

DISTRIBUTION REINVESTMENT PLAN OUTLINE AND FAQ

OUTLINE

The Distribution Reinvestment Plan (DRP) is a convenient way for you to increase your holding of Units in the Perpetual Credit Income Trust ARSN 626 053 496 (Trust), by allowing you to automatically reinvest all or part of your Distributions in additional Units, without incurring brokerage, commissions or other transaction costs.

Capitalised terms in this outline have the same meaning as the DRP Terms and Conditions, unless defined otherwise.

This DRP sets out the terms and conditions of the DRP. The DRP is available to unitholders in the Trust (**Unitholders**) with registered addresses in Australia and New Zealand.

If you wish to participate in the DRP, you must either:

- a) complete and lodge the DRP Electronic Election by logging into your online account at <https://investor.automic.com.au>; or
- b) contact the Unit Registry to obtain the Change of Distribution Election Form.

Completed Change of Distribution Election Forms must be received by the Unit Registry or Electronic Elections must be lodged by 5:00 pm (Sydney time) on the first Business Day after the Record Date for a Distribution to be effective for that and future Distributions.

You may nominate part or all of your unitholding in the Trust for participation in the DRP. Your nominated participation will apply to all subsequent Distributions until varied by you.

If you do not wish to participate in the DRP, you are not required to take any action and will continue to receive your Distributions in the form of Cash Distributions only.

Note that Cash Distribution payments will only be made by electronic funds transfer to Australian Unitholders that hold an account with an Australian bank. Overseas registered Unitholders may also provide EFT instructions if they hold an account with an Australian bank.

While this DRP outlines the main features of the DRP, it is not intended to provide financial, taxation or legal advice. As Unitholders have different financial needs and taxation circumstances, you should choose your form of Distribution carefully.

If you are not sure which Distribution option is best for your needs, you should consult your own financial, taxation or legal advisers.

Enquiries

If you have any enquiries about the DRP and how you can participate, please contact the Unit Registry, Automic Pty Ltd, on phone 1300 778 468 or email perpetual@automicgroup.com.au.

Further information

This is a summary of the DRP. The DRP's Terms and Conditions are available for inspection on the Trust's website: www.perpetualincome.com.au or a hard copy of the DRP can be provided to you upon request, free of charge.

Key features:

- The DRP gives you the flexibility to receive some or all of your Distributions in the form of additional Units rather than a Cash Distribution, which is a convenient way of increasing your investment in the Trust.
- Units allocated under the DRP are free of brokerage, commission and stamp duty costs.
- Units issued under the DRP rank equally with existing Units.
- You can participate, vary your participation or withdraw from the DRP at any time by completing and lodging the DRP Electronic Election or Change of Distribution Election Form with the Unit Registry.

QUESTIONS AND ANSWERS

Capitalised terms in this section have the same meaning as the DRP Terms and Conditions, unless defined otherwise.

Who can participate?

All Unitholders may participate in the DRP, where a Unitholder has a registered address in Australia or New Zealand.

Is participation optional?

Yes. Participation is optional.

How can I participate in the DRP?

If you wish to participate in the DRP, you must either:

- a) complete and lodge the DRP Electronic Election by logging into your online account at <https://investor.automic.com.au>; or
- b) contact the Unit Registry to obtain the Change of Distribution Election Form.

Completed Change of Distribution Election Forms must be received by the Unit Registry or Electronic Elections must be lodged by 5:00 pm (Sydney time) on the first Business Day after the Record Date (being the Closing Date) for the relevant Distribution to be effective for that and future Distributions. The Responsible Entity has an overriding discretion to refuse to accept Units for participation in the DRP and to suspend or withdraw Units from participation. If this occurs, the Responsible Entity must notify the relevant Unitholder as soon as practical.

Do I have to reinvest all of my Units?

If you decide to participate, you have two choices for your level of participation:

1. **Full participation:** Additional Units will be issued instead of the Cash Distribution otherwise payable on all the Units you hold; or
2. **Partial participation:** Additional Units will be issued instead of the Cash Distribution otherwise payable based on the number of Units you have elected to participate in the DRP. The Cash Distribution will be paid to you on the remaining (Non-Participating) Units.

Note that Cash Distribution payments will only be made by electronic funds transfer to Australian Unitholders that hold an account with an Australian bank. Overseas registered Unitholders may also provide EFT instructions if they hold an account with an Australian bank.

If a Change of Distribution Election Form or Electronic Election does not specify the number of fully paid Units that are to be Participating Units in the DRP, you will be deemed to have applied to become a Full Participant in the DRP.

You will be bound by the Terms and Conditions of the DRP as they exist from time to time.

Do new Units acquired by me or issued under the DRP automatically participate in the DRP?

This will depend on your level of participation.

If you have elected full participation, then new Units acquired by you and issued under the DRP will automatically participate.

