options are managed

The Investment Options are managed by Pandal Institutional Limited ABN 17 126 390 627 AFSL 316 455 (Pandal).

An important note about references to assets and asset classes

A reference in this PDS to an Investment Option investing in a specific asset or asset class includes all types of investments which give exposure to that asset or the related asset class, directly or indirectly. This includes through derivatives and investment in other funds (including other BT funds), and through any type of investment which would ordinarily be understood in financial markets to be included in that asset class. For example, investment in 'Australian shares' includes investment in Australian share futures, derivatives based on an index of Australian shares, or funds which invest primarily in Australian shares. 'Australian shares' also includes any shares, units or other securities listed on an Australian exchange or issued or guaranteed by an Australian entity. A statement that an Investment Option invests in a particular class of asset does not preclude investment in other types of assets where the investment manager considers it appropriate to do so in the interests of investors.

3. Choosing your Investment Options

Changes to investment managers and Investment Options

The Responsible Entities review investment managers and Investment Options to ensure we continue to offer a quality range of Investment Options. As part of this review process, we may remove or add an investment manager. An investment manager may change which assets it manages internally or outsource to an external manager.

We can change the Investment Option objective and strategy (including the benchmark), asset allocation neutral position and ranges, and currency strategy (if any), without prior notice. We provide no assurance that any Investment Options currently available in this PDS will continue to be available in the future.

We may do these things at any time and in some cases, without notice. Where we do not give notice we will notify investors of any material changes relating to investment managers or the Investment Options in the next regular communication following the change, or as otherwise required by law.

Changes to investment managers together with information about current investment managers for particular Investment Options will generally be posted on our website at bt.com.au.

Additional information relating to hedge funds

Where required under applicable legislative or regulatory requirements, additional information in relation to Investment Options which are 'hedge funds' will be made available online at bt.com.au/pdsupdates.

Labour standards, environmental, social and ethical considerations

We don't take labour standards or environmental, social or ethical considerations into account when making investment decisions (including investment into an underlying fund, where applicable) or appointing investment managers.

The investment managers may have their own policies to determine if these factors are taken into account when making investment decisions, however we don't require them to do so.

Pendal does not take into account labour standards or environmental, social or ethical considerations when making investment decisions in respect of any Investment Option. However, such issues may financially affect an investment and any such financial effect would influence Pendal's investment decisions.

Where external investment managers make investment decisions that affect the Investment Options, those investment managers may have various policies regarding the extent to which they take into account labour standards or environmental, social or ethical considerations when selecting, retaining or realising investments.

About the investment manager

PENDAL

Pendal Institutional Limited (Pendal) is an investment management firm focused on delivering superior investment returns for its clients through active management. Pendal offers investors a range of Australian and international investment choices including shares, property securities, fixed income and cash strategies, as well as multi-asset and responsible investments. To complement its in-house expertise, Pendal also partners with other leading investment managers.

Pendal operates a multi-boutique style business through a meritocratic investment-led culture. Its experienced, long-tenured fund managers have the autonomy to offer a broad range of investment strategies with high conviction based on an investment philosophy that fosters success from a diversity of insights and investment approaches. Pendal's investment teams are also supported by a strong operational platform across risk and compliance, sales, and marketing and operations, allowing fund managers to focus on generating returns for Pendal's clients.

4. Understanding Investment Option profiles

Key to understanding the Investment Option profiles

Risk category	<p>Investing involves risk. Before making an investment choice you should consider the length of time your money will be invested, the amount of money you are investing, your attitude to risk, the level of risk you are comfortable with, the level of earnings you are expecting from your investments and other investments you may already have.</p> <p>For a description of each category (including the minimum suggested investment timeframe), please refer to 'The seven categories of risk' in the 'Understanding the risks' section of this PDS.</p>
Investment objective	<p>Details the return the Investment Option aims to provide. Where an Investment Option aims to provide an 'overall return' against a benchmark, this return is calculated before the deduction of fees and other costs. The aim for each Investment Option represents the current target which may change over time. These aims may not be achieved and we do not forecast or guarantee the performance of any Investment Option.</p>
Investment strategy	<p>The strategy describes the process used by the investment manager when investing in the relevant asset classes to achieve the investment objective.</p>
Investment manager	<p>The investment manager appointed to manage your money. The manager is responsible for day to day investment decisions such as buying, holding or selling assets within the Investment Option.</p>
Benchmark	<p>The term 'benchmark' here refers to an index or measurement that is used by an investment manager to assess the relative risk and the performance of an Investment Option. For the diversified Investment Options, the benchmark is a weighted average of various indices used by each investment manager, according to the asset allocation neutral position and ranges shown in the profiles. Details of any changes can be found on our website at bt.com.au/pdsupdates.</p>
Asset allocation neutral position (NP) and ranges %	<p>Details the ranges for the asset classes in which each Investment Option invests and, where applicable, asset allocation neutral positions (NPs). The asset allocation neutral position is the starting point for all asset allocation decisions. The investment manager may adjust the exposure within the specified minimum and maximum ranges based on investment views. Details of any change in neutral positions and ranges can be found on our website at bt.com.au/pdsupdates.</p>
Investment manager's currency strategy for Investment Options	<p>Outlines the strategy that the investment manager adopts to manage the currency exposure of any international assets that an Investment Option holds.</p>
Distribution frequency	<p>The frequency that the Investment Option may make distribution payments.</p>

Performance information

The latest information about the performance of the Investment Options is available from our website at bt.com.au/personal/prices-and-performance, BT Customer Relations or your financial adviser.

4. Understanding Investment Option profiles

How we calculate performance

Performance figures (post-fee) are calculated in accordance with the Financial Services Council (FSC) standards. Total returns are calculated:

- to the last day of each month using exit prices
- taking into account management costs of the relevant Investment Option
- assuming reinvestment of distributions (which may include net realised capital gains from the sale of assets of the relevant Investment Option).

No reduction is made to the unit price (or performance) to allow for tax you may pay as an investor, other than withholding tax on foreign income (if any). Certain other fees such as contribution fees or withdrawal fees (if any) are not taken into account.

Performance figures (pre-fee) are calculated by adding back management costs to the post-fee performance.

Investments can go up and down and past performance is not necessarily indicative of future performance. As the Investment Options have minimum suggested investment time frames, it may not be appropriate to compare an Investment Option's performance to its benchmark (if any) over shorter time periods.

Changes to Investment Option details

We have the right to change the Investment Option's objective and investment strategy (including the benchmark), asset allocation neutral position and range, and currency strategy (if any), without prior notice in some cases. We will inform investors of any material change to the Investment Option details in their next regular communication or as otherwise required by relevant law. For details on how to obtain up-to-date Investment Option information, refer to the 'Updated information' section of this PDS.

Investment Options at a glance

Asset class	Risk category	Investment option name	Minimum suggested investment timeframe	Inception date
Diversified	High	BT Active Balanced Fund – NEF	6 years	Sep-1990
	Medium	BT Balanced Returns Fund	4 years	Mar-1991
	High	BT Tax Effective Income Fund – NEF	6 years	Nov-1993
Diversified shares	High	BT Split Growth Fund	6 years	Mar-1984
Australian shares	High	BT Core Australian Share Fund	6 years	Dec-1974
	Very high	BT Natural Resources Fund	7 years	May-1984

¹ Unless otherwise stated, all other investment options referred to in this PDS are not available for investment by New Zealand investors.

4. Understanding Investment Option profiles

		Diversified					
		BT Active Balanced Fund – NEF			BT Balanced Returns Fund		
Investment objective	To provide a return (before fees and taxes) that exceeds the return from its benchmark when measured over the minimum suggested investment timeframe.	To provide a return (before fees and taxes) that exceeds the return from its benchmark when measured over the minimum suggested investment timeframe.					
Investment strategy	The Fund invests in Australian and international shares, Australian and international listed property securities, Australian and international fixed interest, cash and alternative investments. The Fund may also use derivatives. The Fund has a higher weighting towards growth assets than defensive assets.	The Fund invests in Australian and international shares, Australian and international listed property securities, Australian and international fixed interest, cash and alternative investments. The Fund may also use derivatives. The Fund has a higher weighting towards growth assets than defensive assets.					
Investment manager	Pendal ¹	Pendal ¹					
Benchmark	A range of published indices ²	A range of published indices ²					
Asset allocation neutral position (NP) and ranges (%)³		Asset type	NP (%)	Range (%)	Asset type	NP (%)	Range (%)
	Australian shares	29	20-40	Australian shares	23	15-35	
	International shares	32	20-40	International shares	26	15-35	
	Australian property	2	0-10	Australian property	2	0-10	
	International property	2	0-10	International property	2	0-10	
	Australian fixed interest	8	0-25	Australian fixed interest	13	5-25	
	International fixed interest	9	0-25	International fixed interest	15	5-25	
	Alternative investments	14	0-20	Alternative investments	14	0-20	
	Cash	4	0-20	Cash	5	0-20	
Investment manager's currency strategy for non-Australian Investment Options	The international fixed interest and international property securities are fully hedged to the \$A to the extent considered reasonably practicable. Generally, the Investment Option's international share and alternative investment exposures are partially hedged, though the extent of this may vary over time.	The international fixed interest and international property securities are fully hedged to the \$A to the extent considered reasonably practicable. Generally, the Investment Option's international share and alternative investment exposures are partially hedged, though the extent of this may vary over time.					
Distribution frequency	Quarterly	Quarterly					

¹ The investment manager may appoint third parties to manage a portion of the assets of the Investment Option.

² For information refer to 'Benchmark' section in this document.

³ For the most current neutral positions and ranges, please refer to bt.com.au/personal/help/product-updates.

4. Understanding Investment Option profiles

Diversified			
BT Tax Effective Income Fund – NEF			
Investment objective	To provide a return (before fees and taxes) that exceeds the return from its benchmark when measured over the minimum suggested investment timeframe.		
Investment strategy	Invests in Australian shares, fixed interest, alternative investments, listed property trusts, convertible preference shares and cash. The tax effectiveness arises from dividend imputation from Australian shares and tax deferred income from listed property trusts.		
Investment manager	Pendal ¹		
Benchmark	A range of published indices ²		
Asset allocation neutral position (NP) and ranges (%)³	Asset type	NP (%)	Range (%)
	Australian shares	46	20-50
	Australian fixed interest	32	10-35
	Australian property	12	10-30
	Cash	6	5-50
	Alternative investments	4	0-5
	Convertible preference Shares ⁴	0	0-15
Investment manager's currency strategy for non-Australian Investment Options	The Portfolio can invest in currency derivatives.		
Distribution frequency	Monthly		

1 The investment manager may appoint third parties to manage all or a portion of the assets of the Investment Option.

2 For information refer to 'Benchmark' section in this document.

3 For the most current neutral positions and ranges, please refer to bt.com.au/personal/help/product-updates.

4 The convertible preference shares asset allocation range forms part of the Australian shares asset allocation and not in addition to it.

