

11 October 2016

Important Notice

BT Wholesale Managed Cash Fund (APIR: WFS0245AU, ARSN: 088 832 491) – Important information

Currently, the BT Wholesale Managed Cash Fund (**Fund**) invests in short term securities with a credit rating¹ of A-1+ (minimum 75% of the Fund) and A-1 (maximum 25% of the Fund).

Following a recent review, this will change to the Fund investing in short term securities issued by Prime Banks² or that have a credit rating of A-1+ (minimum 75% of the Fund) and non-Prime Bank short term securities rated A-1 (maximum 25% of the Fund), effective 15 November 2016.

We believe that this change will enable the Fund's investments to better reflect the short term credit market in Australia where the four major Australian banks³ credit ratings may be affected by any changes to Australia's AAA sovereign credit rating, which is currently on negative outlook.

What do you need to do?

No further action is required. A new PDS with the updated description of the Fund will be available on www.btim.com.au from 11 October 2016. If you would like a hard copy of the PDS, please contact the BT Contact Centre.

If you have any questions about your investment or would like further information regarding this change, please contact your financial adviser or call BT Customer Relations on 1800 813 886 from 8.00am and 5.30pm (Sydney time) Monday to Friday.

¹ Credit rating by Standard and Poor's (S&P). S&P credit ratings reflect the agency's opinion about the ability of the issuer of the rated security to meet its financial obligations in full and on time. S&P may downgrade its rating for a security held in the Fund at any time which may impact the price and liquidity of the security. S&P ratings are intended to be a guide for wholesale investors only and therefore should not be relied upon by retail investors when making a decision to invest in a security.

² Prime Banks are Australian Prudential Regulation Authority (APRA) Authorised Deposit Taking Institutions that meet Australian Financial Markets Association's (AFMA) strict eligibility criteria and have been elected through an annual market survey process. AFMA recognises securities issued by Prime Banks to be of the highest quality in regards to liquidity, credit and consistency of relative yield. As at the date of this notification, the current Prime Banks are Commonwealth Bank of Australia, Westpac Banking Corporation, National Australia Bank and Australia and New Zealand Banking Group. Source: *AFMA Prime Bank Conventions, October 2015*.

³ Commonwealth Bank of Australia, Westpac Banking Corporation, National Australia Bank and Australia and New Zealand Banking Group.