

# Continuous Disclosure Notice

## Sandhurst Professional GVI Global Industrial Fund

### Important information regarding the Sandhurst Professional GVI Global Industrial Fund

<p>Background</p>	<p>The Sandhurst Professional GVI Global Industrial Fund (<b>the Fund</b>) was launched in 2006. As a result of a strategic alliance between Sandhurst Trustees Limited (<b>Sandhurst</b>) and Global Value Investors Limited (<b>GVI</b>), under which GVI was appointed as the investment manager. The Fund has primarily invested in the GVI Aubrey Global Growth and Income Fund (GVI Fund), with the balance of funds held in cash.</p> <p>In late 2011, Sandhurst was advised by GVI that its board had resolved to appoint Aubrey Capital Management Limited (<b>Aubrey</b>) as the sub-investment manager for the Fund. In June 2012, Sandhurst, as responsible entity of the Fund, closed the Fund to new and additional applications for units. The Fund has returned 5.03% p.a. since its inception, and over the last 5 years has achieved an average return of 11.89% p.a. (as at 31 October 2016).</p> <p>On Friday 11 November 2016, Treasury Group Investment Services Limited (<b>TIS</b>), as the responsible entity of the GVI Fund, provided Sandhurst with a notice of termination and subsequent winding up of the GVI Fund effective from 15 November 2016. TIS is required to complete the winding up as soon as practicable taking into account the best interests of the unitholders of the GVI Fund. As set out above, because the Fund is primarily invested in the GVI Fund, which is now being wound-up, Sandhurst is required to reallocate the Fund's investments in order to continue to meet the Fund's target asset allocation.</p>
<p>What this means for investors</p>	<p>The Fund will continue to operate. As part of Sandhurst's commitment to deliver a high quality global investment solution to the Fund's unitholders, it has decided to make the following changes to the Fund:</p> <p><b>1. New multi-manager investment strategy</b></p> <p>Sandhurst has decided that GVI will be removed as the investment manager of the Fund and Aubrey will be removed as the sub-investment manager of the Fund. This will allow Sandhurst to change the Fund to a multi-manager structure. Sandhurst has a highly successful track record of operating multi-manager funds with top quartile performance for many funds over 3, 5 and 10 year periods.</p> <p>Sandhurst has selected the following qualified investment managers to manage the investments of the Fund:</p> <ul style="list-style-type: none"> <li>• Franklin Templeton Investments Australia Limited</li> <li>• Epoch Investment Partners, Inc.</li> </ul>

- T Rowe Price International Limited
- State Street Global Advisers Australia Limited
- Vanguard Investments Australia Limited.

Sandhurst will manage the cash exposures of the Fund

Sandhurst selects investment managers on the basis of quantitative and qualitative factors, including performance, experience, investment strategy and key personnel. Sandhurst will review the performance of the Fund's investment managers on a regular basis and, as a part of its investment review process, may remove or add an investment manager at any time without notice. Given the historical success of Sandhurst's multi-manager funds, Sandhurst believes this change should lead to a more consistent performance outcome.

Given the short notice provided to Sandhurst regarding the closure of the GVI Fund, there will be a short transition period in which the Fund will be fully invested in cash before allocating funds to the replacement global equity investment managers. Sandhurst will not charge a management fee from 15 November 2016 until the Fund's asset allocation falls within the target asset allocation. Sandhurst expects that this could take up to one month.

## 2. New investment objective, strategy and benchmark

Given the change in investment manager and style, it is necessary to refine the Fund's objective, strategy and benchmark as follows:

	Old	New
<b>Investment return objective</b>	To achieve, over the long term, capital growth and some income and to deliver a return (after fees and expenses and before taxes) that is in excess of the benchmark listed over a rolling three year basis.	To outperform the investment benchmark (after fees and before taxes) over the medium term.
<b>Investment strategy</b>	To primarily invest indirectly in a diversified portfolio of quality international industrial shares, where these assets are identified by the Investment Manager as being undervalued.	To invest via a selection of high quality investment managers that employ a range of styles in investing in global equities, in a manner that Sandhurst believes will meet the investment return objective.
<b>Investment benchmark</b>	MSCI World Accumulation Index (AUD) Hedged	50% MSCI World Ex Australia NR AUD and 50% MSCI World ex Australia NR AUD Hedged.