4. Understanding Investment Option profiles

	Diversified share	Australian shares			
	BT Split Growth Fund	BT Core Australian Share Fund			
Investment objective	To provide a return (before fees and taxes) that exceeds the return from its benchmark when measured over the minimum suggested investment timeframe.	To provide a return (before fees and taxes) that exceeds the return from its benchmark when measured over the minimum suggested investment timeframe.			
Investment strategy	Invests in a selection of Australian and international shares.	Provide capital growth over the long term by investing in a diversified portfolio of Australian shares.			
Investment manager	Pendal ¹	Pendal ¹			
Benchmark	A range of published indices ²	S&P/ASX300 (TR) Index			
Asset allocation neutral position (NP) and ranges (%)³	Asset type	NP (%)	Range (%)	Asset type	Range (%)
	Australian shares	35	30-40	Australian shares	90-100
	International shares	64	60-70	Cash	0-10
	Cash	1	0-2		
Investment manager's currency strategy for non-Australian Investment Options	Approximately 25% of the international share portion is hedged to the \$A to the extent considered reasonably practicable.	Not applicable			
Distribution frequency	Quarterly	Quarterly			

1 The investment manager may appoint third parties to manage all or a portion of the assets of the Investment Option.

2 For information refer to 'Benchmark' section in this document.

3 For the most current neutral positions and ranges, please refer to bt.com.au/personal/help/product-updates.

4. Understanding Investment Option profiles

Australian shares													
BT Natural Resources Fund													
Investment objective	To provide a return (before fees and taxes) that exceeds the return from its benchmark when measured over the minimum suggested investment timeframe.												
Investment strategy	Provides a broad exposure to the resources market by investing in larger and smaller resource companies, which the investment manager believes represent good value.												
Investment manager	Pendal ¹												
Benchmark	Benchmark is composed of 50% resources stocks ² in S&P/ASX 100 Index plus 50% resources stocks ² in S&P/ASX Small Ordinaries Index												
Asset allocation neutral position (NP) and ranges (%)³	<table border="1"> <thead> <tr> <th>Asset type</th> <th>NP (%)</th> <th>Range (%)</th> </tr> </thead> <tbody> <tr> <td>Australian shares</td> <td>100</td> <td>75-100</td> </tr> <tr> <td>International shares</td> <td>0</td> <td>0-25</td> </tr> <tr> <td>Cash</td> <td>0</td> <td>0-20</td> </tr> </tbody> </table>	Asset type	NP (%)	Range (%)	Australian shares	100	75-100	International shares	0	0-25	Cash	0	0-20
	Asset type	NP (%)	Range (%)										
	Australian shares	100	75-100										
	International shares	0	0-25										
Cash	0	0-20											
Investment manager's currency strategy for non-Australian Investment Options	The portfolio can invest in currency derivatives for hedging purposes. International shares will be hedged to the \$A ranging from 0% to 100% based on the manager's currency hedging policy.												
Distribution frequency	Half-yearly												

1 The investment manager may appoint third parties to manage all or a portion of the assets of the Investment Option.

2 For the most current neutral positions and ranges, please refer to bt.com.au/personal/help/product-updates.

3 Resource stocks as per Global Industry Classifications includes "metals, mining, oil, gas and consumable fuels".

4. Understanding Investment Option profiles

Benchmarks

The benchmarks referred to in the previous tables for the Investment Options below are created from a blend of the indices based on their exposure to different asset classes. This is calculated by using the weighted average of the asset allocation neutral position and the index returns for each asset class.

BT Active Balanced Fund – NEF, BT Balanced Returns Fund

Asset class	Indices
Australian shares	S&P/ASX 300 (TR) Index
International shares	80% MSCI All Countries World ex Australia (Standard) Index (Net Dividends) in AUD 20% MSCI All Countries World ex Australia (Standard) Index (Net Dividends) hedged to AUD
Australian property securities	S&P/ASX 300 A-REIT (TR) Index
International property securities	FTSE EPRA/NAREIT Developed ex Australia hedged in AUD Net TRI
Australian fixed interest	Bloomberg AusBond Composite 0+ Yr Index ¹
International fixed interest	Bloomberg Global Aggregate Index AUD hedged ¹
Alternative investments	25% MSCI All Countries World ex Australia (Standard) Index (Net Dividends) in AUD 25% MSCI All Countries World ex Australia (Standard) Index (Net Dividends) hedged to AUD 50% Bloomberg Global Aggregate Index AUD hedged ¹
Cash	Bloomberg AusBond Bank Bill Index ¹

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BT Tax Effective Income Fund – NEF

Asset Class	Indices
Australian shares	S&P/ASX 300 (TR) Index
Australian fixed interest	Bloomberg AusBond Composite 0+ Yr Index ¹ .
Australian property securities	S&P/ASX 300 A-REIT (TR) Index
Cash	Bloomberg AusBond Bank Bill Index ¹
Alternative investments	25% MSCI All Countries World ex Australia (Standard) Index (Net Dividends) in AUD 25% MSCI All Countries World ex Australia (Standard) Index (Net Dividends) hedged to AUD 50% Bloomberg Global Aggregate Index AUD hedged ¹

¹ Bloomberg Finance L.P and its affiliates (collectively, 'Bloomberg') do not approve or endorse this material and disclaim all liability for any loss or damage of any kind arising out of the use of all or part of this material.

BT Split Growth Fund

Asset Class	Indices
Australian shares	S&P/ASX 300 (TR) Index
International shares	80% MSCI All Countries World ex Australia (Standard) Index (Net Dividends) in AUD 20% MSCI All Countries World ex Australia (Standard) Index (Net Dividends) hedged to AUD
Cash	Bloomberg AusBond Bank Bill Index ¹

¹ Bloomberg Finance L.P and its affiliates (collectively, 'Bloomberg') do not approve or endorse this material and disclaim all liability for any loss or damage of any kind arising out of the use of all or part of this material.

5. Fees and other costs

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 account 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 the fees based on your own circumstances, the Australian Securities and Investments Commission (ASIC) website (www.moneysmart.gov.au) has a managed investment fee calculator to help you check out different fee options.

This document 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 assets of the relevant Investment Option as a whole. Taxes are set out in the 'Taxation' 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.

Fees and costs for particular Investment Options are set out in the Fees and costs table in the 'Additional explanation of fees and costs' section of this document.

Fees and Costs Summary

BT Classic Investment Funds

Type of fee or cost ^{1,2,3}	Amount	How and when paid
Ongoing annual fees and costs		
<p>Management fees and costs</p> <p>The fees and costs for managing your investment</p>	<p>Depending on the Investment Option, this varies between 1.28% – 1.40% pa of the value of your assets.</p> <p>This is comprised of:</p> <ul style="list-style-type: none"> – management fees of 1.28% – 1.40% pa – indirect costs of 0.00% – 0.00% pa 	<p>Management fees and costs include the management fee and indirect costs. The management fee accrues daily and is reflected in an Investment Option's unit price. It is generally paid monthly in arrears from the assets of the Investment Option.</p> <p>Indirect costs are reflected in the unit price of an Investment Option and are generally deducted from the assets of an Investment Option when they are incurred.</p>
<p>Performance fees</p> <p>Amounts deducted from your investment in relation to the performance of the product</p>	0.00% pa of the value of your assets.	The performance fee is deducted from the Investment Option's assets prior to a unit price being determined. Paid at least annually, and reflected in the daily unit price.
<p>Transaction costs</p> <p>The costs incurred by the scheme when buying or selling assets</p>	Depending on the Investment Option, this varies between 0.03% – 0.26% pa of the value of your assets	Transaction costs (net of the buy-sell spread) are paid from the assets of the Investment Option as and when they are incurred. They are reflected in the Investment Option's unit price.
Member activity related fees and costs (fee for services or when your money moves in or out of the product)		
<p>Establishment fee</p> <p>The fee to open your investment</p>	Nil	Not applicable
<p>Contribution fee</p> <p>The fee on each amount contributed to your investment</p>	Nil	Not applicable
<p>Buy-sell spread</p> <p>An amount deducted from your investment representing costs incurred in transactions by the scheme</p>	Depending on the Investment Option, the Buy spread varies between 0.20% – 0.41% pa of the amount of the deposit into the Investment Option and the Sell spread varies between 0.00% – 0.25% of the amount of the withdrawal from the Investment Option.	Buy-Sell spreads are costs incurred when you transact. A Buy spread increases the unit price (application price) when you buy units, and a Sell spread reduces the unit price when you sell units (redemption price). Buy-Sell spreads are reflected in the Investment Option's unit price.
<p>Withdrawal fee</p> <p>The fee on each amount you take out of your investment</p>	Nil	Not applicable
<p>Exit fee</p> <p>The fee to close your investment</p>	Nil	Not applicable
<p>Switching fee</p> <p>The fee for changing Investment Options</p>	Nil	Not applicable

1 Unless otherwise stated, all fees quoted in this PDS are quoted on a GST inclusive basis and net of any applicable Reduced Input Tax Credits (RITCs).

2 Fees in this PDS can be individually negotiated if you're a wholesale client as defined in the Corporations Act. For more information, refer to 'Ability to negotiate fees – wholesale clients' section of this PDS.

3: Please refer to the 'Additional explanation of fees and costs' section below for more information about the ongoing annual fees and costs.

5. Fees and other costs

Example of annual fees and costs for the BT Balanced Returns Fund

This table gives an example of how the ongoing annual fees and costs in the balanced Investment Option for this product can affect your investment over a 1-year period. You should use this table to compare this managed investment scheme with other managed investment schemes.

