



**GMO Australia Limited**

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## **GMO AUSTRALIAN MARKET NEUTRAL TRUST**

*ARSN 102 748 685, ABN 56 522 965 960*

Product Disclosure Statement (PDS) dated: **1 July 2008**

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*You should read this PDS carefully, as it contains important information. GMO Australia strongly recommends that you obtain independent professional advice before you enter into this investment. GMO Australia reminds you that this PDS does not constitute financial product, legal or tax advice.*

*GMO Australia Limited (ABN 30 071 502 639, AFSL 236 656) is the responsible entity of the GMO Australian Market Neutral Trust (the Trust), and is the issuer of this PDS.*

*This PDS is only for use by investors investing through an Investor Directed Portfolio Service (IDPS), IDPS-like scheme or Custodian (collectively known in this document as a "Service"). In this PDS the operator of a Service will be referred to as your Portfolio Administration Service (PAS). Investors gaining exposure to the Trust through a Service do not themselves become unit holders in the Trust. Instead it is generally the PAS who invests for you that has the rights of a unit holder. References to 'you' or 'your' are to investors (and, where the context requires, prospective investors) who gain exposure to the Trust through a PAS. This PDS can only be used by investors receiving it in Australia (whether electronically or otherwise). Applications from outside Australia will not be accepted.*

*Any queries regarding this investment or the information contained in this PDS should be directed to the GMO Client Service team at +61 2 8274 9900 during Sydney business hours.*

## Key Features – GMO Australian Market Neutral Trust

KEY FEATURE	DETAILS
Investment objective	Seeks to outperform the UBS Australian Bank Bill Index by 7.0% per annum a full market cycle with a tracking error of 7.0% per annum, before taking into account fees and expenses.
Investments	Shares of Australian companies listed on the Australian Stock Exchange and related derivative securities. The Trust can hold both long and short positions in securities.
Trust inception date	5 March 2003.
Trust Size as at 31 May 2008	\$66.4 million.
Minimum initial application	Please refer to your PAS's disclosure document.
Minimum additional investment	Please refer to your PAS's disclosure document.
Application fees <sup>^</sup>	Nil.
Redemption fees <sup>^</sup>	Nil.
Switching fees <sup>^</sup>	Nil.
Income distributions	For payment and reinvestment options please refer to page 7 of this PDS and your PAS's disclosure document.
Access to funds	Redemption proceeds are generally paid to your PAS within 3 business days of receipt of request.
Valuations	Daily.
Entry and Exit Transaction Cost Allowance <sup>^</sup>	0.40% Entry / 0.40% Exit.
Management Costs <sup>^*</sup>	1.5375% p.a.
Other considerations	GMO does not take into account labour standards or environmental, social or ethical considerations in the selection, retention or realisation of investments.

\* Includes management fee and all other routine expenses, as well as GST (net of the Reduced Input Tax Credit (RITC)).

<sup>^</sup> For full details of the fees and costs applicable to the Trust please refer to pages 5 to 7 of this PDS.

### GMO Australia Limited

GMO Australia Limited (GMO Australia) is wholly owned by GMO Australasia LLC, which is wholly owned by Grantham, Mayo, Van Otterloo & Co LLC (GMO) (collectively known as the 'GMO Group' or 'GMO'). GMO, founded in Boston 1977, by Jeremy Grantham, Richard Mayo, Kingsley Durant and Eyk van Otterloo is a privately held global investment management firm committed to providing sophisticated clients with superior asset management solutions and services. GMO offer a broad range of investment products, including equity and fixed income strategies across global developed and emerging markets, as well as absolute return strategies. GMO's global offices include the firm's headquarters in Boston and offices in San Francisco, London, Zurich, Singapore and Sydney. GMO manages over A\$144.2 billion globally (as at 31 May 2008).

GMO Australia was established in 1995 to manage Australian equity portfolios, manage global asset allocation products, expand the group's research capability and introduce GMO's global product range to local clients.

## Investment philosophy

The philosophy that underlies the investment process across all markets is based on two central principles:

- Financial markets are driven by investor sentiment. This generally results in trending markets. GMO Australia identifies these trends by using 'Momentum' models.
- Economic fundamentals will return to average levels in the long run. This generally results in prices reverting to an average or fair value. GMO Australia identifies the potential degree for reversion by using 'Value' models.

