

# Centuria

## Centuria Healthcare Property Fund

### Continuous Disclosure Notice (updated fees and other costs)

Centuria Funds Management No.2 Limited | 22 January 2024

## Updated fees and other costs

Centuria Property Funds No.2 Limited (ABN 38 133 363 185, AFSL 340 304) (Centuria) is the Responsible Entity for the Centuria Healthcare Property Fund (ARSN 638 821 360) (Fund). The Manager is entitled to the fees and costs outlined in the Fund's product disclosure statement dated 16 November 2022 (PDS). The Manager is required to assess whether the amounts disclosed in the PDS need to be updated based on amounts paid in the 12 months ending 30 June 2023. The Manager has formed the view that the changes to the fees and costs disclosed for the Fund are not materially adverse to investors. Therefore, the updated fees and costs amounts are being provided to investors through this website disclosure rather than by issuing a supplementary or new product disclosure statement. The following information is to be read in conjunction with the PDS.

### Fees and costs

As at 30 June 2023, the following fees and other costs applied to the Fund.

**Table 1: Fund fees and costs**

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID
<b>Ongoing annual fees and costs<sup>1</sup></b>		
<b>Management fees and costs:</b> The fees and costs for managing your investment <sup>2</sup> .	<b>Management fee:</b> A management fee of 0.8% per annum of the Fund's Gross Asset Value <sup>3</sup> .	The management fee accrues daily and is payable monthly in arrears to the Manager from the assets of the Fund.
	<b>Expenses (excluding Abnormal Expenses):</b> 0.16% of the Fund's Gross Asset Value <sup>4</sup> . Expenses are capped at a maximum of 0.35% per annum of the Fund's Gross Asset Value.	These costs are payable when incurred from the assets of the Fund and reflected in the Unit Price.
	<b>Abnormal Expenses:</b> 0.06% per annum of the Fund's Gross Asset Value <sup>4</sup> .	These costs are payable when incurred from the assets of the Fund and reflected in the Unit Price.
	<b>Indirect Costs:</b> 0.03% per annum of the Fund's Gross Asset Value <sup>4</sup> .	These costs are payable when incurred from the assets of the Fund or the assets of the interposed vehicles and reflected in the Unit Price.
<b>Performance fee:</b> The amounts deducted from your investment in relation to the performance of the Fund.	0.20% per annum of the Fund's Gross Asset Value based on the average performance fee from inception to 30 June 2023.	The performance fee is calculated and payable quarterly within 10 days of the end of the relevant quarter from the assets of the Fund and reflected in the Unit Price.
<b>Transaction costs:</b> The costs incurred by the Fund when buying or selling assets.	0.54% per annum of the Fund's Gross Asset Value <sup>4</sup> .	These costs (which include the establishment and placement fee and the disposal fee <sup>5</sup> ) are payable when incurred from the assets of the Fund or the assets of the interposed vehicles and reflected in the Unit Price.

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID
<b>Member activity related fees and costs (fees for services or when your money moves in or out of the Fund)</b>		
<b>Establishment fee:</b> The fee to open your investment.	Nil	Not applicable
<b>Contribution fee:</b> The fee on each amount contributed to your investment.	Nil	Not applicable
<b>Buy-sell spread:</b> An amount deducted from your investment representing costs incurred in transactions by the scheme.	Nil	Not applicable
<b>Withdrawal fee:</b> The fee on each amount you take out of your investment.	Nil	Not applicable
<b>Exit fee:</b> The fee to close your investment.	Nil	Not applicable
<b>Switching fee:</b> The fee for changing investment options.	Nil	Not applicable

Notes:

1. Fees may be payable to your financial advisor. Such fees are not included in Table 1. For more information see "Advisor remuneration" under the heading 'Additional explanation of fees and costs' in the PDS.
2. The individual components of the management fees and costs are discussed in more detail in Section 6.2. under the heading 'Fees and costs summary' in the PDS.
3. The management fee may be negotiated in certain circumstances. For more information see 'Differential fees' under the heading 'Additional explanation of fees and costs' in the PDS.
4. Based on amounts paid for the year to 30 June 2023.
5. For more information see "Transaction costs" under the heading 'Additional explanation of fees and costs' in the PDS.

**Table 2: Example of annual fees and costs for an investment in the Fund**

This table gives you an example of how the annual fees and costs for this product can affect your investment over a one-year period. You should use this table to compare this product with other products offered by managed investment schemes.

Example - Fund	Balance of \$50,000 with a contribution of \$5,000 during the year	
<b>Contribution fees</b>	Nil	You will not be charged a contribution fee.
<b>PLUS</b> management fees and costs	1.80% <sup>1</sup>	And, for every \$50,000 you have in the Fund, you will be charged or have deducted from your investment \$902 each year.
<b>PLUS</b> performance fees	0.34% <sup>2</sup>	And you will have \$172 deducted from your investment for performance fees each year.
<b>PLUS</b> transaction costs	0.94% <sup>1</sup>	And, you will be charged or have deducted from your investment \$468 in transaction costs.
<b>EQUALS</b> cost of Fund <sup>3</sup>		If you had an investment of \$50,000 at the beginning of the year and you invested an additional \$5,000 during that year, you would be charged fees and costs between \$1,542 and \$1,695. What it costs you will depend on the fees you negotiate.

Notes:

1. These amounts represent the ratio of the Fund's management fees and costs and transaction costs to the Fund's total average net assets for the year to 30 June 2023.
2. This amount represents the ratio of the Fund's average annual performance fee to the Fund's total average net assets for the for the four-year period from inception to 30 June 2023.
3. The fees and costs of the Fund will change over time as the costs of managing the Fund and the Fund's investments change and based on the performance of the Fund. For example, in years where the Fund acquires a real property asset, directly or indirectly, an establishment and placement fee and transaction costs will be paid and the Fund's transaction costs will therefore be higher than in years when the Fund does not make an acquisition. Changes to the fees and costs of the Fund may take the form of a notice on the Fund's Website. Further information is included under the heading 'Additional explanation of fees and costs' in the PDS.

## Additional explanation of fees and costs

### Abnormal expenses

For the year to 30 June 2023, the Fund incurred Abnormal Expenses of 0.06% of the Fund's Gross Asset Value (i.e. \$6 out of every \$10,000 of the Fund's Gross Asset Value).

### Performance fee

The Fund's average performance fee for the period from 14 February 2020 to 30 June 2023 is 0.20% per annum of the Fund's Gross Asset Value.

### Transaction costs

The total gross transaction costs for the financial year ending 30 June 2023 is 0.54% of the Fund's Gross Asset Value (i.e. \$54 out of every \$10,000 of the Fund's Gross Asset Value).

The Fund's transaction costs are entirely dependent on the investment mix and activity of the Fund and are disclosed based on the audited financial accounts for the financial year ending 30 June 2023.

Transaction costs incurred by the Fund include the following:

TRANSACTION COST	AMOUNT (% OF GROSS ASSET VALUE)	HOW AND WHEN PAID
Stamp duty	0.15%	Payable from Fund assets when incurred
Establishment and placement fee	0.17%	As above
Acquisition consultancy costs incl. legal, valuation, due-diligence and tax	0.04%	As above
Other Property Acquisition Costs	0.18%	As above
<b>Total</b>	<b>0.54%</b>	As above