

# Anchor

## **Anchor Superannuation Fund**

ABN 62 311 059 575

Product Disclosure Statement – Accumulation and  
Pension Products

### **ISSUER AND TRUSTEE**

Linear Asset Management Ltd

ABN 11 119 757 596

AFSL 304542

RSEL L0003453

### **DISTRIBUTOR**

Financial Decisions Pty Ltd

ABN 14 121 685 318

AFSL 341678

Dated 22 December 2014

*This PDS is for the Anchor Superannuation Fund RSE number R1076349. This is an important document and should be read with the Investment Menu, which is incorporated by reference, before you complete the Application Form.*

# IMPORTANT INFORMATION

**About this PDS:** This PDS (“PDS”) is dated 22 December 2014 and is issued by Linear Asset Management Ltd ABN 11 119 757 596, AFSL 304542, RSEL 0003453 (Trustee), the trustee of the Anchor Superannuation Fund ABN 62 311 059 575 RSE number R1076349 (Fund). The Anchor Superannuation Fund is a sub-plan of the Linear Superannuation Fund.

This PDS summarises the benefits, options and features that are available to Fund members. You should read this PDS (and any additional documents referred to within this PDS) before you complete the Application Form and make a decision to invest in the Fund.

**General advice only:** The information contained in this PDS is general in nature only. Before making a decision to become a member of the Fund, it is important you read and consider the entire PDS and seek professional advice (including accounting, taxation and other advice from your financial adviser) regarding the appropriateness of this product for your personal circumstances. This includes considering your financial objectives, situation and particular investment needs and the risks of joining the Fund that could affect your superannuation benefits, including those listed in Section 12.

**Terms used in this PDS:** Certain terms in this PDS have defined meanings. Refer to the Defined Terms on page 57.

**Website and Investment Menu:** Before you apply to open an Account, you should read the PDS in its entirety. The PDS should be read with the online Investment Menu which is incorporated by reference into the PDS and includes details of available investment options through the Fund. It is available at [www.financialdecisions.com.au](http://www.financialdecisions.com.au) (and via the Anchor Portal for existing members).

**Updated information:** Updated Information that is not materially adverse information may be updated by publishing the information at [www.financialdecisions.com.au](http://www.financialdecisions.com.au) and on the Anchor Portal. You and your adviser may also be provided updated information by email (see Section 1). Upon request of your adviser, a paper copy of any updated information is available free of charge. If there is a change to the information contained in the PDS that is materially adverse to the offer, then the Trustee will notify you in writing.

**Eligibility:** Membership in the Fund is only available to persons who receive the PDS in Australia and appoint an Australian licensed or authorised adviser who is registered to distribute the Fund. The Trustee may at its discretion refuse to accept applications from particular persons or classes of persons.

**Applications:** Applications to become a member of the Fund can only be made via the online Application Form which must be completed via the Anchor Portal (with assistance from your adviser), then printed, signed and sent to the Administrator with the required documents for your identification and tax requirements. Applications will not be accepted unless accompanied by an original signed Application Form. See Section 6 and the Application Form for further details. The Corporations Act prohibits any person from passing the Application Form on to another person unless it is provided with the PDS.

**Electronic PDS:** This PDS is issued as an electronic PDS (“Electronic PDS”) and is available at [www.financialdecisions.com.au](http://www.financialdecisions.com.au) and via the Anchor Portal. Upon request, a paper copy of this PDS may will provided free of charge by contacting your adviser or the Administrator.

**Your interest:** When you join the Fund you can choose investments for your Account and you and your adviser will be able to view reports in respect of those investments. However, you should note your rights are those as a member of the Fund pursuant to the Trust Deed and not as a holder of any particular investments. See Section 16 for details.

**Costs of becoming a member of the Fund:** The total fees and charges you will pay will include the costs of being a member of the Fund, as well as the cost of any investments you choose. It is important you understand the fees and costs applying to any investment you select (for example, investment management fees, transaction costs and brokerage incurred on your behalf) are in addition to the fees and costs charged by the Trustee and Administrator for administering your Account and the Fund as a whole (such as administration fees and other account based fees and costs). Please refer to the Investment Menu and the Fees and Other Costs section on page 39 for further details.

**Interpretation of legislation:** The information in this PDS relating to superannuation, taxation and other relevant laws is based on the Trustee’s interpretation of existing laws at the time the PDS was prepared. The application of these laws can depend on your individual circumstances. The taxation and superannuation information is provided as a general overview of how these laws may apply to you; it should not be relied upon as a complete statement of all relevant laws, and the information may change. It is recommended you discuss your personal position with your adviser in order to make the most of your superannuation benefits.

**About the Trustee:** Linear Asset Management Ltd is the trustee of the Fund and the issuer of this PDS. The Trustee is part of the Linear Group, a boutique financial services and administration technology services provider. The Trustee is a responsible entity and superannuation trustee licensed by ASIC and APRA. The Trustee currently also operates and administers several managed investment schemes including investment platforms.

**About the Administrator:** The administrator is Linear Administration Services Pty Ltd, also a member of the Linear Group. The Administrator provides the proprietary web based administration services and platform, known as the “Anchor Portal”, to deliver the transactional and administration systems for the Fund. The Administrator has given and not withdrawn its consent to the PDS containing information referable to it in the form and context in which that information appears. The Administrator has not issued or caused the issue of the PDS and is not responsible for any other statements in the PDS which are not referable to it.

**About the Distributor:** Financial Decisions Pty Ltd ABN 14 121 685 318 AFSL 341678 has been appointed by the Trustee to distribute the Fund. The Distributor’s role is limited to distribution and promotional activities only and it is not authorised to act for or on behalf of, or legally bind, the Trustee. The Distributor has given and not withdrawn its consent to the PDS containing information referable to it in the form and context in which that information appears. The Distributor has not issued or caused the issue of the PDS and is not responsible for any other statements in the PDS which are not referable to it. Further details are set out on page 16 and at [www.financialdecisions.com.au](http://www.financialdecisions.com.au).

**Investment in the Fund:** The Trustee, the Administrator, the Distributor and their related bodies corporate do not guarantee the performance or success of the Fund or any return on your superannuation benefits. Investments in the Fund are subject to risk, including the risks set out in the Risks section on page 30. An investment in the Fund does not represent an investment in or liability of the Trustee, the Administrator or the Distributor.

No person has been authorised by the Trustee to make any representation or to give any information about the Fund that is not contained in this PDS. None of the persons mentioned in this PDS have authority to make statements on behalf of, or bind, the Trustee.

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## 1. About The Fund

### Superannuation and pension platform

The Fund is a public offer superannuation fund which is accessible only through your adviser. The Fund allows you to hold a 'wrap-style account' for consolidated reporting and administration of the investment options you choose from a selected investment menu.

The Fund allows you to pursue your own investment strategy for your superannuation and pension benefits (with the assistance of your adviser), from the accumulation phase all the way through to retirement.

The Fund is designed for members who are seeking:

- Investment choice, from an investment menu provided by the Trustee available at [www.financialdecisions.com.au](http://www.financialdecisions.com.au) and via the Anchor Portal.
- Minimal paperwork - through the Anchor Portal you, or your adviser can submit all Account Instructions and requests. All correspondence issued by Anchor Superannuation Fund will be sent via email or the Anchor Portal electronically.
- Easy administration, including asset holding and consolidated online reporting.
- Online reporting of all accounts together.
- You and your adviser can access reports on all your holdings through the one log in.

Your adviser plays a key role in assisting with the composition and maintenance of your account, initially and on an ongoing basis. See Section 5 for further details.

### Three Product Options

The Fund offers both personal superannuation and pension products, to support members to seamlessly transition from working life to full retirement.

The three products offered by the Fund are:

- Personal Superannuation Account (Accumulation);
- Account Based Pension; and
- Transition to Retirement Pension

See Sections 7 to 10 for further details.

## 2. Fund Structure

### Complying superannuation fund

The Fund is a complying superannuation fund established under the Trust Deed and registered with APRA as a Registrable Superannuation Entity under the SIS Act. The Fund currently comprises a Personal Superannuation Division and a Pension Division. Under the Trust Deed, the Trustee may also operate Employer sponsored plans.

The Trustee has the ability to divide these divisions into multiple sub plans (for example, the Account Based Pension and the Transition to Retirement Pension available under this PDS are sub plans of the Pension Division). Under the Trust Deed, the Trustee has the ability to identify and report to members on the particular assets that the member has directed the Trustee to hold as their superannuation benefit.

### Your interest

As a member of the Fund, you own an interest in each and every one of the assets of the Fund that you are invested in. You do not hold a right to, any particular asset (including the assets you select for your Account) or the right to participate in the management of the Fund or a particular plan or sub plan.

However, we will report to you on the assets in your Account, which will reflect the investments you request us to make, including receiving dividends, franking credits and interest. Generally the tax on your Account earnings is calculated on the assets you request us to purchase for your Account. See page 16 for further details on tax.

### Authorisations

You are required to complete the authorised Representative section of the Application Form to authorise the Administrator to accept instructions directly from your authorised Representative in relation to your Account. Most members nominate their Advisers as their Representative.

### Sub plans and the assets of the Fund

The assets of every plan, sub plan and Account are available to meet the liabilities of any other plan, sub plan or Account within the Fund. However, because of the type of investments held by the Fund and the investment restrictions in place, the Trustee does not believe that this event is likely to occur.

The Trustee may transfer your membership and benefit normally at your request, to another plan or sub plan.

### Your Account

You will become a member of the Fund once we accept your complete Application and your account has commenced. This means fully and correctly completed forms and receipt of required anti-money laundering documentation and a Tax File Number declaration (if applicable). Once we have received your initial contribution, the funds will be allocated to cash pending Account Instructions.

You may have multiple Personal Superannuation Accounts and/or Pension Accounts, subject to your eligibility and instructions.

### Who can apply

This PDS is only available to persons receiving the PDS in Australia who have an Australian licensed or authorised adviser who has signed a distribution agreement with Linear Asset Management Limited to distribute the Anchor Superannuation Fund. The Trustee may, at its discretion, refuse to accept applications from particular persons or classes of persons.

We believe it is important for you to receive independent professional advice about your financial circumstances and needs and whether the Fund is a suitable investment for you. We therefore do not accept applications to join the Fund unless it has been signed by your registered adviser.

We reserve the right to reject an application in whole or part at our discretion and may return any application monies if it is rejected.

Any money held before your Account is set up will be held by the Trustee in cash and will not earn interest.

### 3. Benefits of membership in the Fund

The Fund provides convenient and transparent superannuation administration with the ability for you and your adviser to construct an investment strategy in line with your individual retirement objectives.

Some of the key benefits are set out below; however, these should be read together with the risks relating to the Fund which are set out Section 12.

#### Choice and control

The Fund offers you investment choice and control over your superannuation benefits. You can pursue your own investment strategy by selecting what to buy, sell and switch for your Account, from the Investment Menu. The major asset classes available are:

- Australian and international shares
- listed property
- alternative assets
- fixed interest
- cash

These are available via professionally managed investments (i.e., Managed Funds and Model Portfolios) or as “Self-directed Investments”. Please see Section 11 Investment Choice for more details.

#### Online access

You and your adviser can access information about your superannuation and pension at any time, via the Anchor Portal. The secure Anchor Portal login allows you to view your Account details, monitor your performance, submit requests, and access a range of consolidated reports and communications.

#### Transparency

You and your adviser can also see via the Anchor Portal the fees, costs, taxes and other charges relating to your Account on an itemised basis. This provides a clear understanding of the total costs of being a member of the Fund.

#### Insurance premium payments

For certain insurance products which you hold outside the Fund (i.e., third party issued superannuation linked Insurance Policies) you may fund the premium payments for your insurance from your Account, subject to the Trustee’s approval, via partial rollover.

You cannot hold Insurance Policies in the Fund at the date of this PDS. Please see the Insurance section on page 28 for further details.

#### Flexibility between plans

Flexibility between plans is a feature of the Anchor Superannuation Fund. For example, you have the flexibility to make regular contributions into your Personal Superannuation Account. You can select an appropriate income level from your Pension Account when you are transitioning to or during retirement phase.

You can also transfer from a Personal Superannuation Account to a Pension Account provided you have met your Preservation Age and/or a condition of release.

## Professional investment management

If you decide to invest in Model Portfolios or Managed Funds then those assets are professionally managed in line with the Mandate for the relevant Model Portfolio or the stated investment strategy for the Managed Fund.

## Account reporting and audit

You will receive consolidated reporting on the investments you select for your Account via the secure online Anchor Portal. Additionally, the Fund is audited annually, as are the systems the Trustee and Administrator rely on to deliver the Fund.

## Cash Account

All members have a Cash Account which is a key component to the way your superannuation or pension Account operates. Funds in your Cash Account earn interest at a rate which is linked to the RBA Cash Rate, which means your retirement savings are working for you at all times. Please refer to page 27 for more details.

## 4. Key features at a glance

FEATURE	OVERVIEW	PAGE
<b>The Fund</b>	A comprehensive superannuation and pension administration platform that allows you to tailor and take charge of your retirement and financial objectives. Choose from an Investment Menu selected and approved by the Trustee and receive reporting representing your asset holdings.	1
<b>Risks</b>	There are risks associated with being a member of the Fund and risks associated with the underlying investments offered by the Fund.	30
<b>Fees and Other Costs</b>	There are fees and costs payable by you from your Cash Account to the Trustee for managing your Account. You are also charged additional fees and other costs depending on the underlying investment options you select.	39
<b>INVESTMENT OPTIONS</b>		
<b>Investment Menu</b>	There is a range of investment options to select from. Refer to the Anchor Portal and the website at <a href="http://www.financialdecisions.com.au">www.financialdecisions.com.au</a> for the most up-to-date Investment Menu.	25 and Investment Menu
<b>Model Portfolios</b>	The Fund provides access to a range of professionally managed Model Portfolio mandates. Most are managed by external Investment Managers appointed to carry out ongoing monitoring and re-balancing to maintain portfolio weightings.	28
<b>Self-directed Investments</b>	Self-directed Investments are investments held outside of Model Portfolios and managed by you and your adviser. You may choose from the available list in the Investment Menu from time to time, which may potentially include Managed Funds, listed shares, listed unit trusts and other securities available on the ASX and selected international exchanges.	25
<b>Cash Account</b>	Your Cash Account is used for most transactions and most monetary movement within your Account. This includes contributions, buying and selling between investment options, fees and expenses, withdrawals, pension payments, distributions. Your Cash Account earns interest at a competitive rate.	27
<b>Insurance premium payments</b>	You cannot hold insurance through the Fund at the date of this PDS. If you hold insurance through another superannuation entity, then we can assist you to pay the premiums if you request a partial rollover by providing us an Account Instruction.	28
<b>Investment Restrictions</b>	The Trustee applies some restrictions on how you can invest your superannuation or pension benefit.	25
<b>TRANSACTION OPTIONS</b>		
<b>Online Account Instructions</b>	You can buy, sell and switch between investment options easily, with your adviser's assistance, by using the online Anchor Portal.	34
<b>Super to pension transfers</b>	You can transfer from a Personal Superannuation Account to a Pension Account provided you have met the legislative requirements. If you wish to leave your Personal Superannuation Account open, a minimum balance of \$5,000 is required.	20
<b>Corporate Actions</b>	The Trustee may make available through the Anchor Portal a selection of Corporate Actions that you can make an election on.	28