Example – BT Balanced Returns Fund		Balance of \$50,000 ¹ with a contribution of \$5,000 ¹ during the year
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0
Plus Management fees and costs	1.35%	And , for every \$50,000 you have in the BT Balanced Returns Fund you will be charged or have deducted from your investment \$675 each year
Plus Performance fees	0.00%	And , you will be charged or have deducted from your investment \$0 in performance fees
Plus Transaction costs	0.26%	And , you will be charged or have deducted from your investment \$130 in transaction costs
Equals Cost of BT Balanced Returns Fund		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during the year, you would be charged estimated fees and costs of: \$805
What it costs you will depend on the Investment Option you choose and the fees you negotiate.		

¹ This amount is prescribed by legislation. The example above assumes that the \$50,000 is invested for the entire year, the value of the investment is constant over the year and that the additional \$5,000 is invested at the end of the year. Therefore management costs are calculated using the \$50,000 balance only.

Cost of product for 1 year

The cost of product gives a summary calculation about how ongoing annual fees and costs can affect your investment over a 1-year period for all Investment Options. It is calculated in the manner shown in the Example of annual fees and costs.

The cost of product assumes a balance of \$50,000 at the beginning of the year with a contribution of \$5,000 during the year.

You should use this figure to help compare the managed investment schemes offered through this product, with other managed investment schemes offered through other products.

	Cost of product
BT Active Balanced Fund – NEF	\$775
BT Balanced Returns Fund	\$805
BT Core Australian Share Fund	\$700
BT Natural Resources Fund	\$665
BT Split Growth Fund	\$680
BT Tax Effective Income Fund NEF	\$785

Additional explanation of fees and costs

Management fees and costs

Management fees and costs include the fees and costs for managing your investment. A summary of these fees and costs is set out below.

Management fee

This is charged as a percentage of the net asset value of the relevant Investment Option you're invested in. It's accrued daily and generally paid from the assets of the relevant Investment Option monthly in arrears. The constitutions for the Investment Options limit the management fee.

Indirect costs

Indirect costs are an estimate of the costs incurred in managing the Investment Option's assets which directly or indirectly reduce the return on the Investment Option. These costs are not directly charged or retained by us. These costs are deducted from the income or assets of the Investment Option directly or may be deducted through an underlying fund (where applicable) through which the Investment Option's assets are held and managed.

The amount included in the table of fees and costs constitutes an estimate of the indirect costs incurred in connection with managing the underlying assets of the Investment Option and are based on the latest

5. Fees and other costs

available figures as at 30 June 2024, and may vary from year to year. These indirect costs are reflected in the unit price of your investment in the Investment Option.

They include:

– Expense recoveries

We, as the Responsible Entities of the Investment Options, are entitled to be reimbursed from the Investment Options for authorised expenses incurred in their proper management and administration. Investment Option expenses include registry costs, printing costs of PDSs, annual reports and statements and certain direct expenses such as custodian, accounting, audit and legal expenses (excluding transaction costs). These expenses, when paid out of the Investment Option or reimbursed to the Responsible Entities, will be reflected in the unit price.

The constitutions for some of the Investment Options restrict the Responsible Entities' ability to be reimbursed for expenses by limiting the amount that can be recovered for certain types of expenses. Transaction costs are not included in this measure (see 'Transaction costs' section of the PDS).

In some Investment Options, we pay expenses out of our management fee at no additional cost to you. Where this occurs, the figure of 0 is shown in the Fees and costs table below. Investors in the relevant Investment Option will be given 30 days' written notice (or otherwise as required by law) of any change in practice which amounts to an increase in costs.

An estimate of expense recoveries for each Investment Option based on the latest available figures as at 30 June 2024 is shown in the Fees and costs table below. The actual expenses recovered may increase or decrease over time.

– Regulatory Change Expense Recovery

Recent regulatory reforms have required us to undertake a significant program of work to implement the reforms. To help cover the significant cost of implementing these reforms, a Regulatory Change Expense Recovery of up to 0.01% pa may be recovered from the relevant Investment Option. As at the date of the PDS, the amount recovered is shown in the Fees and costs table.

– Other indirect costs

The amount included in the table of fees and costs constitutes an estimate of the other indirect costs incurred in connection with managing the underlying assets of each Investment Option (including through an underlying fund) for the 12 month period ending 30 June 2024, or in the case of a new or varied Investment Option, as if the Investment Option had been in place for the 12 month period ending 30 June 2024, and may vary from year to year. These other

indirect costs are reflected in the unit price of the Investment Option and are an additional cost to you.

We have relied on the information provided by the underlying funds where applicable and have made reasonable enquiries where necessary to determine the appropriateness of the other indirect costs provided. Where information provided is insufficient, we have made an estimate of the relevant indirect/ other indirect costs.

– Indirect investors – additional master trust or wrap account fees

For indirect investors accessing the Investment Options through a master trust or wrap account, additional fees and costs may apply. These fees and costs are stated in the offer document provided by your master trust or wrap account operator.

Performance fees

Where an investment manager is appointed to manage a part of the Investment Option's assets directly or indirectly (for example through an underlying fund), and charges a performance fee, this is called a performance fee.

There is no certainty that a performance fee will be paid, and the actual fees paid are likely to vary.

Generally, a performance fee will only be charged in respect of a fund when the investment return outperforms either the relevant benchmark or a specific performance hurdle return. The performance related fee rate for an underlying investment or investment manager may be up to 25% of outperformance over the benchmark or its performance hurdle. Usually, any prior underperformance must be made good before an investment manager qualifies for a performance fee. There is no certainty that a performance fee will be paid, and the actual fees paid are likely to vary.

Performance fees for an investment manager of the Investment Option are generally paid at least annually (performance period). Performance fees affect the Investment Option's return and therefore the value of your investment in the Investment Option.

Performance fees may still be payable where a Investment Option's overall performance has declined over the performance period. This is because one or more investment managers within the Investment Option may have outperformed the benchmark or their performance hurdle over that period.

Where an investment manager's cumulative performance for a period is less than the relevant benchmark or performance hurdle, this underperformance may be carried forward to the following period and no further performance fees will be either reflected in the unit price or paid in respect of the investment manager until the underperformance is recouped.

5. Fees and other costs

The estimated performance fees included in the management fees and costs have been calculated by using the performance fees paid, or using performance fee information provided to us by an investment manager of an underlying fund and are estimated as an average of the previous 5 years up to 30 June 2024, or in the case of a new or varied Investment Option, as if the Investment Option had been in place for the 12 month period ending 30 June 2024. The more exposure a Investment Option has to an underlying investment that charges performance fees, the greater the potential impact that this will have on your investment in that Investment Option.

Example: If an underlying investment manager managing 10% of the assets of a Investment Option outperforms their investment performance target by 3% for the year and has an agreed performance fee rate of 20%, the performance fee applicable to the Investment Option is 0.06% (3% x 20% x 10%). If you have \$50,000 invested in the Investment Option you would effectively pay a performance fee of \$30 (\$50,000 x 0.06%) for that year.

Note: this example is provided by way of illustration only and is not an estimate or guarantee of investment returns or the performance fees that may apply.

Total fees and costs table

The total management fees and costs, performance fees, and transaction costs applying to each Investment Option are set out below:

Investment Option	Management Fees and Costs ¹ (% pa)	Performance Fees ² (% pa)	Transaction Costs ³ (% pa)
BT Active Balanced NEF	1.29	0.00	0.26
BT Balanced Returns Fund	1.35	0.00	0.26
BT Core Australian Share Fund	1.34	0.00	0.06
BT Natural Resources Fund	1.30	0.00	0.03
BT Split Growth Fund	1.28	0.00	0.08
BT Tax Effective Income Fund NEF	1.40	0.00	0.17

- 1 Management Fees and Costs include Management Fees as well as any Indirect Costs for the relevant Investment Option. Indirect Costs are an estimate for the financial year ending 30 June 2024 and may include reasonable estimates where we were unable to determine the exact amount.
- 2 Performance fees are calculated as an estimate based on the average amounts of annual performance fees accrued by the Investment Option or underlying fund (as relevant) over the previous five financial years (subject to certain exceptions, for example, where the performance fee was not charged, or the Investment Option or underlying fund was not offered, for the previous five financial years).
- 3 Transaction costs (net of buy-sell spreads) are Net Transaction Costs and are an estimate for the financial year ending 30 June 2024. In certain circumstances when the net transaction cost may be negative, the value will be rounded to zero.

Management fees and costs table

The management fees and costs shown in the above 'Total fees and costs' table applying to each Investment Option are broken down and set out below:

Investment Option	Management Fee (% pa)	Estimated Indirect Costs ¹			Total Management Fees and Costs (% pa)
		Estimated Other Indirect Costs (% pa)	Estimated Expense Recoveries (% pa)	Estimated Regulatory Change Expense Recovery Levy (% pa)	
BT Active Balanced NEF	1.29	0	0	0	1.29
BT Balanced Returns Fund	1.35	0	0	0	1.35
BT Core Australian Share Fund	1.34	0	0	0	1.34
BT Natural Resources Fund	1.30	0	0	0	1.30
BT Split Growth Fund	1.28	0	0	0	1.28
BT Tax Effective Income Fund NEF	1.40	0	0	0	1.40

- 1 The estimated indirect costs information in this table is information reasonably available as at the date of the PDS. Our website bt.com.au/personal/help/product-updates should be referred to by investors for updated information. Please also refer to the section 'Indirect costs' in the 'Additional explanation of fees and costs' section of this document.

5. Fees and other costs

Transaction costs

Transaction costs are incurred when assets are bought and sold. These costs include brokerage, clearing and settlement costs, applicable stamp duty and the difference between the price paid for acquiring or disposing of an asset and its actual value at that time. Part of these costs are recouped through the buy-sell spread (see below).

Where transaction costs arise from trading activity to execute an Investment Option's investment strategy, and are not the result of applications into and redemptions from the Investment Option, these costs are not recouped by the buy-sell spread. They are an additional cost to you at the time of the Investment Option directly or indirectly undertaking the trading activity, and are included in the Investment Options' unit price.

Buy-sell spread

An allowance for transaction costs arising from applications and redemptions made by investors into and out of a Investment Option is charged in the form of a buy-sell spread. These spreads are added to the daily unit price for applications (ie the entry price) and deducted from the daily unit price for redemptions (ie the exit price). The buy-sell spreads are an additional cost to you when you make a new or an additional investment, withdraw from or switch Investment Options to ensure that other investors are not disadvantaged by the trading activity arising from applications or redemptions. The buy-sell spread is retained in the Investment Option and not paid to us.

The buy-sell spread estimates as at the date of this PDS are detailed below.

