

# Super Accelerator

## Product Disclosure Statement

31 January 2014

Personal Super, Transition to Retirement Income Stream,  
Standard Income Stream & Term Allocated Pension



Gold rating – Standard Income Stream  
and Personal Super\*  
SuperRatings does not issue, sell,  
guarantee or underwrite this product



Issuer/trustee details: **netwealth** Investments Limited

Level 8/52 Collins Street Freecall 1800 888 223  
MELBOURNE VIC 3000 Phone +61 3 9655 1300  
ABN 85 090 569 109 Fax +61 3 9655 1333  
AFSL 230975 Email [contact@netwealth.com.au](mailto:contact@netwealth.com.au)

Fund details: **netwealth** Superannuation Master Fund ABN 94 573 747 704

**netwealth**<sup>®</sup>  
Investment & Superannuation

This Product Disclosure Statement (PDS) has been prepared and issued by **netwealth** Investments Limited (ABN 85 090 569 109) ('**netwealth**', 'we' or 'us'), AFS Licence No. 230975. **netwealth** is the Trustee of the **netwealth** Superannuation Master Fund ('Fund'), ABN 94 573 747 704. **netwealth** Super Accelerator (or 'Super Accelerator') is a super product forming part of the Fund.

It is important you understand that the values of most investments fluctuate. In other words, most investments go up and down in value as investment specific or general market conditions change. Your investment does not represent deposits with, or other liabilities of, **netwealth**. Your investment is subject to investment risk, including possible delays in repayment and loss of income and principal invested, and neither **netwealth** nor any associated company guarantees that you will earn any return on your investment or that your investment will gain or retain its value.

For help about investing generally, please speak to a registered financial adviser. The Australian Securities and Investments Commission (ASIC) can help you check if a financial adviser is registered by calling them on 1300 300 630 or by checking on their website [www.moneysmart.gov.au](http://www.moneysmart.gov.au). If you don't have an adviser, contact us and we can put you in touch with someone who can help.

If you received this document electronically, we will provide a paper copy free upon request. If obtaining an electronic copy, please ensure you have a complete copy of this PDS including the relevant Information Guides, the Insurance Guide and the Application Forms Booklet as outlined on pages 2 and 3 of this PDS.

This offer is only available to persons receiving this PDS within Australia. This document is subject to copyright. No part of it may be reproduced without **netwealth's** consent.

## Contact details

### Head office

Level 8/52 Collins Street  
MELBOURNE VIC 3000

### Postal address

**netwealth** Investments Limited

PO Box 336  
SOUTH MELBOURNE VIC 3205

Freecall 1800 888 223 (within Australia)

Phone 03 9655 1300

Fax 03 9655 1333

Email [contact@netwealth.com.au](mailto:contact@netwealth.com.au)

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

## A note about general advice

This PDS may contain general advice, which does not take into account your individual objectives, financial situation or needs. You should assess whether the information is appropriate for you having regard to your objectives, financial situation and needs, and consult a financial adviser before making a decision about whether to become a member of Super Accelerator.

Information in this PDS is based on taxation, superannuation and other relevant laws and their current interpretation at the date of issue.

\* SuperRatings has awarded **netwealth** Super Accelerator a Gold Rating for Accelerator Core and Plus, Super and Standard Income Stream Products for 2014. Go to [www.superratings.com.au](http://www.superratings.com.au) for details of its rating criteria.

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### Updating this PDS:

Information in this PDS may change from time to time in the future. Where the changes are not materially adverse, the updated information may be made available to you on our website at [www.netwealth.com.au](http://www.netwealth.com.au) or by contacting us on Freecall 1800 888 223. A paper copy of any updated information is available from us free of charge upon request.

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## About Super Accelerator

Super Accelerator provides a flexible and tax-effective way for you to save for and enjoy your retirement. Super Accelerator is a superannuation product that enables you to acquire and retain a range of investments in your superannuation account and to easily monitor and administer those investments.

By holding your superannuation in Super Accelerator you or your financial adviser can instruct the Fund trustee to buy, hold and sell investments in your superannuation account, from a menu of investment options. You can monitor your superannuation portfolio online and obtain consolidated administration and reporting for all accessible investments in a single fund. Super Accelerator offers you a choice between Super Accelerator Core and Super Accelerator Plus.