FEATURE	OVERVIEW	PAGE
	These will generally be made to your adviser. The type and frequency of Corporate Actions made available is at the Trustee's discretion and there may be instances where your elections are not acted upon.	
<b>CONTRIBUTIONS</b>		
<b>Contributions by you</b>	You can contribute at any time via Direct Debit, EFT or, BPAY to your Personal Superannuation Account. Please refer to Section 9 of this PDS regarding contribution caps and associated tax treatment.	11
<b>Contributions from Your Employer</b>	Employers can contribute to your Personal Superannuation Account electronically via BPay and EFT. . Your employer must provide all contribution data in such way so that it complies with superannuation legislation.	11
<b>Rollovers In</b>	You can rollover your benefits from a complying superannuation fund into the Anchor Superannuation Fund.	13
<b>Regular contribution plan</b>	You can establish a regular contribution plan to make additional contributions. You should consult with your adviser regarding personal contribution caps and tax treatment.	12
<b>MINIMUM CASH WITHDRAWALS</b>		
<b>Personal superannuation withdrawal</b>	The minimum withdrawal amount is \$1,000 per cash withdrawal. You can request to withdraw your benefits at any time from your available Cash Account balance subject to meeting a condition of release. Please consult your adviser to determine your eligibility to withdraw funds.	23
<b>Minimum Pension commutation - Account Based Pensions</b>	For Account Based Pensions, you can request to withdraw your benefits from the Cash Account at any time, provided you have met the minimum income requirements for the current financial year. The minimum lump sum payment amount is \$1,000.	20
<b>Minimum Pension commutation – TTR pensions</b>	For Transition To Retirement (TTR) pensions, as a general rule, you cannot withdraw from your Account except in limited circumstances, for example, where you have Unrestricted Non-preserved benefits, or as per the pension section of this PDS.	23
<b>Cooling off</b>	A 14 day cooling-off period applies to your initial investment. The cooling off period starts the earlier of: <ul style="list-style-type: none"> <li>• the issue of a confirmation</li> <li>• or the end of the fifth business day</li> </ul> after the day on which the interest in the Account was issued.	32
<b>MINIMUM INITIAL CONTRIBUTION AMOUNTS</b>		
<b>Personal Superannuation Account</b>	The minimum initial contribution into the Personal Superannuation Account is \$25,000 unless otherwise permitted by the Trustee.	11
<b>Pension Account</b>	The minimum amount to commence a Pension Account is \$50,000 unless otherwise permitted by the Trustee.	20
<b>OTHER MINIMUM AMOUNTS</b>		
<b>Model Portfolios and Managed Funds</b>	Some Model Portfolios and Managed Funds have minimum investment amounts. Please see the Investment Menu on the Anchor Portal or at <a href="http://www.financialdecisions.com.au">www.financialdecisions.com.au</a> for details.	25 and Investment Menu

FEATURE	OVERVIEW	PAGE
<b>Minimum Account balance</b>	The minimum amount you must hold in your Account is \$5,000 unless otherwise permitted by the Trustee.	11
<b>Cash Account</b>	The minimum balance in your Cash Account must be greater than 2% of the total value of your Account, and a target amount of 3% of the total value of your Account at all times.	27
REPORTING AND COMMUNICATION		
<b>Anchor Portal</b>	The Anchor Portal is a secure website that allows you and your adviser to log in and view details of your superannuation or pension account at any time, and to generate reports and access information about balances, asset allocation, distribution, transaction history, fees, tax and other associated costs.	4
<b>Statements</b>	You will receive an annual statement of your Account in an electronic format only, via the Anchor Portal.	37
<b>Your adviser</b>	All communications to you and your adviser are electronic only, via the Anchor Portal or by email.	9

*You should consult your adviser before deciding on the composition of your Account, an appropriate amount to contribute and or withdraw from the Fund and the taxation consequences as they relate to you.*

## 5. Role of your adviser

We believe it is important for you to obtain independent professional advice about your financial circumstances and needs and whether the Anchor Superannuation Fund is a suitable investment for you. We therefore generally will not accept an application unless you have an adviser who is authorised by the Trustee to distribute the Anchor Superannuation Fund.

Your adviser is responsible for ensuring you receive all relevant documentation prior to placing a transaction and for keeping copies of your transaction instructions.

When you apply to become a member of the Anchor Superannuation Fund you may appoint your adviser as your agent and Representative. You agree that your adviser is authorised to do certain things on your behalf, including:

- Instruct transactions on your Account by placing Account Instructions; and
- Receive information and reports on your behalf, to the extent permitted by law.

This authorisation continues until you provide written notice to rescind the authorisation.

The extent of the authority you provide your adviser is a matter between you and your adviser. It may be possible to provide your adviser broad powers over your Account in some circumstances. If you would like your adviser to have any level of discretion around the instructions the adviser provides to us about your Account then you should speak to your adviser about this arrangement.

Generally, we provide your adviser with all communications relating to your Account and access to make transactions on your behalf. We require you to complete an authorised Representative Form (which is included in the Application Form) to authorise us to take instructions from your Representative in relation to your Account. Most Members nominate their adviser as their Representative. You can change your Representative/adviser from time to time by providing us with a further Account Instruction, available online via the Anchor Portal.

### If you cease to have an adviser

If you cease to have an authorised adviser appointed, or if your adviser is no longer authorised to distribute the Anchor Superannuation Fund then the Trustee will provide you three months' notice that action needs to be taken by you to seek a replacement authorised adviser, or your Account may be closed. If the notice period expires and you do not have an authorised adviser appointed, then the Trustee may treat this as a withdrawal of your total Account balance. Subject to superannuation law, the assets in your Account may be sold, the proceeds rolled into the Eligible Rollover Fund or rolled over into your nominated complying superannuation fund, and your Account may be closed.

## 6. How to become a member of the Fund

To become a member of the Fund you need to do the following:

1. Complete the online Application Form for the product you would like to apply for (Personal Superannuation Account or Pension Account, or both). You will need to do this with your adviser's assistance.
2. Provide your initial contribution/ rollover contribution from another fund.
3. Print and sign the Application Form, including the declaration. Your adviser will also need to sign the Application Form.
4. Include copies of AML/CTF identification documents as per the AML Booklet.
5. You can make your initial contribution by:
  - a. Rollover from a complying super fund.
  - b. EFT
  - c. Bpay; or
  - d. Direct debit

Send the original signed Application Form, AML/CTF identification documents, TFN declaration (if applicable) and initial contribution amount or expected details to the address set out on the Application Form.

Further information about the details we require and instructions about how to complete the Application Form are set out on the Application Form itself.

## 7. Personal Superannuation Accounts (Accumulation)

The Anchor Superannuation Fund's personal superannuation plan offers flexibility by allowing access to a wide range of investment options and providing you with the ability to take control and help plan for your retirement needs.

### Minimum Initial Contribution Amount

The minimum initial contribution to open a Personal Superannuation Account is \$25,000 unless otherwise permitted by the Trustee.

In addition, minimum initial investment amounts may apply to some investment options set out in the Investment Menu. Please refer to the Investment Menu for details.

### How to Fund Your Opening Balance

We will accept your initial contribution as follows:

<b>EFT (direct credit)</b>	Refer to the bank account details provided in your <i>welcome letter</i> to be advised upon application.
<b>BPAY</b>	Bill Code: 101303 Ref no.: <i>your Account number; to be advised in your welcome letter, upon application</i>
<b>Rollovers</b>	The Fund also accepts rollovers from another superannuation fund in place of part/whole of an initial contribution; please complete the relevant section of the application form, or an Account Instruction for rollover request on the Anchor Portal.

### Types of contributions

All types of contributions are generally accepted, including:

- Superannuation Guarantee Contributions
- Salary Sacrifice Contributions
- Voluntary Employer Contributions
- Personal Contribution
- Spouse Contributions
- Other Contributions
- Rollover Contributions

### Making Personal Contributions

You can make personal contributions at any time as follows, by providing us with the relevant details and making the accompanying payment as follows:

<b>EFT (direct credit)</b>	Refer to the bank account details provided in your <i>welcome letter</i> to be advised upon application.
<b>BPAY</b>	Bill CodeRef no.: <i>to be advised in your welcome letter, upon application</i>
<b>Direct Debit Payment</b>	By completing the Direct Debit form, we can facilitate a Direct Debit from your nominated account on the nominated day for the nominated amount.

The Fund does not currently accept standing instructions, therefore please provide an Account Instruction with your contribution. All personal contributions without an Account Instruction directing the payment to a particular investment option will remain in the Cash Account. This instruction can be lodged via the Anchor Portal.

All contributions are subject to the operational risk financial reserve levy of 0.3% of the amount being invested, to be held in the operational risk financial requirement reserve within the Fund. See page 43 for further details.

## Employer-sponsored contributions

The Fund accepts employer contributions from employers and self-employed members at any time, subject to superannuation compliance and legislation. Please contact us for a copy of our *Employer Contribution Information Booklet*, which sets out the types of contributions employers may make, and the payment methods they may use to make contributions into the Fund.

## Regular Direct Debit Plan

You may select to set up a Regular Direct Debit Plan to authorise us to debit a nominated amount from your bank account either monthly, quarterly or half yearly to pay into your Personal Superannuation Account. This must be equal to a minimum of \$100 per month and will be debited on the 15th of the month or the next business day if it falls on a public holiday or weekend.

If you wish to participate in a Regular Direct Debit Plan, then you will need to complete the relevant Account Instruction (available online via the Anchor Portal) to make the direct debit arrangement, plus an Account Instruction from time to time to direct the relevant amounts to particular investments (note that we do not currently accept standing instructions; therefore your funds will be in the Cash Account until you provide an Account Instruction). Please note you cannot request a direct debit from a bank account held in the name of any other person or business; i.e., bank account name must match our member records. Also, we will not accept instructions from your adviser or Representative to set up a Regular Direct Debit Plan; you must personally sign the Account Instruction.

If you wish to change your nominated bank account at any time, please provide a further Account Instruction form available via the Anchor Portal.

To change any other details of your Regular Direct Debit Plan please complete an Account Instruction via the Anchor Portal. We will not charge you a fee if you cancel or amend your Regular Direct Debit Plan at any time, but we require at least 10 business days' notice to effect such a change.

## How will contributions be invested?

We will invest your contributions into the Fund in accordance with your Account Instructions. You can select from any investment options listed on the Investment Menu, subject to the Trustee's Investment Restrictions, which are also set out in the Investment Menu. You should read the Investment Menu and seek advice from your adviser as to the available investments that are suitable to you and your financial goals.

Before making a contribution you should refer to the website [www.financialdecisions.com.au](http://www.financialdecisions.com.au) and the Anchor Portal for any updates to this PDS (including any supplementary or replacement PDS). Members with a Regular Direct Debit Plan should retain a copy of this PDS, together with any updated information for their records.

If you invest in Managed Funds or other investment options which have their own disclosure document, then you should also check if those products have issued any updated product disclosure statements.

## No standing Account Instructions

You must provide a specific instruction with each contribution; for both Personal and Employer Contributions, as the Fund does not currently accept standing instructions. Any contributions we receive will remain in your Cash Account earning interest (see page 27) until you and your adviser provide us with an Account Instruction (available online via the Anchor Portal) to invest the contribution amount..

## When will Account Instructions be processed?

We endeavour to commence the processing of all investment related Account Instructions as soon as possible (generally within one Business day from receipt). The time to finalise the Account instructions will depend on the instruction given (for example, if we need to wait for cleared funds before making an investment you have requested then this will result in a delay).

## Rollovers in

You are able to transfer your benefits or “rollover” from another complying fund, retirement savings account or pension product to the Fund. You can do so by one of the following methods:

- Completing the relevant part of the Application Form or an Account Instruction and sending it directly to either us;
- Completing a form in a format prepared by your other fund and providing to either fund, or
- Completing a generic form available at [www.ato.gov.au](http://www.ato.gov.au) and providing it to either fund.

There are situations when the Fund cannot or will not automatically accept a rollover into the Fund. Some of these include:

- Benefits from an untaxed fund.
- The amount does not meet the minimum product requirements.
- If your pension has already commenced.
- Your personal details as per the rollover do not match our records.

All rollovers into the Fund will be transferred electronically, and once the funds have been allocated to your Account then the Anchor Portal will be updated to reflect the rollover.

The preservation components of the benefit you rollover to the Fund will not change until a condition of release has been met. Funds may be preserved, Restricted Non-Preserved or Unrestricted Non-Preserved. See the section *Withdrawing your superannuation benefits* on page 14.

## 8. Withdrawing your superannuation benefits

### How can I access my super?

You can access your super by withdrawing either part of your benefit or the full balance and close your Account, subject to relevant superannuation legislation and the Fund's trust deed requirements. We recommend you seek professional advice before trying to access your superannuation. Please submit your request online through the Anchor Portal by completing and lodging an Account Instruction.

If you decide to close your Account, the amount payable to you will be the price at which the investments you had selected for your Account were actually sold, and cash interest applied, net of all fees, charges and expenses, including brokerage and other transaction costs. Please note that administration and other ongoing fees will continue to be calculated and deducted (from the Cash Account balance) until your Account is closed.

### Conditions of release

Conditions of release are events you need to satisfy before you can access your retirement savings. Conditions of release under the superannuation law include the following:

- When you reach age 65.
- If you cease employment after age 60.
- When you reach your preservation age (refer to Preservation age table below) and are still working your preserved benefit can be used to commence a Transition to Retirement pension.
- When you permanently retire, after attaining the preservation age applicable to you (refer to Preservation age table below).
- If you suffer permanent incapacity as defined by the *Superannuation Industry (Supervision) Act 1993*.
- If you satisfy the criteria for early release of part or all of your benefit on the grounds of severe financial hardship to the satisfaction of the Trustee.
- If the relevant government authority approves the release on specified compassionate grounds.
- If you satisfy the criteria of terminal medical condition as specified by superannuation law.
- On complying with any other condition of release specified by superannuation law including permanently departing Australia.
- When you have ceased with the contributing employer and your account balance is under \$200.

If you have Restricted Non-Preserved benefits and met any of the above or have ceased employment with the contributing employer you may also access those benefits.

If you meet a condition of release under superannuation law or have Unrestricted Non-preserved benefits, you can withdraw these benefits as a cash withdrawal subject to tax.

### Preservation rules

All superannuation contributions plus any investment earnings are Preserved, meaning that you cannot access them, unless you have met the Preservation Age for your date of birth.

Preserved and Restricted Non-Preserved benefits can also be used to pay any excess contributions tax liabilities. If you have such a liability you will be provided with a 'release authority' by the ATO, which needs to be provided to the Fund.

Your preservation age will vary as shown below. If you are born after 30 June 1964 your preservation age will be 60.

Date of birth	Preservation age
From 1 July 1964	60
1 July 1963 – 30 June 1964	59
1 July 1962 – 30 June 1963	58

1 July 1961 – 30 June 1962	57
1 July 1960 – 30 June 1961	56
Before 1 July 1960	55

For questions about how the preservation rules apply to you please also contact your adviser.

## Rolling out

All preserved components can be rolled into or out of a complying superannuation fund, pension (subject to eligibility), retirement savings account, deferred annuity or approved deposit fund. If you wish to transfer to our pension product, this can be done by contacting your adviser and completing the Pension Application Form via the Anchor Portal.

## Payment of cash withdrawals

All cash withdrawals are paid from your Cash Account into your nominated personal bank account. The bank account must be in your name either solely or in joint names. We will continue paying cash withdrawals into your nominated bank account unless you request to change it. We will not accept a change to your nominated bank account from your adviser or any other third party.

If you have insufficient available cash to fund your partial cash withdrawal request, then—

- Unless you instruct us otherwise, we will not be able to proceed. If you select the maximum available, the amount you will receive will be the price at which the investments are actually sold, interest, net of all fees, taxes, tax provisions, charges and expenses, including brokerage and other transaction costs.

Your Personal Superannuation Account must maintain a minimum balance of \$5,000.

The selling down of your investments will generally commence on the next business day following our receipt of your Account Instruction to withdraw.

We will generally action your withdrawal request by the end of next available Business Day, however, the withdrawal may not be finalised until the final investment has been sold down and reached settlement (settlement may take 7 to 14 days from when the request to sell down has been completed). Settlement periods are not determined by the Fund.

There may be delays in selling down some investments due to factors also beyond our control, such as market conditions and the liquidity of the investment. Refer to the risks section of this PDS for details about timing and execution risk.

The cash from selling down your investments must accumulate until the amount of your withdrawal request is available to be paid as per your instructions.

Please note that administration and other ongoing fees will continue to apply whilst funds remain in your Cash Account.

## When we may not process your withdrawal requests

Apart from when all requirements have not been met, we may suspend or close your withdrawal request during periods in which there is closure of, or disruption to, a relevant security exchange or if other unusual circumstances outside of our control prevent your Withdrawal from being processed.

Significant event notifications at Fund level will be communicated via the website at [www.financialdecisions.com.au](http://www.financialdecisions.com.au) as well as on the Anchor Portal.

