

Product Disclosure Statement

Aura Fund

Dated: 15 August 2022

Aura Fund (**Fund**)
ARSN 660 255 390

Responsible Entity

Melbourne Securities Corporation Limited
ACN 160 326 545 AFSL 428289
Level 2, 395 Collins Street,
Melbourne VIC 3000
1300 798 790

Manager and Administrator

Cache Investment Management Pty Ltd
ACN 624 306 430 AFSL 514360
Level 2, 23 Foster Street
Surry Hills NSW 2010
1300 122 243

Aura

Aura Buy Invest Donate Pty Ltd
ACN 640 240 964
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Important information

This Product Disclosure Statement (**PDS**) is a summary of significant information about the Fund and is issued by Melbourne Securities Corporation Limited (ACN 160 326 545, AFSL 428289) (**MSC, the Trustee, or we**) as the trustee and responsible entity of the Fund. It refers to important information in the Additional Information Document (available at <https://aura.club/terms-and-conditions/AID>) (**AID**) and Investment Options List (available at <https://aura.club/terms-and-conditions/IOL>), which both form part of this PDS.

You should consider the information in this PDS (including the AID and the Investment Options List) and obtain financial advice tailored to your personal circumstances before making a decision about the Fund. The information in this PDS is general information only, is not financial product advice and does not take account of your personal financial situation or needs.

The Fund is a fully digital investment product. By making an application, you agree to receive communications in digital form only (including via email or the Aura mobile application (**App**) with a copy of, or hyperlink to, the

relevant communication). **The App and aura.club (Website) are not incorporated by reference into, and otherwise do not form part of, this PDS.**

Information in this PDS may change from time to time. Where a change is not materially adverse to investors, it may be updated via a notification at <https://aura.club/terms-and-conditions/notifications>

This offer is only open to retail and wholesale investors who are Australian residents for income tax purposes, who have received this PDS in Australia and who have an Australian residential address.

You can ask Aura to provide a digital copy of any updated information, free of charge, at support@aura.club.

MSC is not a bank and an investment in the Fund is not a bank account. Neither MSC, Aura, Cache nor any other person guarantees the performance of the Fund, the repayment of capital from the Fund or any particular rate of return.

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1. About Melbourne Securities Corporation Limited

The Trustee has appointed Cache Investment Management Pty Ltd as the investment manager and administrator of the Fund, and in these roles it is responsible for managing the assets of the Fund and the Fund's administration.

Manager and Administrator

Cache Investment Management Pty Ltd (ACN 624 306 430 AFSL 514360) (**Cache**) has been appointed by MSC as investment manager and administrator of the Fund to undertake certain services including the establishment of the Fund, day-to-day management of the Fund, management of the Fund portfolio, operation of the Fund's unit registry and accounting services in respect of the Fund.

Promoter

Aura Buy Invest Donate Pty Ltd (ACN 640 240 964) (**Aura**) is the promoter of the Fund and will assist investors to engage with their investment in the Fund by operating the App and the Website. Aura has been appointed as an authorised representative (number 001295962) of Cache under its Australian financial services licence (number 514360).

Responsible Entity

Melbourne Securities Corporation Limited (ACN 160 326 545 AFSL 428289) (**MSC, the Trustee, or we**) is the trustee and

responsible entity of the Fund and the issuer of units in the Fund. MSC is responsible for operating the Fund and the Fund's compliance with the Fund's constitution (**Constitution**), the *Corporations Act 2001* (Cth) (**Corporations Act**) and other relevant laws.

Custodian

Sandhurst Trustees Limited (ACN 004 030 737 AFSL 237906) has been appointed by MSC to hold domestic Fund assets as custodian, and may also provide other services (including services relating to trade and transaction settlement, corporate action reporting and administration, proxy voting, income and distribution processing and cash management).

2. How Aura Fund works

A unit trust and a managed investment scheme

The Fund is a managed investment scheme that is structured as an Australian unit trust and registered with the Australian Securities and Investments Commission under the Corporations Act. There may be one or more classes of units that are available in the Fund (each, an **Investment Option**).

