

FUND UPDATE

Pivotal Diversified Fund (ARSN 653 359 445)

13 April 2023

Update to Asset Allocation and Target Return for the 2023 Financial Year

Vasco Responsible Entity Services Limited ACN 160 969 120 AFSL 434 533 is the responsible entity (**Responsible Entity**) for the Pivotal Diversified Fund (ARSN 653 359 445) (**Fund**). Australian Funds Management Group Pty Ltd ACN 649 116 085 is the investment manager for the Fund (**Investment Manager**).

In accordance with the Fund's Product Disclosure Statement (**PDS**), the Fund aims to generate the Target Return by investing in the UGC Global Alpha Fund, UGC Platinum Alpha Fund, UGC Private Equity Fund, Global Capital Property Fund Limited and other third-party investments (**Underlying Investments**). The Investment Manager intends to provide investors with a spread across the Underlying Investments according to the indicative asset allocation rules as disclosed in the PDS.

Since the commencement of the Fund the Investment Manager has taken a gradual approach to implementing the preferred asset allocation.

In addition, due to recent volatility in global equity, property and fixed income markets the Investment Manager has taken a conservative approach of holding a high proportion of Fund assets in cash.

The UGC Global Alpha Fund and UGC Platinum Alpha Fund in which the Pivotal Diversified Fund invests also have had high allocations to cash.

As the Fund grows its level of assets and markets stabilise it is anticipated that the Investment Manager will move the Fund towards the indicative asset allocation as disclosed in the PDS.

Due to market circumstances the Target Return as indicated in the PDS is not expected to be achieved in the financial year ending 30 June 2023.

If you have any enquiries in the first instance, please contact your Advisor or the Investment Manager.

Yours sincerely

Vasco Responsible Entity Services Limited