GMO Australia seeks to exploit the opportunities arising from both of these market drivers. The result is a diversified style incorporating both value and momentum strategies.

## Investment style

The investment processes are active and quantitative. Active quantitative investment style is the name given to the use of advanced numerical analysis in the management of investment portfolios. It has introduced more 'science' into the 'art' of selecting investments and generally uses a broader range of investment selection criteria than the more traditional active management styles. Quantitative management is a more defined, systematic, disciplined, and controlled process than traditional investment management.

## Investment style risks and benefits

There are risks and benefits generally associated with quantitative investment management.

### Risks

- Structural changes – because investment decisions are based on an analysis of historical data, should there be a change in actual market behaviour, this would require an adjustment to the models.

### Benefits

- Defined, systematic, disciplined, and controlled process.
- Clear investment decision making audit trail.

## Investment Objective

The Trust's objective is capital appreciation. It is invested in Australian equity securities (long and short) selected with the aim of producing a portfolio that outperforms the UBS Bank Bill Index. The Trust is managed to outperform the Index by 7.0% per annum over a full market cycle with a tracking error of 7.0% per annum, before taking into account Trust fees and expenses. The market value of the long and short investments of the Trust will generally be within 2% of the other..

## Investment Strategy

Quantitative techniques are used to determine the selection of securities which are expected to both outperform and underperform. The portfolio may take a long position in securities which are expected to outperform and may take a short position in securities which are expected to underperform. GMO Australia combines these into a portfolio and actively controls portfolio risk through an optimisation process which analyses the trade-off between anticipated returns and each security's contribution to portfolio volatility.

A short position is created by selling a security that the portfolio does not own. This is done by borrowing the security from a third party.

Normally, the portfolio will hold long positions in between 50 and 90 securities and short positions in between 50 and 90 securities, though this number may vary from time to time depending on conditions in the Australian equity market. GMO Australia intends the Trust to be approximately twice geared at all times (that is, each dollar invested will give rise to one dollar in long exposure and one dollar in short exposure), however, this may vary due to market movements. As such, GMO Australia expects that the level of gearing of the Trust will generally be within the range of 1.8 and 2.2 times.

## Authorised Investments

The Trust's Constitution authorises GMO Australia to invest in all types of investments. The Trust will normally invest directly in shares listed on the Australian Stock Exchange. However, where appropriate, the Trust may invest in Australian equity related securities including convertible notes, options, futures, derivatives and other related financial instruments. The Trust can also take short positions in securities. Cash generated from the short sales will be held in an interest bearing account with the Prime Broker as collateral for the stock borrowed. Any additional excess cash, which is not required for collateral purposes, will normally be invested in cash or fixed income securities.

The Trust will not invest in securities issued by Insurance Australia Group (IAG).

## Benchmark & Allowable Ranges

The benchmark and asset class ranges for the Trust are set out in the table below. The Trust will generally be managed within these ranges although the Trust may be outside of these ranges for short periods of time.

Asset Class	Benchmark	Minimum	Maximum
Individual stock exposure	0%	-5%	+6%

## Risks

The performance of the Trust is directly related to the underlying assets and the markets in which the Trust invests. Good returns cannot be assured every year because the returns from these markets go up and down. As a result, the value of your investment may rise and fall in line with the Trust's underlying investments. Please note that past performance of an asset, a financial market, units in the Trust, or the Trust as a whole, is historical and is not a reliable indicator of future performance. Performance of the Trust may vary over time.

Your investment in the Trust can be subject to investment risk, including possible delays in repayment and loss of income or principal invested. Your investment in the Trust is not a deposit or liability of GMO Australia or any other member of the GMO Group – none of these entities stands behind or in any way guarantees the capital value and/or performance of units issued or the assets of the Trust.

The Trust may invest in a broad range of assets but will generally invest in Australian equity securities and Australian equity related securities including convertible notes, options, futures, derivatives and other related financial instruments. The Trust can also take short positions in securities and may hold cash and fixed interest. Investment in these assets involves the risk of substantial loss in net asset value. Some of the significant risks associated with investment in these types of assets are summarised below:

**Equities:** The Trust's investments in equity securities may decline in value due to factors affecting the issuing companies, their industries, or the economy and equity markets generally.

