

Ainslie Bitcoin & Bullion Fund

(Ainslie B & B Fund)

Ainslie Wealth

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Fund Overview

The Fund is a wholesale fund, or an unregistered managed investment scheme structured as a unit trust. In this structure, money invested in the scheme by all Investors is pooled and used to buy investments, which are managed on behalf of all Investors by the Investment Manager. The Trustee has day-to-day control over the operation of the Fund. By investing in the Fund, Investors access Ainslie Wealth's specialist knowledge and investment strategies.

Investment Objective

The investment objective is to preserve and grow capital by strategically allocating assets to Bitcoin, Gold, and Silver with the aim of outperforming the RBA Cash Rate plus 4% p.a. The Investment Manager intends to implement a strategy that monitors macroeconomic trends and global liquidity conditions to inform its investment decisions.

Depending on the economic phase, the Portfolio adjustments will be as follows:

- at the onset of the cycle's recovery phase, the Investment Manager will increase its investment in Bitcoin, while reducing exposure to Gold and Silver;
- during the transition from mid to late cycle, the Investment Manager will adjust its allocation towards Silver, based on the Gold to Silver ratio (GSR) and market indicators, reducing Gold allocation but maintaining a significant position in Bitcoin;
- as the cycle tightens, Gold is prioritised, with Bitcoin and Silver receiving significantly smaller allocations.

Investment Philosophy

The Fund's investment philosophy is centred around the belief that Bitcoin, Gold, and Silver are assets that can outperform monetary debasement and preserve wealth during periods of economic uncertainty. It seeks to capture the historically large increases in Bitcoin prices at certain periods and to protect investments by holding Gold before large historical retracements and during periods of economic uncertainty that favour Gold.

Investment Strategy

The Fund will actively invest in Gold, Silver, and Bitcoin, with investment decisions driven by monitoring macroeconomic trends and global liquidity conditions.

The Fund's investment strategy is designed to respond to economic cycles and adjusting allocations accordingly. In response to economic cycles stages, the Investment Manager will increase Bitcoin exposure in the early recovery phase, shift to Silver but maintain a significant Bitcoin position in the mid to late cycles, and prioritise Gold during downturns.

The Investment Manager will prudently manage inflows and outflows to maintain its strategic outlook and weighting targets, with a view to minimising spread costs.

The Investment Manager is focused on applying a methodical and highly structured approach to the investment process and investment decision making. The Investment Manager's Investment Committee convenes weekly to discuss and refine the macroeconomic framework under which the manager operates. Each of these meetings is guided by a pre-prepared report that includes critical economic indicators essential for their strategic deliberations. The Economic Advisory Panel, headed by Ainslie's Chief Economist, presents the report to the Investment Committee, and together they discuss and field questions on it. During these sessions, the Investment Committee's primary objective is to assess the current economic landscape and determine the prevailing liquidity phase. This analysis forms the basis for adjusting the Investment Manager's investment strategies for the subsequent week, aligning them with the observed economic conditions. This structured approach ensures that the Investment Manager's investment decisions are continuously updated, responsive, and strategically informed, thereby optimising performance in a dynamically changing economic environment. The investment process is thorough and disciplined. It provides for various 'checkpoints' for the Investment team to decide on whether to progress the Fund to the next stage of the investment process. The Economic Advisory Panel and CIO will share their thoughts regularly in various media formats to be open and transparent.

Ainslie Group

The Ainslie Group's story began with the founding of Ainslie Bullion in 1974, a company that has since become a cornerstone of the Australian precious metals market. With a legacy that spans over five decades, The Ainslie Group has expanded its reach and deepened its expertise to include a suite of services that enhance our traditional bullion business. Ainslie Bullion is Australia's second-largest independent bullion dealer and Perth Mint's Primary Distributor. This has been complemented by our strategic expansions – Ainslie Crypto, The Gold & Silver Standard, Reserve Vault, The Melbourne Vault, and now Ainslie Wealth – broadening our scope into the realms of digital and tokenised assets, secure storage solutions, and a wealth management fund.

