

15 October 2024

Dear Investor,

**Proposed changes to the Firetrail Australian Small Companies Fund ARSN 638 792
113 APIR WHT3093AU FTR03**

This letter is intended to provide you, as a valued member in the Firetrail Australian Small Companies Fund (**Fund**) with information about the proposed quotation of the Fund on the Australian Securities Exchange (**ASX**) as an Exchange Traded Fund (**ETF**).

Pinnacle Fund Services Limited (**Responsible Entity**), the responsible entity of the Fund, has formally applied to the ASX to admit the Fund to trading status. This will mean that subject to approval from the and the ASX, the Fund's units will be quoted on the ASX similar to other listed securities. The Responsible Entity will communicate with you again once a launch date and product disclosure statement is available.

What do you need to do?

No action is required as there will be no changes to the Fund's investment strategy, objective, or fees.

mFund Settlement Service

The Responsible Entity has requested the removal of the Fund from the mFund Settlement Service to facilitate the transition of the Fund to an ETF admitted to Trading Status on the ASX under the ASX Operating Rules. This request is subject to and conditional upon the ASX granting approval for the Fund's admission to Trading Status on the ASX. The Fund's trading name will be Firetrail Australian Small Companies Fund - Active ETF and trade under the ASX code ASX: FSML.

Once the Fund has been admitted to trading status as an ETF by the ASX, the option to transact via the mFund Settlement Service (**mFund**) will no longer be available. Investors can continue to make application or redemption request via their stockbroker who can facilitate settlement on the mFund Settlement Service in accordance with the relevant processes and timeframes up until the close of business on Friday 8 November 2024.

Following 8 November 2024 there will be a blackout period from Monday 11 November to Friday 15 November 2024 at which point access to mFund will be halted.

At the end of the blackout period, the Fund's Unit Registry will transfer your units into units that can be freely traded on the ASX similar to other listed securities. This will be done by transferring existing mFund HINs into ETF HINs. Investors who would prefer to transfer to an issuer sponsored holding can do so by contacting the Unit Registry. Investors should note that issuer sponsored holdings cannot be transacted upon via the ASX.

Until then, members can continue applying and redeeming units on mFund, should you choose to do so.

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Indicative timetable for removal from mFund and quotation of units:

Description	Date
Last date for applications and redemptions through mFund Settlement Service	Friday 8 November 2024
Blackout period	Monday 11 to Friday 15 November 2024
mFund removal date	Friday 15 November 2024
Units quoted on the ASX under ASX code: FSML	Monday, 18 November 2024

Admission of the Fund to trading status

Market Making Agent

The Responsible Entity has appointed a market participant to act as its market making agent to provide liquidity to investors on the ASX by acting as a buyer and seller of units in the Fund on behalf of the Fund and to facilitate settlement. At the end of each day, the Responsible Entity, through its agent, will create or cancel units by applying for or redeeming its net position in units bought or sold on the ASX. The price of the units bought or sold will reflect the indicative net asset value per unit (**iNAV**) and the supply and demand for units during the ASX trading day.

Indicative net asset value (iNAV)

The Responsible Entity has appointed a specialist third party service provider to calculate and disseminate an iNAV, which will be published on Firetail's website at www.firetrail.com throughout the ASX trading day.

The Fund's iNAV will be updated during the ASX trading day as it reflects the real time movements of the Fund's portfolio holdings on exchanges and markets during the ASX trading day.

The iNAV represents the best estimate by the Responsible Entity or its appointed agents of the value per unit in the Fund throughout the trading day.

No assurance can be given that the iNAV will be published continuously or that it will be up to date or free from error. To the extent permitted by law, neither the Responsible Entity nor its appointed agent shall be liable to any person who relies on the iNAV.

Can I transact interchangeably either directly with the Responsible Entity or via my broker?

Presently, you are able to apply for units or withdraw units by way of the Fund's administrator CITI Group Pty Ltd by completing application or withdrawal forms either hard copy or online, or via mFund. Once the Fund's new Product Disclosure Statement is issued, you will also be able to acquire or dispose of units of the Fund through your stockbroker on the ASX AQUA Market. When transacting through your stockbroker, including an online stockbroking account, you will not need to complete an application or withdrawal form and settling the purchase of units or proceeds from the sale of units will be in the same manner as listed securities, via the ASX CHESS settlement service. There is no minimum number of Units investors can buy on the ASX. An investor's entry price into the Fund will be the price at which the Units are purchased on the ASX. Importantly, consistent with securities listed on the ASX, investors do not have cooling off rights in respect of Units purchased on the ASX under the AQUA Rules. Further information on transacting in the Fund can be found in Appendix 1.

Differences in unit prices depend on transaction method

Investors who apply for units directly with the Responsible Entity may pay a different price per unit to an investor who purchases units on the ASX at the same time, and such differences may have a material impact on the performance of that investment. This is because units traded on the ASX are done so based on an indicative net asset value (as explained further below), whereas units applied for directly with the Responsible Entity are based on the net asset value calculated at the end of the day.

If any further information is required, you are welcome to call 1300 010 311 or email invest@pinnacleinvestment.com.

Yours faithfully,



Calvin Kwok
Director
Pinnacle Fund Services Limited

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Appendix 1

Set out below is a summary of the key differences between buying and selling units via the ASX or directly with the Responsible Entity.

