



**SharePrices**

Managed Account Service

Product Disclosure  
Statement - FX Portfolio

**PDS PART B**

## Important information

This document is Part B of the Share Prices Managed Account Service Product Disclosure Statement ("PDS") dated 28 August 2020, issued by Gleneagle Asset Management Limited as the Responsible Entity of the registered managed investment scheme called the "Share Prices Managed Account Service" ARSN 110 295 755 (currently with the registered name "Managed Accounts Service").

Model Portfolios are offered to investors as part of this product. A description of this model portfolio is set out in this Part B document. This Part B Product Disclosure Statement should be read in conjunction with the Part A Product Disclosure Statement of the Share Prices Managed Account Service.

To ensure that you receive a copy of all available Part B documents you can find a list of current Part B Product Disclosure Statements and downloadable Part B Product Disclosure Statements at <https://australianmanagedfunds.com.au>.

Gleneagle Asset Management Limited (referred to in this PDS as "Gleneagle Asset Management", "we", "our" or "us") is the responsible entity of the Share Prices Managed Account Service (referred to in this PDS as "the Service") and the issuer of this PDS.

None of Gleneagle Securities (Aust) Pty Ltd (ABN 58 136 930 526), its associates and subsidiaries (other than Gleneagle Asset Management Limited) have prepared this PDS or are responsible for its contents.

None of Gleneagle Asset Management Limited, Gleneagle Securities (Aust) Pty Ltd, any of its associates and subsidiaries, or any Program Manager assures or guarantees the success of the Service or any particular Model Portfolio, or the repayment of capital or a particular rate of return, income or capital.

The information contained in this PDS is general information only and does not consider your individual objectives, financial situation, needs or circumstances. You should assess together with your financial adviser whether investing in the Service is appropriate for you having regard to your objectives, financial situation, needs and circumstances.

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## Section 1: FX Portfolio features

The main features of the FX Portfolio are contained below.

Program manager	Michael Walker
Asset Class	Spot Margin Forex
Indicative number of currency pairs in portfolio	Major Currencies USD, EUR, JPY GBP, CHF. Minor Currencies AUD, CAD, NZD and limited Exotic Currency Pairs. Examples Index CFD's, Precious Metals, Energy, Soft Commodities and Cryptocurrencies
Account Management Fee	2.2% p.a. (inclusive of any Goods and Services Tax (GST) and exclusive of any reduced input tax credits (RITCs).
Performance Fee	22% (inclusive of any Goods and Services Tax (GST) and exclusive of any reduced input tax credits (RITCs).
Minimum initial investment	\$50,000 <sup>1</sup>
Minimum withdrawal	\$10,000 <sup>1</sup>
Minimum Balance	\$50,000 <sup>1</sup>
Applications & Withdrawals if invested through the Share Prices Diversified Investment Trust Portfolio	Refer to the Share Prices Diversified Investment Trust SPDS or Share Prices Diversified Investment Trust FX Series SPDS

<sup>1</sup> subject to the discretion of the Responsible Entity

### Overview:

The FX Portfolios a FX Strategy Portfolio offered through the Share Prices Managed Account Service.

Your Account will consist of a portfolio of margin spot Forex currency pairs, which is actively managed by Michael Walker. Michael Walker is the Program Manager, appointed by the Responsible Entity.

### Program Manager profile:

Michael Walker has Over 15 years Trading experience.

Michael holds several qualifications including:

- RG146 Foreign Exchange, Derivatives, Securities and Superannuation
- Diploma of Financial Services
- Graduate Diploma in Management
- RG146 Personal Advice

### Investment Objectives:

The investment objective of the FX Portfolio is to achieve an average of 2% per month before taking into account portfolio fees and expenses (actual or nominal).

