

25 May 2021

Dear Unitholder,

Re: Significant Event Notice for Ellerston Australian Micro Cap Fund (ARSN 619 727 356; APIR Code: ECL0984AU)

Ellerston Capital Limited (ACN 110 397 674) in its capacity as Responsible Entity (RE) for the Ellerston Australian Micro Cap Fund (ARSN 619 727 356) (the "Fund") will issue an updated Product Disclosure Statement (PDS) to reflect the following changes to the Fund:

Item	Old PDS	New PDS (to be issued 26 May 2021)
Asset Allocation Ranges	<ul style="list-style-type: none"> Australian listed Securities: 60 – 100% New Zealand listed Securities: 0 – 20% Australian & New Zealand unlisted Securities: 0 – 20% Cash: 0 – 20% 	<ul style="list-style-type: none"> Australian listed Securities: 60 – 100% New Zealand listed Securities: 0 – 20% Australian & New Zealand unlisted Securities: 0 – 10% Cash: 0 – 20%
Currency Hedging	N/A	The Fund may elect to hedge any foreign currency exposure at its discretion.
Securities Definition	Equity interests in a company, managed investment scheme or investment organisation including but not limited to shares, units, preference shares, convertible notes, convertible preference shares, stapled securities and instalment receipts.	Equity interests in a company, managed investment scheme or investment organisation including but not limited to shares, units, preference shares, convertible notes, <u>options</u> , convertible preference shares, stapled securities and instalment receipts <u>or any similar instruments issued by companies with a relationship to Australia or New Zealand listed or expected to list on a recognised exchange within 18 months and may include listings on foreign exchanges due to corporate actions, which the Manager must divest as soon as reasonably practicable following the corporate action.</u>

The aforementioned Fund changes will take place to more accurately reflect the typical asset allocation of the Fund; and the more detailed Securities definition recognises the increasing potential for quality Australian micro cap companies to be the target of corporate action(s) by offshore companies.

The new Ellerston Australian Micro Cap Fund PDS will be accessible on Ellerston's website (ellerstoncapital.com) and a soft copy will also be forwarded to you, for your records. If required, a printed version can be requested by calling Ellerston's Investor Relations team on (02) 90217701.

Please note, the new PDS replaces any previous copies of the PDS. Any Application Form(s) from the previous PDS dated 8 May 2019 will not be accepted from the issue date of the new PDS i.e. Application Forms from the previous PDS will not be accepted from Wednesday 26 May 2021 onwards.

Questions?

If you should have any questions on these changes, please don't hesitate to contact Ellerston's Investor Relations team on (02) 90217701.

Yours sincerely,

Ellerston Investor Relations.

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DISCLAIMER

This letter has been prepared by Ellerston Capital Limited ABN 34 110 397 674 AFSL 283 000, responsible entity of the Ellerston Australian Micro Cap Fund (ARSN 619 727 356) without taking account the objectives, financial situation or needs of individuals. Before making an investment decision about the Fund persons should read the Fund's Product Disclosure Statement which can be obtained by contacting info@ellerstoncapital.com and obtain advice from an appropriate financial adviser. Units in the Fund are issued by Ellerston Capital Limited ABN 34 110 397 674 AFSL 283 000. This information is current as at the date on the first page.

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