Super Accelerator Core:	Super Accelerator Plus:
<p>A simple cost effective and easy to manage superannuation service, providing the options to invest in:</p> <ul style="list-style-type: none"> <li>• cash;</li> <li>• term deposits;</li> <li>• the <b>netwealth</b> Global Specialist Series funds; and</li> <li>• other investments that may be approved by <b>netwealth</b> for Super Accelerator Core.</li> </ul>	<p>A superannuation service that provides you with an extensive choice of investments, managed and reported through a single account. Investment options are:</p> <ul style="list-style-type: none"> <li>• cash;</li> <li>• term deposits;</li> <li>• an extensive menu of managed funds;</li> <li>• ASX listed securities (including certain warrants and exchange traded funds);</li> <li>• securities listed on other exchanges as approved from time to time (including international securities); and</li> <li>• other approved unlisted investments (such as property syndicates).</li> </ul>

Super Accelerator is a product of the **netwealth** Superannuation Master Fund.

**netwealth** has published a number of documents to help you understand Super Accelerator and how it works.

These documents are:

### [Super Accelerator Product Disclosure Statement \(PDS\)](#)

This PDS contains information about the key benefits, risks and features of **netwealth** Super Accelerator. **netwealth** is the issuer of this PDS.

### [Application Forms Booklet](#)

This PDS is accompanied by the Application Forms Booklet for the **netwealth** Superannuation Master Fund.

To open your account in Super Accelerator, you can either complete an application online at [www.netwealth.com.au](http://www.netwealth.com.au) or the Application form that is contained in the Application Forms Booklet, available on our website, from your financial adviser or by contacting us on Freecall 1800 888 223.

### [Superannuation Information Guides](#)

The following documents are taken to be part of this PDS:

- Insurance Guide
- Information Guide 1: Dictionary of terms used in Information Guides 1 to 13
- Information Guide 2a: Operating your Super Accelerator account
- Information Guide 3: Investments

- Information Guide 4: Risks
- Information Guide 5: Contributions to Superannuation
- Information Guide 6: Standard Income Stream
- Information Guide 7: Transition to Retirement Income Stream
- Information Guide 8: Term Allocated Pension
- Information Guide 9: Preservation and Benefit Payments
- Information Guide 10: Tax and Social Security
- Information Guide 11: Death Benefits
- Information Guide 12: Lost members, unclaimed money, eligible rollover fund, temporary residents and Super Choice
- Information Guide 13: International Securities

The Information Guides (including the Insurance Guide) listed above contain additional information about some of the benefits and features of Super Accelerator, superannuation generally, the tax treatment of superannuation and insurance that is available through Super Accelerator or in conjunction with Super Accelerator. You should read Information Guides 5 and 9 to 12 if you want more information on how superannuation works, how it is regulated, and how it is taxed. Changes to the products, superannuation and taxation laws that may affect your account will be updated in these Information Guides.

You should read Information Guides 6 to 8 if you want more information about how income streams work.

The Insurance Guide details information about the insurance options available to you in Super Accelerator.

Information Guide 2a: Operating your Super Accelerator account provides more detailed information on how your account works and on some of the procedures we follow when managing your account.

Information Guide 3: Investments and Information Guide 13: International Securities provide more detailed information about your investment choices within Super Accelerator. Information Guide 4: Risks provides more information about risks associated with superannuation funds and investment generally.

### Accessible Managed Funds Menu

The Accessible Managed Funds Menu for the **netwealth** Superannuation Master Fund sets out a list of the managed funds available through Super Accelerator. This menu is updated regularly. The menu does not form part of the PDS.

This menu provides basic information on each of the managed funds, including the Standard Risk Measure for each fund. Each managed fund has its own product disclosure statement and you will need to read the product disclosure statement of any managed fund that you are considering investing in through Super Accelerator.

### Accessing these documents

All of these documents are available:

- on our website ([www.netwealth.com.au](http://www.netwealth.com.au));
- in printed form free of charge by calling Freecall 1800 888 223; or
- from your financial adviser.

### Changes to these documents

Changes that may affect your account will be updated in these documents. You should check from time to time to see if any of the changes are important to you.

**Warning:** If in the future you invest further amounts, choose to use additional features or select different investments in the Fund you should review the relevant documents before doing so as conditions and features may have changed since this PDS was issued.

## About netwealth

### Invest with confidence

**netwealth** was founded in 1999 to provide astute investors with a better way to save for, invest and protect their current and future wealth and financial wellbeing. **netwealth** is part of **netwealth** Group Limited ('**netwealth** Group'), an unlisted public company, which manages and advises on in excess of \$6 billion and provides a range of innovative and award winning investment, superannuation and advice solutions to more than 30,000 members and investors.

**netwealth** holds a Registrable Superannuation Entity Licence (No. L0000192), an Australian Financial Services Licence (No. 230975) and is a member of the Financial Services Council.

