

The Public Trustee of Queensland

Growth Trust

ABN 95 792 610 481

Additional Information

Issued: 7 May 2020

Issued by: The Public Trustee of Queensland

ABN 12 676 939 467



This additional information forms part of the Product Information Statement for the Public Trustee of Queensland Growth Trust (ABN 95 792 610 481), (the “Public Trustee of Queensland Growth Trust” or “Growth Trust”) dated 7 May 2020. You should read this information together with the Product Information Statement before making a decision to invest into the Growth Trust.

Restrictions on Withdrawals

The information in this document forms part of the Public Trustee of Queensland Growth Trust Product Information Statement dated 7 May 2020.

We endeavour to ensure that redemption proceeds are paid within four business days of receiving the redemption request, although the Trust Deed Poll permits up to 30 days to redeem units.

There may be circumstances where your ability to withdraw from the Growth Trust is restricted.

Additional Information on Fees and Costs

The information in this document forms part of the Public Trustee of Queensland Growth Trust Product Information Statement dated 7 May 2020.

This document shows fees and other costs that you may be charged. These fees and costs may be deducted from your application amount, from the returns on your investment or from the Growth Trust’s assets as a whole.

You should read all the 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
Fees when your money moves in or out of the Growth Trust¹ :		
Establishment fee		
The fee charged to set up your investment.	Nil	Not Applicable
Contribution fee		
The fee charged on each amount contributed to your investment.	Nil	Not Applicable
Withdrawal fee		
The fee charged on each amount you withdraw out of your investment.	Nil	Not Applicable
Termination fee		
The fee charged to close your investment.	Nil	Not Applicable
Ongoing management costs:		
Trustee Fee		
Payable to us for acting as trustee and managing the Growth Trust.	1.52% p.a.	This fee is calculated on the net asset value of the Growth Trust and is reflected in the daily unit price. It is paid monthly in arrears from the assets of the Growth Trust.
QIC Funds’ Expenses² :		
Administration and other expenses of the underlying QIC Funds in which the Growth Trust invests.	0.20% - 0.30% p.a.	Refer to the ‘QIC Funds’ Expenses’ section below.

1. Transaction costs (Buy/Sell costs) apply. Refer to ‘Buy/Sell Spreads’ in ‘Additional Explanation of Fees and Costs’.

2. The amounts shown are estimates only of the QIC Funds’ Expenses. This estimate is not necessarily indicative of future expenses.

Additional Explanation of Fees and Costs

Trustee Fee

The Trustee Fee is payable under the Trust Deed Poll for acting as trustee and managing the Growth Trust. The Trustee Fee is calculated daily and is reflected in the unit price. It is paid monthly in arrears from the assets of the Growth Trust. From our Trustee Fee we pay all expenses associated with operating the Growth Trust, including fees and costs payable to QIC for its investment management services.

QIC Funds’ Expenses

The Growth Trust invests primarily in the QIC Long Term Diversified Fund and, to manage liquidity, will also maintain an investment within a range of approximately 0.0% to 1.0% of the Growth Trust’s assets in cash, either through the QIC Cash Enhanced Fund (collectively the “QIC Funds”) or cash at bank. The QIC Funds’ Expenses estimate in the fee table represents the estimated administration and other expenses of the QIC Funds as advised by QIC. The QIC Funds’ Expenses are not paid directly by the Growth Trust, but are reflected in the value of the investment in the QIC Funds. Investors should appreciate that past expenses for the QIC Funds are not necessarily indicative of the future estimated expenses of the QIC Funds.

Other fees and costs

Trustee Fee Rebate

A Trustee Fee Rebate is applicable for clients holding more than \$100,000 in the Growth Trust. The following table outlines the Trustee Fee Rebate applicable:

Investors Balance/Incremental Tiers		Rebate %
First \$100,000	Up to \$100,000	0.00% p.a.
Next \$150,000	\$100,001 – \$250,000	0.15% p.a.
Next \$250,000	\$250,001 – \$500,000	0.40% p.a.
Next \$500,000	\$500,001 – \$1,000,000	0.45% p.a.
Next \$9,000,000	\$1,000,001 – \$10,000,000	0.85% p.a.
Next \$15,000,000	\$10,000,001 – \$25,000,000	1.00% p.a.
Over \$25,000,000	\$25,000,001 +	1.05% p.a.

The Trustee Fee Rebate is calculated based on an investor's balance of units in the Growth Trust as at end of the month and uses the sell price applicable at that date. All Trustee Fee Rebates are paid by direct credit to your Public Trustee of Queensland – Common Fund – Cash Account and, for investors who are not a client of the PTQ, subsequently transferred into your nominated account.