Fund/Investment Option	Buy Spread (%)	Sell Spread (%)
BT Active Balanced Fund – NEF	0.28	0.00
BT Balanced Returns Fund	0.25	0.00
BT Core Australian Share Fund	0.22	0.22
BT Natural Resources Fund	0.20	0.20
BT Split Growth Fund	0.41	0.00
BT Tax Effective Income Fund – NEF	0.34	0.00

The buy-sell spread for the Investment Option is available in bt.com.au/personal/prices-and-performance/buy-sell-spreads. We may vary the buy-sell spread from time-to-time and we won't ordinarily provide prior notice.

Worked examples of how the buy spread is applied to an investment in an Investment Option and how the sell spread is applied to a withdrawal from an Investment Option are set out in the tables below. You should consider these costs when making any investment or withdrawal decisions, such as changing Investment Options.

Fund/ Investment Option	Estimated buy spread (%)	Buy spread example
BT Balanced Returns Fund	0.25	For example, if you invest \$10,000 in an Investment Option at the buy-sell spread of 0.25%, you'll generally incur this cost, being \$25, at the time you invest.

Fund/ Investment Option	Estimated sell spread (%)	Sell spread example
BT Balanced Returns Fund	0.00	For example, if you withdraw \$10,000 from an Investment Option at the maximum sell-spread of 0.00%, you'll generally incur this cost, being \$0, at the time you withdraw.

Net transaction costs (as set out in the table below), after any costs recouped through the buy-sell spread on applications into and redemptions from the Investment Option, are a cost to all investors in an Investment Option.

Our estimate of the transaction costs for the year ending 30 June 2024 are set out in the table below.

5. Fees and other costs

Transaction costs

Investment Option	(A) Gross Transaction Costs (% pa)	(B) Costs recouped from the buy-sell spread (% pa)	(C) = (A) – (B) Net Transaction Costs (% pa)
BT Active Balanced Fund – NEF	0.26	0.00	0.26
BT Balanced Returns Fund	0.26	0.00	0.26
BT Core Australian Share Fund	0.08	0.02	0.06
BT Natural Resources Fund	0.05	0.02	0.03
BT Split Growth Fund	0.08	0.00	0.08
BT Tax Effective Income Fund – NEF	0.17	0.00	0.17

Incidental fees and costs

In addition to the fees and costs set out above, standard Government fees, duties and bank charges may also apply to investments and withdrawals (including dishonour fees and conversion costs) and are paid by you.

Changes in fees and other costs

Increases to withdrawal fees

The maximum withdrawal fee allowable for an Investment Option is set out in the constitution for each of the Investment Options. The constitutions allow us to alter the withdrawal fees at our discretion. If a withdrawal fee is to be increased, we will give investors in the relevant Investment Option 30 days' written notice (or otherwise as required by law).

The maximum withdrawal fee allowable for each Investment Option is as follows.

Investment Option	Withdrawal fee (%)
BT Active Balanced Fund – NEF	5
BT Tax Effective Income Fund – NEF	
BT Core Australian Share Fund	
BT Natural Resources Fund	
All other Investment Options	Not permissible under the relevant constitutions

We do not currently charge withdrawal fees and we will give investors in the relevant Investment Option 30 days' written notice if a withdrawal fee is to be introduced.

5. Fees and other costs

Adviser Remuneration

Please be aware: if you are using the services of a financial adviser, your adviser may charge you a fee for implementing your BT Classic Investment Funds accounts and for providing ongoing advice services to you. Details of your adviser's fees will be set out in the Financial Services Guide (FSG) and Statement of Advice which your financial adviser is required to provide to you.

Alternative forms of remuneration

We may provide remuneration to financial advisers indirectly by paying them additional amounts (such as marketing support payment) and/or non-monetary benefits (such as business and technical support, professional development, conferences, etc). If these amounts or benefits are provided, they are payable out of the fees and costs we are entitled to receive and not an additional cost to you.

Register of alternative forms of remuneration

We maintain a register that outlines the material alternative forms of remuneration that we pay to financial advisers and some distributors of our products, or receive from providers of some of the products available through us. The register is publicly available and you can obtain a copy by contacting us (see the 'Contact us' section on the front cover of this PDS for our contact details).

Ability to negotiate fees – wholesale clients

If you are classed as a wholesale client (such as a professional investor) under the *Corporations Act 2001*, in accordance with Australian Securities and Investments Commission (ASIC) policy, all fees described in this PDS may be individually negotiated.

There is no set manner or method of negotiating fees. Please contact us (see the 'Contact us' section on the front cover of this PDS for our contact details) for further information.

When we can introduce new fees not currently charged

The constitutions of the Investment Options may provide that we can charge the fees in the table below. The fees that are permissible and the maximums allowable differ for each Investment Option. Please contact us (see the 'Contact us' section on the front cover of this PDS for our contact details) for details of which fees may apply to a particular Investment Option.

At the date of this PDS we do not charge these fees but if we introduce them for any of the Investment Options, we will provide investors in the relevant Investment Option with written notice at least 30 days prior to the change becoming effective (or otherwise as required by law).

Fee	Description	Maximum allowable
Administration fee	Fee retained by us out of the assets of the investment option as additional remuneration for our services in administering the Investment Option.	Generally 0.5% pa calculated using the net asset value of each unit on issue at the end of each distribution period ¹ .
Investment Option termination fee	Fee charged on the termination of an Investment Option.	0.125% of the value of the termination.
Dishonour fee	Fee charged if your application cheque or direct debit is dishonoured.	\$20

¹ For some Investment Options, the administration fee may be calculated at other periods such as quarterly.

Rebates/waivers for interfunding arrangements

From time to time, the Investment Options (the investing fund) may invest in other funds that we, or a related entity, manage (the related fund). Our current policy is:

- no contribution fee is payable to the related fund
- issuer fees are either not collected by the related fund, or if they are, they are rebated in full to the investing fund
- certain expense recoveries (if any) are fully rebated to the investing fund, but the related fund may incur those expenses up to its own limit (if any) as set out in the constitution.

6. Managing your investment

Transacting made easy

		Online: bt.com.au		Phone: BT Customer Relations 02 8456 0230 (AUS) 0800 894 131 (NZ)	Mail: BT Funds GPO Box 804 Melbourne VIC 3001
Using BT Online		Password required			
Additional investment	There is no minimum amount for additional investments.	Direct Debit – you must have a direct debit authority in place. BPAY® – from your own bank using BPAY. Direct Credit – from your own bank account	Not available		Complete the Additional Investment Form. Must be signed by the appropriate signatories ¹ .
Regular Investment Plan	There is no minimum amount for additional investments made under the Regular Investment Plan.	No	Not available		Complete the relevant sections of the Application Form (or Additional and Regular Investments Request form available at bt.com.au) and refer to the Direct Debit Request Service Agreement. Must be signed by the appropriate signatories ¹ .
Switch	There is no minimum switch amount.	No	No		Complete the relevant sections of the Switch Form available at bt.com.au . Must be signed by the appropriate signatories ¹ .
Withdraw	There is no minimum withdrawal amount.	Yes, if we have received full details of your bank account including the BSB in writing (not emailed).	No		Complete the Additional Investment Form. Must be signed by the appropriate signatories ¹ .
Change account details	Change details such as your name, address and bank account.	No	No		Complete the Change of Details Form. Must be signed by the appropriate signatories ¹ .

¹ Signatories for a company transaction must state their capacity to sign on behalf of the company.

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Investing through master trusts or wrap accounts

We authorise the use of this PDS as disclosure to persons who wish to access the Investment Options indirectly through an Investor Directed Portfolio Service (IDPS), IDPS-like scheme or a nominee or custody service (collectively referred to as master trusts or wrap accounts).

An investment in an Investment Option offered under this PDS through a master trust or wrap account does not entitle you to a direct interest in the Investment Option. This means that the rights that apply to a person who invests directly in the Investment Option are not available to you but rather to the operator or custodian of the master trust or wrap account.

The operator or custodian of the master trust or wrap account will be recorded in the register as the investor and will be the person who exercises the rights and receives the benefits of an investor.

If you invest through a master trust or wrap account, you may be subject to different conditions from those referred to in this PDS, particularly in regard to:

- how to transact on your investment (e.g. initial and additional investments and withdrawals)
- minimum balances
- cooling-off period and rights (no cooling-off rights apply to any investments in the Investment Options acquired through a master trust or wrap account operator)
- distribution, processing and withdrawal timing
- cut-off times for transacting (e.g. applications and withdrawals)
- fund reporting and other documentation (Investment Option reports and investor notices are sent to the master trust or wrap account operator who then provide information to indirect investors)
- fees and other costs (additional fees and expenses may be charged by the operator or custodian of the master trust or wrap account)
- investors in the master trust or wrap account should contact their financial adviser or master trust or wrap account operator for any investor queries.

Cooling-off period

If you are a retail investor (as defined in the *Corporations Act 2001*) investing directly in the Investment Option, you have a 14-day cooling-off period to check that the investment meets your needs. This applies to investments:

- that are new and additional investments into an Investment Option but not reinvestments of distributions or deposits made under the Regular Investment Plan, and
- where you have not exercised any rights conferred by the investment during the cooling-off period.

The 14-day cooling-off period commences on the earlier of:

- the date you receive confirmation of your application
- the end of the fifth day after we issue the units to you.

If you exercise your cooling-off rights, we will return your money to you. However, we may be obliged to deduct any tax or duty incurred by us and reasonable administrative and transaction costs. As a result, the amount returned to you may be less than the amount you initially invested. The amount you receive will reflect any movement (either up or down) in the unit price of the Investment Option(s) which means there may be tax implications for you. You may receive an annual tax statement if you withdraw units during the year.

Investors may exercise their cooling-off rights by sending a letter to us or by emailing us (see the 'Contact us' section on the front cover of this PDS for our contact details). Your request should include your personal details, your investor number and the date of your initial application. Your request should include your personal details, your investor number and the date of your initial application.

Cooling-off rights do not apply to:

- any investments in the Investment Options acquired through a master trust or a wrap account operator,
- 'wholesale' clients (as defined in the *Corporations Act 2001*), or
- where an Investment Option is illiquid. Please refer to 'Restrictions' in the 'Other important information' section of this PDS for details of what is an illiquid Investment Option.

Transacting

Additional investments

You can add to your investment at any time, in one of the following ways.

