

19 March 2019



Important information about changes to your investments

As a valued long time investor with BT, we are notifying you about an important change which impacts one or more of your investments with us.

Following a recent review of the BT Classic Investment Funds and BT Investment Funds ranges, we've made a decision to terminate the following investment options:

- BT Classic Investment Funds – BT Asset Selection Fund
- BT Classic Investment Funds – BT Australasian Bond Fund
- BT Investment Funds – BT Tax Effective Income Fund
- BT Investment Funds – BT Diversified Share Fund

These investment options now have only a small number of investors and low funds under management. In the best interests of the investors, we've made a decision to terminate these investment options.

What does this mean for me?

You have the following investment holding(s) impacted by these changes:

Investment Option	Value ²
<Investment Option 1>	\$ <Value 1>

We will be calculating and paying to you any final distribution(s) and the proceeds of your investment holding(s) to your nominated bank account between 19 April 2019 and 31 May 2019.

If you're happy for the proceeds of your investment holding(s) to be paid to your bank account, you don't need to take any action.

¹ "We" in respect of BT Asset Selection Fund and BT Australasian Bond Fund means BT Funds Management Limited (BTFM) and in respect of BT Tax Effective Income Fund and BT Diversified Share Fund means BT Funds Management 2 Limited (BTFM2)

² Value of your investment as at 6 March 2019

IMPORTANT
If you'd like to invest in another product from the BT range – you need to contact us before 30 April 2019

If you'd like to re-invest your proceeds with BT, we have a range of other investment options including those available through BT Classic Investment Funds and BT Investment Funds. Further details are in the table below:

Switch to another BT Classic Investment Funds investment option	Apply to invest in BT Investment Funds	Other products from the BT range
Investors who currently hold one or more of the 10 remaining investment options in this range, can switch to one of those investment options	There are 33 remaining investment options available from this range.	For more information on investment solutions from BT, call us on 1300 789 174 or go to bt.com.au/investments

The Product Disclosure Statement (PDS) for each of these products is available by calling 132 135 or at bt.com.au

We understand that this is an important change and you'll need to take the time to consider what might be best for you given your objectives, financial situation and needs. Before making any decision, you should speak to a financial adviser about what might be right for you. And if you have a Private Banker or Premium Banker, you may wish to speak to them as well.

What happens now?

As the investment option is now in the process of being terminated, we can't accept further investments. Any withdrawals will be paid after consideration of any likely financial impact on remaining investors which may require a special distribution and/or special unit price.

If you have a regular payment plan or dividend reinvestment arrangement in place for a terminating investment option, this will be cancelled. If you have regular payment plans in place for other investment options in BT Classic Investment Funds or BT Investment Funds, these are not affected.

If you'd like to invest your proceeds in another product from the BT range, you'll need to let us know by Tuesday 30 April 2019. If we don't hear from you by then, we'll pay the proceeds of your investment holding(s) to your nominated bank account when final wind-up is completed before 31 May 2019.

Once the transactions are completed you'll receive a transaction advice and, following the end of the 2019 financial year, a Capital Gains Tax (CGT) statement will be sent to you.

We're here to help

Call our team on 1300 789 174 from 8.30am to 6.30pm (Sydney time) Monday to Friday – we'd be happy to answer any questions you have about the terminations, or provide information about other BT products.

We can also help if you need historical transaction and distribution details to assist your financial adviser or tax agent to determine your taxation position (e.g. any likely capital gain impact) resulting from the investment option terminations. Just let us know if you'd like this and we'll arrange this for you.

Yours sincerely,



Melinda Howes
General Manager
BT Financial Group

For more information

bt.com.au | 132 135



Important information

The information provided is factual only and does not constitute financial product advice. Before acting on it, you should seek independent advice about its appropriateness to your objectives, financial situation and needs. The tax implications of terminating BT Classic Investment Funds – BT Asset Selection Fund & BT Australasian Bond Fund and BT Investment Funds – BT Tax Effective Income Fund & BT Diversified Share Fund can impact individual situations differently and you should seek specific tax advice from a registered tax agent or registered tax (financial) adviser.

BT Funds Management Limited ABN 63 002 916 458, AFSL 233724 (BTFM) and BT Funds Management No. 2 Limited ABN 22 000 727 659, AFSL 233720 (BTFM2) are the responsible entities and the joint issuers of BT Classic Investment Funds. BT Funds Management Limited ABN 63 002 916 458, AFSL 233724 (BTFM), BT Funds Management No. 2 Limited ABN 22 000 727 659, AFSL 233720 (BTFM2) and Westpac Financial Services Limited ABN 20 000 241 127, AFSL 233716 (WFSL) are the responsible entities and the joint issuers of BT Investment Funds.

A Product Disclosure Statement (PDS) and other disclosure documents are available for BT Classic Investment Funds and BT Investment Funds can be obtained by calling 132 135, or visiting bt.com.au. You should obtain and consider the PDS before deciding whether to acquire, continue to hold or dispose of interests in BT Classic Investment Funds and BT Investment Funds.

BTFM, BTFM2 and WFSL are members of the Westpac Group. An investment in BT Classic Investment Funds and BT Investment Funds is not an investment in, deposit with or any other liability of Westpac Banking Corporation ABN 33 007 457 141 (Westpac), any Division of Westpac 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. Westpac and its related entities do not stand behind or otherwise guarantee the capital value or investment performance of BT Classic Investment Funds and BT Investment Funds.

Information current as at 19 March 2019.