The economic entitlement attached to a unit in the Fund is determined by reference to the assets of the Fund referable to the relevant class of units (described in this PDS as the **Investment Option's assets**). A unit represents an undivided beneficial share in the assets of the Fund as a whole (subject to the Fund's liabilities) and does not entitle the unit holder to any Fund assets in particular.

Each Investment Option's assets consist of investments in a particular underlying listed share or other asset (including cash). For more information, see section 5 'How we invest your money' and the Investment Options List.

Each Investment Option has a unit price

Each Investment Option may have a different unit price. The unit price for an Investment Option is determined by dividing the Investment Option's net trust value by the number of units on issue in the Investment Option at that time.

The unit price for each Investment Option will vary as the market value of the Investment Option's assets rise and fall.

For more information, please see the Unit Pricing Policy and Fair Value Pricing Policy for the Fund. You can ask the Trustee to provide a digital copy to you free of charge at support@aura.club

How to make and increase your investment – Rewards Offers

Aura may negotiate arrangements with partner companies (**Partners**) to rebate part of the purchase price of eligible purchases made by you and to allow you to invest the value of that rebate in the Fund (**Rewards Offer**).

When you make an eligible purchase of goods or services with a Partner under a Rewards Offer, Aura will notify the Partner and will collect the reward amount from them. Aura or a Partner may also make a Rewards Offer to provide you with a reward that is not attached to a particular purchase transaction. Subject to you successfully opening an Aura investment account, an amount equivalent to the reward amount will then be invested in the AUD Cash Investment Option on your behalf. This will typically be completed within 1 to 3 business days of the reward amount being collected. Rewards Offers may be for a limited time only and may change from time to time. An up-to-date list of Partners, and the terms of their current Rewards Offer, are available at <https://app.aura.club>

To participate, you will need to open an investment account using the App or through the Website, agree to the terms and conditions of participating in the Rewards Offers, and provide sufficient information to track your transactions. When you've successfully opened an investment account and your cleared funds have been received and accepted, you will be issued units in the AUD Cash Investment Option at the next applicable unit price (plus any applicable buy spread). You may choose to switch these funds into other Investment Options of your choice.

You may also increase your investment in the Fund by providing the Trustee with an investment instruction via the App or at the Website coupled with transferring money into your investment account from a linked bank/credit union account. During the application process, investors will need to nominate an Australian bank/credit union account held in the investor's name for this purpose. These monies, once cleared, will be applied towards acquiring units in the AUD Cash Investment Option.

Neither the Trustee, Cache nor Aura guarantee that any Partner will make a payment under any Rewards Offer.

How to decrease your investment

You may decrease the size of your investment by submitting a withdrawal request using the App or the Website.

There is no minimum withdrawal amount. However, if your withdrawal request (which excludes switches between Investment Options) would result in your balance being below \$10, the Trustee may reject your withdrawal request or may treat your withdrawal request as applicable to your whole balance and redeem your entire investment in the Fund.

Units in the relevant Investment Option will be redeemed at the next applicable unit price (less any applicable sell spread).

Withdrawal amounts will be usually be paid to your linked bank/credit union account within 5 - 7 days after your withdrawal request is received and accepted (less any applicable sell spread). You will usually be able to decrease the size of your investment in this way 24 hours per day, 7 days per week. Fees apply - see section 6 'Fees and costs' of this PDS.

You may request to switch money from one Investment Option to another, and that will be deemed to constitute both a request to withdraw from one Investment Option and an application to invest in another. Where the Trustee accepts that kind of request, units in the first Investment Option will be redeemed at their applicable unit price (less

any applicable sell spread) and then the proceeds will be applied towards an application for units in the second Investment Option at their applicable unit price (plus any applicable buy spread). You may hold units in more than one Investment Option at a time.

Transfers of units

Transfers of units are not permitted without the Trustee's consent.

Limitations

In some circumstances, such as when there is a freeze on withdrawals or the App or Website is unavailable, investors may not be able to withdraw from the Fund within the usual period upon request.

The Trustee may accept or reject any investment or withdrawal request at any time at its discretion, without providing reasons for its decision.

Minimum amounts

There is no minimum investment amount, minimum withdrawal amount or minimum balance (however, see above about the effect of not holding the minimum balance on withdrawals). The Trustee may close accounts with a zero balance at any time.