**Short Selling:** The Trust takes short positions in securities which are expected to underperform. Establishing a short position in a security can involve much greater risk than buying a security. When buying a security the maximum loss is generally limited to the amount invested. However with a short position there is no limit on the maximum loss as there is no upper limit on the security price. Losses can therefore be much greater than the initial value of the security.

A further risk is that the lender recalls the short position, which forces the security to be bought back within a limited timeframe when there may be limited liquidity in the security. This may mean that the portfolio is forced to buy the security at an unfavourable price.

**Derivatives:** Derivatives involve risks different from or greater than the risks of investing directly in securities and other more traditional investments. The Trust's use of derivatives can cause losses and reduce opportunities for gain when the prices of securities are changing. The Trust may not fully benefit from or may lose money if changes in the value of derivatives do not

correlate perfectly with the assets, rates or indices they are designed to hedge and/or track. Other parties to derivative contracts can default on their obligations to the Trust. Derivatives can make the Trust less liquid and harder to value.

**Futures:** Futures prices may be highly volatile due to unpredictable market movements influenced by political, economic and market events. An exchange or a government authority may suspend or restrict trading, making the markets illiquid and limiting the Trust's ability to close its futures positions at the optimal time.

GMO Australia manages the level of risk within the Trust in order to minimise the impact on performance by:

- Diversification across a wide range of investments within the scope of the Trust's investment strategy.
- Conducting extensive research into fundamental influences on asset values.
- Where appropriate, using derivatives to manage and limit the level of risk in the Trust.

Prior to investing you should determine your attitude to risk. Your financial adviser or planner should be able to assist you in determining your risk appetite.

## Warning

**The returns from the Trust are expected to be volatile. The Trust is a high risk investment and investors should seek professional advice before investing.**

## Portfolio Details

The information in this PDS may change over time. Up to date information including information on the Trust's performance, funds under management, and financial highlights is available on GMO's web site, [www.gmo.com](http://www.gmo.com). Paper copies of this information are available from GMO Australia's office (contact details are on the front cover) during business hours at no cost.

### Trust Performance

The Trust's performance shown in the table below is for the period ending 31 May 2008.

ANNUALISED PERFORMANCE	1 YEAR %	3 YEARS % p.a.	5 YEARS % p.a.	SINCE INCEPTION % p.a.*
Australian Market Neutral Trust - Net Return <sup>#</sup>	9.24	7.61	3.54	3.32
Australian Market Neutral Trust - Gross Return	10.92	9.52	5.51	5.29
UBS Australian Bank Bill Index	7.20	6.44	6.04	5.98

\* Inception date is 5 March 2003.

# After fees and expenses.

**Please note that past performance of an asset, a financial market, units in the Trust, or the Trust as a whole, is historical and is not a reliable indicator of future performance. Performance of the Trust may vary over time.**

### Investor Suitability

Before entering into this investment, you should consider all aspects of this investment and your own personal circumstances and requirements, to decide whether or not this Trust is suitable for you. GMO Australia suggests that you seek professional advice in this regard.

The Trust may be suitable for investors who are looking for a fund that aims to provide:

- long term capital growth; and
- a diversified portfolio of Australian shares.

## 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 fund 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.fido.asic.gov.au](http://www.fido.asic.gov.au)) has a managed investment fee calculator to help you check out different fee options.

This PDS shows fees and other costs that your PAS may be charged. These fees may be deducted from the returns on your investment or from the Trust's assets as a whole.

Taxation information is set out in another part of this document.

You should read all information about fees and costs because it is important to understand their impact on your investment.

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID
<b>Fees when your money moves in or out of the Trust</b>		
<i>Establishment fee</i> The fee to open your investment	Nil	N/A
<i>Contribution fee</i> The fee on each amount contributed to your investment	Nil	N/A
<i>Withdrawal fee</i> The fee on each amount you take out of your investment	Nil	N/A
<i>Termination fee</i> The fee to close your investment	Nil	N/A
<b>Management costs</b>		
The fees and costs for managing your investment.	1.5375% p.a. (net of GST & RITC)	Paid monthly in cash from Trust assets
<b>Service fees</b>		
<i>Investment switching fee</i> The fee for changing investment options.	N/A	N/A

### Additional explanation of fees and costs

#### *Taxation costs*

Taxation information is set out on page 8 of this document.