### Investment Strategy:

The two investment strategies that are used to trade the FX markets are:

- Swing Trading Strategies
- Day Trading Strategies

When applying these strategies, the FX Strategy Manager will use various tools to analyse the market, including but not limited to:

- Short-term market flow
- Market momentum and general trend;
- Technical analysis; and
- Fundamental analysis of the economic outlook

Entry signals are generated from technical analysis (chart patterns) and trade size is based on market volatility. The objective is to capture movements in the market trading specific currencies to target a managed range of volatility, using leverage. Stop losses will be placed on each trade as required.

The Swing Strategy is designed to generate consistent returns with lower volatility in the long term. Being an assertive strategy, the Swing Strategy holds a heavy weighting on currency and may underperform in some months.

The Day Trading Strategy is designed to perform in market volatility and difficult market conditions. This Strategy looks at key levels and patterns in the market leveraging periods of volatility.

There are no guarantees that every trade will be profitable and these strategies can include high or low volumes of trading., the commission and transaction costs associated with such trading may be high.

These strategies open a number trades each month which have a good risk versus reward ratio. These strategies also have exposure to currency and can profit from both rising and falling markets.

### Investment Process:

Entry signals are generated from technical analysis (chart patterns) and trade size is based on market volatility. The objective is to capture movements in the market trading specific currencies to target a managed range of volatility, using leverage. Stop losses will be placed on each trade as required

**The FX Portfolio is designed for investors who:**

- Are seeking short to medium term growth by investing in the Foreign Exchange
- Have a short to medium term investment horizon of at least six months to two years and accept that returns can be volatile and that returns may even be negative.

**Risk**

All investments have an inherent level of risk. You should read the section headed "Significant risks" in Section 2 of the Product Disclosure Statement Part A.

**Performance Returns**

Current performance data for the FX Portfolio can be obtained via <https://australianmanagedfunds.com.au>

**Gearing/Leverage**

Margin Spot FX has inbuilt gearing and leverage.

## Section 2: 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.

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.

### 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 research different fee options.

This document shows fees and other costs that you may be charged. These fees and costs may be deducted from the returns on your investment or from your Account. Brief details about taxes are set out in Section 8 of Part A of the PDS. You should read all the information about fees and costs because it is important to understand their impact on your investment.

All fees in this PDS (Parts A and B) are in Australian dollars and are (inclusive of any Goods and Services Tax (GST) and exclusive of any reduced input tax credits (RITCs)).

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID
<b>Fees when your money moves in or out of the fund</b>	Nil	n/a
<i>Establishment fee<sup>1</sup></i> The fee to open your investment	Nil	n/a
<i>Contribution fee<sup>1</sup></i> The fee on each amount contributed to your investment	Nil	n/a
<i>Withdrawal fee<sup>1</sup></i> The fee on each amount you take out of your investment	Nil	n/a
<i>Termination fee<sup>1</sup></i> The fee to close your investment	Nil	n/a
<b>Management costs - The fees and costs for managing your investment<sup>1</sup></b>		
<i>Account Management Fee</i>	2.2% per annum	Calculated and paid monthly in arrears from your Account, based on the gross asset value of your Account on the last business day of each calendar month.
<i>Performance Fee</i>	22% of the profits above the high watermark.	Calculated and paid monthly in arrears from your Account, based on the profits generated above the high watermark for the month.
<i>Expense Recovery<sup>1</sup></i>	Nil	n/a

<sup>1</sup> This fee does not include any amounts payable to an adviser.

<sup>2</sup> Until we advise otherwise, the responsible entity will pay all expenses from its Account Management Fees and no additional expenses will be recovered.

## Section 3: Additional explanation of fees and costs

### Account Management Fee

The Account Management Fee of 2.2% is paid to the responsible entity, Gleneagle Asset Management Ltd. The fee is based on your total account balance. The fee is calculated monthly based on the gross asset value of your Portfolio as at the end of the last business day of the month.

The constitution allows us to charge an Account Management Fee of up to 2.2% per annum of the gross asset value of the Member's Account as at the end of each calendar month.

Please note that pro rata adjustments will not be made to the gross asset value due to the timing of deposits or withdrawals of contributions during the month.

