



MaxAlpha

Max Alpha Opportunities Fund

Term Sheet – Managed Cash Class

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Term Sheet – Managed Cash Class Units

Key features

The following summarises certain key features of the Managed Cash (MC) Class Units in the Max Alpha Opportunities Fund (Fund). Investors will subscribe to Class Units in the Fund, which will have the following features. Capitalised terms used but not defined in this term sheet have the meaning given to them in the IM (Information Memorandum) relating to the Fund.

Fund	<p>The Fund will be an open-ended Australian domiciled unregistered unit trust. The Trustee may elect to have the Fund qualify as an MIT/AMIT.</p> <p>The Trustee may, from time to time, create and issue one or more different Classes:</p> <ul style="list-style-type: none"> ▪ with interests and rights differing from each other Class. ▪ where investments of a Class will form a different pool of Fund property (Class Pool); and <p>where Investors of a Class only have a beneficial interest in the Class Pool to which their Units relate.</p>
Investment Structure	<p>The investment structure of the Fund, referable to MC Class Units, is included in Schedule 1 to this term sheet.</p>
Investment Objective	<p>The Max Alpha Managed Cash Class aims to achieve a return (before fees and taxes) that is greater than The S&P/ASX Bank Bill Index (Benchmark).</p>
Investment Strategy & Universe	<p>This strategy will primarily invest in short term securities issued by Prime Banks and other short-term securities that we consider to have the similar credit characteristics.</p> <p>The investment universe includes:</p> <ul style="list-style-type: none"> ▪ Cash and cash equivalents including short term fixed-interest securities that typically have maturities of 90 days or less. ▪ Liquid managed investment schemes that directly invests in a diversified pool of short term deposits. ▪ At call cash. <p>The strategy aims to provide investor with a liquid solution as an alternative to bank term deposits, generating similar return through rule-based active security selection within the investment universe.</p>
Changes to Objective, Strategy and Universe	<p>The Trustee may, from time to time, review and update the investment mandate (i.e., the investment objective, strategy, and universe) for the MC Class as set out in this term sheet.</p>
Base Currency	<p>Australian Dollar.</p>
Eligible Investor	<p>Wholesale clients as defined in s761G of the Corporations Act.</p>
Applications Process	<p>Applications and investment fund must be received by 5 pm (Sydney Time) on a Business Day.</p> <p>Applications to the MC class is usually processed on the next Business Day after the application and investment fund are received.</p> <p>Application amounts are payable on the submission of an application. Any interum interest payable on application amounts will accrue to the benefit of the MC Class. Application amounts paid in respect of rejected or any scaled-back portion of applications will be returned to applicants without interest.</p>