	<p>The Fund's risk level has not changed from high risk and the Fund's suggested investment timeframe has not changed from a period of 5 years.</p> <p><b>3. Reduction in management cost</b></p> <p>As part of the change in investment managers, the management cost of the Fund will reduce from 1.40% to 0.99%, effective from the date that the Fund's new investments are allocated. This is because Sandhurst is able to pass on to investors the management fee reductions it receives as a result of the engagements it has negotiated with leading investment managers.</p>
<p>Why did Sandhurst decide not to wind-up the Fund?</p>	<ul style="list-style-type: none"> <li>• Sandhurst is committed to continue to deliver a high quality global investment solution to the Fund's unitholders.</li> <li>• Sandhurst believes the removal of GVI as investment manager and Aubrey as sub-investment manager, and the adoption of the multi-manager structure, provides Sandhurst with more flexibility regarding the allocation of investments of the Fund.</li> </ul>
<p>What are the benefits of remaining in the Fund?</p>	<ul style="list-style-type: none"> <li>• Provides investors with the potential for long term capital growth from a diversified portfolio of global shares (with a limited exposure to cash and short term securities).</li> <li>• Provides access to the resources and knowledge of a number of different professional investment managers who specialise in managing global shares and who research and monitor investment markets to find the best opportunities.</li> <li>• Sandhurst aims to create wealth for investors by employing a disciplined and conservative approach to managing quality assets. This approach means identifying, monitoring and allocating the assets of the Fund between specialist investment managers to achieve the Fund's investment return objective.</li> </ul>
<p>Can unitholders still withdraw?</p>	<p>Yes, however there may be a delay in processing a withdrawal request until Sandhurst receives funds from the wind-up of the GVI Fund. While Sandhurst has normally processed withdrawals within 5 business days of receiving a Withdrawal Form, the Fund's Constitution provides Sandhurst with the right to take up to 30 days to process a withdrawal. The Fund's Constitution also allows Sandhurst to delay a withdrawal if, in Sandhurst's reasonable opinion, such delay is in the best interests of unitholders as a whole.</p> <p>Sandhurst will process withdrawal requests upon receiving funds from the wind-up of the GVI. Withdrawals will be credited directly to your nominated account or a cheque can be sent to you upon request.</p> <p>The Withdrawal Form is available from our website at <a href="http://www.sandhursttrustees.com.au/forms">www.sandhursttrustees.com.au/forms</a>.</p>
<p>Can unitholders make additional applications?</p>	<p>Currently, the Fund is closed to new and additional applications. However, Sandhurst aims to reopen the Fund early 2017.</p>

Where can investors find out more information on the investment managers?	More information about the new investment managers is included in the investment manager guide, available at <a href="http://www.sandhursttrustees.com.au/img">www.sandhursttrustees.com.au/img</a>
Who can unitholders speak to for more information?	Should you like more information on the changes to this Fund or any of our other investment opportunities, please contact your financial adviser or Sandhurst on <b>1800 634 969</b> .

Please note this notice is general in nature and does not take into account your particular circumstances or your financial objectives. Sandhurst recommends that you seek professional advice in relation to the likely impact of the new investment objective, new multi-manager investment strategy and new benchmark, including possible tax consequences, as well as in relation to investing in the above or other alternative products.

The Sandhurst Professional GVI Global Industrial Fund mentioned in this notice is issued by Sandhurst Trustees Limited ABN 16 004 030 737 AFSL 237906 (Sandhurst). Fund return figures have been calculated before tax and after fees and costs; using withdrawal prices and assumes distributions were reinvested. Past performance is not a reliable indicator of future performance. Sandhurst has prepared this letter based on its current intentions, which are subject to change.