#### *Transactional and operational costs*

When calculating the issue price of units in the Trust, GMO Australia will make an estimate of the costs attributable to the purchase or acquisition of the Trust's assets. This estimate is referred to as the Entry Transaction Cost Allowance or the Buy Spread. Similarly, when calculating the redemption price of units in the Trust, GMO Australia will make an estimate of the costs which would be incurred to sell the Trust's assets. This estimate is referred to as the Exit Transaction Cost Allowance or the Sell Spread. The Buy/Sell Spread ensures that these transaction costs are met by the unit holders transacting rather than the other unit holders in the Trust.

The current Entry Transaction Cost Allowance is 0.40% on the application of units in the Trust. The current Exit Transaction Cost Allowance is 0.40% on the redemption of units in, the Trust. GMO Australia may vary the allowance for entry and exit transaction costs to reflect changes in the costs of investing new funds and/ or generating funds to meet redemptions.

Most expenses of the Trust are met by GMO Australia (see 'Payment of expenses' section). However, other expenses are paid or reimbursed by the Trust. These include, without limitation, any government duties and charges, all financial institutions duties and bank account debit taxes, other taxes, brokerage and related transactions charges arising from the receipt, collection, acquisition, investment, disposal or distribution of money or other property of the Trust (including receipt of application money), and any litigation costs incurred in relation to the Trust. These expenses are an additional cost to unitholders.

#### *Fee changes*

The Trust Constitution allows for Management Costs of up to 10%. The Trust Constitution also allows for contribution fees (of up to 2% of each investment) and withdrawal fees (of up to 2% of each investment) although contribution and withdrawal fees are not currently charged. GMO Australia will give unit holders at least 30 days notice of any increase in the Management Costs or other fees associated with the Trust. GMO Australia may individually negotiate with wholesale clients (within the meaning of the Corporations Act) a rebate of a portion of fees paid to GMO Australia.

#### *PAS fees*

If you direct your PAS to invest in the Trust on your behalf, you will pay the fees set out in your PAS's disclosure document, which may include the fees described in this PDS. Please refer to your PAS's disclosure document for the fees applicable to your investment.

#### **Payment of expenses**

GMO Australia will meet the costs of the Trust that are associated with safe keeping of assets, custodial charges for the settlement of transactions, administration of the Trust's accounts, statutory reporting, unit holder reporting, unit registry services, audit services, the printing and posting of reports and notices to unit holders, and the routine legal and taxation advice for the Trust. GMO Australia has discretion to classify expenses as routine or otherwise, but GMO Australia intends to interpret routine expenses as those expenses associated with the normal annual cycle of operation of the Trust.

### Example of annual fees and costs

The following table gives an example of how the fees and costs for this product can affect your investment over a 1 year period. You should use this table to compare this product with other managed investment products.

EXAMPLE – GMO Australian Market Neutral Trust		BALANCE OF \$50 000 WITH TOTAL CONTRIBUTIONS OF \$5 000 DURING YEAR
Contribution Fees	Nil	N/A
PLUS Management Costs	1.5375% (Net GST & RITC)	For every \$50,000 you have in the Trust you will be charged \$769 each year.
EQUALS Cost of Trust		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees of:  <b>\$769</b>

### Other Information

You may invest in the Trust by directing your PAS to make an application for units in the Trust. Application moneys must be paid in accordance with any instructions specified by your PAS.

You should refer to your PAS's disclosure document for further information on applications through the Service.

GMO Australia reserves the right to accept or reject applications at its discretion and delay processing of applications where it believes this to be in the best interest of unit holders.

For current entry prices for the Trust visit GMO's website ([www.gmo.com](http://www.gmo.com)).

### Cooling off

You cannot exercise any cooling off rights directly with GMO Australia in relation to an investment in the Trust acquired through a PAS. You should contact your PAS and read your PAS's offer document for information on any cooling off rights that may apply in relation to the Service.

### Retaining your PDS

You should keep a copy of the current PDS and any supplementary material updating the PDS for future reference. You can obtain a copy of the current PDS, free of charge, by either visiting GMO's website ([www.gmo.com](http://www.gmo.com)) or by contacting GMO Australia (contact details are on the front cover).

### How to redeem

Redemptions of some or all of an investment in the Trust may be made at any time by directing your PAS to make the request.

The proceeds from your redemption are usually made available to your PAS within 3 business days from receipt of your PAS' request, given normal operating conditions. The maximum period for payment of redemptions is 28 days after the request is received and accepted by GMO Australia.

