

Notice to members

Scheme	Ingwersen & Lansdown Securities Fund ARSN 089 634 453
ASIC Instrument	ASIC Corporations (Attribution Managed Investment Trusts) Instrument 2016/489
Manager	Ingwersen & Lansdown Securities Limited ACN 088 636 220
Date	11 October 2016

The ASIC Instrument allows the Manager to modify the Fund Constitution to the extent that the Manager reasonably considers that the modification is necessary for or incidental to the Fund being able to be operated in a manner permitted by the Income Tax Assessment Act 1997 as an attribution managed investment trust with the Manager as its trustee.

The Fund is currently structured in a manner which allows members to retain a beneficial interest in the relevant mortgage investment into which they choose or are allocated. The purpose of the proposed amendment is to confirm this structure in accordance with the recent amendments to the Income Tax Assessment Act 1997.

The Manager intends to insert the following new clause 8.3 to the Fund Constitution:

8.3 Tax attribution under the AMIT regime

- (a) *Where the Scheme is an AMIT in accordance with the Tax Act for any financial year then the Manager must attribute each 'determined trust component' to Members for the purposes of the Tax Act under the following principles:*
 - (i) *firstly, allocating the estimated determined trust component calculated for each distribution to each Member at the end of that distribution period on a similar basis to clause 8.1.*
 - (ii) *secondly, for each Member adding the amounts allocated to that Member for each distribution in the financial year;*
 - (iii) *where the total of the allocated amounts of a particular character to the Member is more than the determined trust component for the financial year the amount calculated to each Member in item (ii) is adjusted downwards on a pro rata basis such that the aggregate of the allocated amounts is equal to the determined component of each particular character;*
 - (iv) *by way of example, (iii) may apply in circumstances such as where there are losses in one Distribution Period and profits in another Distribution Period in the same financial year;*
- (b) *the Manager may apply the unders and overs system as provided for in Division 276 of the Tax Act to adjust a trust component in the income year in which the under or over is discovered.*

The Manager will modify the Fund Constitution in the manner above unless it receives requests to call and arrange to hold a meeting of the Fund's members to consider and vote on a special resolution to modify the constitution as proposed from members with at least 5% of the votes that may be cast on the resolution before 21st October 2016. Any request for a meeting must be in writing and posted to the Manager or emailed to dhl@ingwersen.com.au.