## 9. Taxation of your Personal Superannuation Account

The following taxation information in this PDS is intended as a guide only and should not be relied upon by members as specific taxation advice. The information is based on the Trustee's understanding of the current Australian tax law and how it relates to Australian resident members and is current at the date of this PDS. Members should be aware that laws and interpretations may change from time to time and they should check the ATO website for details.

Members are advised to seek their own independent professional tax advice in relation to an investment in the Fund, as taxation treatments may differ according to individual circumstances.

### Tax on contributions to Personal Superannuation Accounts

When money is deposited into your Account, **tax may be payable** on certain contributions. Generally speaking, up to certain limits:

1. tax deductible or 'concessional' contributions made into your Account (which may include contributions from your pre-tax salary) are taxed at 15%. Please note that certain high income earners (those currently earning at least \$300,000 per annum) may receive an additional assessment of 15% directly from the ATO on their concessional contributions;
2. 'non-concessional' contributions, which are not tax deductible (including contributions made from your after tax salary) are not subject to contributions tax;
3. rollovers from other complying superannuation funds are not taxed when transferred into the Fund. This excludes benefits from some government untaxed funds which we do not accept.

If you exceed the concessional or non-concessional contribution caps allowed by superannuation legislation, additional tax treatment may apply.

Contributions caps are as follows:

1. concessional contributions: \$30,000 a year cap and \$35,000 a year cap for those aged 50 and over; and
2. non-concessional contributions caps: \$180,000 a year cap, or (if you are under 65 years of age) you can contribute up to \$540,000 over a three year period (bring forward).  
*Please note that before 1 July 2014, the non-concessional contributions cap was \$150,000 or \$450,000 over a three-year period, and if you commenced making Bring Forward contributions in either of the 2013 or 2014 financial years, you may only contribute up to an aggregate \$450,000 (and not \$540,000) over the period 1 July 2014 to 30 June 2015.*

Contributions in excess of the caps are taxed as follows:

1. amounts over the concessional contributions cap will be taxed at the member's marginal tax rate, plus a further interest charge to recognise that tax on excess contributions is collected later than normal income tax; and
2. excess non-concessional contributions will be taxed at 45% (plus **2%** Medicare levy and the temporary 2% budget repair levy).

Please refer to the ATO website for further details on superannuation contributions at [www.ato.gov.au](http://www.ato.gov.au).

### Tax deductions

If you are self-employed or substantially self-employed (i.e. you earn less than 10% of your income, including assessable income and fringe benefits from an employer) you can claim a tax deduction for personal superannuation contributions made. In addition, you must provide the tax deduction notice within the required timeframes (as per the below).

If you are eligible and intend to claim a deduction for some or all of your personal contributions, you are required to notify us in an ATO approved format by completing the form on the Anchor Portal and submitting it online. If you complete the form then the applicable contributions tax will be deducted from your Cash Account and you will receive confirmation detailing the transaction via the Anchor Portal.

Your request to claim a tax deduction must be received before the earlier of:

- when you lodge your income tax return (for the year in which the contribution was made), or
- the end of the financial year following that in which the contribution was made.

We will not process your deduction notice for personal contributions if:

- all or part of the contribution has been covered by a previous deduction notice, OR you have closed your Account;
- at the time we receive your tax deduction notice, your superannuation account no longer has the contributions (including where you have withdrawn, rolled over, or transferred to pension part of your Personal Superannuation Account balance that included the contributions) being claimed as a tax deduction; or
- you have applied to split the contributions with your spouse and it has already been processed.

## Tax file number (TFN) requirements

When joining the Fund you must provide a valid tax file number or tax file number declaration (if you are under 60 and commencing a pension).

If you fail to provide these details then your application to become a member of the Fund will not be accepted, because your TFN is crucial to the identification and tax treatment regarding your Account.

## Tax on income (Personal Superannuation Accounts)

Any investment earnings in your Personal Superannuation Account will generally be taxed at the rate of 15%. Where Fund assets are invested in Australian and international equities, the tax payable can be partly offset by imputation credits for franked dividends and foreign tax credits. Any capital gains are limited to two thirds of the gain or the whole of the gain with an indexed cost base, depending on the date that the assets were acquired.

Members should seek their own independent professional tax advice, on whether any relevant exemptions may apply to them.

## Taxation of lump sum withdrawals

If you are between your preservation age and 59 years when you receive a withdrawal payment from your Superannuation Account or Pension Account (including regular income payments), the tax free threshold applies to the taxable component of your payment. This threshold is a lifetime cap across all your superannuation accounts and is indexed each year. For withdrawals that exceed the cap you will be taxed at a rate of 15% excluding Medicare levy on your taxable component or if you are under your Preservation Age, the taxable component of your withdrawal is subject to tax at a rate of 20% excluding Medicare levy. No tax is payable on the tax free component.

The taxable component includes elements taxed and untaxed in the Fund.

The tax free component includes a member's:

1. **contributions segment;** this generally includes all contributions made from 1 July 2007 that have not been included in the assessable income of the Fund. Typically these would be a member's personal contributions that are not claimed as an income tax deduction; and
2. **crystallised segment;** this includes the following existing components of a super interest that were consolidated into the tax-free component on 1 July 2007:
  - a. the concessional component;
  - b. the post-June 1994 invalidity component;

- c. undeducted contributions;
- d. the capital gains tax (CGT) exempt component;
- e. the pre-July 1983 component.

The table below summarises the taxation of withdrawals:

	Age	Tax treatment of lump sum benefits for the year 1 July 2014 – 30 June 2015
Taxable component – tax element (where 15 % contributions tax has been paid)	Below 55	20%
	55 – 59 years	Nil up to \$185,000 <sup>1</sup> 15% for amounts over \$185,000
	60+	Tax free
Taxable component – untaxed element (where 15 % contributions tax has not been paid)	Below 55	30% for amounts up to \$1.355 <sup>2</sup> million 45%* for amounts over \$1.355 million
	55 – 59 years	15% for amounts up to \$185,000 30% for amounts between \$185,000 and \$1.355 million 45%* for amounts over \$1,355 million
	60+	15% for amounts up to \$1.355 million 45%* for amounts over \$1.355 million

1. This is the low rate cap amount, which is indexed in line with Average Weekly Ordinary Time Earnings (AWOTE) but only increases in increments of \$5,000.

2. This is the untaxed plan cap amount, which is indexed in line with AWOTE but only increases in increments of \$5,000.

Note: the tax rate figures above do not include the Medicare levy which is also payable.

\* Plus temporary 2% Budget Repair levy if applicable.

For more information refer to [www.ato.gov.au](http://www.ato.gov.au).

## Taxation on partial lump sum withdrawals

When you request a partial payment from your Account, the benefit will generally include both the taxable and tax free components in the same proportion as they exist in your total Account.

In other words, if your Account balance is \$500,000 (of which \$300,000 comprises the taxable component, and \$200,000 comprises the tax free component), and you make a withdrawal request of \$40,000. That withdrawal amount will comprise \$24,000 taxable component and \$14,000 tax free component).

## Taxation on pension income streams

Component	Age	Lump sum payments tax rate	Income stream payments tax rate
Taxable component – taxed element	Below 55	20%	Taxed at marginal tax rate, 15% tax offset may apply in limited cases
	55-59 years	First \$185,000 = 0% Balance = 15%	Taxed at marginal tax rate, with a 15% tax offset on the taxable component
	60+	Nil	Nil

*Note: the tax rate figures above do not include the Medicare levy which is also payable.*

## Taxation on pension income streams for reversionary beneficiaries

The taxation of pension income streams for reversionary beneficiaries is as follows:

1. If deceased was aged 60 or over at date of death: Tax free;
2. If deceased was under age 60 but the reversionary beneficiary is aged 60 or over: Tax free;
3. If deceased was under age 60 at date of death, and so is the death benefit recipient:
  - a. The tax-free component is tax free. The taxable component is assessed at marginal rates, with a 15% tax offset; and
 Once the death benefit recipient turns 60, the pension becomes tax free.

## Taxation of death benefits

Death benefits are tax free when paid to tax dependants. A dependant for these purposes is a spouse, a child less than 18, a person with whom the deceased had an interdependency relationship on the date of death, or any other person who was a financial dependant of the deceased on the date of death.

The definition of spouse includes same sex couples and the definition of child includes eligible children of same sex couples. This means that same sex couples and their children are able to access the same tax concessions on lump sum death benefits available to married and de facto opposite sex couples. In addition a spouse is recognised when the relationship is registered on the Register of Births and Marriages under State or Territory law.

If the lump sum death benefit is paid to a non-dependant, the taxable component will be taxed at 15% (plus Medicare levy). The tax free component will be tax free if paid to a non-dependant.

## Payment of tax

If there is tax payable on your contributions, earnings, or withdrawal, then we will deduct any tax from your Cash Account and pay it to the ATO.

## 10. Pension Accounts

A Pension Account is designed to support your financial needs near and during retirement once you have reached your Preservation Age (see Section 8). The Fund offers two types of pension:

1. An account-based pension that provides a regular income stream to you during retirement; and
2. A transition to retirement Pension Account that aims to provide a regular tax-effective income stream by allowing you to access your superannuation whilst continuing to be gainfully employed until your transition to retirement is complete.

You also have the ability to select from the investment options listed in the Investment Menu.

### How to apply for a Pension Account

To apply please complete the Application Form available via the Anchor Portal and provide the AML/CTF documentation as set out in the AML Booklet (on the Anchor Portal).

The minimum amount required to commence a Pension Account is \$50,000 unless otherwise permitted by the Trustee. There may also be minimum initial investment amounts for the investment options set out in the Investment Menu. Please refer to the Investment Menu for details.

If you are under 60 you must provide a Tax File Number declaration. We will not accept an application until we have received your Tax File Number declaration. It is strongly recommended that you also complete a reversionary beneficiary nomination or a binding death beneficiary nomination at commencement. Please see below for further details.

### Transferring from a Personal Superannuation Account to a Pension Account

You can easily transfer the benefits from your Personal Superannuation Account to a Pension Account. You can keep your Personal Superannuation Account open with a minimum balance of \$5,000. Once your pension has commenced you are unable to add additional funds to your existing Pension Account. However, you can commence another Pension Account or transfer your existing pension back to a personal superannuation account and restart a new pension with the additional funds (same requirements and other conditions apply).

If you commence a transition to retirement pension, you may continue to have superannuation contributions made into your Personal Superannuation Account.

### Transferring external benefits to pension

You can transfer external benefits from a complying rollover fund into a Pension Account, however multiple rollovers must be combined into a Personal Superannuation Account first. Please speak to your adviser for assistance.

### Minimum regular pension payment amount

The Commonwealth Government sets a minimum annual payment level that you must receive from your pension account each financial year based on your age. The minimum is a percentage of your account balance and is calculated at commencement and each 1 July thereafter and rounded to the nearest \$10 annually.

You are able to nominate any gross per payment amount above the minimum unless you have commenced a Transition to Retirement Pension, where a maximum limit applies of up to 10% non pro-rata each financial year.

If the pension commences in June, no minimum annual pension applies for that financial year. If your pension commences after 1 July, the minimum annual pension is automatically pro-rated for that financial year based on the number of days remaining. Each regular pension payment will be funded by your Cash Account. You can change your payment level at any time by completing an Account Instruction via the Anchor Portal. If you would like the change to be effective from the next scheduled payment it must be submitted at least 5

business days before the next payment processing date. All changes will include any pension payments already paid in the current financial year. Lump sum commutations are not included as part of your regular income unless as at 30 June you have not met the minimum regular pension payment amount.

Aged based Minimum annual payment for the 2014/2015 financial year:

AGE	MINIMUM ANNUAL PAYMENT
55-64	4 %
65-74	5 %
75-79	6 %
80-84	7 %
85-89	9 %
90-94	11 %
95+	14%

## Frequency of regular pension payments

Regular Pension Payments will be processed to you on a twice monthly (1st and 15th day of every month), monthly, quarterly, half yearly or yearly frequency (either on the 1<sup>st</sup> or 15th day of the relevant month). In the event that the scheduled day falls on a weekend or public holiday, your payment will be processed on the closest Business Day prior.

You can request to change your frequency at any time by providing an Account Instruction via the Anchor Portal. To ensure the change is effective immediately, it must be submitted least 5 business days before the next payment processing date.

*\*Please note any one-off instructions will be processed on your next scheduled pension payment date and all ad-hoc payments (in addition to your regular pension) will be processed on the Fund's next scheduled pension payment date. At our discretion the fund may also process any such request on the 8th and/or 22nd of the month.*

## Nominated bank account

Your regular pension payment will be paid into your nominated bank account. Your Nominated Bank Account must be a personal bank account in your name or joint names and will not be changed or altered unless we have received original signed instructions and certified identification by you.

## Beneficiary nomination options

To provide greater certainty as to who will receive your benefit in the event of your death, there are three beneficiary options available to you (only one option can be selected):

- Reversionary Beneficiary Nomination;
- Binding Death Beneficiary Nomination; or
- Non-Binding Death Beneficiary Nomination.

## Reversionary nomination options

If you nominate a reversionary beneficiary, in the event of your death, we may continue to pay the remaining balance of your pension account (if any) to your nominated reversionary beneficiary. Unless we are instructed otherwise, the pension will automatically continue to be paid until the account balance is exhausted.

The nomination of a Reversionary Beneficiary can be added, amended or removed at any time by providing us an Account Instruction.

If you die without having nominated a reversionary beneficiary, or if the person you nominate doesn't meet the conditions below (at the time of your death), the balance of your Account will be paid at the Trustee's discretion..

You can nominate your spouse, de facto partner, child or any other person who is financially dependent or has an interdependency relationship with you as a reversionary beneficiary. If you are unsure if someone would be regarded as financially dependent or as having an interdependency relationship with you, speak to your financial advisor.

In the case of a dependant who is a child, a reversionary pension can only be paid if the child:

- is under 18 years of age; or
- is 18 years old but younger than 25 years and financially dependent on the deceased member; or
- has a disability.

There may be advantages and disadvantages in nominating a reversionary beneficiary, including tax and social security implications. Please seek professional financial advice for your personal situation.

### Binding death beneficiary nominations

If you have a valid binding death beneficiary nomination in effect at the date of your death, then we must pay your benefit to the dependant(s) and/or Legal Personal Representative whom you have nominated in the proportions that you have set out in your nomination.

A valid binding death beneficiary nomination must include nominated proportions which are full percentages and it remains in effect for three years from the date it was signed by you.

Around the date of expiry of your binding nomination, we will contact you and your adviser to request you update your nomination.

### Non-binding death beneficiary nominations

If your nomination is not binding then we will take it into account when we determine to whom to pay your benefit. You can amend your Non-binding death beneficiary nomination at any time by sending us a new non-binding death beneficiary nomination (see the Account Instructions section on the Anchor Portal).

The most appropriate death beneficiary nomination will depend on your personal circumstances. Any person you nominate must be a dependant as defined by superannuation law. Dependants include your spouse, de facto spouse, same-sex partner and children.

If you choose to make a binding nomination or non-binding death beneficiary nomination you can nominate one or more people and allocate your benefit between them in any proportion (as long as they are in full percentages).

## Cash Account

Just like in the accumulation phase, your Cash Account is key to the management of your pension. It is fundamental to the way your pension payments, fees and costs, investment buys and sells, earnings distribution, commutations and rollovers etc. are managed and processed. If your Cash Account falls below the minimum or there are insufficient funds for your regular pension payments we will automatically sell down your investments in order of highest balance first unless instructed otherwise. Page 27 has further details about the Cash Account.

## Rollovers

You may rollover your pension to a complying superannuation or pension fund. If you are requesting a full rollover you must receive the annual minimum pro-rated amount up to and including the day your rollover is processed. For a partial rollover you must have received at least one minimum regular pension payment and leave a minimum balance of \$5,000 in your Pension Account.

## Two types of Pension Accounts on offer

The Fund offers two types of Pension Accounts, as follows:

- Account Based Pension, and
- Transition to Retirement.

Further details are set out below.

### Account Based Pension

You are required to meet a Condition of Release before commencing an Account Based Pension.

### Lump sum commutations from your Account Based Pension

You can make a full or partial lump sum commutation from your Account Based Pension Account once you have met the minimum regular pension payment requirements for the current financial year. The requirements for a partial lump sum commutation are you must have received at least one single minimum regular pension payment. The minimum requirements if you are closing the account are calculated based on a pro-rated annual minimum for the total number of days from July 1 to the date of exit. A \$1,000 product minimum applies and all commutations are funded by your Cash Account.