### Performance Fee

The performance fee represents a premium paid to the Program Manager for profits generated. The performance fee is 22% of the profits above the high watermark.

The Responsible Entity may share this fee, if this has been agreed with the Program Manager.

If you withdraw all funds from the FX Model Portfolio, the Program Manager's fee calculated and accrued as at that date will become payable. This includes the performance fee, if any.

Item	Month 1	Month 2	Month 3	Month 4
Return	\$15,000	\$10,000	-\$30,000	\$15,000
Cumulative Return	\$15,000	\$25,000	-\$5,000	\$10,000
High Water Mark	\$0	\$15,000	\$25,000	\$25,000
Performance fee payable?	✓	✓	x	x
Performance fee amount	\$3,300	\$2,200	NA	NA

### Taxes

We may deduct applicable taxes from your account. Refer to Section 8 of the Part A PDS for further information.

### Transactional and operational costs

Transaction costs cover the costs of buying and selling investments in your Account, primarily brokerage but may include Government taxes, bank charges and stamp duty (if any). These costs are incurred when transactions are affected.

If transaction costs are incurred in relation to more than one investor's account, they will be allocated *pro rata* across all affected accounts. The Service is expecting to take advantage of competitive brokerage rates.

### Expense recovery

We are entitled to be reimbursed from the Service for all expenses which we properly incur or become liable for in connection with administering the Service including audit, legal and tax consulting fees. In addition, any compliance committee costs, expenses and liabilities can be paid or reimbursed from the Service.

To the extent that costs, expenses and charges are attributable to you they will be deducted from our Account Management Fee until otherwise notified.

If costs, expenses and charges do become payable by you, they will be allocated to your Account in proportion to your Account value expressed as a percentage of the total value of clients' Accounts in the FX Portfolio with any appropriate adjustment for the timing of incurring the costs, the timing of contributions and withdrawals and any special features of the particular costs.

We can also invoice you for the amount, or any part of the amount, allocated to you and this is a debt due to us even if there are insufficient funds in your Account to pay the debt.

You also indemnify us against any liability we may incur as a consequence of acting on your instructions.

### Can fees and charges change?

All fees and charges can change.

The Constitution sets the fees we are entitled to charge. We do not envisage that we will ever be charging uncompetitive fees.

The fees applicable to your investment are set out in this Part B PDS. Although we have the right to change our fee structure, we have no present intention to do so. If we do change our fees and charges, we will provide you with a minimum of 30 days' notice of the increase. We can notify you by posting the information on our website, by email or referring to this in your account.

### Individual fee arrangements

We may also individually negotiate fees with investors classed as "wholesale" or "professional" investors based on the value of their investments. We may also offer reduced fees to employees of the responsible entity and its related bodies corporate. We cannot enter individual fee arrangements with other investors.

### Interest on Application Moneys

If for any reason your application to participate in the Service is not immediately accepted when your application money is received, your application money will be placed into a bank account until it is transferred to your Service Account. We retain any interest paid on this bank account to cover the costs associated with maintaining it and for administrative convenience.

## Section 4: Additional Information

### Applications

To invest in the Fund, please refer to the PDS Part A, Section 4 "Operation of the Share Prices Managed Account Service" for the general description. This PDS Part B details the specifics relating to the FX Model Portfolio.

To invest in the FX Portfolio, you must:

- complete the Application form online for the Share Prices Diversified Investment Trust, Diversified Series which invests in the FX Portfolio, which is available at <https://australianmanagedfunds.com.au/diversified-funds/>. Refer to the Share Prices Diversified Investment Trust SPDS or
- complete the Application form online for the Share Prices Diversified Investment Trust, FX Series which invests only in the FX Portfolio, which is available at <https://australianmanagedfunds.com.au/fx-portfolio/>.

Applications require the payment of cleared funds into the trust account for the applications for the Share Prices Diversified Investment Trust.