You should refer to your PAS's disclosure document for further information on redemptions through the Service.

For current exit prices for the Trust visit the GMO website ([www.gmo.com](http://www.gmo.com)).

### Distribution of income

A distribution is the payment of the Trust's income to unit holders at predetermined intervals. The distributable income of the Trust may include interest, company dividends, foreign income, realised net capital gains and other income.

The type of distribution will depend on the nature of the Trust's underlying assets. The distribution will depend on the amount of distributable income available and how many units are held at the end of the distribution period. The distribution amount will vary and there may be times when there is no distribution.

The Trust may distribute quarterly or more regularly if GMO Australia chooses, and proceeds are generally paid to your PAS within 10 business days. However, the Constitution of the Trust allows for deferral of distributions if it is not practical to distribute income received in a distribution period, to be treated as having been received in the next distribution period. The distribution periods are generally 1 January to 31 March, 1 April to 30 June, 1 July to 30 September and 1 October to 31 December.

Unrealised capital gains and losses will be reflected in the price of units. Income will be distributed pro-rata based on the number of units held by each client at the end of each distribution period.

The composition and timing of distributions could affect your tax position. GMO Australia recommends that you seek professional taxation advice.

For payment and reinvestment options please refer to your PAS's disclosure document.

## Valuation of investments

The Trust's unit price is calculated by:

- establishing the net asset value (NAV) of the Trust;
- dividing the net asset value of the Trust by the number of units in the Trust to determine the NAV of each unit;
- for entry unit prices, adjusting the NAV of each unit by adding the buy spread (Entry Transaction Cost Allowance) where applicable; and
- for exit unit prices, adjusting the NAV of each unit by deducting the sell spread (Exit Transaction Cost Allowance) where applicable.

The NAV of the Trust is based on the market value of the investments of the Trust. Generally, the NAV of the Trust is determined each day. Valuations may also be made when moneys are deposited into, or withdrawn from, the Trust.

The NAV of the Trust is calculated by deducting from the value of the Trust's gross assets the value of the liabilities in the Trust.

The NAV of investments in the Trust includes not only the value of unrealised gains but also any income and realised gains accrued but not yet distributed. Should unrealised gains be realised in the future, any assessable portion will be distributed to unit holders. Investments are valued at their market value.

GMO Australia has a Unit Pricing Discretions Policy which sets out how we will exercise discretions in the unit pricing of the Trust. You can obtain a copy of the policy free of charge by contacting GMO Australia (contact details are on the front cover).

## Suspension of applications and redemptions

In certain situations which impact on the effective operation of a market for an asset in the Trust, or in circumstances where GMO Australia otherwise considers it to be in the best interests of unit holders, GMO Australia may choose to suspend the processing of all applications or redemptions for the Trust for up to 28 days. If this occurs, in determining the value of an asset, GMO Australia will use the asset values determined after the suspension is lifted.

## GMO Australia's relationship with you

Investors gaining exposure to the Trust through a Service do not themselves become unit holders in the Trust. Instead it is generally the PAS who invests for you that has the rights of a unit holder. They may exercise them or not in accordance with their arrangements with you. You also forgo direct voting rights and will not receive notice of, or be able to attend meetings of, unit holders.

Each unit your PAS holds in the Trust confers a proportional beneficial interest in the Trust. Your PAS does not, however, have any entitlement to any particular part of the Trust or any particular assets of the Trust, and has no right to participate in the management or operation of the Trust (other than through unit holder meetings). Unit holders are normally not liable for any debts or other liabilities of the Trust.

Investments made through a Service are subject to the disclosures enclosed in this PDS and any supplemental PDS, and to the provisions of the Constitution. Persons investing through a Service should note that the relevant PAS may have their own minimum requirements for maintaining investment balances, additional contributions or redemptions.

*Additional investments and transfers* – If you wish to make additional investments or transfer your investment to another person, you will have to direct your PAS to do so on your behalf.

*Reporting* – By investing in the Trust through a Service, you will not receive confirmation of transactions, half yearly reports, distribution statements, periodic statements, annual reports or annual income statements directly from GMO Australia. These will be provided by GMO Australia to your PAS who may report to you on your investments in a Service in accordance with the arrangements governing the Service.

*Enquiries* – If you are investing through a Service enquiries about the Trust should be directed to the PAS of the Service.