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	Buying Units on the ASX	Applying for Units directly with the Responsible Entity (via Unit Registry)
How do I invest in the Fund?	<p>Once the Units are quoted on the ASX, you can purchase units on the ASX via a trading platform or your stockbroker.</p> <p>An Application Form is not required to be completed by investors as they will settle the purchase of their Units the same way they would settle purchases of listed securities via the CHESS settlement service.</p> <p>Fractional Units cannot be bought on the ASX.</p>	<p>You can apply for Units online by completing an online application which is available on the Website.</p> <p>Alternatively, you may complete a paper-based application using the Application Form, which is available on the Website or by contacting us on 1300 010 311 or by email service@pinnacleinvestment.com.</p> <p>To invest by a paper-based application, complete the Application Form (including the provision of other documentation required for identification purposes) and return it, via post, with your initial investment to the Unit Registry.</p> <p>Applications received, verified and accepted by the Unit Registry prior to 12pm (Sydney time) on a Business Day will generally be processed using the Unit price for that day. For applications accepted after 12pm (Sydney time) or on a non-Business Day, generally the next Business Day's Unit price will apply.</p> <p>Your application will only be eligible to be accepted when it is accompanied by receipt of:</p> <ul style="list-style-type: none"> - A validly completed Application Form (online or paper-based) - Cleared application monies - Identity verification information - Completed FATCA/CRS tax declaration <p>Investors may acquire fractional Units.</p> <ul style="list-style-type: none"> - No interest is earned on lodged application monies.
What is my purchase price when I make my investment in the Fund?	<p>The price will be the entry price at which you purchased those Units on the ASX. It will be set out in the confirmation provided to you by your stockbroker. You may incur brokerage fees and commissions when you buy Units via your stockbroker. You should consult with your stockbroker for further details.</p>	<p>Your purchase price will be the application price for Units for the day on which your application is processed and is determined in accordance with the Constitution.</p> <p>This Unit price reflects the NAV per Unit, plus a buy spread to allow for transaction costs incurred by the Fund as a result of your investment. At the date of this PDS, the Buy Spread is 0.30%.</p> <p>The Unit price will vary as the market value of assets in the Fund rises or falls.</p>
Is there a minimum number of Units I need to buy?	<p>No. There is no minimum number of Units if you buy Units via the ASX.</p>	<p>The minimum initial investment amount for investors applying for Units directly with the Responsible Entity is \$20,000. There is no minimum additional investment amount when applying directly with the Responsible Entity.</p>

	Selling Units on the ASX	Redeeming Units directly with the Responsible Entity (via Unit Registry)
How do I withdraw from the Fund?	<p>You can withdraw from the Fund by selling your Units on the ASX through a trading platform or via your stockbroker. A withdrawal form is not required to sell Units on the ASX.</p>	<p>You may make a redemption request online by logging into your Investor Portal account at https://investor.automic.com.au/</p> <p>Alternatively, a copy of the paper-based Redemption Form can be obtained from the Website or by contacting us on 1300 010 311 or by email service@pinnacleinvestment.com.</p>

	<p>Sale of your Units will be settled via CHESS settlement service, generally two Business Days following your sale.</p> <p>Only whole Units may be sold on the ASX.</p> <p>If you bought your Units via the Unit Registry and wish to sell Units on the ASX, you will first need to change your holding from the issuer-sponsored sub-register to the broker-sponsored sub-register. Your broker should be able to assist you to change sub-registries.</p> <p>If an investor transfers their holding from an SRN to a HIN, any fractional Unit transferred will be rounded down with the excess irrevocably cancelled.</p>	<p>To redeem by a paper-based form, complete the Redemption Form and return it, via post, to the Unit Registry.</p> <p>Redemptions received, verified and accepted by the Unit Registry prior to 12pm (Sydney time) on a Business Day will generally be processed using the Unit price for that day. For redemptions accepted after 12pm (Sydney time) or on a non-Business Day, generally the next Business Day's Unit price will apply.</p> <p>You must hold your Units on the Fund's issuer sponsored sub-register and provide your SRN in order to redeem directly with the Responsible Entity. Your broker should be able to assist you to change sub-registries.</p> <p>In order to redeem directly with the Responsible Entity you must have completed Identity verification and made your FATCA/CRS tax declaration prior.</p> <p>In some circumstances, there can be a delay in accessing your investment. Please refer below to the discussion below 'Delay to withdrawal payment' for more information.</p>
<p>What is my exit price when I withdraw from the Fund?</p>	<p>Your exit price will be the price at which you sold those Units on the ASX, and will be set out in the confirmation provided to you by your stockbroker. You may incur brokerage fees and commissions when you sell Units via your stockbroker. You should consult with your stockbroker for further details.</p>	<p>Your exit price will be the redemption price for Units for the day on which your redemption is processed and is determined in accordance with the Constitution. This Unit price reflects the NAV per Unit, less a sell spread to allow for transaction costs incurred by the Fund as a result of your withdrawal. At the date of this PDS, the Sell Spread is 0.30%.</p> <p>The Unit price will vary as the market value of assets in the Fund rises or falls.</p>
<p>Is there a minimum number of Units I need to sell?</p>	<p>No. There is no minimum number of Units when you withdraw from the Fund via the ASX or via the Responsible Entity directly. No minimum balance applies to investments in the Fund (subject to the ASX requirement that only whole Units may be held and no fractional Units may be held).</p>	