Distributions

The Fund does not pay distributions to you. Any income received by the Fund in respect of units allocated to you will be automatically re-invested into the Fund and will increase the value of your investment. You can withdraw the amount of any income that has been automatically re-invested by making a withdrawal request using the App or the Website.

You should read the important information about acquiring and disposing of units before making a decision. Go to section 1 of the AID. The material relating to acquisitions and disposals of units may change between the time when you read this PDS and the day when you acquire the product.

3. Benefits of investing in Aura Fund

The key features and benefits of an investment in the Fund include:

Earn rewards as you shop

Each time you shop with a Partner, you may be rewarded with cash under the terms of a Rewards Offer. This cash will be invested in the AUD Cash Investment Option in your investment account, and you can request to switch money from that Investment Option into another Investment Option in the Fund or for it to remain in the AUD Cash Investment Option. An up-to-date list of Partners, and the terms of their current Rewards Offers, are available at <https://app.aura.club>

No fees, no commission

The Trustee does not charge any fees or commissions on investment accounts. Aura is remunerated by Partners for making Rewards Offers available to you, and shares some of those revenues with Cache and the Trustee.

Other costs may apply. See section 6 'Fees and costs' and section 4 of the AID for more information.

Request a withdrawal anytime

You can make a withdrawal request at any time through the App or the Website.

Build a portfolio

As you shop with Partners, you can build up a portfolio of investments in different Investment Options (if you choose to switch your investment from the AUD Cash Investment Option to another Investment Option). All your Investment Options can be viewed on the App or the Website.

Access via App or Website

You can access the status of your investment portfolio referable to your units on the App or the Website.

4. Risks of managed investment schemes

All investment options carry risk

Risks may result in loss of income, loss of principal invested and possible delays in repayment. You could receive back less than you invested and there is no guarantee that you will receive any income. Also remember that past performance is not a reliable indicator of future performance. All investments carry risk. Different strategies may carry different levels of risk, depending on the assets that make up the strategy. Assets with the highest long-term returns may also carry the highest level of short-term risk.

Returns in the Fund are not guaranteed. The value of investments will vary, as will investment returns. Future returns may differ from past returns and investors may lose some or all of their money. Laws affecting registered managed investment schemes may also change in the future.

The appropriate level of risk for each investor will vary depending on a range of factors including age, investment timeframe, risk tolerance and where other parts of the investor's wealth are invested.

The significant risks of investing in the Fund include but are not limited to:

- a) **(Performance risk)**: the risk that your investment in the Fund does not perform as you expect or meet your financial requirements. There is no guarantee that any investment strategy will be managed successfully.
- b) **(Market risk)**: the risk of investment losses resulting from poor market conditions or changes to the market price of assets held by the Fund. This includes the risk that a market outside Australia experiences poor market conditions.
- c) **(Liquidity risk)**: the risk that the Fund has insufficient liquid assets to pay a withdrawal request in a timely manner.
- d) **(Interest rate risk)**: the risk that the capital value or income of a security may be adversely affected when interest rates rise or fall.
- e) **(Fund risk)**: the risk that the Fund terminates, its fees or other terms change or MSC, Cache, Aura or another service provider changes.

- f) **(Underlying fund risk)**: the risk that any underlying fund or ETF terminates, its fees or other terms change or its manager or other service provider changes.
- g) **(Concentration risk)**: the risks associated with investing in a limited number of shares, ETFs or investment classes.
- h) **(Authorisation risk)** the risk that your investment is accessed by another person that pretends to be you (for example, by using your mobile device or password).
- i) **(Operational risk)**: the risk that Cache's, the Trustee's, Aura's, or a service provider's operational processes and procedures malfunction or fail.
- j) **(Foreign exchange risk)**: the risk that the value of the currency in which investments are held falls.
- k) **(Data security risk)**: the risk that information systems fail, are infiltrated or corrupted.
- l) **(Regulatory risk)**: the risk that the laws or regulations that impact the Fund (or its assets) change in Australia or overseas
- m) **(Technology risk)** the risks associated with investing in a digital investment product, such as the risk of hardware malfunctions or software or coding errors occurring. Technology risks may result in, for example:
 - a transaction request (such as a withdrawal request) you submit in the App or the Website not being received (and therefore not being processed); or
 - your balance, transaction history or other information in relation to your investment in the Fund not being presented accurately on the App or the Website.