## Tax Information

This taxation information is a general summary only and is based on information which is current at the date of issue of this PDS and should not be viewed in any way as taxation advice. Prior to making an investment decision, each investor should seek their own taxation advice about the taxation consequences to them of investing in the Trust.

The policy of the Trust is to distribute at least the taxable income of the Trust to the unit holders. Consequently, the Trust itself should pay no income tax. All taxable income distributed, including any which is subsequently reinvested, forms part of your assessable income in the year of entitlement. The issue price of units in the Trust includes the value of accrued profits and any income previously received or accrued since the last applicable date for determining distribution entitlements. Should such unrealised amounts or income be realised in the future, any assessable portion will be distributable and assessable to unit holders.

## Privacy

Privacy laws apply to the handling of personal information by GMO Australia. GMO Australia does not usually collect or hold your personal information in connection with your investments in the Trust. If GMO Australia does obtain any of your personal information it will be handled in accordance with the National Privacy Principles under the Privacy Act. You should contact your PAS for more information about their privacy policy.

## Complaints

As you are investing through a Service, complaints should be directed to your PAS and not to GMO Australia.

If your PAS wishes to make a complaint, they can contact GMO Australia. GMO Australia will:

- Acknowledge any complaint in writing and inform the PAS when it should expect to receive an answer or feedback; and
- Endeavour to ensure that all complaints will be properly considered and dealt with in a timely manner.

GMO Australia is a member of the Financial Ombudsman Service. This is an independent body whose purpose is to address the complaints from unit holders where the unit holder is not satisfied with the outcome of GMO Australia's complaint resolution process. The contact details for the Financial Ombudsman Service are set out below:

Telephone: 1300 78 08 08  
Facsimile: (03) 9613 6399  
Website: [www.fos.org.au](http://www.fos.org.au)  
Email: [info@fos.org.au](mailto:info@fos.org.au)  
Mail: GPO Box 3, Melbourne, Victoria, 3001

## Leverage and use of derivatives

GMO's policy on derivatives permits the use of derivatives to implement the investment objectives and strategies of the Trust. The Trust does not have any borrowings nor is it GMO Australia's intention to normally arrange any borrowings on behalf of the Trust. More information about the use of derivatives and controls relating to such use is set out in a separate Derivatives Risk Statement. Copies are available from GMO Australia.

## Securities Lending

The Trust may enter into securities lending transactions under a program managed by its custodian. Under the program the Trust may lend securities to third party borrowers for a period of time. The trust receives a fee in return, which benefits the Trust. There are additional risks associated with securities lending programs however GMO Australia and its custodian has measures in place to mitigate those risks. These measures include a properly documented securities lending agreement which requires that borrowers provide collateral for any securities borrowed.

## Other information available on request

From time to time additional information about the Trust may become publicly available that might reasonably influence an investor's decision to invest in the Trust. GMO Australia will provide such additional information on request by any person that has a copy of this PDS and any financial adviser. GMO Australia may charge the reasonable cost of providing the information.

## Seek financial advice

It is impossible to take account of the particular investment objectives, financial situation and/or needs of each individual investor in the Trust. Intending investors are advised to seek external professional advice on the appropriateness of an investment in the Trust given their own particular circumstances. Each intending investor should evaluate the Trust in the light of their requirements and circumstances and the professional advice which they receive from their personal advisers. Nothing in this PDS is intended to constitute personal legal or tax advice or either general or personal financial product advice.

## Prime Broker and Custodian

GMO Australia has appointed third parties as prime broker and custodian to the Trust. The prime broker and custodian provide prime brokerage, safekeeping and settlement services for the Trust. All assets of the Trust will generally be held in the name of the custodian or its sub-custodians.

## Third party administrator

GMO Australia has appointed a third party administrator to the Trust. The administrator provides administrative services for the Trust and also performs the unit registry function for the Trust.

**Constitution**

The Trust operates under a Constitution. This PDS includes simple summaries or explanations of the effect of some of the more important provisions of the Constitution.

The Constitution is incorporated by reference into this PDS, and persons investing in the Trust will be taken to have read and understood the Constitution.

A copy of the Constitution is available from GMO Australia's office (contact details are on the front cover) during business hours at no cost. GMO Australia may, by deed, replace or amend the Constitution however some types of amendments require the consent of unit holders by resolution passed at a unit holders' meeting.