### No tax on investment earnings

All investment earnings in pension phase are completely tax-free.

### Transition to Retirement Pension

You must have reached your Preservation Age but have not met a Condition of Release to commence a Transition to Retirement Pension Account.

### Preservation components

A Transition to Retirement Pension can be made up of any preservation component, however income payments will always draw down Unrestricted Non-Preserved, Restricted Non-Preserved and Preserved in that particular order if you have multiple preservation components.

### Maximum Regular Pension Payment Amount

A Transition to Retirement Pension Account allows you to nominate a regular pension payment level between the minimum and maximum. The maximum is 10% of your Account balance in any financial year. This is calculated at commencement and then re-calculated on every July 1 thereafter. The maximum will be pro-rated in your first year unless we are instructed otherwise.

### Lump sum commutations from your Transition to Retirement Pension

No lump sum commutations are permitted except:

- to give effect to a Release Authority under the *Income Tax Assessment Act 1997*;
- to withdraw Unrestricted Non-preserved Benefits; and
- to give effect to a payment split under the *Family Law Act 1975*.

Conditions and requirements still apply.

## What happens when I meet a Condition of Release

Once you meet a Condition of Release including turning 65, your Account will be converted to an Account Based Pension with no maximum payment level and the ability to make lump sum commutations.

## Pensions and tax

If you are 60 years of age and over, then you will not pay tax on any payments you receive. If you are 59 years of age and under, the taxable component of your payments may be subject to PAYG income tax. There may be a tax offset applied if you are between 55-59 years of age.

For more information on taxation, please refer to Section 9 Taxation of your Personal Superannuation Account.

## 11. Investment Choice

Through the Fund, you can access a wide range of investments for your superannuation and pension Account.

### Investment Universe

The investment universe is broad, and includes:

- Managed Funds
- ASX Securities
- International Equities
- Term Deposits
- Fixed Interest Securities
- Exchange Traded Funds

Your investment universe can be via:

- "Model Portfolios" or "Managed Funds", which are professionally managed by Investment Managers according to their stated mandate, and
- "Self-directed Investments", which provide you the flexibility to select any investments we list on the Investment Menu to follow your own strategy.

### Investment Menu

The Investment Menu is the list of investments from which you may choose to pursue the investment strategy developed by you and your adviser. The Investment Menu in reference forms part of this PDS and the Trustee may update it from time to time.

**The Investment Menu may contain information that amends this PDS and in the event there is any inconsistency between this PDS and the Investment Menu, the Investment Menu will prevail.**

You should read a copy of the Investment Menu before selecting your investments to see what is currently on offer. To obtain a copy:

- Go to [www.financialdecisions.com.au](http://www.financialdecisions.com.au);
- Access the Anchor Portal, if you are an existing member;
- Contact your adviser; or
- Call (02) 9997 4647 or email [admin@financialdecisions.com.au](mailto:admin@financialdecisions.com.au).

### Investment restrictions and the importance of diversification

To encourage a level of diversification, long term growth and moderate volatility, certain investment restrictions apply to all members. The following investment restrictions apply:

1. No more than 20% of any Account balance may be invested in a single security/stock or investment option that is listed on the Investment Menu. This excludes a single Model Portfolio as they generally include more than one security/stock. Similarly no more than 85% of your Account balance can be invested in direct shares and/or term deposits.
2. No investment in Managed Funds or other arrangements that are not domiciled in Australia.
3. No investment in Managed Funds unless approved by the Trustee.
4. No investment in derivative instruments except as a part of an investment strategy of a Model Portfolio or Managed Fund (i.e., which is managed by a professional investment manager).

Please speak to your adviser with any questions regarding the Investment Menu.

## Investment Options

### Model Portfolios

Model Portfolios are also known as Separately Managed Accounts or SMAs. They are a type of investment that allows you and your adviser to access a portfolio of investments that are professionally managed according to a defined investment mandate. The Investment Manager identifies the constituents of the Model Portfolio, being the underlying investment products and securities, and sets a respective weighting of each constituent. This combination of constituents and weighting is termed the “model”. The Trustee will use the model to implement the Model Portfolio for your separate account in the Fund if you have selected the relevant model. The models are implemented at the account level so each account will have a pool of assets which are managed in accordance with the model.

The Investment Manager is responsible for the ongoing monitoring of the Model Portfolio. Where the Investment Manager determines that there needs to be change to the model, they will instruct the Trustee of the changes to the model and the Trustee will implement those changes across all accounts using the Model Portfolio.

Through the Fund, you can select from a range of Model Portfolios across different asset classes, investment managers and strategies to build the exposure to your Account to match your personal situation. The Investment Menu sets out the Mandate for each Model Portfolio, including a description of the investment strategy, objectives, investment universe and asset allocation. The Investment Menu also sets out the fees for the Model Portfolio, which are charged to your Account for the investments you select. Where the Model Portfolio has a cash investment component you should note this cash holding will be in addition to the cash held in your Cash Account.

Investment Managers are identified and appointed by the Trustee and enter into an investment management agreement to provide investment management services (being the provision and on-going management of the Model Portfolios as well as the ongoing monitoring). The Trustee carries out due diligence on the Investment Manager and the Model Portfolio before they are added to the Investment Menu. This due diligence on the Investment Manager considers factors required by superannuation law, and other criteria that the Trustee considers to be relevant. While the Trustee follows its internal policy and procedures for the selection process, the Trustee is not responsible and does not guarantee the performance or liquidity of any investments listed on the Investment Menu.

### Self-Directed Investments

You can select from the “Self-directed Investments” available in the Investment Menu to build and operate your own portfolio. The full list of investment options which may be made available as Self-directed Investments from time to time are set out below, however, you should see the Investment Menu which includes the list of investments currently available.

<b>Managed Funds</b>	A variety of Managed Funds are available for investment through the Fund, across the major asset classes.
<b>Australian Listed Securities</b>	You can select from any listed security or exchange traded option that can be transacted on the Australian Securities Exchange (ASX). These may include ordinary shares, property trusts and exchange traded funds.
<b>International Listed Securities</b>	The Investment Menu may offer a list of international listed securities available on selected exchanges.
<b>Term Deposits</b>	A selection of issuers, terms and rates for term deposit investments may be available.
<b>Other investments</b>	From time to time, the Trustee may approve other types of investments for inclusion on the Investment Menu. Check the current Investment Menu for details before making an investment.

## Managed Funds

The Trustee will also make available to you on the Investment Menu direct investment into certain unlisted Australian registered managed investment schemes or Managed Funds. Generally, the Managed Funds on the Investment Menu will have been included within the Fund as a result of being in an approved Model Portfolio. The Managed Funds are separate investment vehicles outside of the Fund and the Trustee does not have an investment management contractual relationship with the responsible entity of the Managed Fund. The Trustee will enter into an agreement with the responsible entity to ensure that it agrees to the inclusion of the Managed Fund with the Fund and will provide the necessary operational support to enable the Fund to operate efficiently with respect to the Managed Fund. The Trustee may also provide limited information to the responsible entity about the Trustee holdings in the Managed Funds subject to the Superannuation and Privacy Laws.

The Trustee will generally not include any Managed Fund on the Investment Menu unless it is satisfied that there is sufficient demand for the Managed Fund within the Fund (usually from the inclusion in a Model Portfolio). The Trustee will not actively seek out Funds to include on the Investment Menu and makes no explicit or implicit recommendations about the performance the Funds nor whether they are suitable investments for you. The Trustee will, however, apply a negative screening to the inclusion of the Managed Funds on the Investment Menu using objective criteria. The factors which will be taken into consideration when including a Managed Fund on the Investment Menu are as follows:

- whether there are any reasons to believe that the Responsible Entity is not complying with the Financial Services Law;
- the size of the Managed Fund;
- the identity of the custodian and administrator;
- the liquidity of the Managed Funds and its assets;
- whether the Managed Fund is the subject of external research by a generally accepted research provider; and
- whether there are any other reasons not to include the Managed Fund on the Investment Menu.

Once on the Investment Menu, the Trustee will monitor the Managed Funds to determine whether any circumstances arise which, having regard to the criteria for approval, give rise to any reasons why the Managed Fund should no longer be included on the Investment Menu.

## Your Cash Account

Central to the operation of your Account is the cash hub, known as your Cash Account. The Cash Account is used to settle all transactions, as well as acting as the default option for earnings (interest, dividends and distribution) and allocating contributions and rollovers. The Cash Account is not an investment option.

The Cash Account is used for funding withdrawals, pension payments, rollovers, investment purchases, paying fees and other expenses including insurance premiums (if applicable to you). If at any time funds need to be sold down to top up your Cash Account, we will contact you and your adviser to request an account instruction. If there are no instructions received we will sell down assets, generally in order of the highest value first.

We report to you on your Cash Account in a consolidated manner along with the other investments in your Account. Your Cash Account will earn interest. We credit any bank interest or dividends/distribution income earned on your investments to your Cash Account as and when it is received by us.

The Trustee has set a target and minimum cash percentage for the operation of your Account. This is to ensure there is sufficient cash to pay fees and settle any charges incurred in your Account.

- The target percentage is 3% of the total value of your Account.
- The minimum percentage is 2% of the total value of your Account.

The above percentages are in addition to any cash holding that a particular investment option (such as a Model Portfolio) may require as part of its asset allocation.

When you contribute into your Account, 3% of your contribution will be automatically allocated to your Cash Account.

Where the Cash Account percentage falls below the minimum percentage required then we may sell some of the investments in your Account. We will continue to sell investments until your cash holding is brought up to the required target level. This will be done in line with your Account Instruction or any subsequent Account Instruction received from you (if you have provided one). If there are no instructions received we will sell down assets, generally in order of the highest value first. If at any time, you provide Account Instructions, such as withdrawing funds or purchasing additional investments, you may need to ensure there is sufficient cash to cover the instructions as well as maintaining the minimum cash account balance of 2%.

The rebalancing of the Cash Account is subject to tolerance allowances. For example, the minimum percentage requirement may not be enforced if we are satisfied that the shortfall will be covered by incoming cash flow from contributions, interest and dividends, or where the minimum percentage is breached due to fluctuations in the market value of the investments in your Account.

### Term life and income protection insurance - Premium Payments Only

For certain insurance products which you hold outside the Fund (i.e., third party issued superannuation linked Insurance Policies) you may fund the premium payments for your insurance from your Account, subject to the Trustee's approval. The payment of the premium is technically a partial rollover out of the Fund to the other superannuation entity that holds your insurance policy. Please provide an Account Instruction to the Trustee if you wish to arrange this; your adviser can assist. You and your adviser should ensure that your rollover is received by the entity that holds your insurance at the relevant time, to avoid your policy lapsing. The Trustee takes no responsibility for this.

Note that a rollover fee applies and you may be subject to transaction fees if we are asked to sell down assets to fund the partial rollover for the payment. Please refer to the Fees and other costs section for details.

The Trustee will not hold Insurance Policies on your behalf in the Fund at the date of this PDS.

### Communications in relation to underlying investments

As the investments you select to invest in are generally held in the custodian's name, you will not receive any notices about Corporate Actions and other communications. This may include correspondence from investment managers, product issuers and listed entities.

### Corporate Actions

The Trustee has a policy on how it exercises voting and other corporate action rights for members. These may include:

- initial public offerings (floats);
- takeovers;
- buy-backs;
- share purchase plans;
- rights offers (renounceable and non-renounceable);
- call payments;
- compulsory acquisitions; and
- share splits.

The Trustee has a duty to determine what is the best course of action for members of the Fund as a whole and acknowledges that what is best for members as a whole may not be best for an individual member. This is a risk inherent in being a member of the Fund.

## Voting Rights

Subject to the Trustee's obligation to act in the best interests of the members of the Fund as a whole, the Trustee does not usually exercise any right to vote in respect of any financial product which is held in the Fund. However, there may be circumstances in which the Trustee does request the Administrator vote in a particular way. The Trustee has a policy on voting rights; contact your adviser to request a copy.

## Investment Manager Selection

The Trustee has a policy for how it identifies the investments that utilise professional investment management from which you are able to choose.

## 12. Risks

### What is risk?

'Risk' can generally refer to the variability and volatility of an investment return and the likelihood of incurring a loss on your investment.

### Your personal situation

Before you apply to become a member of the Fund, you should identify exactly what you want your investments to achieve and the level of risk you are willing to accept on the investment failing to perform in line with your expectations, or performing negatively over a period of time (the "risk"). This may depend on your personal situation and stage of life.

We strongly recommend that you obtain personal advice from your adviser as to the investments you select through the Fund, and also whether the Fund is suitable for your personal situation, needs and investment objectives. Importantly, as the Fund offers you the ability to choose your investments, the risks of investing and performance of your portfolio are highly dependent on the investments that you select. The following section outlines the risks of the Fund and the risks of investing generally. Each underlying investment option available via the Fund also has its own specific risks and these are also outlined below.

### General investment risks and inherent risks of investing through the Fund

#### Superannuation risk

Superannuation is highly regulated and is usually a long term investment. There are distinct 'superannuation risks' associated with investing in a superannuation fund. For example, the laws and regulations surrounding superannuation are complex, and can change, which may involve costs charged to your Account. Changes might affect your benefits in the Fund, including how and when you can access those benefits. Legislative changes could also impact such things as the level of taxation within superannuation or the taxation treatment of benefits. These are also accessibility risks associated with superannuation. Superannuation is meant for retirement, so there are restrictions on how and when you can receive the benefits in your Account. You should consult your adviser about which superannuation investment is appropriate for you.

#### Market risk

There is always a risk that any investment may fall as well as rise in value through the movement of investment markets as a whole. Market forces will impact the price of investments, and at their worst, market values of some assets may become zero if adverse market conditions are encountered.

#### Political risk

There is a risk that investments could be adversely impacted by political factors. These could include changes to domestic and international political parties, legislative changes (such as the treatment of taxation) or change in government policy.

#### Volatility of returns

Risk is inherent in every investment decision and in general, the higher the risk associated with an investment, the higher the expected return is on the investment. Investment returns may be volatile over time, and the possibility therefore exists for a member to lose money or be unable to recover their initial investment amount. The value of your Account will rise and fall in value. It is important for members to know that the future performance of any investment in the Fund is not guaranteed, including any return in the form of income.

## Fund risk

In addition to superannuation risk, there is an inherent level of risk involved in investing in the Fund. This includes the risk associated with changes being made to the Trust Deed (e.g. altering fees, notice periods or withdrawal processes). If we increase fees, then we will provide you with 30 days' notice. Other risks include Linear Asset Management Ltd being removed as the Trustee or the Fund closing and being dissolved.

## Structural risk

Members hold an interest in the Fund and do not invest directly in the assets they select for their Account. The investments are generally held in the name of the custodian and members have no ability to deal with the assets they select. The structure of the Fund also means that you rely on the Trustee and Administrator to ensure the accuracy and efficiency of administration and information and technology. There is a risk that a failure in any of these systems or processes will cause a delay in updating and reporting on your Account.

## Investment Manager/Fund Manager risk

There are risks associated with investments in Model Portfolios and Managed Funds, because an external professional investment manager is involved. The manager may not achieve the investment performance they intend and there is a risk that your nominated investments may therefore not perform as well as you expect or the value may decrease.

## Technology risk and fraud

There is a risk that the Administrator's hardware and software systems may fail, causing a delay in the updating and reporting on your Account.

There is also risk associated with the reliance by the Trustee and Administrator on information or systems provided by product issuers and other external service providers. There is a risk persons with access to your Account details may provide us with fraudulent or other unauthorised instructions. You should keep your Anchor Portal username and password secure.

## Counterparty risk

Counterparties can include brokers for exchange traded derivatives, structured investment counterparties, fixed income investment issuers and term deposit takers. There is a risk of loss to your investment due to the failure of a party involved in any transaction to meet their obligations.

## Legal and regulatory

Changes in laws or their interpretation, including taxation, corporations and superannuation laws, may have a negative impact on your investment.

## Specific Investment Risks

### Liquidity risk

Liquidity risk is the risk incurred in investing in a financial product where it is difficult or impossible to realise or redeem the investment at a certain point in time. This risk can be higher for particular types of investments, such as small capitalisation shares, direct property, many alternative assets and some debt/credit instruments.

