

Continuous Disclosure & Updates

CC Sage Capital Absolute Return Fund

ARSN 634 149 287

Updated Transactional & Operational Costs and Performance Fee for the financial year ended 30 June 2020

14 December 2020

Section 9.4 of the Product Disclosure Statement dated 24 December 2019 contains a subsection titled “Transaction and operational costs” which provides detail on the estimated transactional and operational costs to be incurred over the first full financial year. CIML wishes to disclose the total transactional and operational costs incurred by the Fund for the period since inception (20 August 2019) to 30 June 2020 were calculated to be \$1,189.18 based on a \$100,000 holding (approximately 1.19 % of total average net assets) and the total transactional and operational costs, net of buy/sell spread recovery, were calculated to be \$634.64 based on a \$100,000 holding (approximately 0.63% of total average net assets).

Section 9.2 of the Product Disclosure Statement dated 24 December 2019 contains a subsection titled ‘Example of annual fees and costs for the Fund’, with a worked example of annual fees and costs. The example does not include a performance fee. CIML wishes to disclose the actual performance fee for the period since inception (20 August 2019) to 30 June 2020 as a percentage of total average net assets was 1.34%. This means that the example is updated as follows:

- (a) Management Costs for the Fund is the management fee of 1.29% p.a. plus administration fee of 0.1% p.a. plus performance fee of 1.34% p.a., the total being 2.73% p.a.. Therefore, for every \$100,000 you have invested in the Units you will be charged \$2,730 each year.
- (b) For the Cost of Fund, if you had an investment of \$100,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees of \$2,730.

Channel Investment Management Limited ACN 163 234 240 AFSL 439007 is the responsible entity and issuer of units in the CC Sage Capital Absolute Return Fund ARSN 634 149 287. This information has been prepared without taking into account the objectives, financial situation or needs of any person. All investments involve risk. The value of an investment can rise and fall and past performance is not indicative of future performance. Before making an investment decision you should obtain and read a copy of the PDS and consider, with the assistance of a financial or other advisor, whether the investment is appropriate for you having regard to your objectives, financial situation or needs. A copy of the PDS can be obtained from www.channelcapital.com.au.