Redemption Process	<p>Redemption requests must be received by 5 pm (Sydney Time) on a Business Day.</p> <p>Redemption from the MC Class is usually processed on the next Business Day after the redemption request is received. However, the actual payment of the redemption is subject to bank processing. Redemption will generally be paid to your nominated bank account within 5 Business Days.</p> <p>Redemption requests will be paid out where the Fund has sufficient spare cash, and the Trustee believes it is in the interests of Investors as a whole. The Trustee may accept or reject a redemption request (in whole or in part) in its absolute discretion.</p>						
Minimum Requirements	<p>Subject to the minimum requirements in the table below, investors can increase the investment at any time by buying more units or decrease the investment by withdrawing or transferring some of the units.</p> <table border="1" data-bbox="395 533 1465 723"> <tr> <td>Minimum balance in Max Alpha Opportunities Fund</td> <td>AUD 50,000</td> </tr> <tr> <td>Additional Investment</td> <td>AUD 1,000</td> </tr> <tr> <td>Withdrawal</td> <td>AUD 1,000</td> </tr> </table> <p>Investors must maintain a minimum balance in Max Alpha Opportunities Fund of AU\$50,000 at any time. The minimum investment amount of AU\$50,000 can be the aggregate of the investments within separate sub-classes under Max Alpha Opportunities Fund. As long as the aggregated investment amount is above AU\$50,000, the minimum investment requirement is satisfied.</p> <p>The Trustee may accept a lesser amount of minimum requirements at its discretion.</p>	Minimum balance in Max Alpha Opportunities Fund	AUD 50,000	Additional Investment	AUD 1,000	Withdrawal	AUD 1,000
Minimum balance in Max Alpha Opportunities Fund	AUD 50,000						
Additional Investment	AUD 1,000						
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Distributions	<p>Distributions from investments will be paid monthly in arrears and at any other time determined by the Trustee in its discretion where the Fund has distributable income.</p> <p>Distribution payments to your nominated Bank Account are generally made within 15 Business Days after the end of the calendar month. Investors can elect for distributions to be paid in cash or to be automatically reinvested.</p>						
Transfer	<p>The investor will be able to transfer their units to a third party by the Trust Deed. Transfers will be effective when registered by the Trustee. The Trustee may from time to time register any transfer of units at its discretion.</p>						
Initial Issue Price	<p>AUD (Australian Dollar) 1.00 per unit.</p>						
Unit Price	<p>The managed cash class strategy's unit price will stay at AU\$1 at all times. When an investor buys or sells units, the investor will be entitled to the distribution from the unit on a daily pro-rated basis.</p> <p>For example:</p> <ul style="list-style-type: none"> ▪ If an investor buys a managed cash class unit on 1 Apr 2024, the investor will be entitled to the distribution from the unit for the whole period from 1 Apr 2024 to 30 Apr 2024, and the months afterwards until redemption. ▪ If an investor buys a managed cash class unit on 11 Apr 2024, the investor will be only entitled to the distribution from the unit for the period from 11 Apr 2024 to 30 Apr 2024, with the distribution amount pro-rated on a 365-day basis (366-day if leap year), and the months afterwards until redemption. <p>The above unit pricing policy for the managed cash class may be reviewed and updated from time to time with the intention to better reflect the intrinsic value of the units.</p>						
Transaction Fees	<p>Nil</p>						
Management Fees	<p>0.2% per annum (incl. GST) of the gross value of the MC Class, payable monthly in arrears.</p>						

Benchmark	S&P/ASX Bank Bill Index
Performance Fees	Nil
Change of Fee Structure	The fee structure of the managed cash class units may be changed. Investors will be given 30 day's written notice of the change.
Fee Rebate	The Trustee may offer management fee rebates to an investor at its discretion from time to time.
Risk Factors	<p>All investments carry risks. There is always a possibility that the Class MC Units be exposed to certain markets that are subject to inefficiency, unpredictability and political instability, all of which could cause loss of capital.</p> <p>We do not offer advice that considers the investor's personal financial situation, including advice about whether the product is suitable for the investor's circumstances. If the investor requires personal financial or taxation advice, the investor should contact a licensed financial adviser and /or taxation adviser.</p> <p>Market risk:</p> <p>Any investment may fall and rise in value through the movement of investment markets. Unfavourable economic movements (globally or locally) may impact the investments and their returns. These risks include global economic risks, currency fluctuations, interest rate changes, government policy, changes in debt or equity markets and other factors. To the extent that these factors reduce the investment performance, they may also reduce each investor's income returns and investment value.</p> <p>Security specific risk:</p> <p>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.</p> <p>Interest rate risk:</p> <p>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.</p> <p>Credit risk:</p> <p>The risk of an issuing entity defaulting on its obligation to pay interest and principal when due. It arises primarily from investments in fixed interest securities and from certain derivatives.</p> <p>Concentration Risk:</p> <p>The MC Class may hold concentrated positions by geography (e.g. Australia) or industry distribution of investments.</p> <p>Liquidity Risk:</p> <p>The disposal of an asset is subject to an orderly market and available liquidity. Liquidity risk may arise through events that affect the general market conditions or specifically the asset. Under these circumstances, it may become more difficult to buy or sell, and it may take longer for the full value to be realised. Depending on factors such as the state of the markets, selling assets is not always possible, practicable or consistent with the best interests of investors. Liquidity risk could mean that investors' withdrawal requests cannot be met within the period specified in this term sheet.</p> <p>Other Risks: Various risks exist in investments; please consult with professional advisers as appropriate to consider other factors which may impact investors' investments.</p>

Schedule 1 – Investment Structure