Additionally, for some investments such as Managed Funds, redemptions may be suspended by the manager of the fund, delayed or altered. This may impact the ability of a member of the Fund to exit/liquidate the investments they have selected for their Account, or to fund pension income.

### Sector risk

Sector risks include but are not limited to demand for the type of product or service a company produces or provides, commodity prices, the economic cycle of industry, shifts in consumer demands, lifestyle changes or advances in technology.

## Concentration risk

Concentration risk means lack of sufficient diversification across asset classes or within asset classes of investment. For example, should a particular asset class be adversely impacted, other highly correlated asset classes run a greater risk that they will also be affected. Subject to the investment restrictions imposed by the Trustee, you have the flexibility to design your retirement savings portfolio as you see fit, however, you should be aware of the risk of concentrating on similar or correlated asset classes (including through the use of Model Portfolios and Managed Funds) and seek specific advice on the level of concentration risk appropriate to your circumstances.

## Equity risk

Equity risk is the risk inherent in investing in listed equities (e.g. shares), where prices may be volatile due to securities market dynamics. Such dynamics may include company-specific issues (change in management, failure of a business venture, etc), economic conditions, regulatory changes or political influences. Shares issued by companies may fall in price (value) or at their worst, may lose all of their value. International shares may be affected by foreign exchange (currency) movements, different taxation treatments to those applied to Australian shares and political and regulatory risks/changes associated with overseas markets and countries.

In a declining market, securities of smaller capitalisation companies may experience short-term price variation and may become less liquid (liquidity risk increases). Smaller companies are also likely to be more financially dependent upon a small number of key management personnel. This increases the risk of a company becoming insolvent if there are adverse developments, including failure of a product, loss of a large customer or changes in management.

There may be other risks associated with the use of hybrids, convertible preference shares and other non-vanilla equities such as counterparty and settlement risk.

## Timing risk

Timing risk refers to the risk of price falls in markets shortly after the purchase of an investment or conversely the risk of price rises in markets shortly after investments are sold. Timing risk is relevant where an Investment Manager is buying and selling assets or an adviser is requesting us to do so on your behalf; e.g., where there is a delay in communicating and executing decisions. For example, if you provide instructions to us to buy assets for your account, then we will execute that order as soon as practicable, however, there will always be some delay while we process your order. Additionally, if you have requested we carry out more than one Account Instruction, then we may need to carry the instructions out consecutively rather than simultaneously (i.e., you may need to wait until we can sell securities or withdraw from Managed Funds before we can settle a purchase for you).

## Fixed income risk

Fixed income investments are subject to several risks including the following:

- Default risk - This is where the credit issuer fails to meet interest payments or repay the principal of your capital or both.
- Interest rate risk - If you terminate before the maturity date, the capital value of your investment could fall depending on interest rates at the time of redemption.
- Inflation risk - the regular fixed income payments generated and the capital generated at maturity are both vulnerable to erosion of real value through inflation.

## Derivative risk

You cannot invest in a derivative via the Fund unless it is part of a Model Portfolio or within a Managed Fund. The information in the Investment Menu (available at [www.oyafd.com.au](http://www.oyafd.com.au)) indicates which investment options use derivatives.

A derivative is a financial instrument which has characteristics derived from an underlying asset or index. The use of derivatives attracts a higher level of risk than other investment classes. The risks include the failure of the value of derivatives to move in line with the underlying asset, a derivative position may be costly to reverse, the parties/counterparties associated with the derivative contract may not fulfil their obligations, and

derivatives may be impacted by market liquidity. As derivatives are a leveraged investment, your potential losses and gains are multiplied in relation to movements in the price of the underlying assets. Derivatives, including put and call options can be used to protect against changes in market value of existing investments, to simulate an investment position without purchasing or selling the underlying asset, to partially or substantially manage against various risks such as credit and interest rate risks or to gear an investment or a portfolio.

## Other Risks

### If you appoint someone to operate your Account

Generally, most members appoint their adviser as their Representative, to provide instructions and receive communications on behalf of a member.

Additionally, members may make arrangements with their advisers outside of the Fund which provides advisers with discretion on their Account (for example, under a Power of Attorney or the terms of a managed discretionary account service). Members are bound by the terms of that relationship and the decisions made by their advisers to buy and sell investments through the Fund.

The Trustee is not responsible for checking whether Account Instructions given on your behalf are appropriate for you, your Account or current market conditions, that they are consistent with general principles of prudent investing, or that the person giving the instructions is authorised by the terms of your separate arrangement with your attorney, planner or other adviser.

## The Trustee's risk measures

For Model Portfolios, the Trustee provides some comments in the Investment Menu about risk/return for the purpose of assisting members in comparing investment options (see the Investment Menu for each option).

The Trustee bases its guidance on the information provided by the Investment Manager of the Model Portfolios. For Managed Funds please see the relevant product disclosure statement for that Managed Fund.

Members should ensure they are comfortable with the risks and potential losses associated with their chosen investment options. Members should not rely on the risk/return disclosure in the PDS but should seek their own advice and form an opinion on whether the investments are appropriate to them in their personal circumstances.

## 13. Transacting and services to members

### How you give us Account Instructions

Once you are a member in the Fund, you will be given a secure username and log in to the Anchor Portal. You or your adviser or Representative can then submit Account Instructions online via the Anchor Portal. Online Account Instructions can be provided for all transactions on your Account except those requiring an original signature and/or supporting documents. If you have any questions please contact your adviser.

Please be aware that transacting on your Account will attract fees and other costs. See the Fees and Other Costs section on page 39 for further details.

### Providing Account Instructions via the Anchor Portal

You and your adviser can only provide Account Instructions online through the Anchor Portal. We may at our discretion (in exceptional circumstances) accept instructions provided in writing to us either by post, fax, or email however generally the Fund is a fully online product. There are some forms that require original signatures and supporting documents that need to be completed, signed and uploaded to the Anchor Portal. Additionally, we may request you send us the originals by post.

There are terms and conditions relating to online instructions to which you agree when you complete an application; these are set out on page 53 of this PDS.

We generally process Account Instructions on the next Business Day after we receive them, however, the time it takes to finalise the transaction may depend on the nature of the transaction and the circumstances applying to your Account at the time. Also, note that there may be times when this is not achievable. Also, you should note that under the Trust Deed we are not bound to process instructions by any particular time.

### Cash Account and timing of Account Instructions

To allow adequate processing time and to meet deadlines set by the custodian and the Administrator, your Cash Account may be debited in advance of the due date required by the underlying investment to which your Account Instructions relate. No interest will be payable by the Trustee or the custodian for the funds debited during this time period.

### Lost or inactive members under \$5,000

Your Account may be automatically closed and transferred to an Eligible Rollover Fund selected by the Trustee if any of the following occur:

- Inactive member – account balance is less than \$5,000 and no Rollovers and contributions received for more than 12 months.
- Uncontactable – account balance is less than \$5,000 and two written communications (including email) are returned and we have no other contact details.
- Transferred from another complying fund as a lost member and we still have not been advised of new details or we never had an address for the member.

You are excluded if you have confirmed your current address within the past two years.

Please contact us to confirm the name of the current nominated Eligible Rollover Fund.

### Cooling off period

If you change your mind about your initial investment then you have the right to 'return and refund' within the 14 day cooling-off period by writing to us and requesting your Account be cancelled.

The cooling off period starts from:

- the time we send you confirmation your application has been accepted or the initial contribution is viewable on the Anchor Portal; or
- the sixth business day from the date you become a member of the Fund.

Subject to the superannuation law, we will only return the funds back to the original source (subject to preservation requirements) or transfer your benefit to another complying superannuation fund, approved deposit fund or retirement savings account of your choice.

We must receive your payment instructions within 30 days' of receiving your written request to cancel your Account. It is likely that the payment amount will be affected by market movement, tax or duty paid or payable, and any reasonable fees and costs directly or indirectly charged by the Fund.

After the 14 day cooling off period expires, you may still decide to withdraw from the Fund at any time, subject to superannuation law and product rules. Please refer to section 8 of this PDS.

## Split Instructions

Please note that the terms of some underlying investments may not permit the Trustee to 'split' instructions to the underlying issuer or fund manager in order to take account of individual member's instructions. If this situation arises, the Trustee will generally provide instructions to the Custodian, issuer or fund manager based on the majority (by value) of instructions received from members. In this case, members who provided instructions in the minority will be deemed to have provided instructions in accordance with the majority.

By becoming a member, each member acknowledges and agrees that Corporate Actions will be determined and processed as set out above.

## Binding Death Benefit Nominations

The Trustee strongly advises you complete a binding death benefit nomination at the time you open an Account. If you do not provide a valid binding nomination a reminder will be issued within 30 days.

A binding death benefit nomination is a written direction to the Trustee that sets out the dependents or legal personal representative whom you wish to receive your superannuation or pension benefit in the event of your death. Once the Trustee has received and accepted the death benefit nomination, then the Trustee must follow the direction to pay your benefit to the beneficiaries you have nominated in the proportion set out in your binding death benefit nomination.

A valid binding nomination expires 3 years from the most recent date it was signed. A notification will be sent 3 months before the due expiry date. The nominated proportions must be in full percentages and equal 100%.

If you do not provide a valid binding death benefit nomination or it expires, then the Trustee will pay the death benefit at its discretion in accordance with superannuation law. If there is a non-binding nomination on the account then this will only be taken into consideration By the Trustee.

For a Pension Account you can nominate a Reversionary beneficiary to continue receiving your pension as per the pension section of this PDS (see page 21). This must be nominated at commencement and cannot be altered or replaced.

You must complete a separate death benefit nomination for each Account, even if you make the same nomination for all accounts.

## Family Law

Superannuation funds are required to perform a number of functions which relate to the Family Law environment. These tasks are specified in the *Family Law (Superannuation) Regulations 2001* (Regulations).

There are four main tasks as outlined in the Regulations that are performed by us for you, if requested:

1. Processing of Superannuation Information Requests;
2. Processing of approved court orders and agreements (procedural fairness); and
3. Splitting of benefits (see below); and
4. Payment Flags.

If you wish to request any of the above then you need to make a written application to the Trustee.

For information requests we require a Form 6 and payment of the relevant fee. Please contact your adviser for assistance.

## Superannuation Splitting

In the event of a couple's separation, superannuation is treated as an asset which may be divided. Each party to the separation has a right to know the value of the superannuation held by the other party and split superannuation benefits, although this is not mandatory.

Splitting does not mean superannuation benefits become accessible cash – they are still subject to superannuation laws (for example, after splitting the amounts remain preserved until a condition of release is met).

To apply you must complete and provide us with the *Form 6 Declaration* (this satisfies the trustee of the fund that you are entitled to get the information for this limited purpose) available from the family law court website [www.familylawcourts.gov.au](http://www.familylawcourts.gov.au).

You are also required to complete an Account Instruction to apply for superannuation information available from the Anchor Portal and pay the relevant fee.

For more information please:

- go to [www.familylawcourts.gov.au](http://www.familylawcourts.gov.au)
- call 1300 352 000, or
- visit your nearest family law registry.

If a superannuation order is made, whether by consent or after a hearing, it is important to provide a sealed copy of the order to us.

We recommend you seek legal advice if you require superannuation splitting. A lawyer can help you understand your legal rights and responsibilities, explain how the law applies to your case and advise on the process. You should also consult your financial adviser for assistance.

## 14. Reporting

You can access consolidated portfolio reporting for your Account via the Anchor Portal once your Account has been opened. We will only accept Applications from members who agree to receive their reports electronically.

### Reporting Online

The Anchor Portal provides you with access to your Account details that you can review at any time. The Cash Account balance, the current aggregated value of your Account and the value of the underlying investment positions will be updated daily and will be effective close of business the previous day.

Please note that all information relating to positions may at times, be subject to delay. All assets in your Account are held in the name of the custodian (or custodians) we appoint. Each member's Cash Account, assets and liabilities are reported separately.

### Account Information

You can view your Account, its value and composition via the Anchor Portal. Each Investor's Account is accounted for separately. The following information about your Account is available through your secure Anchor Portal login:

- your Account details including a list of the investments you have asked us to hold for the benefit of your Account;
- the performance of your Account over varying periods;
- valuations of your Account, updated daily;
- a list of your Cash Account transactions;
- status of orders submitted on your Account;
- any investment purchases and sales made on your behalf;
- details of taxes deducted from your Account;
- details of ORFR allocated from your Account;
- details of distributions and dividends paid;
- any brokerage charged to your Account;
- contributions and withdrawals; and
- any fees including transaction fees, costs and other charges deducted from your Account, which include the costs of investing the in the Fund and the costs of the investment options you select.

The cash balance, the current aggregated value of your Account and the value of the underlying investment positions will be updated on a daily basis as at the close of the previous Business Day.

Members should note that when the Administrator is buying and selling assets for your Account, you will not be able to see the exact composition of your Account until these transactions have been settled. There may be times when there is an extended delay at the Trustee's or the Investment Managers' discretion.

### Confirming Transactions

Depending on the type of security being transacted there may be no specific transaction confirmations other than as provided through the Anchor Portal.

All communications from the Administrator and Trustee are electronic and/or via the Anchor Portal. If you cannot access the Anchor Portal, temporarily or on an ongoing basis, then please contact the member support service centre.

### Annual Statement

Members will be able to access an annual statement detailing all balances, investment returns and transactions that relate to their account up to 30 June in each financial year.

Your statement will only be available via the Anchor Portal, normally in early October for the previous financial year (i.e., in electronic form). All correspondence relating to the Fund is electronic except in limited circumstances.

## Audit Report

Each year, we will obtain an independent auditor's report on the accounting systems and controls applied to the Fund. A copy of this report is available via the Anchor Portal within three months of the financial year-end.

## 15. Fees and Other 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.**

**Your employer may be able to negotiate to pay lower administration 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)** website ([www.moneysmart.asic.gov.au](http://www.moneysmart.asic.gov.au)) has a superannuation fee calculator to help you check out different fee options.

## Fees and Other Costs

This document shows fees and other costs that you may be charged. These fees and costs may be deducted from your funds, from the returns on your investment or from the assets of the superannuation entity as a whole.

Other fees, such as activity fees and advice fees for personal advice may also be charged, but these will depend on the nature of the activity or advice chosen by you.

Taxes are set out in another part of this document.

You should read all the information about fees and costs because it is important to understand their impact on your investment.

You should also be aware that external Fund Managers may charge other costs or expenses for the particular investment options you select (see the Investment Menu at [www.financialdecisions.com.au](http://www.financialdecisions.com.au) or via the Anchor Portal for details).

All fees are quoted inclusive of GST.

Anchor Superannuation Fund		
TYPE OF FEE	AMOUNT	HOW AND WHEN PAID
INVESTMENT FEE	From nil to 1.65% p.a.	<p>For Model Portfolios and certain investment options (if selected by you), deducted from your Account monthly in arrears and paid to the Trustee, calculated based on the average daily market value of your Account's assets in the relevant investment option during the month. See the Investment Menu for details.</p> <p>Managed Funds also charge fees if you invest in them; these fees are calculated and deducted as described in the relevant product disclosure statement. The deduction of the fee will generally be reflected in the unit price for the Managed Fund. Please refer to the product disclosure statement of the relevant Managed Fund for more detail.</p>

<b>ADMINISTRATION FEE</b>	<p><b>Administration Fee</b> – tiered fee between 0.055% and 0.44% p.a. applies, levied according to the balance and type of assets you select for your Account. Not payable on the Cash Account balance. See Administration Fee Table.<sup>1</sup></p> <p><b>PLUS</b></p> <p><b>Trustee Fee</b> – 0.088% p.a. of your total Account balance (including your Cash Account) to a maximum of \$8,800 p.a.</p>	Deducted from your Account monthly in arrears (following the end of the calendar month) and paid to the Trustee
<b>BUY SELL SPREAD<sup>2</sup></b>	Nil	Not Applicable
<b>SWITCHING FEE</b>	Nil	The Trustee does not charge a switching fee but transaction fees and costs may apply. See page 44.
<b>EXIT FEE</b>	Nil	The Trustee does not charge an exit fee but activity fees and transaction fees and costs may apply. See page 44.
<b>ADVICE FEES</b> <i>relating to all Members investing in a particular investment option</i>	Nil	Not applicable, see page 46.
<b>OTHER FEES AND COSTS<sup>3</sup></b>	See <i>Additional Explanation of Fees and Costs</i> .	
<b>INDIRECT COST RATIO</b>	N/A	Not Applicable

<sup>1</sup> The Administration Fee is tiered. Please see the “Additional Explanation of Fees and Costs” section for further details.