- Direct debit using bt.com.au. Please refer to 'Our electronic facilities' in the 'Other important information' section of this PDS for the terms and conditions.
- Direct credit from your bank.
- A Regular Investment Plan.
- Using your financial institution's BPAY facility. Each Investment Option's Biller Code and Reference Number are listed on BT Online.

Regular Investment Plan

To make regular investments by direct debit please complete the relevant sections of the Application Form and refer to 'Our electronic facilities' in the 'Other important information' section of this PDS for the terms and conditions of the Direct Debit Request Service Agreement. You can elect to have your payments deducted from your nominated Bank Account on or around the 15th of each month, or for investments made under a quarterly Regular Investment Plan, we will debit your account on or around the 15th calendar day of each quarter.

You can change, cancel or suspend your Regular Investment Plan at any time without penalty. To ensure any changes are effective by the next scheduled debit, we need your instructions seven business days before the payment date. Any request received after this may result in the change being effective for the following month.

For regular investments made by direct debit, if you withdraw from an Investment Option in full, your Regular Investment Plan will stop automatically.

Switching

Switching means withdrawing from one Investment Option to invest in another. Please note that this may have Capital Gains Tax (CGT) implications.

If you have a Regular Investment Plan and make a full switch, we will transfer the plan to the Investment Option you switch to.

If you currently have holdings in the Investment Option you are switching to, your distribution instructions will remain as previously nominated for that Investment Option.

If you are switching to a new Investment Option, please let us know how you would like your distributions paid for the new Investment Option. Otherwise, your distributions will automatically be reinvested.

In some cases, fees may apply (see 'Fees and other costs' section).

Switching to or from Investment Options in the BT Investment Funds range

New Zealand investors are unable to switch to the BT Investment Funds.

You may switch to any Investment Option offered in the current BT Investment Funds PDS, provided you sign the relevant Application Form. Please refer to the current BT Investment Funds PDS for further information on how to apply for units in those Investment Options.

If you are already an investor in any of the Investment Options in the BT Investment Funds range, you can switch from those Investment Options into any of the Investment Options in this PDS in which you are an existing investor.

Important note on making additional investments and switching

The PDS for these Investment Options may be updated or replaced from time to time. You can request a copy of the most recent PDS, which will be provided free of charge.

Withdrawing

There is no minimum withdrawal amount. However, if you request a withdrawal which would result in your balance in the Investment Option falling below \$1,000, we may arrange for your investment to be withdrawn in full and paid to you. You can withdraw from your investment by:

- using BT Online (bt.com.au) if you have provided bank account details in the relevant section of the application form
- mailing your completed Withdrawal Form to us (see the 'Contact us' section on the front cover of this PDS for our contact details).
- scanning your completed Withdrawal Form (where we hold your current bank account details) and emailing to btffunds_transactions@unitregistry.com.au.

Distributions

The Investment Options generally pay distributions either monthly, quarterly, half-yearly or annually, and under special circumstances may pay special distributions. Refer to Section 5 – Investment Option profiles for details on the relevant distribution frequency for each Investment Option.

Cash distributions are generally determined by the Responsible Entity at the end of the distribution period in accordance with the relevant policy/policies and the constitution, and divided by the number of units on issue.

Distributions will generally be calculated using estimated income as opposed to net income.

Distributions are generally assessable income and can be made up of both income and realised capital gains, will vary

6. Managing your investment

depending on the factors that influence the performance of the Investment Option (such as interest rates and market conditions), and may not be paid at all. Please refer to the 'Taxation' section of this PDS for further information.

You can choose to have your distributions:

- automatically reinvested into additional units in the same Investment Option
- paid directly into your nominated bank account.

For all Investment Options, distributions are calculated on a cents per unit basis in accordance with the relevant Investment Option's constitution. Income and net realised capital gains (if any) accrue in the unit price during the distribution period. This means that if an investment is made just before the end of a distribution period, you may receive some of the investment back immediately as income. Immediately following a distribution, an Investment Option's unit price will usually fall because the income accumulated during the distribution period has been distributed. Net realised capital gains may also have been distributed.

Distribution payments are generally made within 10 business days of the end of the distribution period. Where the timing of payments is expected to exceed 10 business days, information on the proposed date will generally be available at bt.com.au/pdsupdates. When investing through an investment service, you should check with your master trust or wrap account operator to see when they will pass distributions on to you.

For New Zealand investors, you can elect to reinvest your distributions, have them credited to your Australian bank account, or credited to your New Zealand bank account. For distributions paid to a New Zealand bank account, we will arrange conversion of the AUD amount to NZD using a conversion rate, usually within 10 business days of the distribution being paid. You can change your distribution payment options by filling in a Change of Details Form (available by logging on to bt.com.au).

Reinvestment of distributions

You can choose to have your distributions automatically reinvested into additional units in the Investment Option or paid directly to your nominated account.

Reinvestment of distributions will normally be effective the first day following the end of the distribution period.

Reinvesting distributions compounds your returns. No withdrawal fees apply to reinvested distributions.

Distributions are automatically reinvested unless you instruct us otherwise in the Application Form or when you switch into a new Investment Option, provided you are an existing investor in the Investment Option you are switching to. If you do not nominate a bank account for payment of distributions, we will treat this as a request to reinvest your distributions. You can change your distribution payment options by filling in a Change of Details Form (available by logging on to bt.com.au).

If we attempt to pay a distribution by your nominated method and the payment fails (e.g. we are unable to credit your nominated bank account), we will attempt to contact you to arrange payment. When you invest, you agree that if this happens and we have been unable to contact you after reasonable attempts have been made, we will take it that you have requested that we reinvest the distribution and all future distributions to which you are entitled (until we receive alternative instructions from you). Where we make this change, any amounts we have been holding will be reinvested at the price that applies on the day we reinvest them.

For details of the unit price used for reinvestments, please refer to 'How we calculate unit prices' in this section of the PDS.

Processing

Processing applications

Application money is paid into an interest bearing account upon receipt. Any interest earned on this account will be retained by us and may be paid into the relevant Investment Option.

If we are unable to process an application because it is invalid (e.g. the Application Form is not signed), the transaction will not be processed and the application money will remain in the account until the correct documentation is received. We will aim to contact you within seven business days of receiving an invalid request (for information on how we process invalid requests, refer to 'Invalid transaction requests' in this section of the PDS). If correct documentation is not received within one month, the application money will be returned to your nominated bank account – with no interest payable.

We have the right to reject any application or to accept only part of an application.

For applications made by direct debit and BPAY®, we will not issue units until we receive the money from your nominated financial institution. This generally means there will be a delay between the day we receive your Application Form or you initiate a BPAY® transaction and the day on which units are issued.

6. Managing your investment

Processing withdrawals

We will generally pay withdrawals to your nominated bank account within 10 business days. In certain circumstances, such as a freeze on withdrawals or where the Investment Option is illiquid (as defined in the *Corporations Act 2001*), you may have to wait a longer period of time before you can redeem your investment.

Please note these times are a guide only and as specified in the relevant Investment Option's constitution, we may take up to:

- 10 business days for the BT Split Growth Fund
- 21 business days for the BT Core Australian Share Fund
- 30 business days for all other Investment Options (or longer in some circumstances).

There are certain circumstances where we can delay or restrict your withdrawal request. Please refer to 'Restrictions' in the 'Other important information' section of this PDS.

Bank accounts must be in the name(s) of the account holder(s). Withdrawals are paid in Australian dollars and are subject to clearance of invested funds. This generally takes three business days but may take significantly longer where application monies have been paid by direct debit.

New Zealand investors can elect to have the proceeds of their withdrawals credited to their Australian bank account, or credited to their New Zealand bank account. For withdrawals paid to a New Zealand bank account, we will arrange conversion of the AUD withdrawal to NZD using a conversion rate usually within two business days of the withdrawal being processed.

You should be aware that gains and losses could potentially arise on currency conversions.

Processing times for applications and withdrawals

An application or withdrawal request will usually receive an entry price or exit price (as applicable) calculated for the business day on which we receive the request. Entry and exit prices for each business day will usually be posted on bt.com.au/personal/prices-and-performance/unit-prices by the end of the next business day.

Requests received on or after the cut-off time of 4.00pm (Sydney time) on a business day, or on a non-business day, will be treated as having been received before the cut-off time on the next business day. While the cut-off time is currently 4.00pm (Sydney time), we can change the cut-off time by giving you written notice.

The processing cut-off time for New Zealand investors' withdrawals is currently 4.00pm Sydney time. If we receive a valid request in writing at a BT Office in Australia, we will process in accordance with Australian cut-off times.

Invalid transaction requests

Application, withdrawal and other transaction requests may be invalid for various reasons (e.g. not signing the appropriate form or not including all required information on the form). In such cases where an invalid request is received, we will not process the transaction until we receive valid documentation and it will be processed using the unit price applying on the business day we receive the correct documentation. The usual rules about cut-off times outlined in this PDS apply. In cases where documentation is invalid, we will aim to contact you, generally within seven business days.

Unit prices

How we calculate unit prices

Generally, unit prices are calculated on each business day for the preceding business day in accordance with the relevant constitution, by dividing the net value of an Investment Option by the total number of units on issue in the Investment Option.

The overall effect for all Investment Options, other than the BT Cash Management Trust, is that:

- prices are based on the net value of the Investment Option's assets, generally as next calculated by us after each cut-off time
- asset values will usually be based on closing prices or, where appropriate, other price quotes, most recently available to us at the time we make the calculation
- entry prices are usually higher than exit prices.

The difference is called a 'buy-sell spread'. Please refer to the 'Fees and other costs' section in this PDS for further information.

When you make an investment in the Investment Option, we will allocate units to you based on the entry price for the business day on which we receive your Application and we will keep a record of the number of units you have bought. When you withdraw from the Investment Option, we will redeem your units based on the exit price for the business day on which we receive your withdrawal request.

Entry and exit prices for each business day will usually be posted on BT Online and bt.com.au/personal/prices-and-performance/unit-prices by the end of the next business day.

Distributions will be reinvested using the entry price for the last business day of the relevant distribution period, adjusted to exclude the income to be distributed for the period and any buy-sell spread that would otherwise be included in the entry price.

6. Managing your investment

Changes to unit pricing

We can change the way in which we calculate unit prices. Information regarding any such change will be available on our website at bt.com.au/pdsupdates or by calling BT Customer Relations. Notice will not ordinarily be provided.