You should read the important information about the risks of investing in the Fund before making a decision. Go to section 2 of the AID. The material relating to the risks of investing in the Fund may change between the time when you read this PDS and the day when you acquire the product.

5. How we invest your money

A range of Investment Options are offered under this PDS, each investing in a particular underlying investment.

Detailed information about each Investment Option is set out in the Investment Options List.

You should consider the likely investment return, risk and your investment timeframe when choosing to invest in an Investment Option.

As an example, detailed information about the Australian Shares Investment Option is set out below.

Investment return objective – Australian Shares

The investment return objective for the Australian Shares Investment Option is to track the performance of the S&P/ASX 300 Net Returns Index (with net dividends reinvested) after fees and expenses.

There is no guarantee that the returns of this Investment Option will match the returns of the underlying investment or meet its objective.

Labour standards and environmental, social and ethical considerations

Aura, Cache and the Trustee do not take into consideration environmental, social and ethical considerations and labour standards when selecting, retaining or realising investments.

Investment strategy – Australian Shares

The Australian Shares Investment Option will seek to achieve its investment objective by directly holding units in the Vanguard Australian Shares Index ETF (ASX: VAS) and will also hold some cash for liquidity purposes.

Investment profile - Australian Shares

The Australian Shares Investment Option may suit an investor seeking to achieve a total return through a combination of capital growth and income over the long term by gaining exposure to a diversified Australian equities portfolio of large cap stocks.

This Investment Option is considered to be high risk. The minimum suggested investment timeframe for this Investment Option is 7 years.

Australian Shares - Asset allocation (of the gross value of the Investment Option)

ETF	Australian equities	99% [80% - 100%]
Cash	AUD cash	1% [0% - 20%]

This table sets out the strategic asset allocations. In practice, the actual asset allocation may vary from the strategic asset allocation. The portfolio will be reviewed on each trading day and rebalanced where deviations from the strategic asset allocation exceed the range specified. The Fund's investment objective and strategy can be changed without notice in some cases. Investors will be informed of any material change to the Fund as required by law.

You should read the important information about how we invest your money, and information relating to other Investment Options, before making a decision. Go to section 3 of the AID and to the Investment Options List. The material relating to how your money is invested and the Investment Options List may change between the time when you read this PDS and the day when you acquire the product.

6. Fees and costs

DID YOU KNOW?

Small differences in both investment performance and fees and costs can have a substantial impact on your long-term returns.

For example, total annual fees and costs of 2% of your account balance rather than 1% could reduce your final return by up to 20% over a 30-year period (for example reduce it from \$100,000 to \$80,000).

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.

You may be able to negotiate to pay lower fees. Ask the fund or your financial adviser.

TO FIND OUT MORE

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** Moneysmart website (www.moneysmart.gov.au) has a managed funds fee calculator to help you check out different fee options.

Fee and other costs

The table below shows fees and other costs that you may be charged in the **Australian Shares Investment Option** and can be used to compare costs between different simple managed investment schemes.

Fees and costs may be paid directly from your account or deducted from investment returns.

