

UPDATE OF INFORMATION ON YOUR INVESTMENT

9 April 2018

USE OF DERIVATIVES

This update is to be read together with the relevant fund's Product Disclosure Statement (PDS) and Additional Information Guide (AIG) (if applicable) and has been issued to update the PDS and AIG (if applicable) regarding the use of exchange traded derivatives and managing risk.

The Fund may invest up to 10% of its net asset value in exchange traded derivatives primarily to manage risk for the Fund. Derivatives are not used speculatively or for the purposes of gearing the Fund.

The use of derivatives may have a negative impact on the Funds where there is an adverse movement in the underlying asset on which a derivative is based or where a derivative position is difficult or costly to reverse. When entering into a derivative transaction on behalf of a Fund there will be cash and/or underlying assets available to meet the exposure positions of the derivative instruments.

Derivatives risk

A derivative is a financial instrument that is derived from another asset, security or index (the underlying security). Derivatives can expose the Fund to risks such as market risk (the risk that the value of the derivative will fluctuate due to movement in the price of the underlying security), basis risk (the risk that the value of the derivative moves independently from the value of the underlying security), liquidity risk and credit risk.

This update refers to the funds listed below:

Fund	ARSN
Ausbil Australian Active Equity Fund	089 996 127
Ausbil Australian Emerging Leaders Fund	089 995 442
Ausbil MicroCap Fund	130 664 872
Ausbil Australian Geared Equity Fund	124 196 407
Ausbil Balanced Fund	089 996 949

The information in this update is current at the time of preparation. However, some information can change from time to time.

WHERE CAN I FIND OUT MORE INFORMATION?

For updated information about the relevant fund, please contact your financial adviser, visit our website www.ausbil.com.au or call our client services team on 1800 287 245 (toll free) or +61 2 9259 0200, during Sydney business hours.

We will also send you a copy of the updated information free of charge upon request. If a change is considered materially adverse we will issue a supplementary PDS or a replacement PDS and AIG (if applicable).