

Perpetual WealthFocus Investment Advantage

Additional information relating to Platinum International investment option effective 1 March 2019

The following information forms part of and should be read in conjunction with Product Disclosure Statement issue number 8 dated 1 March 2019 for Perpetual WealthFocus Investment Advantage.

The Australian Securities and Investments Commission (ASIC) requires specific additional information to be provided for certain funds that pursue complex investment strategies (eg via use of leverage, derivatives and short selling) and/or have other characteristics (eg complex structures and/or performance fees) that may result in increased risk.

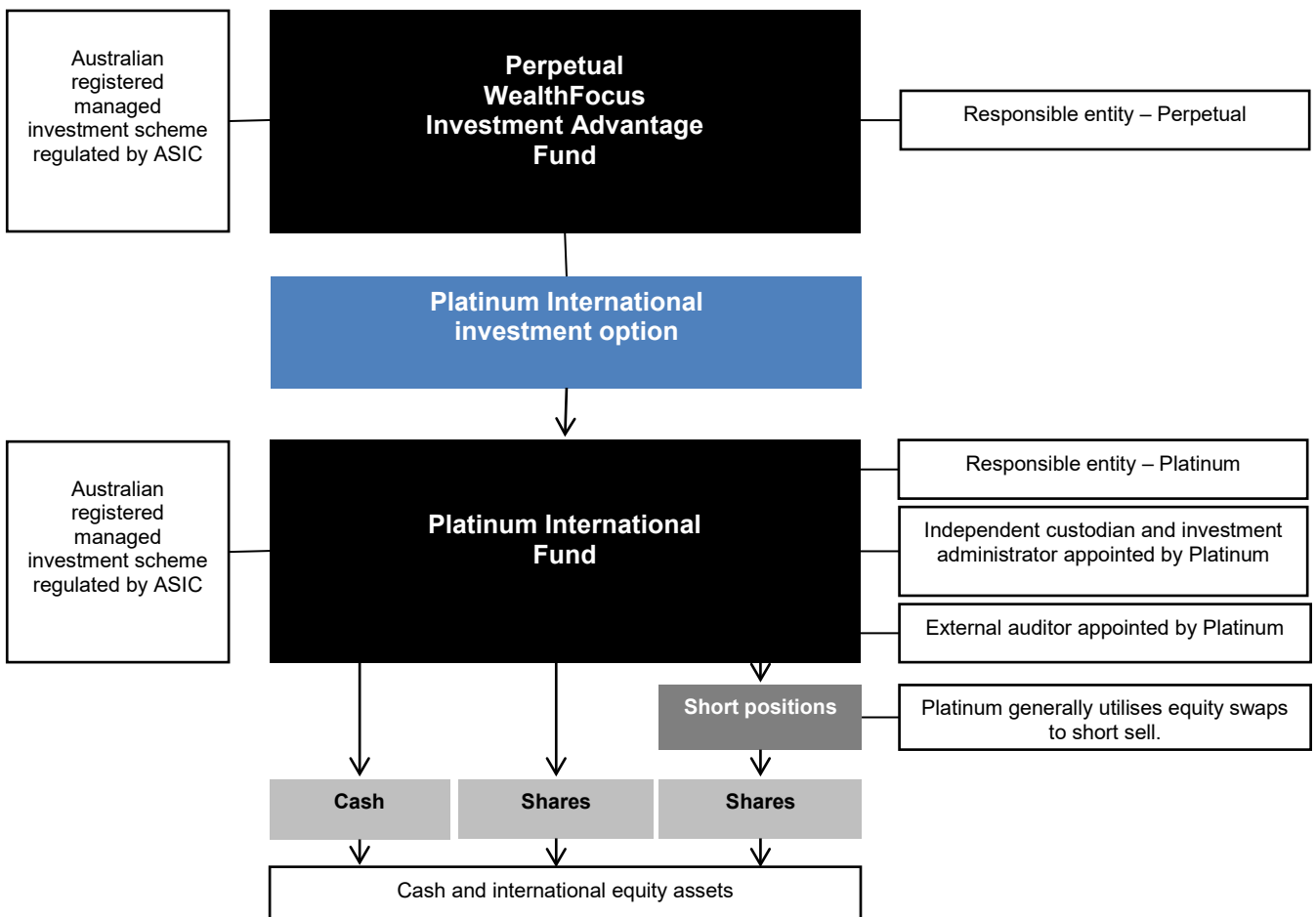
The following table provides a summary of how the responsible entity, Platinum Investment Management Limited (Platinum), complies with this requirement in relation to the underlying Platinum International Fund (fund).