Fees and costs summary

Aura Fund		
Type of fee or cost	Amount ⁵	How and when paid

Ongoing annual fees and costs		
<i>Management fees and costs</i> ¹ The fees and costs for managing your investment	0.10% p.a.	Management fees and costs comprise indirect costs which are costs which reduce the returns of the Fund, such as the fees charged by issuers of underlying ETFs (if any). Such costs are generally deducted from the Fund's assets as and when they arise. ²
<i>Performance fees</i> Amounts deducted from your investment in relation to the performance of the product	Not applicable.	Not applicable.
<i>Transaction costs</i> ³ The costs incurred by the scheme when buying or selling assets	0% p.a.	Paid as incurred or reimbursed from the assets of the Fund, as and when they are incurred and reflected in the unit price of the Investment Option.
Member activity related fees and costs (fees for services or when your money moves in or out of the scheme)		
<i>Establishment fee</i> The fee to open your investment	Not applicable.	Not applicable.
<i>Contribution fee</i> The fee on each amount contributed to your investment	Nil	Not applicable.
<i>Buy-sell spread</i> An amount deducted from your investment representing costs incurred in transactions by the scheme	±0.25%	The buy spread will be applied to the investment price and paid into the Fund when you invest into the Fund. The sell spread will be applied to the withdrawal price and paid into the Fund when you withdraw from the Fund.
<i>Withdrawal fee</i> The fee on each amount you take out of your investment	Nil	Not applicable.
<i>Exit fee</i> The fee to close your investment	Not applicable.	Not applicable.
<i>Switching fee</i> ⁴ The fee for changing investment options	Nil	Not applicable.

¹ The costs component of management fees and costs reflects costs that the Trustee reasonably estimates, as at the date of this PDS, will apply for the current financial year (adjusted to reflect a 12-month period) as a percentage of the net trust value of the Fund. The estimate of fees (which is zero) reflects the Trustee's reasonable estimate of the typical fees for the current financial year. For more information, please see the 'Additional explanation of fees and costs' below, section 4 of the AID and sections 1 and 2 of the Investment Options List.

² In addition to indirect costs, management fees and costs could include other fees and costs such as management fees and recoverable expenses but none are anticipated at this stage. For more information on management fees and costs, please see section 4 of the AID and sections 1 and 2 of the Investment Options List.

³ The transaction costs are based on the Trustee's estimate of the transaction costs for the current financial year that are not recovered by the buy/sell spread (adjusted to reflect a 12-month period).

⁴ A switch is effected as a withdrawal from one Investment Option and an investment in another Investment Option. Under the Constitution there is no fee chargeable specifically relating to switching between Investment Options, however, under the Constitution the Trustee is entitled to charge an application fee and a redemption fee associated with the process of switching from one Investment Option to another. The Trustee has elected not to charge such application and redemption fees, however a buy/sell spread applies.

⁵ 'Nil' means there is an entitlement under the Constitution but the Trustee has elected not to charge it. 'Not applicable' means there is no entitlement for the Trustee to charge this fee under the Constitution.

For more information, or for the fees and costs for other Investment Options, please see section 4 of the AID and sections 1 and 2 of the Investment Options List.

Example of annual fees and costs for a balanced Investment Option or other Investment Option

This table gives an example of how the ongoing annual fees and costs for the **Australian Shares Investment Option** can affect your investment over a 1-year period. You should use this table to compare this product with other products offered by managed investment schemes.

EXAMPLE – Australian Shares¹		BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING YEAR
Contribution Fees	Nil ²	For every additional \$5,000 you put in, you will be charged \$0
PLUS Management fees and costs	0.10% of the net trust value of the Fund	And , for every \$50,000 you have in Australian Shares you will be charged or have deducted from your investment \$49.50 each year
PLUS Performance fees	Not applicable ²	And , you will be charged or have deducted from your investment \$0 in performance fees each year
PLUS Transaction costs	0% p.a.	And , you will be charged or have deducted from your investment \$0 in transaction costs
EQUALS Cost of Australian Shares		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during that year, you would be charged fees and costs in the range of: \$49.50 What it costs you will depend on the investment option you choose and the fees you negotiate.

¹This example assumes a constant investment of \$50,000 throughout the year and an \$5,000 investment occurs at the end of the year. This example assumes that the \$5,000 is contributed as a 'top up' initiated by you does not include investments in the Fund under the Rewards Offers.

² 'Nil' means there is an entitlement under the Constitution but the Trustee has elected not to charge it. 'Not applicable' means there is no entitlement for the Trustee to charge this fee.

There is a calculator provided by ASIC on its Moneysmart website (www.moneysmart.gov.au) that you can use to calculate the effect of fees and costs on your balance.

Additional explanation of fees and costs

There are no management fees paid to the Trustee, Cache or Aura in respect of an investment in the Fund because Aura is remunerated by Partners for making Rewards Offers available to you, and shares some of those revenues with Cache and the Trustee.

