

Continuous Disclosure Notice and Statement to update PDS Information 30th March 2020

IMPORTANT NOTICE REGARDING FEES AND COSTS DISCLOSURE IN THE PRODUCT DISCLOSURE STATEMENTS DATED 15 MARCH 2019

Please note, there are no changes to the actual fees and costs for the Lakehouse Small Companies Fund (ARSN 615 265 864) (**Fund**). This notice is simply to clarify the example of the performance fee calculation included in the additional PDS (**APDS**) that forms part of the Product Disclosure Statement (**PDS**) for the Fund dated 15 March 2019 and a consequential change to the Example of annual fees and costs in the PDS.

Clarification

As set out on page 3 of the Additional PDS, any performance fee payable to the manager, Lakehouse Capital Pty Limited (**Lakehouse**), is calculated using the net asset value per Unit in the Fund at the end of the performance period. There is a typographical error in the example formula used on page 3. The example formula uses the unit price as at 1 July 2018, the beginning of the performance period rather than the unit price as at 30 June 2019, the end of performance period.

The example should read:

An example of how the performance fee is calculated is set out below.

Assumptions:

- (a) Performance Period – 1 July 2018 to 30 June 2019.*
- (b) Unit price (and high watermark) as at 1 July 2018 – \$1.00*
- (c) Gross Fund performance over the Performance Period (before deduction of the management fee) – 12.0%.*
- (d) Distributions during the Performance Period (after deduction of the management fee) – \$0.01974 per Unit.*
- (e) Unit price as at 30 June 2019 (after deduction of the management fee) – \$1.08570.*

- (f) *Management fee charged during the Performance Period – \$0.01456 per Unit.*
- (g) *S&P/ASX Small Ordinaries Accumulation Index return over the Performance Period – 8.0%.*

In this scenario, the Investment Manager would be entitled to receive a performance fee of \$0.004218 per Unit, calculated as follows:

$$15\% \times (((8.57\% + 1.974\%) - 8\%) \times \underline{\$1.10544}) = \$0.004218 \text{ per Unit}$$

There are no other changes to the fees and costs information in the APDS. There is no change to the performance fee payable to Lakehouse under the applicable investment management agreement (the terms of which are described in the APDS on page 3).

Please note that as a consequence, the estimate of management costs in Table 2 and the Example of annual fees and costs on page 6 of the PDS also needs to be changed. Instead of the estimated management cost being 1.710% per annum, it should be 1.7477% per annum, which means that the fees which would be charged:

- (a) for every \$100,000 investment would be \$1,748 per year; and
- (b) on a \$100,000 investment at the beginning of the year and an additional \$25,000 during that year ranges between \$1,748 to \$2,185 (depending on the time during the year when you make the additional contribution).

All fees shown are inclusive of GST and less any input tax credits or reduced input tax credits expected to be made available.

Questions

If you have any queries in relation to this notice, please contact Lakehouse Capital on (02) 8294 9800 or email investorsupport@lakehousecapital.com.au

The purpose of this notice is to provide updated information pursuant to ASIC Corporations (Updated Product Disclosure Statements) Instrument 2016/1055 which is not materially adverse to Investors. While this clarification is not considered to be materially adverse to Investors, it should be taken into account when making a decision to invest under the PDS. This notice is issued by One Managed Investment Funds Limited (ACN 117 400 987, AFSL No 297042) as the responsible entity of the Fund.

We are following ASIC's good practice guidance in satisfying our continuous disclosure obligations using website notices posted to

www.oneinvestment.com.au/lakehouse or www.lakehousecapital.com.au

Accordingly, given the disclosure of the material information will be made on our website, we will not be required to lodge continuous disclosure notices for this entity with ASIC.