Feature	Details
Periodic reporting	<p>Platinum has policies in place to make available on its website (www.platinum.com.au) the following key information for the fund as soon as practical after the relevant period:</p> <p>Monthly</p> <ul style="list-style-type: none"> month-end invested positions/asset allocation month-end net performance and net return on the fund's assets (after fees, costs and fund taxes) key service providers to the fund material changes in the fund's profile <p>Annually</p> <ul style="list-style-type: none"> liquidity profile of the fund maturity profile of financial liabilities relative to the liquidity profile of the portfolio assets leverage ratio derivative counterparties engaged.
Investment strategy	<p>The objective, investment approach and investment guidelines for the investment option are shown in the 'Investment option profiles' in the Investment Book.</p> <p>You should also refer to 'Understanding investment risk' in the Features Book for information about the risks of investing in the Fund and how these risks are managed.</p>
Investment manager	<p>Platinum is the investment manager of the fund. Andrew Clifford (Platinum's Chief Executive Officer and Chief Investment Officer) and Clay Smolinski (Platinum's Portfolio Manager) are the portfolio managers. All of Platinum's portfolio managers have stock research responsibilities, that is, they are also investment analysts. As the portfolio managers, they retain ultimate responsibility for the fund's portfolio construction and the fund's investment strategy. There have been no regulatory findings against the portfolio managers.</p>
Fund structure	<p>The investment option invests into the Platinum International Fund to gain exposure to its assets – refer 'Fund structure' below for further information.</p> <p>The investment option's management costs include a management fee – refer 'Management costs' in the Features Book for details.</p>
Valuation, location and custody of assets	<p>The fund primarily invests in international equities in companies across the globe (including emerging or frontier markets) and cash (refer 'Asset classes available' in the Investment Book for descriptions of these types of assets) following the 'Investment guidelines' and 'Investment approach' detailed in the 'Investment option profiles' in the Investment Book. The geographic location of invested positions for the fund is available on Platinum's website.</p> <p>The assets of the fund are valued by the custodian and the NAV is calculated in accordance with the fund's Constitution. Platinum's policy requires that fund assets that are not exchange traded be valued using a price provided by the custodian or another independent third party, or otherwise determined in accordance with a valuation methodology that has been verified by an independent third party.</p>
Liquidity	<p>The fund primarily invests in listed international equities traded on regulated exchanges. The fund may make investments in companies that may not be readily liquidated within 10 days, at the desired price or at the value ascribed to that asset in calculating the fund's most recent net asset value. In general, the fund will seldom invest more than 5% of the fund's net asset value in the securities of a single issuer.</p> <p>Platinum maintains adequate cash levels in the fund for the settlement of trades and to meet withdrawals made during the normal course of business.</p>

Feature	Details
Leverage	<p>Platinum defines leverage as the use of financial products such as derivatives (refer 'Derivatives' below) or borrowing such as a margin facility to amplify the exposure of capital to an investment. The maximum allowed leverage in the fund is 150% of the net asset value of the fund.</p> <p>Derivative positions are collateralised with cash. No security of the fund is held as collateral, encumbered or exposed to claims by third parties.</p> <p>Whilst there is no restriction on borrowing in the fund's constitution, currently it is Platinum's policy not to borrow on behalf of the fund (except to the extent short-term overdrafts arise from trade settlement delays).</p>
Derivatives	<p>The fund may use derivatives including futures, options, swaps (currency and equity), credit default swaps and related instruments. The fund enters into derivative contracts with global investment banks through International Swaps and Derivative Association (ISDA) contracts.</p> <p>Platinum has set the following investment restrictions in respect of the fund:</p> <ul style="list-style-type: none"> the underlying value of derivatives may not exceed 100% of the net asset value of the fund and the underlying value of long stock positions and derivatives will not exceed 150% of the net asset value of the Fund. <p>Platinum uses both over-the-counter (OTC) and exchange traded derivatives. Trading in OTC derivatives generally requires the lodgement of collateral such as a margin or guarantee with the counterparty, which gives rise to counterparty risk. OTC derivative transactions may only be entered into with counterparties that have been approved by the board of directors of Platinum. Consideration is given to the financial position and credit rating of the counterparty.</p>
Short selling	<p>Platinum may use short selling to reduce the fund's net invested position and thus reduce the fund's level of market risk, and to take opportunities to increase returns. Platinum generally uses equity swaps (that is, derivatives) to short sell but may also effect a short selling strategy by borrowing the desired security.</p> <p>Refer 'Short-position risk' in the Features Book for information about associated risks.</p> <p>The risks associated with short selling are managed by Platinum in the same way as the risks associated with holding a long security, that is, through research, daily reporting and ongoing monitoring of positions held.</p>
Withdrawals	<p>You can generally withdraw all or part (minimum \$1,000) of your investment in the investment option at any time as long as you maintain any required minimum balance (currently \$1,000) after any partial withdrawal – refer 'Withdrawals' and 'Suspension of applications, switches and withdrawals' in the Features Book for further information.</p>

Fund structure

The following diagram illustrates the investment structure that applies to the Platinum International investment option.



Key service providers

Platinum has appointed the following independent key service providers for the Platinum International Fund:

- investment administrator – State Street Australia Limited
- custodian – State Street Australia Limited
- auditor – PricewaterhouseCoopers.

This information has been prepared by Perpetual Investment Management Limited (PIML) ABN 18 000 866 535, AFSL 234426. It is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. You should consider, with a financial adviser, whether the information is suitable for your circumstances. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. The PDS for Perpetual WealthFocus Investment Advantage issued by PIML should be considered before deciding whether to acquire or hold a unit in the Perpetual WealthFocus Investment Advantage Fund. The PDS can be obtained by calling 1800 022 033 or visiting our website www.perpetual.com.au. No company in the Perpetual Group guarantees the performance of any fund or the return of an investor's capital (Perpetual Group means Perpetual Limited ABN 86 000 431 827 and its subsidiaries).

Effective: 1 March 2019