Unit pricing discretion

Under the Constitution of each fund, we (or our nominee) have certain discretions in calculating unit prices. Our Unit Pricing Discretions Policy includes details relating to the exercise of these discretions. A copy of our Unit Pricing Discretions Policy can be requested from us free of charge by contacting us (see the 'Contact us' section on the front cover of this PDS for our contact details).

Keeping you informed

Reporting

To keep you up to date about your investment, we will provide you with:

- confirmation of all applications, withdrawals and switches
- an annual investment statement providing your account balance, transaction summary and net earnings (generally sent by the end of August)
- an annual tax statement if any of your Investment Options have paid a distribution during the financial year.
- an Annual Report for the Investment Options (generally available on bt.com.au by the end of September).

You can request a paper copy of any particular confirmation by contacting us (see the 'Contact us' section on the front cover of this PDS for our contact details).

Additional disclosure information

As 'disclosing entities' under the *Corporations Act 2001*, the Investment Options are subject to regular reporting and continuous disclosure obligations. Continuous disclosure notices regarding the Fund are available at bt.com.au/pdsupdates. Copies of documents lodged with ASIC may be obtained from, or inspected at, an ASIC office.

You can also call us to obtain copies of the following documents, free of charge:

- an Investment Option's current annual financial report lodged with ASIC
- any half year financial reports for the Fund lodged with ASIC after the lodgement of the above annual financial report and before the date of the PDS (if applicable)
- any continuous disclosure notices we place online at bt.com.au/pdsupdates or have lodged with ASIC.

BT Online

Staying informed is one of the most important parts of managing your investment. The best way to keep track of your investment is online through BT Online. You can find out about your account balance and your transaction history.

To use BT Online, simply log on via bt.com.au and enter your Investor Number and your Password.

Information that may change

Where changes to information occur that do not adversely affect you, you may be informed in the next regular communication for your investment and via our website at bt.com.au/pdsupdates. Such information includes, but is not limited to, changes in:

- an investment manager
- Investment Options or
- fees.

Where required by law, written notification will be provided giving 30 days' notice of the changes.

7. Taxation

You should note that investing in the Investment Option is likely to have tax consequences. Investing in the Investment Option may also affect your entitlement to pension or other social security benefits. We strongly advise that you seek independent professional tax advice before investing in the Investment Option.

The following information is a general summary only and shouldn't be relied upon as a complete statement of all relevant laws. This information is provided as a general overview of the tax laws that apply to the Investment Option and its investors as at the date of this PDS. The application of these laws depends on your individual circumstances. This information applies to Australian resident investors unless otherwise specified.

Tax position of the Investment Option

The Investment Option attributes all of the taxable income, including realised net capital gains and tax credits (if any), to investors each year on a fair and reasonable basis, having regard to the members' rights under the constituent documents. As such, the Investment Option should not be subject to income tax.

If, for any reason, there is income within the Investment Option which has not been attributed to any investor, the Investment Option may be taxed at the highest marginal tax rate in respect of this income.

Taxation of distributions

Income attributed to you may form part of your assessable income. This is the case regardless of whether the income is distributed to you in cash.

The tax you pay will depend on the composition of the components. The components can be made up of:

- assessable income, such as dividends and interest
- net realised capital gains (including CGT concession amounts, if any)
- tax credits, such as franking credits attached to dividend income and foreign income tax offsets
- non-taxable distributions, such as a return of capital or tax-deferred amounts.

If franking credits or foreign income tax offsets are included in your components, you must determine your entitlement based on your individual circumstances. Income attributed to you that is not distributed to you in cash will generally increase the cost base of your units.

Capital Gains Tax (CGT)

Under the CGT provisions, you may realise capital gains or losses when you dispose of your investments. Individuals, trusts and complying superannuation entities may be entitled to the CGT discount when disposing of units that have been held longer than 12 months.

Any realised capital gains that you derive from the disposal of your investments and/or distributions from the Investment Option may be offset against realised capital losses to determine your net capital gain or loss for the year. Any 'discounted capital gains' must be grossed up prior to being offset against capital losses. To the extent there is a net capital loss for the year, this loss may be carried forward to future years and offset against any future capital gains.

Certain investors (e.g. share traders) may be liable to pay tax on any gains made on the disposal of units as ordinary income, in which case the CGT provisions may not apply.

Non-resident investors

If you're not an Australian resident for tax purposes, we may withhold tax on income attributed to you for the year, regardless of whether the income is distributed to you in cash.

The applicable rate of tax will vary depending on a number of factors, including the type of the component and your country of residence for tax purposes.

If you are a New Zealand investor, your investment may be subject to the New Zealand Foreign Investment Fund (FIF) regime. There are a number of investor exemptions from the FIF regime that may or may not apply to investors, so the application of the rules will depend on the underlying investor's circumstances. We recommend that you seek independent professional tax advice before investing.

7. Taxation

Quoting your tax file number

In the application form, you will be asked to provide your tax file number (TFN). If you apply through a master trust or wrap account, the operator will also ask for your TFN.

It isn't an offence if you don't provide a TFN, however it's important to be aware that if you don't provide us with a TFN, an Australian Business Number (ABN), or an exemption reason, we may be required to withhold tax from the income attributed to you at the highest marginal tax rate, plus Medicare levy, to meet Australian tax requirements.

If you're exempt from providing a TFN you should write the reason for your exemption on the application form.

Australian companies and other entities that invest in the course or furtherance of their registered business can supply their ABN to us instead of their TFN.

Information in respect of the collection and use of TFNs is contained in the BT Privacy Statement which is available at bt.com.au/privacy/privacy-statement.

8. Other important information

The constitutions of the Investment Options

What are the constitutions of the Investment Options?

Each Investment Option is a managed investment scheme established under a document called a constitution. Under each constitution, the Responsible Entity of the Investment Option is responsible for operating the Investment Option and selecting investments in accordance with the constitution. The *Corporations Act 2001*, the constitution, and the general law set out the framework under which each Investment Option operates.

Asset values of the Investment Options for the purposes described in this PDS are determined in accordance with each Investment Option's constitution. The constitutions (including any amendments) have been lodged with ASIC.

You can request a copy of the relevant constitution at no additional charge by contacting us (see the 'Contact us' section on the front cover of this PDS for our contact details).

The main rights of investors under the constitutions

The rights and obligations of investors in each Investment Option are governed by the constitution for the Investment Option and this PDS, but are also affected by the *Corporations Act 2001*, relief and guidelines issued by ASIC, and the general law relating to trusts.

Some of the provisions of the constitutions are discussed elsewhere in this PDS. Others relating to your rights under a constitution include:

- the nature of the units and whether different classes of units are authorised. Every unit confers a beneficial interest in the Investment Option as a whole (but not a specific interest in any particular asset of the Investment Option)
- how we must calculate unit prices and the net value of each Investment Option
- what you are entitled to receive when you withdraw or an Investment Option is wound up
- your right to share in any income and how we calculate it.

Each constitution is designed to limit your liability to the value of your units, but the courts are yet to determine the effectiveness of limits of this kind.

Your rights to requisition, attend and vote at meetings of unit holders are mainly contained in the *Corporations Act 2001*.

The main duties and rights under the constitutions

As the Responsible Entity, we:

- have wide powers to invest, borrow and generally manage the Investment Options
- have discretion to refuse transfers and applications
- can change the constitutions, but we need approval at a meeting of unit holders if the change will adversely affect rights
- can terminate an Investment Option at any time and will give you notice of any intention to do so. If we terminate an Investment Option, you share pro-rata in the net proceeds available from the sale of investments
- can retire, in which case a new Responsible Entity will be appointed
- can charge fees and recover expenses
- can transfer property of an Investment Option, units in another scheme or shares to you, rather than paying a withdrawal request (the assets transferred must be of equal value to the amount payable to you, but we can deduct an amount for costs involved in the transfer).

As the Responsible Entity of each Investment Option we must comply with all obligations set out in each constitution. We are also subject to duties under the law including duties to act honestly, exercise care and diligence, and treat investors of the same class equally.

In addition to these provisions that apply to all Investment Options, the constitutions of specific Investment Options provide us with certain additional powers and rights. Some of these are set out in other parts of this PDS, but also include:

- for the BT Split Growth Fund and BT Balanced Returns Fund, our ability to redeem some or all of your units to satisfy a dishonour fee owing to us. We will provide you with written notice if we exercise this right
- for all Investment Options, we can transfer property of the Investment Option, units in another scheme or shares to you, rather than paying a distribution entitlement that is owing to you. For some Investment Options, we may need your consent to do this.

8. Other important information

Liabilities and indemnities under the constitutions

The constitutions limit our liabilities in relation to each Investment Option. For example:

- we are not liable for acting in reliance in good faith on professional advice
- if we comply with our duties and act in accordance with the relevant laws and the constitution, we are not liable to you for any loss in connection with an Investment Option.

In addition, we are entitled to be indemnified out of the assets of an Investment Option for liabilities we incur in connection with the proper performance of our duties for an Investment Option.

Can the Investment Options borrow money?

Yes. Each constitution permits us to borrow for the relevant Investment Option, with or without security and subject to any restrictions in the relevant constitution. However, it is not intended that the Investment Options will undertake long-term borrowings, although short-term borrowings may occur in our day to day management of the Investment Options.

Appointing an authorised representative

If you wish to appoint someone else to instruct on your investment on your behalf, the following conditions apply:

- generally, your authorised representative can do everything you can do with your investment except appoint another authorised representative. If your authorised representative is your financial adviser, their authority is limited, and they cannot change any fees or alter payment/distribution bank account details
- to cancel your authorised representative you must give us seven business days' written notice
- you release and indemnify us and any other member of the Westpac Group from and against all liability which may be suffered by you or by us, or brought against us or any other member of the Westpac Group in respect of any acts or omission of your authorised representative, whether authorised by you or not.

To appoint an authorised representative you must complete the relevant sections in the Application Form.

Privacy Statement and marketing consent

Our Privacy Statement explains how we collect, use and disclose your personal information and credit-related information. Our Privacy Statement also provides information about how you can access and correct your personal information, and make a complaint and is available at bt.com.au/privacy/privacy-statement, or by calling us (see the 'Contact us' section on the front cover of this PDS for our contact details).

We will use your personal information to send you offers for products and services we believe may be of interest and value to you (including by email, SMS or other means) unless you have previously told us that you do not want to receive marketing offers from us. The products and services offered may be provided by us or one of our third-party partners. If you do not want to receive direct marketing offers from us, you can let us know using the contact details in our Privacy Statement bt.com.au/privacy/privacy-statement or follow the opt-out instructions in the message.