If you have elected partial participation, then any new Units acquired by you and issued to you will not participate unless you complete a new Change of Distribution Election Form or new Electronic Election.

What happens if I have more than one unitholding?

You will need to lodge a separate Change of Distribution Election Form or separate Electronic Election for each separate unitholding and correctly identify the unitholding.

How can I vary my participation in the DRP?

If you wish to change the level of your participation in the DRP, or to withdraw from the DRP, you must complete the variation or withdrawal sections (as the case may be) of the Change of Distribution Election Form and send it to the Unit Registry or make the Electronic Election to do so by logging into your online account at <https://investor.automic.com.au>.

The form advising of the variation or withdrawal must be received by the Unit Registry or Electronic Election must be lodged by 5:00 pm (Sydney time) on the Closing Date if a change

in your level of participation is to be recorded for that Distribution and subsequent Distributions.

You can vary your participation in the DRP at any time.

At what price will the Units under the DRP be issued?

Additional Units will be issued to you at the net asset value of a Unit as determined in accordance with the Constitution on the Record Date.

What fees will be charged on the issue of Units under the DRP?

You will not be charged brokerage fees, commission, stamp duty or any other costs for any allotment of Units under the DRP.

How do Units under the DRP rank?

All Units issued to you under the DRP will rank equally in every respect with the existing issued fully paid Units.

Can I sell my Units when I choose?

You may sell your Units participating in the DRP or acquired under the DRP on the ASX at any time but when the Units are sold they will be automatically withdrawn from the DRP on registration of the transfer. If you sell your Units then your right to participate in the DRP cannot be transferred on sale.

If you have elected partial participation, and you sell some or all of your Units, the Units you sell will reduce, first, the number of your

Non-Participating Units and, secondly, the number of your Participating Units unless you have varied your participation in the DRP by notice to the Unit Registry.

How does taxation apply?

If you are an Australian resident, then Distributions reinvested under the DRP will, under current Australian income tax laws, continue to be assessable for income tax in the same manner as if you had received those Distributions in cash.

The Responsible Entity does not take any responsibility for any taxation liabilities of Unitholders. The Responsible Entity strongly recommends that you seek professional advice with respect to your taxation position.

Can the DRP be modified, suspended, terminated or reinstated?

The Responsible Entity may, at its discretion at any time, resolve to:

- a) vary the DRP and any agreement concerning the DRP;
- b) suspend the operation of the DRP; or
- c) terminate the DRP.

The Responsible Entity will give written notice to you if the DRP is at any time varied, suspended or terminated. Additionally, if the Responsible Entity decides to terminate the DRP, termination will not be effective until one month after notice of that decision is forwarded to you.

How do I keep track of my participation in the DRP?

If you participate in the DRP, the Responsible Entity will send to you after each Distribution Payment Date a statement detailing all relevant information concerning your involvement in the DRP, which includes the following:

- a) the number of Units participating in the DRP;
- b) your entitlement to the Distribution and Cash Distribution payable on your units participating in the DRP;
- c) the number and price of Units issued under the DRP; and
- d) the amount and extent to which the Distribution is taxable (if known at that time).

This statement is also available electronically by logging into your online account at <https://investor.automic.com.au>.

This Distribution Reinvestment Plan (DRP) Outline and FAQ was prepared in May 2019.

Disclaimer

This document is a summary only. It does not contain the full terms of the Distribution Reinvestment Plan (DRP). The full terms of the DRP are available on the website of the Perpetual Credit Income Trust ARSN 626 053 496 (Trust). It is recommended that you refer to the Trust's website for full details of the DRP before making a decision to participate. This document has been prepared for general information purposes only and whilst every care has been taken in relation to its accuracy, no warranty is given or implied. Further, you should consider obtaining professional guidance from your stockbroker, solicitor, accountant or other professional adviser if you have any questions about any of the matters contained in this DRP. Perpetual Trust Services Limited ACN 000 142 049 AFSL 236648 does not guarantee or warrant the future performance of the Trust, the return on an investment in the Trust, the repayment of capital or the payment of Distributions.

Disclaimer to New Zealand Unitholders

This DRP does not constitute a New Zealand product disclosure statement or other disclosure document and has not been registered, filed with or approved by any New Zealand regulatory authority under or in connection with the Financial Markets Conduct Act 2013 (NZ). Participation in New Zealand in the DRP is open only to persons to whom financial products may be offered in New Zealand pursuant to the Financial Markets Conduct (Incidental Offers) Exemption Notice 2016 (or any replacement of that notice).

The taxation treatment of Australian financial products is not the same as for New Zealand financial products. The offer of Units under the DRP may involve a currency exchange risk as they will be quoted on the ASX in Australian dollars.

If you are uncertain about whether this investment is appropriate for you, you should seek the advice of an appropriately qualified financial adviser.

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