If invested through the Share Prices Diversified Investment Trust Portfolio which invests in Share Prices Managed Account Service (a registered managed investment scheme) in the FX Model Portfolio. Refer to the Share Prices Diversified Investment Trust SPDS and Refer to the Share Prices Diversified Investment Trust FX Series SPDS for the investment instruction deadlines for applications.

### Withdrawals

To withdraw from the Fund, please refer to the PDS Part A, Section 4 "Operation of the Share Prices Account Service" for the general description. This PDS Part B details the specifics relating to the FX Model Portfolio.

To withdraw all or part of your investment from your Account at any time and you want the withdrawal proceeds to be paid to you, this can be done by contacting Share Prices to obtain a Redemption Form and providing your unique client identification code (if known), account name, the value to be withdrawn and the external account details to deposit the funds.

If invested through the Share Prices Diversified Investment Trust Portfolio which invests in Share Prices Managed Account Service (a registered managed investment scheme) in the FX Model Portfolio. Refer to the Share Prices Diversified Investment Trust SPDS for the investment instruction deadlines for withdrawals.

### No Assurance of Investment Performance or Suitability

Investment in forex and other financial products involves risk. Past performance of financial products or indices is no assurance of their future performance. The performance of financial products (including hedging), portfolios and strategies, and the return of capital is not guaranteed or assured by Gleneagle Asset Management Limited or any other related entity or any of their respective directors or officers and employees (Gleneagle Group).

An investment in a financial product may have the potential for capital growth and income but may also carry the risk that the total return on the investment may be less than the amount contributed directly by the investor.

The information in this PDS Part B is produced without any consideration of the investment objectives, financial situation or particular needs of any person who may read it. Potential investors should obtain their own independent financial, legal and tax advice on investing through the Share Prices Managed Account Service or any financial product, portfolio or strategy.

### References in this PDS Part B

References in this PDS Part B to data may rely on third parties over which the Gleneagle Group has no control and for which each member of the Gleneagle Group accepts no responsibility. Information, opinions, historical performance, calculations or assessments of performance of financial products or markets rely on assumptions about tax, reinvestment, market performance, liquidity and other factors that will be important and may fluctuate over time. Prospective investors should not rely only on statements or references in this PDS Part B but should read the PDS Part A in full and seek their own independent advice and information about risks, assumptions and data assessment.

Walker Capital Australia has given and has not before the date of this PDS Part B withdrawn, its consent to be named in this PDS Part B in the form and context in which it appears.

Gleneagle Asset Management Limited, its associates and their respective directors and other staff each declare that they, from time to time, may hold interests in financial products and/or brokerage, fees or other benefits from transactions arising as a result of information contained in this PDS Part B.

## Section 5: Investor authorisations, acknowledgements & agreements

### Authorisations to your adviser

To invest in the Service, you may invest yourself or via appointing an Authorised Representative (who will generally be your financial adviser) to provide instructions on your behalf to us. The authority of your Authorised Representative and terms and conditions of their appointment are set out below.

We may waive this requirement for certain investors.

By appointing your Authorised Representative, you are also giving us the authority to provide your Authorised Representative with information about your Account.

### Investment authority to the responsible entity

- By investing in the Service and choosing the FX Portfolio you are providing us with a standing instruction to make investments on your behalf in accordance with the investment strategy and parameters described in this Part B PDS.
- Instructions to change the FX Portfolio or tailor your Personal Portfolio will be accepted from your Authorised Representative on your behalf, although we reserve the right not to act on such instructions.
- Additionally, you authorise us to move funds within your Account as instructed by your Authorised Representative and as described in the PDS to facilitate the payment of fees and settlement of trades.



- This authority will continue until your Account is closed.

### Online instructions

Instructions may be given to us by your Authorised Representative online or in writing. Fraudulent and unauthorised instructions can be made by persons with access to your account details. Accordingly, you agree to release and indemnify us for all claims and demands arising as a result of our acting on what appeared to us to be bona fide instructions from your Authorised Representative.