Our reporting obligations

Foreign Tax Residents

We are required under domestic and international laws to collect and report financial and account information relating to individuals and organisations who are, or may be, foreign tax residents. We may ask you whether you or any shareholder, beneficiary, settlor or controlling person are a foreign tax resident from time to time, such as when you open an account with us, or if your circumstances change. If you do not provide this information to us we may be required to limit the services we provide to you.

Unless you tell us otherwise, by completing any application, you certify that any shareholder, named beneficiary, settlor or controlling person is not a foreign tax resident. You must tell us if you, or any shareholder, named beneficiary, settlor or controlling person is, or becomes, a foreign tax resident (unless an exemption applies, such as for shareholders of listed companies). Where there are no named beneficiaries (e.g. for beneficiaries identified only as a class) you must tell us if a beneficiary is a foreign tax resident immediately when any decision is made to identify and make a distribution to them. You may contact us in writing to provide foreign tax residence information (see the 'Contact us' section on the front cover of this PDS for our contact details).

We cannot give tax advice, so please contact your independent tax advisor if you need help finding out whether any person is a foreign tax resident.

*Westpac Group means Westpac Banking Corporation and its related bodies corporate.

Restrictions

Restrictions applying to all Investment Options – when illiquid

We can suspend the withdrawal of your money in the unusual circumstance where an Investment Option is illiquid (that is, when the Investment Option's assets cannot be sold for their market value within the time periods specified under the constitution). While an Investment Option is illiquid, different withdrawal procedures will apply as specified under the *Corporations Act 2001*. We are not obliged to pay for withdrawals out of our money.

Anti-money laundering, counter-terrorism financing and sanctions obligations

We are bound by laws about the prevention of money laundering and the financing of terrorism as well as sanctions obligations, including but not limited to the *Australian Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (AML/CTF laws).

By signing the application you agree that:

- we are required to carry out procedures that verify your identity before providing services to you, and from time to time thereafter
- you are not applying under an assumed name
- any money you invest is not derived from or related to any criminal activities
- any proceeds will not be used in relation to any criminal activities
- you will not initiate, engage in or effect a transaction that may be in breach of AML/CTF laws or sanctions (or the law or sanctions of any other country)
- if we ask, you will provide us with any additional information we may reasonably require for the purposes of AML/CTF laws or sanctions. This could include information about you, your estate, about anyone acting on your behalf, or a holder of a beneficial interest in the investment, or the source of funds used in connection with the investment
- we may obtain information about you, your estate, anyone acting on your behalf, a holder of a beneficial interest in the investment or the source of funds used in connection with the investment from third parties if we believe this is necessary to comply with AML/CTF and sanctions laws
- in order to comply with AML/CTF laws and sanctions, we may be required to take action, including delaying or refusing the processing of any application or any transaction related to your investment if we believe or suspect that the application or transaction may breach any obligation of, or cause us to commit or participate in an offence under any AML/CTF and sanctions laws. We will not incur any liability in doing so, and

- where legally obliged to do so, we may disclose the information gathered to regulatory and/or law enforcement agencies or other entities. We may share this information with other members of the Westpac Group.

If you are in default of your obligations under your investment with us, we can close your investment without notice if we suspect that there is a breach of any of the conditions set out above, such as unsatisfactory conduct by you or if you fail to provide required information and documentation as requested within a stipulated time period, or if we consider that we need to close your investment for any other reason in order to manage appropriately any risks to which we are exposed (including the risk of damage to our reputation).

Related party transactions and conflicts of interest

The Investment Options may invest from time to time in other funds of which we, or a related entity, are trustee, responsible entity or manager (related funds). There is no limit on the level of investment in related funds.

Details of holdings of related funds and related party dealings in the Investment Options are set out in the annual reports, which are available by contacting us (see the 'Contact us' section on the front cover of this PDS for our contact details).

Subject to the constitutions of the Investment Options, we may appoint any of our related bodies corporate (including Westpac Banking Corporation) to provide services (including banking services) or perform functions in relation to the Investment Options, including acting as our delegate. We may also enter into financial or other transactions with related bodies corporate in relation to the assets of the Investment Options, and may sell assets of the Investment Options to, or purchase for the Investment Options assets from, a related body corporate. A related body corporate is entitled to earn fees, profits or other benefits in relation to any such appointment or transaction and to retain them for its own account. Such arrangements will be based on arm's length commercial terms.

In the course of managing the Investment Options, we may face conflicts in respect of our duties owed to the Investment Options, related funds and our own interests. We have policies and procedures in place to ensure that we manage these conflicts of interest through either controlling, avoiding or disclosing the conflict. We will resolve such conflicts of interest fairly and reasonably and in accordance with the law, ASIC and APRA policy and our own policies.

8. Other important information

How we resolve complaints

Delivering on our service promise

We're constantly striving to provide the best possible service, and we'll do our best to resolve any concern you have efficiently and fairly.

Our commitment to you

If you're ever unhappy about something we've done – or perhaps not done – please give us the opportunity to put things right.

Our aim is to resolve your complaint within 5 business days, however, where possible we will resolve your complaint on the spot. If we need some additional time to get back to you, we will let you know. Should we be unable to resolve your concern at your first point of contact, we will then refer the complaint to our Customer Managers.

Our Customer Managers are here to find a solution for you and will ensure that you're regularly updated about the progress we are making to resolve your complaint.

You can contact us:

For all telephone enquiries:

- Australian investors can contact us on 02 8456 0230, 8.30am to 5.30pm (Sydney time) Monday to Friday.
- New Zealand investors can contact us on 0800 894 131, 8.30am to 5.30pm (Sydney time) Monday to Friday.

For all written correspondence:

- BT Funds
GPO Box 804
Melbourne VIC 3001
Australia
- or email btfunds@unitregistry.com.au

You can also view information at bt.com.au

For further information go to our website and search 'Feedback and Complaints'.

If you are still unhappy

If you are not satisfied with our response or handling of your complaint, you can contact the external dispute resolution scheme, the Australian Financial Complaints Authority (AFCA).

Australian Financial Complaints Authority

The Australian Financial Complaints Authority (AFCA) provides a free and independent service to resolve complaints by consumers and small businesses about financial firms (e.g. banks), where that complaint falls within AFCA's terms of reference.

The contact details for AFCA are set out below.

Australian Financial Complaints Authority

Online: www.afca.org.au

Email: info@afca.org.au

Phone: 1800 931 678 (free call)

Post: Australian Financial Complaints Authority
GPO Box 3
Melbourne VIC 3001

Other alternatives

Other options may be available to you. You may wish to get legal advice from your community legal centre or Legal Aid. You can also contact ASIC, the regulator, for information on 1300 300 630 or through ASIC's website at www.asic.gov.au

The dispute resolution process described in this PDS is available only in Australia and is not available in New Zealand.

Consents

The following parties have consented to this PDS containing, and accept responsibility for the accuracy of, the statements referable to them, and the use of their logo, in the form and context in which they appear and have not withdrawn their consent before the date of this PDS.

Pendal Institutional Limited

The parties above have not caused the issue of this PDS and are not responsible for any statements which are not referable to them.

Electronic notifications and updated information

You agree to receive all information, including without limitation any notification, disclosure documents or any other documents for underlying investment funds (Information), required or permitted to be given to you under the *Corporations Act 2001* or any other relevant law:

- where it is or may become permissible under the *Corporations Act 2001* or relevant law, via your financial adviser in writing or notice by email or other electronic communication (including online)
- directly:
 - by email (including emails containing a hypertext link), or
 - by other electronic communication (including by accessing bt.com.au).

8. Other important information

If you're:

- a new investor, by making an application to become an investor in BT Classic Investment Funds or participating as an investor of BT Classic Investment Funds
- an existing investor, and you (or someone on your behalf) by making further investments, by giving an investment direction or switch request or using the Regular Investment Plan feature, on or after the date of this PDS, you agree that Information can be provided to you in any of these ways.

Important information about your investment in BT Classic Investment Funds may be sent to the email address you nominate in your Application. It's important that you nominate a current and active email address and notify us immediately if the email address provided changes.

Terms and conditions

All investors

By completing the Application Form you agree to be bound by all the provisions in this PDS and the applicable constitutions (as amended from time to time) including the following:

- confirm that you are 18 or over
- acknowledge that if a transaction request is invalid, it will not be processed until valid documentation is received
- acknowledge that you have read 'Privacy Statement and marketing consent' in this section of the PDS and that we, our agents and related companies may exchange with each other information about you, and use that information for the purposes described in that section. If you only hold BT products through a financial adviser who is not part of the BT Financial Group, no information will be used by other Westpac Group companies for marketing purposes
- acknowledge and agree that you must not initiate, engage in or effect a transaction that may be in breach of Australian law, or the law of any other country – please refer to 'Anti-money laundering, counter-terrorism financing and sanctions obligations' in this section of this PDS
- acknowledge that you have the legal power to enter into the investment
- agree that future transactions will be made on the terms of the then current PDS and the relevant constitution (each as amended from time to time)
- direct us to deduct any government fee, duty, bank charge, dishonour fee or any other fees payable from time to time, from your withdrawal proceeds or any other amounts payable by us to you

- direct us to deduct from your investment any amount owed by you to us
- confirm that you have received and accepted this offer in Australia or New Zealand
- consent to telephone conversations being recorded and listened to for training purposes or to provide security for transactions
- agree that if we make an incorrect payment to you, we are entitled to deduct the amount incorrectly paid from any holding you may have with us or a related body corporate
- agree to be bound by the provisions of this PDS and any superseding supplementary or replacement PDS and the provisions of the relevant constitution (as amended from time to time)
- consent to us passing information in relation to your investment to your financial adviser
- acknowledge that if we reasonably believe a signature on a document, such as a withdrawal request, to be genuine we are entitled to rely on that signature and will not be liable for any loss you may suffer if it is later found that the signature was fraudulent
- acknowledge that if we reasonably believe an email or facsimile communication (if applicable) we receive from you, your financial adviser or representative is genuine, we are entitled to rely on that email or facsimile communication and will not be liable for any loss you may suffer if it is later found the email or facsimile communication was fraudulent
- consent to us continuing to act as Responsible Entity notwithstanding a conflict of interest arising from circumstances referred to in 'Related party transactions and conflicts of interest' in this section of this PDS or any other circumstances
- acknowledge that information, reports and other communication to you may be delivered electronically by email or other electronic means
- agree that any email sent to btffunds@unitregistry.com.au including the details required to withdraw your investment will be taken to be by you and, further, acknowledge that we may act on those instructions and will not be liable for any loss you may suffer if it is later found that the email was fraudulent.