All normal operating expenses of the Fund are also paid by Cache out of its own resources.

All monetary amounts are in Australian dollars. Unless otherwise indicated, fees are inclusive of Goods and Services Tax (**GST**), any applicable stamp duty and take into account the expected entitlement to a full tax credit or a reduced input tax credits in respect of the GST component of the fee.

The Trustee can change its fee structure without your consent, subject to the maximum fees described in the Constitution. Fees may vary over time due to changes to the Fund, changing economic conditions or changes in regulation. You will be given notice of any changes to fees in accordance with the Corporations Act (for example, where there is an increase in fees or charges and the Fund is not a disclosing entity, you'll be notified at least 30 days before the increase takes effect).

If you have a financial adviser, additional fees may be payable to the adviser. Refer to your Statement of Advice provided by your adviser.

You should read the important information about the fees and costs of the Fund before making a decision. Go to section 4 of the AID and sections 1 and 2 of the Investment Options List. The material relating to the fees and costs of the Fund may change between the time when you read this PDS and the day when you acquire the product.

7. How managed investment schemes are taxed

Investing in a registered managed investment scheme is likely to have tax consequences and you are strongly advised to seek professional tax advice.

Registered managed investment schemes generally do not pay tax on behalf of investors. However, the Trustee may be required to withhold tax from each distribution at the relevant withholding tax rates under certain circumstances. Investors are assessed for tax on any income and capital gains generated by the registered investment scheme.

The Trustee will provide an annual summary of distributions made to you during each financial year as well as the relevant information required to complete your Australian tax return.

You should read the important information about how managed investment schemes are taxed before making a decision. Go to section 5 of the AID. The material relating to how managed investment schemes are taxed may change between the time when you read this PDS and the day when you acquire the product.

8. How to apply

How to invest

Before you choose to invest, please carefully read and consider this PDS (including the AID and the Investment Options List).

To invest, you will need to download the App or the Website and then set up an account through the App or the Website. You will also need to submit an application through the App or the Website or agree to the terms and conditions of participating in Rewards Offers.

At the moment, accounts will only be opened for Australian resident individuals of at least 18 years of age.

Cooling off

You can request the return of your investment within a 14-day cooling-off period. This does not apply to wholesale investors, although other cooling-off rights may apply. Please contact the Trustee directly if you would like to exercise a cooling-off right.

Where your application to invest in the Fund has been accepted, you can request the return of your investment within a 14-day cooling-off period. Please contact the Trustee directly if you would like to exercise this right. If you cool-off, the Trustee will return your money to you and no fees will apply. However, the amount you receive will reflect any movement (whether up or down) in the unit price of the Fund and any related expenses. As a result, there may be tax, profit or loss implications for you. The cooling-off period commences on the earlier of the end of the fifth business day after your units are issued or the day you receive confirmation of your investment.

Enquiries or complaints

If you have any suggestions, tips or complaints, please contact:

Aura Buy Invest Donate Pty Ltd
158a Canning Highway,
East Fremantle WA, 6158
Telephone 1800 287 225

Aura will confirm receipt of any complaint by email within 1 business day, investigate the matter (in conjunction with Cache) and get back to you with a response with the aim of resolving your complaint within 30 days.

If an issue has not been resolved to your satisfaction, you can request that the complaint be escalated to the Trustee for review. You can also lodge a complaint with the Australian Financial Complaints Authority (**AFCA**). AFCA provides fair and independent financial services complaint resolution that is free to consumers.

Australian Financial Complaints Authority
GPO Box 3, Melbourne VIC 3001
Australia
afca.org.au
info@afca.org.au
+61 1800 931 678 (freecall)

9. Additional information

You should read the important additional information about how to request further information, the Fund, notifying changes in your details, transaction confirmation and reporting, privacy, requirements relating to your foreign tax residency status information required from you, and when your investment account may be suspended or transactions request rejected under the Constitution, and how the Trustee meets its obligations in respect of the Fund (i.e. its compliance plan).

The AID also contains information about your rights and liability under the Constitution and investor meetings, financial information about the Fund and what happens if the Fund terminates and changes to the Fund. **Go to section 6 of the AID.**