### Ownership and history

The **netwealth** Group is majority owned by the Heine Brothers Organisation, a privately owned group that originated in Europe in 1865 and has a long history in international trade and finance.

Heine established its head office in Australia in 1945, and became a major trading house dealing in commodities and bulk raw materials around the world, expanding over time from international trade into finance, property and investment. In 1982 Heine entered the funds management industry, managing a broad range of investment products, including listed and unlisted property trusts and superannuation products. Heine family members are actively involved in the management of the group.

### netwealth's role as trustee of the Fund

As the trustee of the Fund, **netwealth** must:

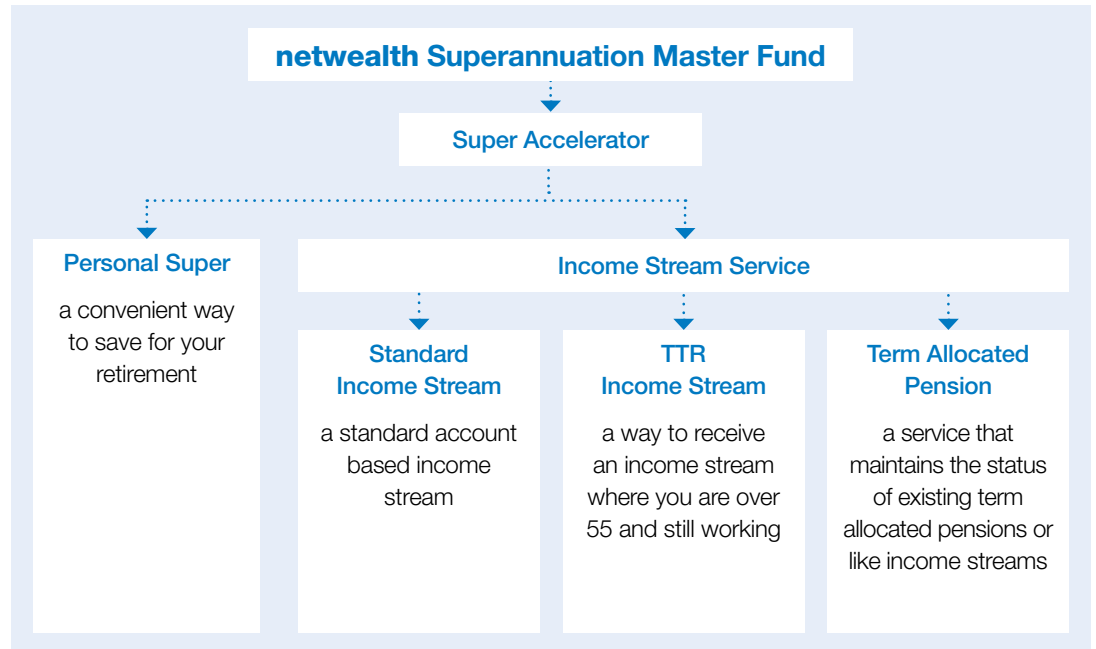
- operate the Fund for the sole purpose of providing retirement benefits to members;
- act in the best interests of members;
- maintain the highest level of propriety through fit and proper policies and programs;
- have in place a risk management framework, including fraud prevention controls through internal and external audit;
- act fairly in dealing with classes of members within the Fund;
- act fairly in dealing with members within a class;
- formulate, review regularly and give effect to an investment strategy, an insurance strategy and a risk management strategy;
- maintain at all times adequacy of human and technical resources in keeping with our responsibilities to the members of the Fund;
- maintain capital requirements required under the relevant APRA Prudential Standards;
- have in place adequate contractual arrangements with organisations to whom it outsources material business activities;
- manage conflicts of interest or duty so as to give priority to members' interests;
- ensure the Fund complies with the governing trust deed and relevant regulatory requirements;
- ensure the Fund is administered properly and efficiently;
- arrange the audit of the Fund;
- report regularly to members; and
- lodge annual returns for the Fund with APRA and tax returns with the ATO.

As a Registrable Superannuation Entity (RSE) and trustee of the Fund for the purposes of the Superannuation Industry (Supervision) Act, **netwealth** is responsible for the operation, including administration and overall investment policy of Super Accelerator. As trustee, we select the investment options that are made available through Super Accelerator. For example, we determine the managed funds and ASX listed securities that will be made available for investment. We also perform functions such as holding the investments, keeping records of each member's investments and allocating the income earned on investments.

The trust deed of the **netwealth** Superannuation Master Fund contains information about how the Fund operates and sets out **netwealth**'s powers and duties as trustee and your rights and obligations as a member. A copy of the trust deed is available from **netwealth** free of charge upon request.