<sup>2</sup> The Trustee does not charge a Buy-sell spread. A Buy-sell spread may apply to particular Managed Funds and may change from time to time. Buy-sell spreads for Managed Funds are available from the Fund Manager and are set out the PDS for each Managed Fund; see the Investment Menu for details.

<sup>3</sup> Other fees and costs apply including transaction fees. Members also contribute to the ORFR reserve. Please see the “Additional Explanation of Fees and Costs” section for further details.

## Additional explanation of fees and costs

The total fees and charges you will pay will include all of the costs of investing through the Fund plus any amounts relating to your chosen investment options. It is important that you understand there may be fees relating to the investments you select, and that those fees are in addition to the fees charged by the Trustee to manage the Fund. There may also be expenses, such as transaction and account costs incurred on your behalf which are recovered from your Account. Please refer to the Investment Menu for details about the fees and costs associated with each investment option.

All fees and costs outlined in this section are inclusive of GST unless otherwise specified.

## Defined Fees

The Corporations Act and SIS Act require us to disclose the following fee definitions which are used in this section of the PDS. Note that these are reproduced below as per the legislation:

**Administration Fee** An administration fee is a fee that relates to the administration or operation of the superannuation entity and includes costs incurred by the trustee of the entity that:

- (a) relate to the administration or operation of the entity; and
- (b) are not otherwise charged as an investment fee, a buy sell spread, a switching fee, an exit fee, an activity fee, an advice fee or an insurance fee.

**Advice fee** A fee is an advice fee if:

- (a) the fee relates directly to costs incurred by the trustee of the superannuation entity because of the provision of financial product advice to a member by:
  - (i) a trustee of the entity; or
  - (ii) another person acting as an employee of, or under an arrangement with, the trustee of the entity; and
- (b) those costs are not otherwise charged as an administration fee, an investment fee, a switching fee, an exit fee, an activity fee or an insurance fee.

**Activity Fee** A fee is an activity fee if:

- (a) the fee relates to costs incurred by the trustee of the superannuation entity that are directly related to an activity of the trustee:
  - (i) that is engaged in at the request, or with the consent, of a member; or
  - (ii) that relates to a member and is required by law; and
- (b) those costs are not otherwise charged as an administration fee, an investment fee, a buy sell spread, a switching fee, an exit fee, an advice fee or an insurance fee.

**Buy-sell spread** A buy-sell spread is a fee to recover transaction costs incurred by the trustee of the superannuation entity in relation to the sale and purchase of assets of the entity.

**Exit Fee** An exit fee is a fee to recover the costs of disposing of all or part of members' interests in the superannuation entity.

**Investment fee** An investment fee is a fee that relates to the investment of the assets of a superannuation entity and includes:

- (a) fees in payment for the exercise of care and expertise in the investment of those assets (including performance fees); and
- (b) costs incurred by the trustee of the entity that:
  - (i) relate to the investment of assets of the entity; and
  - (ii) are not otherwise charged as an administration fee, a buy sell spread, a switching fee, an exit fee, an activity fee, an advice fee or an insurance fee.

**Indirect Cost Ratio** The indirect cost ratio (ICR) for a MySuper product or an investment option offered by a superannuation entity, is the ratio of the total of the indirect costs for the MySuper product or investment option, to the total average net assets of the superannuation entity attributed to the MySuper product or investment option.

**Switching fee** A switching fee is a fee to recover the costs of switching all or part of a member's interest in the superannuation entity from one class of beneficial interest in the entity to another.

## Administration Fee

The Administration Fee comprises two separate fees:

1. an asset-based "Administration Fee" (which is a tiered percentage based fee, based on the type and value of investments, not including your Cash Account balance); and
2. an asset-based "Trustee Fee" (a flat percentage rate applies to all assets, including your Cash Account balance).

Further details on how we calculate and charge the Administration Fee are set out below:

### 1. Administration Fee

We calculate the Administration Fee by breaking down your Account balance each day into investment types and then applying the following rates. Where your investment is via a Model Portfolio, we look through to the underlying investment in that Model Portfolio to calculate the Administration Fee.

We calculate the amounts on the following scale (on a per annum basis) and add the amounts together to provide the total Administration Fee for your Account. These fees are calculated and accrued daily, deducted from your Account monthly in arrears (following the end of the calendar month) and paid to the Trustee.

This component of the Administration Fee *does not* apply to the balance you hold in your Cash Account.

TYPE OF ASSET	RATE OF ADMINISTRATION FEE APPLYING PER BALANCE OF ASSET TYPE			
	\$0-\$500,000	500,001-\$1,000,000	1,000,001-\$2,000,000	>\$2,000,000
ASX Securities, Managed Funds	0.33% pa	0.165% pa	0.11% pa	0.055% pa
Listed International Securities, Derivatives, Fixed Income Securities and others	0.44% pa	0.22% pa	0.11% pa	0.055% pa
Domestic Cash and Term Deposits	Nil	Nil	Nil	Nil

An example of how the Administration Fee is calculated is below:

Asset type	Balance of asset type	Fee rate (incl GST)	Fee (\$ pa incl GST)
ASX Listed Securities	\$50,000	0.33%	\$165
Managed Funds	\$50,000	0.33%	\$165
Listed International Securities	\$50,000	0.44%	\$220
Fixed Income Securities	\$50,000	0.44%	\$220
Domestic Cash	\$50,000	0.00%	\$0
Domestic Term Deposits	\$50,000	0.00%	\$0
Model Portfolio (which holds ASX Securities and/or Fixed Income Securities)	\$50,000	0.33%	\$165
Model Portfolio (which holds Listed International Securities)	\$50,000	0.44%	\$220
<b>TOTAL:</b>	<b>\$400,000.00</b>		<b>\$1,155.00</b>

In the example, \$50,000 is invested in each of the asset types as set out in the table (i.e., a total investment of \$400,000.00 in your Account), and the total annual Administration Fee is \$1,155.00 GST inclusive (note the fee is calculated daily but this example assumes the value of the investment does not change during the year).

## 2. Trustee Fee

The Trustee Fee is calculated as 0.088% p.a. of your total Account balance (including your Cash Account) (i.e., \$44 for an Account balance (including Cash Account balance) of \$50,000).

The Trustee Fee is calculated and accrued daily, deducted from your Account monthly in arrears (following the end of the calendar month) and paid to the Trustee. The Trustee Fee is capped at \$8,800 p.a. per account.

The Trustee Fee component of the Administration Fee does apply to the balance you hold in your Cash Account.

### Administration Fees on your Cash Account

The two components of the Administration Fee are applied differently to your Cash Account balance:

1. There are no Administration Fees on amounts held in your Cash Account. However, cash which is held outside of your Cash Account as part of a Model Portfolio (i.e., at the direction of the Investment Manager) pursuant to the investment strategy will form assets that are used to calculate the Administration component of the Administration Fee.
2. The Trustee Fee is levied on the total value of your Account, including the Cash Account.

### Operational Risk Financing Requirement Reserve

In order to comply with APRA regulatory requirements the Trustee has formulated a strategy for establishing, implementing, managing and maintaining an Operational Risk Financial Requirement Reserve (ORFR Reserve) in accordance with applicable superannuation laws. The Trustee has determined that the target amount for the ORFR Reserve, based on the expected identified and unidentified operational risks of the Fund, is a total of 30 basis points of funds under management (FUM). The Trustee's tolerance limit for the ORFR Reserve is 5 basis points of FUM (i.e., the tolerance level is reached if the financial resources held to meet the ORFR target amount falls to 25 basis points of FUM).

The ORFR Reserve is held within the Fund and is held as cash or similar investments. The ORFR Reserve is funded by allocating an amount from each member's account equal to 0.3% of Contributions and, if the ORFR Reserve falls below the tolerance limit, then a further amount is allocated across all member accounts to replenish the ORFR Reserve to the target level. The Trustee may sell members' assets to ensure that the minimum levels are maintained in the ORFR Reserve.

The ORFR will only be called upon by the Trustee to rectify a loss (to some or all members of an RSE operated by the Trustee) caused by an Operational Risk Event. If a material amount of the ORFR reserve is spent, or for any reason the ORFR Reserve falls below the target level, then the Trustee may replenish the ORFR Reserve from deducting an amount from members' accounts (including by selling assets). If the Fund is wound up or the ORFR Reserve is otherwise in excess of requirements, then the ORFR Reserve may be distributed in accordance with professional advice having regard to each members account and the amounts allocated to the ORFR Reserve.

## Activity Fees

Activity fees include family law fees, transfer fees, transaction fees and brokerage.

### Family law fee

We currently charge a fee of \$165 (including GST) for processing a superannuation information request. This is charged to the party making the request.

Otherwise we do not currently charge a fee for providing information or otherwise dealing with your Account under family law legislation. If your Account is subject to splitting, then you will incur fees and costs, including transaction fees. For example, we will treat the splitting of assets between two accounts as a sale and purchase of the relevant assets, and the transaction fees below will apply.

## Rollover fee

We currently charge a fee of \$38.50 (including GST) for processing a partial or full Rollover out of the Fund. You may incur transaction fees if we need to sell assets to fund your requested Rollover.

## Transaction Fees

Generally, transactions on your Account through Model Portfolios or as Self-directed Investments attract a transaction fee payable to the Trustee which is an extra cost charged to your Account on a user-pays basis.

We add the Trustee's transaction fee and, if applicable, any other expenses on to the amount we apply to settle a purchase (and therefore deduct it from your Cash Account) or deduct it from the proceeds of sale.

The transaction fees differ depending on whether your investment is via a Model Portfolio or is a Self-directed Investment. The transaction fee rate applying (on a per bundle basis by asset type) is set out below.

ASSET TYPE	TRANSACTION FEE (max)	MINIMUM TRANSACTION FEE APPLYING (INCL GST) PER BUNDLE OF ASSET TYPE	
		Model Portfolios	Self-Directed Investments
ASX Securities	0.11%	\$3.30	\$22.00
Managed Funds	Flat fee charged per transaction	\$5.50	\$27.50
Listed International Securities	0.22%	\$5.50	Est. \$88.00 plus any applicable expense recovery <sup>1</sup>
Other (e.g. Fixed Income Securities)	0.11%	\$22.00	\$55.00

<sup>1</sup> See the Anchor Portal for details.

## Model Portfolio Transaction Fees

If you invest in Model Portfolios, then we will follow the instructions of the Investment Managers to buy and sell securities on your behalf. The Trustee's fees for transactions where the assets form part of a Model Portfolio are set out in the Fees and Other Costs table (which starts on page 39). We look to the underlying assets of your Model Portfolio holding to determine the transaction costs and charge you a fee per bundle transacted. Note that, in some circumstances the Trustee may need to delay trading for Model Portfolios in order to batch transactions together to prevent additional transaction costs to you above the stated Trustee fees. This may result in timing risk.

Worked examples of transactions of \$50,000 for investments held via a Model Portfolio are as follows:

MODEL PORTFOLIO	BALANCE OF ASSET TYPE	FEE RATE (INCL GST)	MINIMUM CHARGE	FEE (INCL GST)
ASX Securities	\$50,000	0.11%	\$3.30	\$55.00
Managed Funds	\$50,000	\$5.50	\$5.50	\$5.50
Listed International Securities	\$50,000	0.22%	\$5.50	\$110.00
Other asset types (e.g. fixed income securities and exchange traded options)	\$50,000	0.11%	\$22.00	\$55.00
<b>TOTAL:</b>	<b>\$200,000</b>			<b>\$225.50</b>

### Self-directed Investment Transaction Fees

If you provide online Account Instructions to buy or sell securities as Self-directed Investments, then the Trustee charges the minimum transaction fees set out below. Also, there may be expenses per transaction that are passed on to you on a user-pays basis. For example, you may pay brokerage on transactions of ASX securities which will depend on the rate that the third party broker charges your account. Additional expense recoveries on transactions of listed international securities will be set out on the Anchor Portal from time to time (these include custody costs, the quantum of which are dependent on the exchange upon which the securities are transacted).

We charge you a fee per bundle of securities transacted and worked examples of transactions of \$20,000 for Self-directed Investments are as follows:

SELF-DIRECTED	BALANCE OF ASSET TYPE	FEE RATE (INCL GST)	MINIMUM CHARGE	FEE (INCL GST)
ASX Securities	\$20,000	0.11%	\$22.00	\$22.00
Managed Funds	\$20,000	\$27.50	\$27.50	\$27.50
Listed international securities	\$20,000	0.22%	\$88.00 <sup>1</sup>	\$88.00
Other asset types (e.g. fixed income securities and exchange traded options)	\$20,000	0.11%	\$55.00	\$55.00
<b>TOTAL:</b>	<b>\$80,000</b>			<b>\$192.50</b>

<sup>1</sup> Plus there will be an expense for custody costs, the amount of which will be dependent on the exchange on which the securities are transacted, see the Anchor Portal for details.

### Other fees and costs

All government and other fees and costs (including bank fees, stamp duty, cheque dishonours, fail fees and penalty interest) incurred in relation to your Account may be charged to your account at our discretion.

### Buy-sell spreads

The Trustee does not charge a Buy-sell spread. However, the Fund Manager of a Managed Fund is usually entitled to charge an amount to the investor which represents their share of the costs of buying or selling the all of the Managed Fund's assets (for example, costs such as brokerage and stamp duty) as a method of fairly distributing the costs in buying and selling assets between those leaving and those remaining in the Managed Funds.

The costs are generally factored into the unit price as the difference between the application price and withdrawal price of a unit and called the Buy-sell spread. The Buy-sell spread represents an additional cost paid by you at the time of the transaction. The Buy-sell spread for a Managed Fund should be described in the product disclosure statement for that Managed Fund. See the Investment Menu, the Anchor Portal and ask your adviser for the up to date product disclosure statement for the Managed Funds you select.

### Brokerage

In some circumstances, a fee for brokerage services may be charged to your Account if you request a trade through our nominated broker, for example, for domestic and international brokerage.

### Investment Fees

Investment fees are the amount you pay to the Trustee for investing in a professionally managed investment option to the Trustee. The Trustee pays the investment manager. Where you have selected a Model Portfolio or Managed Fund, the Investment Manager or Fund Manager will apply their own fee structure to the Model Portfolio or Managed Fund they manage. **Please refer to the Investment Menu for specific details about the fees and costs associated with each type of investment.**

## Managed Funds

The investment fee will be calculated and deducted as described in the relevant product disclosure statement. The deduction of the fee will generally be reflected in the unit price for the Managed Fund. Please refer to the product disclosure statement of the relevant Managed Fund for more detail.

## Model Portfolios

For Model Portfolios, the fee is generally deducted monthly in arrears and is calculated daily based on the aggregate value of the funds invested in the Model Portfolio. The fee is not linked to the overall performance of the Model Portfolio but will increase or decrease with the funds invested in the Model Portfolio. These are costs associated with the underlying investment option you choose and are paid by the Trustee from the fees it charges you.

If your Model Portfolio includes Managed Funds or exchange traded funds then you will pay investment fees charged by the Fund Manager of the Managed Fund or exchange traded fund in addition to the investment fee charged by the Trustee. Please refer to the Investment Menu for details of each Model Portfolio's investment fee.

## Advice Fees

### Payments to your adviser

You may agree with your adviser to pay an Adviser Service Fee and request or authorise us to make this payment on your behalf. You and your adviser will determine the amount or percentage that will apply and note this on the Application Form or via an Account Instruction, as applicable. You must personally sign the Account Instruction in order to direct us to make the payment on your behalf.