Joint investors

In addition you:

- agree to hold the units as joint tenants
- acknowledge that, unless otherwise stated, all signatures are required on all transactions.

8. Other important information

Operators and custodians of master trusts or wrap accounts

- undertake to us that you and each other operator or custodian of the master trust or wrap account will comply with any requirements of law or applicable ASIC policy in relation to the master trust or wrap account
- confirm that you are authorised by each operator or custodian of the master trust or wrap account to give this undertaking on their behalf.

Companies (including companies acting as a trustee e.g. for a self-managed superannuation fund or trust)

- Agree to only remain invested in an Investment Option if the company is registered with ASIC.
- Agree to inform us if the company commences the process to become or becomes deregistered with ASIC.
- Agree not to give any instructions to us in relation to an Investment Option if the relevant company is in the process of or becomes deregistered with ASIC.

See 'Deregistration' below for more information.

Deregistration

Normally, once a company is deregistered, it ceases to exist as a legal entity and can no longer do anything in its own right.

If we become aware that a company has been deregistered yet remains invested in an Investment Option, we will place restrictions on the relevant account, preventing any further transactions in relation to the Investment Option.

We will:

- Notify those persons who were directors of the company (immediately before deregistration) that we have placed restrictions on the relevant account and that they are no longer authorised to operate the account, including giving instructions to make applications or withdrawals.
- Cease to allow any investments made under the Regular Investment Plan or the payment of distributions to a nominated bank account, as applicable.

If the company is not reinstated with ASIC, we will seek ASIC's instructions to close the relevant account, after which the account will be closed. This includes selling down the holdings in an Investment Option and transferring the balance to ASIC's unclaimed monies account.

If the company is reinstated with ASIC after deregistration has occurred, you will need to provide us with new identification documents.

If the account is held by the company as trustee for a trust and a replacement trustee has been appointed, please contact us (see the 'Contact us' section on the front cover of this PDS for our contact details), to discuss what is required to update our records.

Our electronic facilities

BT Online

By completing the Application Form you may use BT's electronic transaction facilities and BT Online.

The following conditions apply in relation to these facilities:

- a confidential personal identification number (PIN) and/or password will allow you to transact and you remain responsible for their confidentiality
- access will be given to any person who uses your PIN or password or complies with any other of our security procedures, which we may put in place from time to time.
- Any action by that person will be taken to be by you
- any action or request taken or given to the Responsible Entity cannot be countermanded
- we may vary these conditions at any time after giving you notice in writing (or by email or other electronic communication for BT Online users)

We may suspend access or cancel your ability to transact where we reasonably consider it to be necessary or desirable (and where applicable, for such period as we reasonably consider to be necessary or desirable):

- a) having regard to:
 - (i) the law, or
 - (ii) the quality, efficiency, integrity or security of our electronic facilities, or
 - (iii) any reputational impact on us, or
- b) otherwise on reasonable notice to you.

We must use best endeavours to ensure that any suspension for maintenance of our electronic facilities is carried out at times when in our reasonable opinion it would have least effect on you.

- you must tell us immediately if you lose your PIN or password or think an unauthorised person has knowledge of it.

Indemnity

You release and indemnify us and any other member of the Westpac Group from and against all liability which may be suffered by you or brought against us or any other member of the Westpac Group in respect of:

- any act or omission of your authorised representative, whether authorised by you or not
- your use, or purported use, of BT Online
- your use, or purported use, of a facsimile (if applicable).

8. Other important information

Direct Debit Request Service Agreement

By completing the Direct Debit Request that forms part of the Application Form, you will be providing us with the ability to debit your nominated account and transfer the amount you request to your investment. This agreement sets out the terms on which you authorise us to deduct from your account with your financial institution any amounts that become payable to an investment with us.

Direct Debit arrangements

- For initial applications made by completing a Direct Debit Request, we will debit the amount(s) nominated from your account generally within two business days of receiving a valid application.
- For subsequent investments, when we receive a valid instruction either by phone, letter or over the internet, we will debit your account generally within two business days of receiving the instructions (provided we have previously received a valid Direct Debit Request).
- A valid instruction will be an instruction given by you or from a person nominated by you to provide such instructions.

Regular Investment Plan arrangements

- For investments made under a Regular Investment Plan, we will debit your account on or around the 15th of each month.
- Where the due date falls on a non-business day, we will draw the amount on the next business day. If you are uncertain about when the debit will be processed to your nominated account, you should enquire directly with your financial institution where the account is based.

Your responsibilities

It is your responsibility to:

- Ensure that your financial institution allows direct debits on your nominated account as direct debiting is not available on all accounts offered by financial institutions.
- Ensure that your nominated account details are correct, and if uncertain, to check with your financial institution before completing the Direct Debit Request.
- Ensure that sufficient cleared funds are available in your nominated account by the due date to permit payments under the Direct Debit Request.
- Ensure that the authorisation given to draw on your nominated account is identical to the account signing instruction held by your financial institution where the nominated account is based.
- Advise us if your nominated account is transferred or closed or your nominated account details change.
- Arrange with us a suitable alternate payment method if the drawing arrangements are cancelled either by you or your financial institution.

Your rights

- You may cancel, alter, defer or suspend your Direct Debit Request, or stop or suspend an individual debit from taking place without incurring a penalty, by contacting us (see the 'Contact us' section on the front cover of this PDS for our contact details). In some cases we will require your written confirmation.
- You must notify us at least seven business days before the next scheduled debit to ensure changes are effective that month. Notification received after that time may result in your changes taking effect in the following month. You may also be able to stop an individual debit by contacting your own financial institution. You may be liable for financial institution charges if you do this; the financial institution should have information on these.
- If you have any questions or concerns about your Direct Debit Request, such as where you consider that a drawing has been initiated incorrectly, you should take the matter up directly with us by calling us, or alternatively, contacting us in another way. Please see the 'Contact us' section on the front cover of this PDS for our contact details.
- If you lodge a complaint with us, we will let you know that we have received your complaint and a Customer Manager will try to resolve your complaint within 30 days. If you're still not satisfied with the response or have not received a response from the Customer Manager in 90 days, you can contact the Australian Financial Complaints Authority (AFCA) by calling 1800 931 678 or the Financial Markets Authority on 0800 434 566 (New Zealand investors only).

Our commitment to you

- We will only change the amount of the payment under the Direct Debit Request on receipt of a valid instruction.
- If we vary the terms of this agreement, we will give you notice as soon as reasonably possible (which may be before or after the change is made). If we believe the change is unfavourable to you, we will provide you with at least 30 days' notice.
- Should we receive a request from you to cancel or alter the Direct Debit Request, we will process your request promptly and without incurring a penalty.
- We reserve the right to cancel your drawing arrangements if two or more consecutive drawings are returned unpaid by your nominated financial institution. Standard government fees, duties and bank charges (including dishonour fees and conversion costs) may apply to investments. These are paid by the investor.

8. Other important information

- We will keep all your records and information pertaining to your nominated account at the financial institution private and confidential, except to the extent required by law or where you have made a claim relating to a debit you believe has been made incorrectly, or wrongfully, including circumstances where our sponsor in the Bulk Electronic Clearing System may require us to provide this information to them in connection with your claim to the extent necessary to resolve your claim.

The Investment Options included in this PDS

The following Investment Options are offered under this PDS, each being registered managed investment schemes that are separate financial products.

The BT Classic Investment Funds are only available to existing investors of the Investment Options. Existing investors may make additional investments into an Investment Option in which they are already invested and may switch their investment from an Investment Option to another, in full or in part, if they have existing holdings in that Investment Option. Please note that if an investor divests their interest in an Investment Option in full, they will be unable to invest back into that Investment Option.

Responsible Entity	Registered Investment Option name	ARSN	APIR code
Westpac Financial Services Limited is the Responsible Entity for the following Investment Option:	BT Balanced Returns Fund	087 593 057	BTA0043AU
BT Funds Management No. 2 Limited is the Responsible Entity for the following Investment Options:	BT Active Balanced Fund – NEF	089 133 746	RFA0021AU
	BT Core Australian Share Fund	089 134 001	RFA0011AU
	BT Natural Resources Fund	089 134 341	RFA0013AU
	BT Split Growth Fund	087 531 575	BTA0012AU
	BT Tax Effective Income Fund – NEF	089 134 136	RFA0023AU

Terms used in this PDS

- **‘bank account’** means, for investors, an account with an Australian Authorised Deposit Taking Institution (which includes a building society and credit union)
- **‘BT Investment Funds’** or **“Funds”** means the Investment Options offered in this PDS, issued by Westpac Financial Services Limited ABN 20 000 241 127 AFSL 233716, and BT Funds Management No. 2 Limited ABN 22 000 727 AFSL 233720.
- **‘business day’** means a day other than a Saturday or Sunday on which banks are open for general banking business in Sydney
- **‘financial adviser’** means a licensed financial adviser or other persons approved by us (e.g. dealer groups and operators of master trusts or wrap accounts)
- **‘Investment Option’** means a fund offered in this PDS. Details of each Investment Option are set out in the ‘Investment Option profiles’ section of this PDS
- **‘Responsible Entities’** means Westpac Financial Services Limited ABN 20 000 241 127 AFSL 233716 and BT Funds Management No. 2 Limited ABN 22 000 727 AFSL 233720 ‘we’, ‘our’, or ‘us’, means the Responsible Entities of the Funds.

Asset values of the Investment Options for the purposes described in this PDS are determined in accordance with each Investment Option’s constitution.

Directory

Our registered address is:
Level 18, Westpac Place
275 Kent Street
Sydney NSW 2000.

More information?

Please see the ‘Contact us’ section on the front cover of this PDS for our contact details.

For more information

bt.com.au

For all telephone enquiries 8.30am to 5.30pm (Sydney time), Monday to Friday:

- Australian investors 02 8456 0230
- Within New Zealand 0800 894 131
- Overseas investors +61 2 8456 0230

For postal correspondence:

- BT Funds, GPO Box 804, Melbourne VIC 3001, Australia,

For email correspondence:

- General enquiries – btfunds@unitregistry.com.au
- Transaction requests – btfunds_transactions@unitregistry.com.au