## How Super Accelerator works

Super Accelerator includes Personal Super and an Income Stream Service, which provides a Standard Income Stream, Transition to Retirement (TTR) Income Stream and Term Allocated Pension. Depending on your personal circumstances, one or more of these products can help you to meet your needs in saving for, and enjoying, your retirement. The table below gives you a brief summary of the product range provided by Super Accelerator.



Super Accelerator is a superannuation product available in the **netwealth** Superannuation Master Fund that provides a full superannuation administration service, including the execution, administration, settlement and reporting for all accessible investments.

When you apply for an interest in Super Accelerator, you are instructing us where to invest your funds, either in the cash account or in other specific investments. When your application is accepted, your funds are credited to your cash account and then allocated to your other chosen investments. You can choose to leave funds in your cash account and give us instructions later to invest in other investments. We will keep track of your investments, collect all income due and provide consolidated reporting. We then handle all the transactions relating to your investment choices, act on your buy and sell orders, and arrange the administration and settlement of your investments.

Because Super Accelerator pools the funds of its members and centralises all transactions, you benefit from:

- expert handling of all your superannuation administration;
- the simplicity of only dealing with one contact for all your superannuation investments;
- cost savings by accessing many managed funds and other investments with wholesale management fees;
- further cost savings when you invest in managed funds included on the Investor Rewards Menu (the Investor Rewards Program is explained on page 9);
- consolidated reports covering all your superannuation details and investments;
- control over how your account is invested – we act on your instructions (to the extent allowed under superannuation law and within the scope of our rules and policies);
- investment earnings being taxed at concessional rates in Personal Super;
- super choice – you can nominate Super Accelerator to accept your super guarantee contributions from most employers; and
- tax exemptions for investment earnings in the Income Stream Service.

You also have access to life insurance cover via Personal Super. The Insurance Guide has more information on the insurance options available to you.

## Investing in Super Accelerator

### Opening an account

To open a Super Accelerator account, please complete an online application on our website or the Application form in the Application Forms Booklet that accompanies this PDS (and the Income stream instruction, if applicable) and submit the form together with the required minimum contribution amount and/or Rollover/transfer request form.

Contributions and rollovers (except direct debits) will be initially deposited in a **netwealth** holding account before being transferred to your cash account. In the case of a new application, the initial contribution or rollover may be retained in the holding account until we have obtained all required information to open your account, whereupon it is transferred to your cash account.

If, for any reason, we are unable to process your application (e.g. the Application form is incomplete or incorrectly completed), the application monies will be held by us in the holding account for up to 30 days (or such longer period as is reasonable), whilst we endeavour to verify your identification information or obtain any necessary outstanding information. If we cannot obtain the necessary information we will return the application monies to you without interest.

We reserve the right not to accept (wholly or in part) any application for any reason or without reason. If we refuse to accept an application, any funds received from you will be returned to you without interest. **netwealth** will retain any interest earned on monies in the holding account.

Once funds are in your cash account, you can select investments from one or more of the available investment options.

### Super Accelerator Core and Super Accelerator Plus

Super Accelerator Core and Super Accelerator Plus offer different investment options and have different administration fees.

Note that you may only choose one of these features within a single member account. You cannot choose both Super Accelerator Core and Super Accelerator Plus within the same member account.

### Investment options

#### Super Accelerator Core

With Super Accelerator Core you can choose to invest in any one or a combination of the following investment options:

- cash;
- term deposits; and
- the **netwealth** Global Specialist Series funds ('GSS funds').

**netwealth** may also approve other investment options for Super Accelerator Core from time to time.

This provides you with a cost effective, easy to manage solution with the ability to select either a single investment option or a combination of investment options to suit your needs. By using the GSS funds your superannuation can be invested in a diversified investment strategy with investment managers chosen by **netwealth** (as manager of the GSS funds) to meet the funds' investment objectives.

When you apply to invest in Super Accelerator Core, you direct **netwealth** to hold your funds in the cash account until you select other investment options.

**More about investment choices:** Information Guide 3: Investments and Information Guide 13: International Securities include details of the available investment options.

The Accessible Managed Funds Menu sets out a list of the managed funds available through Super Accelerator.



**Investment restrictions:**

Information Guide 3: Investments and Information Guide 13: International Securities contain details of investment restrictions.

**International securities:**

The current terms and conditions associated with international securities and the investments that are currently approved are explained in Information Guide 13: International Securities.

## Super Accelerator Plus

With Super Accelerator Plus you can choose from a broad range of investment options which include:

- cash;
- term deposits;
- managed funds (including the **netwealth** Global Specialist Series funds);
- ASX listed securities (including certain warrants and exchange traded funds);
- securities listed on other exchanges as approved from time to time (including international securities); and
- other approved unlisted investments (such as property syndicates).