The Adviser Service Fees may include one or more of the following:

- *Client service fees* – this is a fee for the service provided by your adviser, of 0.275% p.a. of the value of the Account accrued daily and paid monthly (e.g., \$137.50 p.a. for an Account value of \$50,000 during the year), up to a maximum of \$4,125 p.a.;
- *Contribution fees*– this is an advice fee based on the amount of any contribution you make to your Account, including your initial contribution of between 0% and 3.3% of the relevant amount (e.g., up to \$1,650 for an investment of \$50,000), paid following the contribution;
- *Ongoing advice fees* – paid monthly, which may be:
  - a fixed-dollar amount deducted monthly; or
  - a percentage of the value of all or part of your Account as nominated by you of up to 1.65% p.a., calculated on the closing value of your Account on a daily basis and paid monthly (e.g., up to \$825 p.a. for an Account value of \$50,000 during the year)
- *Ad hoc or transaction advice fee* – an advice fee payable for advice on an ad hoc basis or for each transaction, of a fixed-dollar amount or a percentage of up to 1.65% of the value of each transaction (e.g., up to \$825 for a transaction of \$50,000). This is negotiated with your adviser and nominated on the Account Instruction form at the relevant time. Where the Adviser Service Fee is a monthly or annual fee, then we will calculate this amount daily, based on the closing value of your Account over the month and deduct it monthly in arrears from the available cash allocations of each Account. Where the Adviser Service Fee is a percentage, then you can instruct us to calculate the amount based on the whole or part of the value of your Account.

If instructed by you, we will deduct the Adviser Service Fee from your Account and pay it on your behalf to the dealer group that licences your adviser. We will continue to pay the Adviser Service Fee until you advise us otherwise in writing. The amount deducted will be inclusive of GST. You should seek tax advice about the taxation implications and the deductibility of these payments.

## Exit Fees

An exit fee is a fee to recover the costs of disposing of all or part of members' interests in the superannuation entity. The Trustee does not currently charge an exit fee.

## Indirect costs

No indirect costs currently apply.

## Switching Fees

The Trustee does not currently charge switching fees.

## Changes to fees and costs

The Trustee may change, waive, reduce or refund any part of the fees specified in this PDS, and reserves the right to do so without the consent of members. If a change in fees results in an increase in fees or costs, then the Trustee will give notice to members at least 30 days before the change takes effect.

Also, under the Trust Deed, the Trustee has a right to be reimbursed for all losses, damages and costs incurred in the course of its administration of the Fund and expenses incurred in the proper performance of our duties. Other expenses which may be recovered from the Accounts which incur them may include bank charges and government taxes such as stamp duty.

## Taxes

We may charge taxes to your Account. See pages 16 and 24 for more details. All fees and costs in this PDS are inclusive of GST (less reduced income tax credits (RITCs)) unless otherwise stated. We are entitled to receive an RITC on the GST payable on certain fees. If the Government changes the rate of GST or RITCs or the method of determining the RITC, fees and costs deducted from your account may change.

## Negotiated Fees

We may individually negotiate or rebate fees in some circumstances where we are permitted to do so under the Corporations Act and ASIC's policy from time to time. Please contact your adviser for further information.

## Example of annual fees and costs

This table gives an example of how the fees and costs for the Wealth Series - The Guardian Fund (Premium) Portfolio for this superannuation product can affect your superannuation investment over a 1 year period. You should use this table to compare this superannuation product with other superannuation products.

EXAMPLE— <i>Wealth Series - The Guardian Fund (Premium) Portfolio<sup>1</sup> including \$1,500 invested in the Cash Account</i>		BALANCE OF \$50 000
<b>Investment Fees</b>	0.11% <sup>2</sup>	For every \$50 000 you have in the Wealth Series - The Guardian Fund (Premium) Portfolio, you will be charged \$53.35 each year
<b>PLUS Administration fees</b>	0.41% <sup>3</sup>	<b>And</b> , you will be charged \$204.05 in administration fees each year
<b>PLUS Indirect costs for the Wealth Series - The Guardian Fund (Premium) Portfolio</b>	Nil <sup>4</sup>	<b>And</b> , indirect costs of nil will be deducted from your investment <sup>5</sup> , before your Cash Account interest is paid
<b>EQUALS Cost of product</b>		If your balance was \$50,000 then for that year you will be charged fees of <b>\$257.40</b> <sup>6</sup> for this investment option

<sup>1</sup> The Fund does not have a 'balanced investment option', and this example is therefore based on the Wealth Series - The Guardian Fund (Premium) Portfolio.

<sup>2</sup> The Investment Fees for this investment selection are \$53.35 p.a., calculated as follows:

- a) Wealth Series - The Guardian Fund (Grand) Portfolio:  $\$48,500 \times 0.11\%$  (p.a. incl GST) = \$53.35
- b) Cash Account investment fees (assuming Cash Account holds \$1,500, being 3% of the balance of \$50,000) are nil.

<sup>3</sup> The Administration Fees for this investment selection are \$204.05 (p.a. incl GST), calculated as follows:

- a) Administration fee on model portfolio investment:  $\$48,500 \times 0.33\%$  (p.a. incl GST) = \$160.05, plus
- b) Trustee fee:  $\$50,000 \times 0.088\%$  (p.a. incl GST) = \$44

The total Administration Fees of \$204.05 (p.a. incl GST) equals an effective administration fee of 0.41% for this investment selection, based on the balance of \$50,000.

<sup>4</sup> No Indirect Costs currently apply.

<sup>5</sup> Other Indirect Costs may apply for other investment options if you choose them, for example, you may pay from your Account brokerage fees for some asset classes or third party nominated brokers.

<sup>6</sup> Other fees and costs apply. For example, for each additional transaction the investment manager requests is made for the Model Portfolio, then you will be charged \$5.50 per transaction in Transaction Fees regardless of transaction size. Also, you may choose to pay your adviser an adviser service fee. Please see the "Additional Explanation of Fees and Costs" section for further details.

### Estimate Only

The above example is a reasonable estimate only, and is provided by way of illustration to show the total price paid in acquiring the investment through the Fund. The actual amount you will pay may vary compared to this example, and will depend on various factors, such as the what investments you select, the actual investment balance, contributions, and the fees and costs charged for the relevant investment option.

**Note that this example does not take into account any returns, further contributions (including ORFR contributions) or transaction fees. The quantum of transaction fees depends on the Investment Manager's instructions to us on the changes to the Model Portfolio during the year and therefore cannot be estimated.**

Your adviser can provide more information about fees and costs and an estimate of what you will pay in relation to your Account.

## 16. Additional Important Information

The Fund is a complying superannuation fund constituted under the Trust Deed and registered with APRA as a Registrable Superannuation Entity under the SIS Act. The Trust Deed and the SIS Act govern the rights of members.

The Trust Deed is the primary document governing the relationship between the Trustee and members and contains extensive provisions about the legal obligations, rights and powers of both the members and the Trustee.

It includes broad powers for the Trustee to carry out its duties and deal with the assets, including the right to fees and reimbursement of expenses. The Trust Deed also details the Trustee's entitlement to be indemnified out of the assets for all liabilities, costs, damages or expenses incurred in connection with its office, or in prosecuting or defending any action in respect of a provision of the Trust Deed. The liability of the Trustee is limited to the extent of the assets of the Fund (including the assets of a member's Account), except where there has been any fraud, negligence or breach of trust by the Trustee.

All members are bound by the Trust Deed, and any amendments. Upon request, you (or your adviser on your behalf) can obtain an electronic copy of the Trust Deed.

### Sub-Plans

The Fund comprises a Personal Superannuation Division and a Pension Division. The Trustee may also operate Employer sponsored plans under the Trust Deed. The Trustee has the ability to divide these divisions into multiple sub plans (for example, the Account Based Pension and the Transition to Retirement which are Pension Accounts available under this PDS are sub plans of the Pension Division).

Generally at your request, the Trustee may transfer your benefits to another plan or sub plan. Only if it is satisfied that your rights under the new plan or sub plan are, considered as a whole, no less favourable than your rights under your existing plan or sub plan the Trustee may do so without your request.

### Your interest in the Fund

As a member of the Fund, you own an interest in each and every one of the assets of the Fund. You do not hold an interest in, or right to, any particular asset (including the assets you select for your Account) or the right to participate in the management of the Fund or a particular plan or sub plan. Under the Trust Deed the Trustee has the ability to identify and report to members on particular assets (Investments options) that the member has requested the Trustee to invest into with their superannuation benefit.

### Custody Agreement

JP Morgan Chase Bank N.A., (Sydney Branch) ("Custodian") has been appointed to hold Fund assets.

The Custodian's obligations are limited to the provision of services to the Trustee under its custody agreement with the Trustee. The custody agreement requires the Custodian to deal with the assets only as instructed by the Trustee or authorised agents of the Trustee; the Custodian does not accept any instructions from members. The Custodian's liability is limited to the Trustee under the terms of the custody agreement and the Custodian has no liability or responsibility to members of the Fund. Under the custody agreement, the Trustee may instruct the Custodian to sign documents, buy and sell investments and make and receive payments in connection with the assets the Custodian holds on behalf of the Trustee. Under the custody agreement, the Custodian may appoint sub-custodians to hold all or some of the assets.

The custody agreement may be terminated by either party issuing a termination notice in accordance with the custody agreement.

The Custodian has not authorised or caused the issue of this PDS.

Assets held by the Custodian are not available to the creditors of the Custodian or its related entities. The Custodian will segregate all assets it holds on behalf of the Trustee from those of other clients of the

Custodian, unless such assets are listed or are held in a securities depository account, in which case they may be comingled with the assets of other clients of the Custodian.

The Trustee may, at its discretion, appoint alternative custodians for the Fund. Linear Asset Management Ltd in its capacity as trustee of the Fund holds all cash (including your Cash Account) in an omnibus cash account held in its name with an Australian ADI operated by the Administrator. See the disclosure on related parties on page 51 for further details.

## Complaints Handling Policy

You have a right to complain if you are unsatisfied with our service. The Trustee takes all complaints seriously and will provide you with a copy of the Complaints Handling Policy on request and at no charge.

All complaints must be in writing and directed to the attention of the Complaints Manager, and addressed to Level 9, 525 Flinders Street, Melbourne VIC 3000.

Once a complaint is received, the Trustee will acknowledge the complaint immediately, or if not, as soon as practicable after receipt. The Trustee will endeavour to resolve any complaint and provide a final response as soon as practicable, but within 45 Business Days from receipt. If a satisfactory resolution cannot be reached by this time, then you may lodge your complaint with the Superannuation Complaints Tribunal (SCT) (details below).

Please note that the SCT will not deal with your complaint unless you have first been through our internal complaints process.

The SCT contact details are as follows:

By telephone:	1300 884 114
Overseas Number:	+61 3 8635 5580
Fax:	+61 3 8635 5588
In writing:	Locked Bag 3060 Melbourne VIC 3001
Website:	<a href="http://www.sct.gov.au">http://www.sct.gov.au</a>

## Privacy

The Linear Group is committed to managing and only using personal information in ways that comply with the Privacy Act. By personal information, we mean information or an opinion about a person whose identity is apparent or can reasonably be ascertained.

We abide by the *Privacy Act 1988* (Privacy Act) and comply with the Australian Privacy Principles established under the *Privacy Amendment (Enhancing Privacy Protection) Act 2012*. A summary of the Australian Privacy Principles is available at [www.oaic.gov.au](http://www.oaic.gov.au).

A copy of the Linear Group's Privacy Policy is available at [www.linearassetmanagement.com.au](http://www.linearassetmanagement.com.au) and is available from the Anchor Portal or by contacting us.

If you complete an Application Form you will be providing personal information to the Trustee and Administrator for the Fund. The personal information is collected by the Trustee and Administrator and may be disclosed to our custodians, to the systems and software providers, any brokers it might use, and any other party the Trustee believes necessary to facilitate the operation and maintenance of your Account.

The Trustee and Administrator hold and use that personal information only in order to:

- assess your Application;
- service your needs as a member;
- provide facilities and services that you request;
- carry out the appropriate administrative services for the Fund; and
- comply with any laws which the Trustee is required to comply with.

If you have notified us that you have an adviser, either on the Application Form or in writing (at a later date), you acknowledge that details of your investment will be provided to them. This will continue until you notify us otherwise in writing.

The Trustee and Administrator may provide your personal information to related entities. We may also use the personal information collected from members for the purpose of providing direct marketing material that we believe may be of interest to you. We will stop providing this information if you request us to do so.

You may request access to the information held by the Trustee and Administrator by contacting the Linear Group Privacy Officer as follows:

In writing:            Privacy Officer  
                             PO Box 482  
                             Collins Street West, VIC, 8007

Email:                admin@linearam.com.au

Telephone:           1300 669 891

## Related Parties

The Trustee has a policy for managing conflicts of interest and related party transactions. All transactions entered into by the Trustee in relation to the Fund with related parties are generally conducted at arm's length, meaning that they are entered into on comparable terms to arrangements that would be made with unrelated third parties.

The Trustee has appointed a related party Administrator, to provide administrative services in respect of the Fund. The agreement appointing the Administrator has a notice period of six months unless a termination event occurs.

The Administrator has entered into contracts with third party providers of financial services and products to facilitate and perform certain requirements of the Fund. The Administrator will receive a fee for those administrative services from third parties. This is not an additional cost to the Fund or to members.

## Labour Standards or Environmental, Social or Ethical Factors

The Trustee does not take into account labour standards or environmental, social or ethical considerations in relation to the Fund. Additionally, unless otherwise stated, the Investment Managers and Fund Managers whose products are offered through the Fund do not take into account labour standards or environmental, social or ethical considerations in relation to investment decision-making relating to their mandates or investment strategies.

## Electronic Communications

The Fund is an online product that requires you to have the internet to access your Account and receive electronic communications. The following communications will be provided to you electronically via the Anchor Portal:

- your Annual Statement;
- confirmation of transactions;
- notice of any change or event required to be given to members; and
- other communications at the Trustee's discretion or which are required by law to be provided from time to time, including the Fund's audited accounts and annual report.

You will be able to access and view these communications electronically at any time while you are a member of the Fund by reviewing the Anchor Portal. By making these communications available to you electronically, we satisfy our obligations under the Corporations Act.

## Consents of Named Parties

Each of the parties named in this PDS has given its consent to be named in this PDS in the form and context in which it is named. Each of the parties has not caused the issue of this PDS and does not make, nor purport to make, any statement in this PDS. Each of the parties has not, before the issue of this PDS, withdrawn its consent to be named. Each of the parties expressly disclaims and takes no responsibility for any part of this PDS other than the reference to its name.

## AML/CTF Compliance

The *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (AML/CTF legislation) requires us to identify and verify your identity prior to accepting an Application from you. The information required is set out in the AML Booklet issued by the Linear Group. This is available at [and](#) on the Anchor Portal.

Note that we may also request additional information from time to time, if we consider it is appropriate to do so. If you invest through an adviser, then the adviser may request and collect the verification materials we require. When you apply to invest, you authorise us to provide any necessary documentation required under the AML/CTF legislation to the Custodian, if required.

## Future of Financial Advice Reforms

Under the FOFA reforms certain commissions and other similar payments are prohibited in the Australian financial services industry. In particular, payments that could influence financial product advice to retail clients may be prohibited. Certain payments remain permitted including payments to or from financial services licensees under ongoing arrangements that were in place before FOFA, commission payments that are fully rebated to clients, or payments made by a client to their adviser (or dealer group) for advice or the sale of a financial product. The Trustee will not make payments to an adviser or dealer group where it is prohibited from doing so.

## 17. AUTHORISATIONS AND THINGS YOU AGREE TO

When you apply to become a member of the Fund you expressly agree to the following:

### AGREE TO BE BOUND BY THE PDS AND TRUST DEED

1. You agree you have received and read this PDS and the Investment Menu, as well as any updates and supplementary disclosure. You agree that you have had the opportunity to seek independent professional advice regarding the legal, tax and financial implications of investing your superannuation benefits in the Fund.
2. You acknowledge that the offer made under the PDS is an offer made in Australia.
3. You are aware that all investments, including investment in the Fund, are subject to risks, including but not limited to the risks set out in Section 12 of this PDS.
4. You have not relied on any representation or any information about the Fund that is not contained in this PDS.
5. You agree to be bound in accordance with the provisions of the Trust Deed, where applicable.
6. Further, you agree that it is your responsibility to check the website at [www.oyafd.com.au](http://www.oyafd.com.au) and the Anchor Portal for any electronic communications, updates or supplementary disclosure, and the Investment Menu, before making any investment or further investment to ensure you have the most up to date disclosure.