### General declarations

I/We:

- agree to be bound by the provisions of the constitution governing the Service, as amended from time to time.
- acknowledge and agree that neither the performance of the FX Portfolio offered through this PDS nor any particular rate of return from, nor any repayment of capital invested in the FX Portfolio guaranteed by Program Managers, Gleneagle Asset Management Limited or any of their associates or subsidiaries.
- acknowledge that my/our Account will be managed in accordance with the FX Model Portfolio. I/We have selected, and investments will be purchased and sold from my/our account to reflect any changes made to the FX Portfolio from time to time in accordance with the process outlined in the PDS.
- acknowledge that the FX Portfolio may cease to be offered at any time, further contributions may be discontinued, or the FX Portfolio terminated, and that any of these actions may result in some or all of my/our investments being realised.
- represent that I/we have access to the internet on a substantial and continuous basis.
- agree to receive any PDS and other information by email or by a hypertext link sent by email to my/our nominated email address, and to access and read this information/PDS
- I/We agree to notify the responsible entity in writing of any change in my/our email address before or as soon as possible after the change.
- agree to the disclosure and use of information as contemplated in the section titled "Privacy" in this PDS.
- authorise the responsible entity to provide my/our financial adviser with information regarding my/our investments.
- where I/we have requested gearing, acknowledge that the responsible entity or the custodian will enter into a securities lending agreement with Gleneagle Securities (Aust) Pty Ltd on the terms of the Master Securities Lending Agreement, and confirm that I/we have seen a copy of those terms and agree to them.

### Appointment of an Authorised Representative

This appointment is subject to the following terms and conditions.

Your Authorised Representative will be permitted to:

- Sign or otherwise authorise an application to

invest;

- Provide all instructions relating to your Account and all investments of your Account including (without limitation) selecting and switching Managed Account Services, making additional contributions, making withdrawals from your account, except for changing your bank account details for any withdrawal instructions;
- Make enquiries regarding your investments and obtaining information about your Account and all assets held in it; and
- Provide any instructions to the responsible entity of the Service in relation to your Account on your behalf.

Directions or an enquiry from a person who we have no reason to believe is not your Authorised Representative will be deemed to be your personal acts. We will continue to act upon any instructions from your Authorised Representative until we receive a written cancellation of the appointment. We may cancel or vary the terms of this appointment by giving you 14 days' notice.

If your Authorised Representative is a company or partnership, any director, partner, or authorised officer of the Authorised Representative may exercise the powers of your Authorised Representative and the terms and conditions applicable to the appointment of your Authorised

Representative will apply to that person as if they were the Authorised Representative.

You release, discharge, and indemnify us and all of our successors and assigns from and against all losses, actions, liabilities, claims, demands, and proceedings arising from your appointment of an Authorised Representative and all acts matters and things done or purported to be done by an Authorised Representative even if not authorised by you and neither you nor any person claiming through you will have any claim or right against us or any of our successors and assigns in relation to any act, matter, or thing done or purported to be done by your Authorised Representative or any person purporting to be your Authorised Representative provided that we have no reasonable reason to believe that they were not your Authorised Representative at the relevant time.

You agree that if a payment is requested, made, or received by your Authorised Representative, such payment constitutes a discharge of the obligations of us and neither you nor any person claiming through you will have any claim against us.

## **Section 7: Important Information**

If you have received this PDS (and any supplementary documents) electronically we will provide a paper copy free of charge upon request.

If you are printing an electronic copy of this PDS you must print all pages.

If you make this PDS available to another person you must give them the entire electronic file or printout.

## **Section 8: Directory**

### **Customer Relationship Manager**

Share Prices Funds Management Pty Ltd trading as "Australian Managed Funds"

ACN 623 398 890

Corporate Authorised Representative (No. 1263287)

Website: <https://australianmanagedfunds.com.au>

General enquiries: 1300 123 345

Email enquiries:

[info@australianmanagedfunds.com.au](mailto:info@australianmanagedfunds.com.au)

### **Responsible Entity and Issuer**

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