When you apply to invest in Super Accelerator Plus you direct **netwealth** to hold your funds in the cash account until you select other investment options.

You can choose to invest in any combination of available investment options to best meet your personal investment objectives and strategies (subject to certain restrictions imposed by us as trustee). **netwealth** also reserves the right to not allow any particular investment to be held in Super Accelerator.

## Transferring between Super Accelerator Core and Super Accelerator Plus

You may transfer your entire account balance between Super Accelerator Core and Super Accelerator Plus at any time by contacting us.

If you transfer from Super Accelerator Core to Super Accelerator Plus you will have access to the full menu of investment options available within Super Accelerator Plus. The administration fees for Super Accelerator Plus will apply to the entire account balance held within your Super Accelerator account.

If you transfer from Super Accelerator Plus to Super Accelerator Core all investments held within your account that are not available in Super Accelerator Core will need to be sold. The transfer will not be effective until all such investments have been sold. Note that if you have illiquid investments in your account then you may not be able to transfer to Super Accelerator Core. Once the transfer is complete the administration fees for Super Accelerator Core will apply to your entire account balance held within your Super Accelerator account.

## Our investment strategy and objective

Our objective is to provide a range of investment strategies that allow you and your financial adviser, if you have one, to select from a wide range of accessible investments, design a diversified portfolio and easily make changes to your portfolio. At all times you should consider the need for diversifying your investments to reduce the risk of being invested predominantly in one managed fund, share, asset class or location.

Managed funds offered through Super Accelerator may use derivatives and, if so, the responsible entities generally include a statement in their product disclosure statement about how they use derivatives and the associated risks. We rely on those statements and you should review those statements when selecting or monitoring your investments.

## The benefits of diversification

One of the most important principles of investing is diversification – that is, to spread your investments across a range of:

- asset classes (like shares, property, fixed interest, cash);
- geographical regions; and
- investment managers.

Diversification is also desirable within some asset classes. This could be achieved by investing in a selection of managed funds with different investment styles or investment objectives, or in listed securities associated with different industries.

Diversification reduces your risk as your investment is not dependent on the performance of any one of these asset classes. For example, some fund managers may excel in one or two areas, but rarely does a fund manager perform consistently well in all areas for any length of time.

When you select Super Accelerator Core you will need to consider which broad asset allocation you think is most appropriate to meet your needs and achieve your objectives and select the **netwealth** Global Specialist Series fund or funds (or other approved investments) that best match your strategy.

When you select Super Accelerator Plus you have the ability to make more choices about which investments and investment managers you wish to use. You will also need to review your investments on a more frequent basis to ensure your investment strategy remains on track.

Your financial adviser can help you determine your investment strategy and choose your investments.

### Investment restrictions

Super Accelerator Plus has a number of built-in protections to aid in the establishment of a diversified portfolio. **netwealth** implements these protections by restricting investments in certain classes of assets.

### Illiquid and suspended assets

For superannuation purposes, an illiquid investment is an investment which cannot be converted to cash within 30 days or where converting that investment to cash would have a significant adverse impact on the value of the investment. Accessible managed funds which require notice of a redemption request in excess of 30 days are indicated on the Accessible Managed Funds Menu and these are therefore treated as illiquid investments.

Where you hold an illiquid investment in your account and you request a rollover to another superannuation fund or a benefit payment, the amount of your benefit that is illiquid will remain in the Fund until it can be realised or otherwise transferred. We will advise you of the likely timeframe for the redemption of those assets that are illiquid.

The product disclosure statement or other disclosure document for the funds available through Super Accelerator will generally provide you with information about why the investment cannot be redeemed within 30 days and the maximum period within which a redemption must be effected. When deciding to invest in a fund through Super Accelerator, you should take into consideration whether the fund is illiquid.

If an investment is illiquid and you proceed with that investment, **netwealth** is not required to rollover or transfer the whole of your withdrawal benefit until that investment can be converted to cash.

Where an investment is illiquid, by completing an online investment instruction or signing the Application form or the Investment instruction form, you acknowledge that you understand and accept that a period of longer than 30 days may be required in respect of the whole or part of any requested transfer of benefits due to the illiquid nature of the investment.

In some cases, a fund manager may suspend redemptions from one of the funds you invest in through Super Accelerator or extend the redemption timeframe of one of those investments. In either case the investment will become illiquid after you have invested in it. If this occurs we will inform you as soon as practicable after we have been notified that investment becomes illiquid, the reasons why the investment is illiquid and the maximum or likely period (if known) in which a redemption will be processed by that fund manager. These details will then be updated on our website. You can also obtain this information by calling us or your financial adviser.