### ACTING ON YOUR INSTRUCTIONS

7. By becoming a member in the Fund you are deemed to be authorising the Administrator to make investments on your behalf in accordance with the most recent and valid Account Instruction(s) that you or your Representative/adviser provide. Under this authority, we will invest your contributions by buying or selling investments according to your instructions.
8. You agree we can accept instructions to change the composition of your Account from you or your Representative/adviser.
9. If you instruct us to invest in Model Portfolios then we will act on the instructions of the Investment Managers of the Model Portfolios without further reference to you.
10. You agree to indemnify and release the Trustee and Administrator from all potential actions and liabilities arising from us acting on what appeared to be genuine instructions from you or from your Representative/adviser on your behalf and that this indemnity and release continues after you exit from the Fund.
11. To allow adequate processing time and to meet deadlines set by the Custodian and the Trustee, you agree your Cash Account may be debited in advance of the due date required by the underlying investment. No interest will be payable by the Trustee or the Custodian for the funds debited during this time period.
12. Please note that the terms of some underlying investments may not permit the Trustee to 'split' instructions to the underlying issuer or fund manager in order to take account of individual member's instructions. If this situation arises, you agree the Trustee will generally provide instructions to the Custodian, issuer or Fund Manager based on the majority (by value) of instructions received from members. In this case, members who provided instructions in the minority will be deemed to have provided instructions in accordance with the majority. By becoming a member, each member acknowledges and agrees that corporate actions will be determined and processed as set out in this paragraph.

### ELECTRONIC COMMUNICATIONS

13. You consent to all communications being provided to you and your adviser in electronic form (including via the Anchor Portal) and waive the right to receive any communications in hard copy unless agreed to by the Trustee.
14. You agree that you and/or your adviser will access electronic communications from the Trustee by regularly accessing them via the Anchor Portal.
15. You agree to provide a daytime contact number and email address as part of your completed Application Form and provide the Administrator with updated details if and when they change.

16. The Anchor Portal will be the facility through which transactions are confirmed to you (i.e., a facility for the purposes of section 1017F(5) of the Corporations Act); you acknowledge that it will be updated on a continuous basis to show the date and details of each transaction made to your Account, including the amount paid for the securities and any associated fees, costs and charges that have been deducted from your Account.
17. You agree to access your Account online through the Anchor Portal and to receive all communication electronically, including:
  - a. your annual member statement will be available to you and your adviser via the Anchor Portal and will not be sent to you;
  - b. confirmation of transactions which are required by law to be confirmed;
  - c. notice of any change or event required by law to be given to members; and
  - d. any other communications other than those listed immediately above.
18. You agree that any communication given to you electronically via the Anchor Portal will be taken to be delivery of that communication to you by us.
19. You agree the Trustee may give you any communication in any other method permitted by law.

#### ANCHOR PORTAL TERMS AND CONDITIONS

20. When your Account is activated you will be provided with access to the Anchor Portal via a password and user ID. You agree that neither the Trustee nor the Administrator is liable for any loss incurred by you if your password is used by someone without your authority, except to the extent that such liability is attributable to our own negligence.
21. When accessing your Account details on the Anchor Portal by entering your password, you discharge, release and agree to indemnify us from and against all proceedings, actions, liabilities and claims arising out of the use of your password.

#### APPOINTMENT OF AN AUTHORISED REPRESENTATIVE

22. You agree that when you invest in the Fund you will appoint a Representative (generally your financial adviser) who is authorised by the Trustee to distribute the PDS by completing and signing the relevant section of the Application Form.
23. You authorize the Administrator to acknowledge the instructions of your Representative/adviser in providing Account Instructions on your Account, including transmitting your requests relating to your Account and making changes to your account details or selecting and switching investments, including Model Portfolios and Self-directed Investments. Changes to your account that can be made by your adviser alone exclude bank accounts, adviser service fees and beneficiary nominations.
24. You authorize the Administrator to provide all correspondence primarily to your Representative about your Account.
25. You agree that the Administrator can provide to your Representative, and employees and authorised representatives of the dealer group information about your Account, including information regarding the assets that make up your Account, transactions, fees and costs and your personal details.
26. You agree that, if the Administrator receives directions or an enquiry from a person who we reasonably believe is your Representative, then both the Administrator and us may act on such directions and enquiries as if they were your personal instructions. Until we receive a written request to remove the authority, we will continue to act on any instructions from your Representative.
27. We reserve the right to cancel or vary the terms of the appointment of a Representative upon providing you with 14 days' notice. Where your Representative is a company or partnership, all actions taken by any director, partner, or authorised officer of the Representative is deemed to be an act of the Representative.
28. You agree that the Trustee and Administrator can pay the adviser services fees as set out in the Application Form (including as varied by you and your adviser) to the AFS licensee named as per the authority.
29. Where you direct the Trustee and Administrator to make a payment to your adviser from your Account in the Fund, you warrant to the Trustee and Administrator that the payment relates to services provided to you by the adviser in relation to your interest in the Fund.

30. Any payment made, requested or received by your Representative shall constitute a release of the Trustee's obligations and neither you nor any person making a claim on your behalf will have any cause of action against the Trustee or the Administrator.
31. The Trustee and the Administrator, their successors, and assigns disclaim any liability for direct or consequential loss, damage or injury arising from your appointment of a Representative.

#### ELIGIBILITY TO CONTRIBUTE TO FUND

32. You agree that you are eligible to contribute or have contributions made on your behalf to the Fund, and you agree that you will advise the Administrator and cease making contributions to the Fund if you cease to be eligible to contribute under superannuation law.

#### FEES, EXPENSES AND MAINTAINING A MINIMUM CASH ACCOUNT BALANCE

33. You agree to pay, and agree that the Administrator may deduct from your Cash Account, all fees, expenses and costs described in this PDS and any changes to fees, expenses and costs as electronically communicated to you by the Trustee or Administrator.
34. You agree that the Administrator may check at any time to ensure that the required minimum amount is held in your Cash Account and, if there is insufficient value in your Cash account, you agree that the Administrator may sell down assets as described in this PDS.

#### CUSTODIAN

35. You acknowledge the custodian's role with respect to the Fund and the investments held through it as set out in on page 49.
36. You agree that the custodian's obligations are limited to the provision of the services to the Trustee under its custody agreement with the Trustee.
37. You agree that the custodian's liability is limited to the Trustee under the terms of its custody agreement and the custodian has no liability to members.
38. You acknowledge that the Trustee may, at its absolute discretion, appoint an alternative custodian for the Fund.

#### AML/CTF

39. You acknowledge that the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (AML/CTF legislation) requires us to identify and verify your identity prior to accepting an Application from you.
40. You agree to provide any additional information to us from time to time, upon request.
41. You authorise us to provide any necessary documentation required under the AML/CTF legislation to the Custodian, if required.

#### PRIVACY

42. You agree that you have read and understood the 'Privacy' section of this PDS and the Linear Group Privacy Policy and you agree to your personal information being collected and used in accordance with this section and the Linear Group Privacy Policy.
43. You agree that you will provide the Administrator with any information the Administrator may request which relates to investments made into the Fund, and if any of the information provided by you changes, you agree to notify the Administrator as soon as possible.
44. If you select to invest in international securities through the Fund, you agree the Administrator may provide persons located in overseas jurisdictions your personal information as may be appropriate in relation to the buying, selling or holding international securities on your behalf.
45. You consent to the disclosure of your personal information outside Australia. By providing consent to the disclosure of your personal information outside Australia, you acknowledge that Linear is not required to ensure the overseas recipients handle their personal information in compliance with Australian privacy laws, but that where practicable Linear will take reasonable steps to ensure that overseas recipients use and disclose such personal information in a manner consistent with the Linear Group Privacy Policy.

INSURANCE

46. If applicable, you agree the Trustee's involvement in your insurance arrangements is limited to the case where certain third party issued superannuation linked insurance policies may be paid for by a partial rollover from the Fund and the Trustee makes (at the Trustee's discretion) premium payments from your Account via partial rollover.
47. You acknowledge that the Trustee does not arrange or hold any form of insurance for members of the Fund.

NO ADVICE OR GUARANTEE

48. The Trustee and the Administrator are not responsible for, and do not provide personal advice in relation to, your Account and the investments available.
49. You agree that the Trustee and the Administrator are not responsible for acts, matters and things done or purported to be done by your Representative/adviser even if not authorised by you, provided we have no reasonable reason to believe that they are not your Representative/adviser if previously nominated by you. Neither you nor any person making a claim on your behalf will have any right or claim against the Trustee, our related bodies corporate successors, and assigns regarding any matter, act, or thing done or purported to be done by your Representative/adviser at that time.
50. You agree that the Trustee will not be liable to you for any losses or liabilities (including taxes) you may incur in relation to any action taken on your behalf (including, the holding of investments), except to the extent that those losses directly arise from negligence, fraud or material default.
51. You agree that the Trustee will not be liable to you for any loss of profit and any other indirect or consequential losses.
52. You acknowledge and agree that the Trustee is entitled to be indemnified, and pay itself out of your investments in the Fund for its fees and any losses or liabilities it incurs in the proper performing or exercise of any of its powers or duties as contemplated by this PDS.

## 18. Defined Terms

<b>ABN</b>	Australian Business Number
<b>Account</b>	A Personal Superannuation Account and/or a Pension Account, as the case requires.
<b>Account Instruction</b>	The various instructions from you or on your behalf from your adviser regarding your Account, which are provided online via the Anchor Portal or in such form as accepted by the Trustee at their discretion. There may be a selection of Account Instruction forms provided by the Trustee; your adviser can assist you to select and complete these forms.
<b>Ad hoc pension payment</b>	A once off request for a pension payment in addition to what is scheduled as ongoing pension payments.
<b>Administrator</b>	Linear Administration Services Pty Ltd ABN 63 163 681 678 AFS Representative Number 440581.
<b>AML/CTF Booklet</b>	The booklet available at <a href="http://www.financialdecisions.com.au">www.financialdecisions.com.au</a> that sets out the identification and verification requirements for the Fund, for AML/CTF purposes.
<b>Anchor Portal</b>	You will be provided with a User ID and Password for a secure internet website where you can view your Account details, receive reports and view updated information about the Fund and the investments you select for your Account. Information is generally effective as at the close of business the previous Business Day.
<b>Applicant</b>	A person who submits an Application Form in accordance with this PDS to become a member of the Fund.
<b>Application</b>	The Application to join the Fund.
<b>Application Form</b>	The Application Form to be used to join the Fund which is completed online with your adviser.
<b>APRA</b>	Australian Prudential Regulation Authority
<b>ASIC</b>	Australian Securities and Investments Commission
<b>ASX</b>	Australian Securities Exchange
<b>ASX Securities</b>	Listed securities that are traded on the ASX. This is a type of Self-directed Investment.
<b>Australian Equities</b>	Australian listed and unlisted shares.
<b>Business Day</b>	A day on which banks are open for business in Melbourne other than a Saturday, Sunday or public holiday, or such other day as the Trustee determines.
<b>Buy-sell spreads</b>	A buy-sell spread is a fee to recover transaction costs incurred by the trustee of the superannuation entity in relation to the sale and purchase of assets of the entity.
<b>Cash Account</b>	Means the segregated cash component which is the part of your account used for funding, contributions, distribution, fees, etc. A minimum 2% of your balance is required at all times and only the amount over the minimum may be available for you to use subject to the 3% target and anything specific to your account.
<b>CGT</b>	Capital Gains Tax.
<b>Commutations</b>	A lump sum cash payment from a pension account.

<b>Condition of Release</b>	Condition of release is the requirement that must be met in order to access superannuation benefits before turning 65.
<b>Corporate Action</b>	Includes activities relating to listed securities such as takeovers, mergers and buybacks.
<b>Corporations Act</b>	<i>Corporations Act 2001 (Cth)</i> and the associated regulations, as amended at from time to time.
<b>Fund</b>	Anchor Superannuation Fund ABN 69 745 636 919 RSE number R1076349
<b>Fund Managers</b>	The responsible entities of the Managed Funds.
<b>GST</b>	Australian Goods and Services Tax pursuant to the A New Tax System (Goods and Services) Tax Act 1999.
<b>Investment Managers</b>	Investment Managers who either construct or provide advice to the Trustee on the construction of and in certain cases the implementation of transactions for Model Portfolios, as listed in the Investment Menu.
<b>Investment Menu</b>	The investment menu located at <a href="http://www.financialdecisions.com.au">www.financialdecisions.com.au</a> or from the Anchor Portal which contains the full list of investment options for investment. The Investment Menu forms part of this PDS and may be updated anytime at the Trustee's discretion.
<b>Investment Restrictions</b>	Means the investment restrictions for the composition of Accounts and the Fund as a whole, as detailed in the Investment Menu.
<b>Managed Funds</b>	Registered managed investment schemes listed on the Investment Menu. This is a type of Self-directed Investment.
<b>Mandate</b>	The investment mandate for a Model Portfolio which is set out in the Investment Menu.
<b>Model Portfolio</b>	Also known as SMAs, model portfolios are a non-unitised type of managed investment scheme with a professionally managed portfolio of investments which follows a defined investment Mandate.
<b>Nominated Bank Account</b>	A bank account advised by a Member
<b>ORFR</b>	Has the meaning in APRA's prudential standard SPS 114 Operational Risk Financial Requirement and information about the ORFR for the Fund is detailed on page 43.
<b>PDS</b>	This product disclosure statement including the Investment Menu, which is incorporated by reference, as well as any supplementary product disclosure statement or other updates at any time.
<b>Pension Account</b>	A member's pension account including all assets, liabilities (if applicable) and funds in the Cash Account.
<b>Personal Superannuation Account</b>	A member's personal superannuation account including all assets, liabilities (if applicable) and funds in the Cash Account.
<b>Preservation</b>	Restricting member's superannuation benefits until a condition of release is met.
<b>Preservation Age</b>	Preservation age is generally the age that you can access your superannuation benefits if a condition has been met. This is subject to a person's date of birth and the preservation ages imposed by the law at the relevant time (see the ATO website for current information).
<b>Preserved Benefits</b>	Means the benefit is unable to be accessed until a condition of release is met.

<b>Representative</b>	A person nominated by a member to act as their Representative and transact on behalf of a member who is notified and authorised to us on the Application Form, or a subsequent Account Instruction. This is usually the member's personal financial adviser.
<b>Restricted Non-Preserved</b>	Means the benefits cannot be accessed until the member leaves the employer they were working for during the period in which the benefits were accrued. Once the member leaves the employer, the benefit is classified as "unrestricted non-preserved". Any amount in this category is fixed from 1 July 1999.
<b>Rollover</b>	The transfer of superannuation benefits from one complying superannuation fund to another.
<b>Self-directed Investments</b>	The investments you select (outside of the Model Portfolios) with assistance from your adviser, to hold through the Fund. See the Investment Menu for the options currently available.
<b>SIS Act</b>	<i>Superannuation Industry (Supervision) Act 1993</i>
<b>Trust Deed</b>	The trust deed of the Fund as amended from time to time.
<b>Trustee</b>	Linear Asset Management Ltd ABN 11 119 757 596, AFS licence number 304542 RSE licence number L0003453.
<b>Unrestricted Non-Preserved</b>	Means that benefits can be accessed at any time but may still be liable to tax treatment.

## CORPORATE DIRECTORY

### DISTRIBUTOR

Financial Decisions Pty Ltd

ABN 14 121 685 318

AFSL 341678

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Telephone (02) 9997 4647

Email [admin@financialdecisions.com.au](mailto:admin@financialdecisions.com.au)

Fax (02) 9997 7407

### ADMINISTRATOR

Linear Administration Services Pty Ltd

ABN 63 163 681 678

AFS Representative Number 440581

Address Level 9  
525 Flinders Street  
Melbourne VIC 3000

Website [www.linearassetmanagement.com.au](http://www.linearassetmanagement.com.au)

### TRUSTEE

Linear Asset Management Ltd

ABN 11 119 757 596

AFSL 304542

RSE licence L0003453

Address Level 9  
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Melbourne VIC 3000

Website [www.linearassetmanagement.com.au](http://www.linearassetmanagement.com.au)

### MEMBER SUPPORT - CONTACT DETAILS

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