For example, if you had \$150,000 invested in the Growth Trust, you would be entitled to a Trustee Fee Rebate of \$6.25 per month.

Buy-Sell Spreads

The buy-sell spread represents the transactions cost associated with buying or selling assets when investors enter or withdraw from the Growth Trust. The buy-sell spread is an additional cost to you and retained by the Growth Trust. The buy-sell spread for the Growth Trust as at 30 April 2020 are as follows:

	Buy/Sell Spread (%)
Buy Spread	0.06%
Sell Spread	-0.06%

For example, if you invest \$50,000 in the Growth Trust, the cost of your buy spread would be \$30 and if you withdraw \$50,000 from the Growth Trust, the cost of your sell spread would be \$30.

We calculate the weighted average transaction costs of making and withdrawing investments in the QIC Funds at the end of each quarter to determine the buy-sell spread to apply to investments in, and withdrawals from, the Growth Trust for the next quarter. Therefore, the buy-sell spread may increase or decrease each quarter. The current buy-sell spread is available within the Product Profile on our website at <http://www.pt.qld.gov.au/about/publications/investments/>.

Investment Management Costs

Fees paid to QIC for the investment management of the Growth Trust are not an additional cost to the Growth Trust. The fees paid to QIC for the investment management of the Growth Trust are paid by PTQ from its own funds.

Changes to Fees and Other Costs

We reserve the right to change fees and other costs, but subject to any limitations under the Trust Deed Poll and applicable law. We will give investors thirty (30) days' notice prior to increasing any fees. The Trustee Fee currently charged is less than the maximum permitted under the Fees and Charges Notice (No.1) (2018) of 1.61% p.a. (including GST).

Goods and Services Tax (GST)

The fees and costs are GST inclusive amounts, net of any expected reduced input tax credits.

If, for any reason, the Growth Trust is not eligible to receive an input tax credit from the ATO for expenses incurred, the additional GST cost will be incurred by the Growth Trust.

Additional Information on Tax

The information in this document forms part of the Public Trustee of Queensland Growth Trust Product Information Statement dated 7 May 2020.

Tax treatment of your investment

It is important that you seek professional taxation advice before you invest or deal with your investment, as the taxation system is complex, and the taxation treatment of your investment will be specific to your circumstances and to the nature of your investment.

Generally, however, you are liable to pay tax at marginal rates each year on any distributions from the Growth Trust (with the exception of a return of capital), even if the distributions are reinvested, although you may be entitled to tax credits or concessional tax income such as capital gains.

Please note that at the time of your initial or additional investment there may be unrealised capital gains or accrued income in the Growth Trust. If these amounts are subsequently realised, they may be returned to you as part of a distribution from the Growth Trust.

In addition, there may be realised but undistributed capital gains or income in the Growth Trust. These amounts may be returned to you as part of the next distribution from the Growth Trust.

You may also be liable to pay capital gains tax on any capital gains received from disposing of your investment.

If the Growth Trust holds investments which are located outside of Australia, the Growth Trust's income may include non- Australian sourced income. You may be entitled to foreign tax credits for foreign tax already paid.

Providing a Tax File Number (TFN)

You do not have to provide a TFN, exemption code or Australian Business Number (ABN) when you complete an application to invest or reinvest in the Growth Trust. However, if you do not provide any of these, we are required to deduct tax from most distributions, including where those distributions are reinvested, at the highest marginal tax rate, plus the Medicare levy.

Additional Information on Investment Management Agreement

The information in this document forms part of the Public Trustee of Queensland Growth Trust Product Information Statement dated 7 May 2020.

We, as trustee of the Growth Trust, have entered into an Investment Management Agreement with QIC relating to the ongoing management of the Growth Trust's investments. QIC is entitled to be paid fees, and reimbursed for expenses incurred, for providing investment management services in accordance with the terms of the Investment Management Agreement. We pay QIC's fees and expenses from our Trustee Fee and information about our Trustee Fee is provided in the 'Additional Information on Fees and Costs' section of this document.

Whilst the Investment Management Agreement is ongoing in nature, it may be terminated in several circumstances including:

- by either party giving at least six months' notice to the other party (or such shorter period as agreed by the parties); and
- immediately by us in the event of insolvency of QIC, if QIC ceases to carry on business, if QIC breaches the Investment Management Agreement and fails to remedy the breach within the period specified in the agreement, or if QIC sells or transfers its main business or undertaking other than for the purposes of a corporate reconstruction previously approved by us.