There are many reasons why a managed fund may become illiquid: it may be suspended or it may change its redemption timeframes. Detailed information regarding any change to the status of a managed fund can usually be found on the fund manager's website.

**More about investment restrictions:** Information Guide 3: Investments and Information Guide 13: International Securities contain details of investment restrictions.

**Reducing investment costs:** By using investments in the Investor Rewards Program for part or all of your portfolio, you can reduce the ongoing costs of your investments. Investments available in the Investor Rewards Program are listed in the Accessible Managed Funds Menu.

## Investor Rewards Program

The Investor Rewards Program provides a reward to investors who choose to invest in certain funds from the list of managed funds available in Super Accelerator Plus. The list of these funds is called the 'Investor Rewards Menu'. The benefit to you is an 'investor reward' of 0.10% p.a. of the value of the amount you have allocated to these managed funds from the Investor Rewards Menu. These reward payments are passed on by **netwealth** from payments made by the responsible entities of the various managed funds that participate in the Investor Rewards program.

You can choose to invest as little or as much as you wish into the funds that form part of the Investor Rewards Program but the more you invest, the greater proportion of your account will qualify for an investor reward.

The investor reward is calculated based on the average daily balances held in participating funds for each calendar quarter. You only need to hold participating investments at some point in the three month period to qualify for some reward, provided you are a member of the Fund at the time the payment is made, which may be up to 2 months after the end of the quarter. If you cease to be a member of the Fund altogether, the Investor Reward will not form part of your withdrawal amount and you will forfeit any accrued investor reward.

The Investor Rewards Menu is shown in full in the Accessible Managed Funds Menu. The program is subject to change as it is constantly reviewed and the included managed funds are continually assessed. We may also change the way the reward is calculated or remove the program altogether.

## Labour standards and environmental, social and ethical considerations

Our investment decisions do not account for labour standards or environmental, social or ethical considerations. However, some of the managed funds which you can invest in may take these things into account. This information can be found in each of the managed funds' product disclosure statements which are available from our website or by calling us.

## Personal Super

Personal Super provides you with your own superannuation account that can receive your contributions, those made by your employer, any other eligible contributions and rollovers from other funds.

Members have access to their account online, can transact online and use a wide range of investment choice and portfolio tracking tools.

The minimum initial contribution or rollover to Personal Super is \$10,000.

### Contributions

Super Accelerator can generally accept most types of allowable superannuation contributions, including:

- personal contributions, if you are self-employed and wish to claim a tax deduction;
- superannuation guarantee contributions;
- salary sacrifice contributions, as agreed between you and your employer;
- any other directed employer contributions;
- personal after-tax contributions (referred to as 'non-concessional contributions') from you;
- spouse contributions;
- payments made under the Government co-contribution scheme;
- rollovers and transfers; and
- transfers from United Kingdom pension schemes as the Fund is also a Qualifying Registered Overseas Pension Scheme (QROPS).

Super Accelerator does not offer a MySuper product and will not accept default employer Super Guarantee contributions.

If you want your employer to pay your superannuation guarantee and other employer contributions, including salary sacrifice, to your Super Accelerator account, you will need to give your employer a 'Standard Choice' form nominating the **netwealth** Superannuation Master Fund - Super Accelerator as your chosen fund.

### Insurance

There are two types of insurance policies available in Super Accelerator:

1. LifeWRAP Individual Policy – these are Life (including Death & Total and Permanent Disablement) insurance and Income Protection insurance policies taken out by **netwealth** in its capacity as trustee of the Fund on behalf of individual members of Super Accelerator; and
2. A Group Life (Death & Total and Permanent Disablement) and Income Protection policy issued to **netwealth** in its capacity as trustee of the Fund.

Both types of policy are issued by a Registered Life Insurance Company selected by **netwealth**.

The following types of insurance cover are available under either LifeWRAP Individual Policies or the Group Policy to members of Personal Super:

- Death Only cover;
- Death & Total and Permanent Disablement cover; and
- Income Protection cover.

#### More about contributions:

Further information about contributions, tax and accessing benefits is available in Information Guides 5 and 9 to 12.

#### More about insurance options:

For further details of insurance cover available to Personal Super members please read the Insurance Guide or ask your adviser or contact us.

You may also be able to obtain stand-alone Total & Permanent Disablement cover under a LifeWRAP Individual Policy.