Fund details

Name of Fund	Ainslie B & B Fund (or Ainslie Bitcoin & Bullion Fund)
Fund structure	An Australian unregistered managed investment scheme structured as a unit trust.
Trustee	Ainslie Wealth Holdings Pty Ltd (ACN 647 626 784) (CAR No. 1315240) (' Ainslie Wealth Holdings ' or ' Trustee ') is the proposed Trustee and issuer of the Fund.
Investment Manager	Ainslie Wealth Pty Ltd (ACN 676 264 583) (CAR No. 1315239) (' Ainslie Wealth ' or ' Investment Manager ') is a specialised entity within the Ainslie Group and the proposed investment manager of the Fund.
Benchmark	RBA Cash Rate plus 4% p.a.
Risks	All investments involve a certain amount of risk. Like any investment of this type, an investment in the Fund may be subject to investment risk including possible delays in repayment and loss of income or capital invested. The Trustee, the Investment Manager and their employees, associates, agents or officers do not guarantee the success, the repayment of capital or any rate of return on income or capital, or the investment performance of the Fund.

Investing and access to funds

Minimum investments ¹	The initial minimum investment amount is \$50,000 and the minimum balance amount is \$25,000, with additional investment amounts of \$25,000.
New applications	Weekly.
Redemptions	Weekly.
Access to funds	The minimum redemption amount is \$25,000. Investors may redeem their Units by sending a Redemption Request to the Fund Administrator. Investors may not apply for a redemption that results in the balance of their investment falling below \$25,000. Redemptions will be paid to the Investor's nominated bank account.
Distributions	Distributions are paid annually and will be automatically reinvested unless the Investor notifies the Trustee that Distributions should be paid into their nominated account.
Fund Valuation	The Fund is valued weekly based on the NAV of the Fund as calculated on the last Business Day of a week.
Unit pricing	Weekly. Correctly completed application or Redemption Requests received by 2pm on the last Business Day of a week and accepted by the Trustee will receive the Issue Price or Redemption Price calculated for the week on that Business Day. The initial Issue Price is \$1.00.

Fees and expenses

Management costs	The management costs are 1.5% p.a. of the NAV of the Fund and are calculated and accrued weekly and paid monthly.
Performance fee	A performance fee of 15% is payable if the outperformance of the Fund plus the Hurdle is 15% or more of adjusted Fund NAV. The performance fee is calculated and paid annually or upon redemption.
Fund expenses	Ordinary expenses for the Fund such as custody, administration, legal and audit fees and for the establishment and operation of the Fund will be reimbursed from the Fund. We may recover from the Fund abnormal expenses such as the cost of Unit Holders' meetings, legal advice, proceedings, and other irregular expenses.
Exit fees	For in-specie redemption, an exit fee of 2% of the redemption proceeds applies.
Buy/Sell Spread	Buy Spread 0.6%, Sell Spread 0.6%

The information in this Fact Sheet has been prepared by Ainslie Wealth Holdings Pty Ltd (ABN 75 647 626 784) (the 'Trustee', 'us' or 'we') as the Trustee of the Ainslie B & B Fund (the 'Fund'). The Trustee is a corporate authorised representative (CAR 1315240) of Ainslie Group Holdings Pty Limited (ABN 94 676 163 974, AFSL 560644) (Ainslie Group Holdings) and appoints Ainslie Group Holdings as its AFS licensed intermediary under s911A(2)(b) of the Corporations Act 2001 (Cth) to arrange for the offer to issue, vary or dispose of units in the Fund and is only intended for prospective investors qualifying as wholesale clients under s761G of the *Corporations Act 2001* (Cth) (**Corporations Act**), or to any other person who is not required to be given a regulated disclosure document under the Corporations Act. This Fact Sheet is for general information purposes only. It is not intended to be a recommendation by the Trustee or Investment Manager or any associate, employee, agent or officer of the Trustee, the Investment Manager or any other person to invest in the Fund. This Fact Sheet is general in nature and does not consider any individual's specific objectives, financial situation, or needs. You should not base your decision to invest in the Fund solely on the information in this Fact Sheet. You should consider the suitability of the Fund in view of your personal financial circumstances, investment objectives and needs. It is recommended you seek independent, professional financial advice before making an investment decision and to determine if an investment in the Fund is suitable for your circumstances. Past performance is not a reliable indicator of future performance. The information in this Fact Sheet is current as at the date and time of writing. This report is intended to be used for general informational purposes. Past performance should not be taken as an indication of future outcomes. Whilst we believe the information provided in this Fact Sheet is correct, to the full extent allowed by law, we do not accept any liability at law (including but not limited to under contract, in tort, under statute or otherwise) and fully disclaim any and all liability for loss or damage suffered by you or any other person in connection with the use of the information contained in this Fact Sheet, including any errors or omissions. In no event will we be liable for any special, indirect, incidental, or consequential damages which may be incurred or experienced by a person relying on the contents of this Fact Sheet.