In addition, any death, total & permanent disablement or income protection insurance cover that you hold, either through another superannuation fund or outside of superannuation, may be able to be transferred to the trustee's Group Life or Group Income Protection policy. We will not need any further personal statements or underwriting provided that the insurance being transferred falls within our terms and conditions. Please contact your adviser or **netwealth** for further details and a premium quote that you can compare with your current arrangements.

### **Premiums**

If you take out insurance cover your premium payments will be deducted from your cash account and will continue to be deducted from your cash account until you provide us with written notification that cover is no longer required.

We will monitor your cash account each month to determine if you satisfy the 'minimum cash requirement', which requires that funds be available to pay 2 monthly insurance premiums or 1 quarterly premium. If your premiums are payable less frequently, then you will not be required to hold funds in your cash account to cover the premiums. However if, when the premium falls due, there is insufficient cash available you will need to have sufficient liquid investments available for **netwealth** to pay the premium.

If there are insufficient available funds in your Super Accelerator account to pay premiums, premiums will not be paid and your cover will be terminated 60 days after the day on which your premium was last due. It is therefore important that you ensure you have sufficient available funds in your account to provide for your premium payments as they fall due.

If, after paying your insurance premium, your cash account falls below the minimum cash requirement it must be 'topped up' with additional cash to meet the minimum cash requirement.

## The Income Stream Service

### Preservation, tax and Centrelink:

More information about how preservation, tax and Centrelink rules affect your income is available in Information Guides 9 and 10.

Account-based income streams (referred to here as 'income streams' or 'pensions') provide a tax-advantaged solution for those in or near retirement who wish to use their superannuation to generate a regular income. Although it is not always necessary to be retired to have an income stream, most Income Stream Service members are retirees or transitioning to retirement.

Superannuation provides generous tax concessions, with no tax payable on lump sum or income stream payments from the Fund after a member reaches age 60, and no tax on earnings of assets in the Fund supporting income streams.

Income streams are always commenced using superannuation benefits. If you are eligible to contribute, you may also be able to make a cash contribution to a superannuation account and immediately commence an income stream. Once an income stream has commenced, you cannot make more contributions to that income stream, but you may be able to combine different income streams or superannuation benefits to commence a new income stream. Note that such changes to your income stream could have significant tax and Centrelink consequences. You should seek advice in this regard.

There are three income stream options available to you in **netwealth** Super Accelerator, which are summarised below. Income will only be paid while there are sufficient funds available in your account and income payments will cease when your account balance reduces to zero. It is therefore possible that your income stream may not provide you with payments for the rest of your life.

### Standard Income Stream

The Standard Income Stream is a flexible and tax-smart investment which provides you with income stream payments.

You may rollover some or all of any unrestricted non-preserved part of your benefit from another fund, from Personal Super or from a **netwealth** Employer Sponsored Super plan to commence a Standard Income Stream. The minimum initial rollover for a Standard Income Stream is \$10,000.

There are a number of features of the Standard Income Stream, including the ones set out below:

- Standard Income Streams can only be started using superannuation benefits that are classified as unrestricted non-preserved benefits. This generally means that you have retired or have met some other condition of release (refer to Information Guide 9: Preservation and Benefit Payments). These funds can be rolled over from another fund or from within the Fund.
- You must take a minimum income stream payment in any financial year. This minimum amount is calculated at commencement and then recalculated as at 1 July each year based on your age and account balance at 1 July. The minimum payment percentages are shown in Information Guide 6: Standard Income Stream. There is no maximum payment amount for Standard Income Streams.
- Your payments can be adjusted at any time during the year.
- If you are age 60, or over, you pay no tax on any payments made to you, regardless of whether you receive them as an income stream or lump sum.
- If you are under age 60 and have a tax-free amount within your account balance, this is not subject to income tax. Taxable components are subject to income tax. However, if you are age 55 to 59, a tax offset of 15% may apply. See Information Guide 10: Tax and Social Security for further details.
- Investment earnings and realised capital gains on your income stream are not subject to tax in the Fund.
- Payments can be taken monthly, quarterly, half yearly or yearly and are made directly to your nominated bank account.
- You can elect to make lump sum withdrawals whenever you wish, subject to meeting the minimum pension requirements and to a minimum withdrawal amount of \$500. Such withdrawals will be treated as lump sum benefit payments and may be subject to lump sum tax where you are under age 60.

### Standard Income Streams:

More information is available in Information Guide 6: Standard Income Stream.

### Transition to Retirement Income Streams:

More information is available in Information Guide 7: Transition to Retirement Income Stream.

## Transition to Retirement Income Stream

Also known as a 'non-commutable income stream', the Transition to Retirement (TTR) Income Stream allows those that have reached their 'preservation age' to supplement their income while still working (for your preservation age, refer to Information Guide 9: Preservation and Benefit Payments). A TTR Income Stream may be useful if you want to reduce your working hours while receiving an income stream to top up any drop in salary. The TTR Income Stream may also provide a tax effective way to maximise your retirement savings by salary sacrificing into superannuation, while topping up your income via the income stream.

If you have an account in Personal Super or in a **netwealth** Employer Sponsored Super plan and have reached preservation age, you may choose to transfer some or all of your benefit to a TTR Income Stream.

You may also rollover a benefit from another fund or make a contribution to Super Accelerator to start your TTR Income Stream. The minimum amount to commence a TTR Income Stream is \$10,000.

The TTR Income Stream operates on a similar basis to the Standard Income Stream with the main features set out below:

- You must take a payment amount of between the calculated minimum and maximum payment amounts. These minimum and maximum payment amounts are calculated at commencement and again at 1 July each year, and are determined based on your age and account balance at 1 July each year. The minimum amount that must be paid is calculated using the same minimum payment percentage that applies to a Standard Income Stream. The maximum allowable annual payment is 10% of your account balance – determined at the same time as your minimum payment amount each year. Note that this maximum will cease to apply once you reach age 65 or you satisfy another qualifying condition of release (see Information Guide 7: Transition to Retirement Income Stream and Information Guide 9: Preservation and Benefit Payments for further information).
- Subject to certain exceptions, you can only make lump sum withdrawals if you retire on or after reaching your preservation age or turning 65. If permitted, the minimum lump sum payment is \$500. If so elected, these withdrawals will be treated as lump sum benefit payments and may be subject to lump sum tax.
- You are able to transfer or rollover your income stream within the superannuation system at any time (that is to return the benefits to the accumulation/growth phase of your superannuation account or to purchase another income stream).
- Investment earnings on your account are classified as preserved benefits, if you're under age 65 and have not satisfied another condition of release.

## Term Allocated Pension

### TAPs are complicated:

You should review the more comprehensive summary of TAPs which can be found in Information Guide 8: Term Allocated Pension, as well as Information Guide 10: Tax and Social Security.

A Term Allocated Pension (TAP) is also an account based income stream. The tax treatment of investment earnings and income payments made to you and the minimum initial account balance are all the same as that for the income streams described previously.

You can only rollover the proceeds of another term allocated pension or, in certain circumstances, the proceeds of other complying pensions/income streams to a TAP.

There are a number of features and rules which apply to TAPs, including those set out below:

- TAPs can only be commenced with the proceeds of another term allocated pension or complying pension/ income stream that was originally started prior to 20 September 2007 (see the Information Guide 8: Term Allocated Pension for further details).
- Pension payments are made for a set term determined at commencement by reference to your life expectancy, or that of your nominated reversionary pensioner.
- A 10% variation to the annual payment can be applied at either the pension commencement day or at any time after that (for example, if your annual pension payment is \$30,000, you can elect to receive an amount between \$27,000 and \$33,000 for that year, subject to prescribed minimum amounts).
- Pension payments can be taken monthly, quarterly, half yearly or yearly and are made directly to your nominated bank account.
- If you are age 60 or over, you pay no tax on pension payments you receive.
- If you are under age 60 and have a tax-free amount within your account balance, this is not subject to income tax. Taxable components are subject to income tax. However, if you are age 55 to 59, a tax offset of 15% may apply. See Information Guide 10: Tax and Social Security for further details.
- Investment earnings and realised capital gains on your pension account balance are not subject to tax in the Fund.
- A TAP cannot be taken as a lump sum (except in limited circumstances permitted by superannuation law), which means that once a TAP has commenced you generally cannot access any of the capital invested in the TAP.
- Pension payments will cease when your account balance reduces to zero, regardless of whether the fixed term has been reached.



## Features of Super Accelerator

### Minimum cash requirement

**Operating your account:** This is a brief summary of the features available in Super Accelerator. For more details on the features and any applicable requirements and restrictions please refer to Information Guide 2a: Operating your Super Accelerator account.

You are required to maintain in your cash account a 'minimum cash requirement', which is 1% of your account balance or \$500, whichever is greater, up to a maximum of \$5,000. The following amounts will be required to be added to the minimum cash requirement:

- where you are receiving monthly payments from an income stream or pension, an additional amount equal to two months of payments;
- where you are receiving quarterly payments from an income stream or pension, an additional amount equal to one quarterly payment; and
- where you have insurance in place an additional amount equal to two monthly or one quarterly insurance premium payments (as applicable).

### Topping up your cash account

You must maintain the minimum cash requirement in your cash account. If for any reason your cash account falls below the minimum cash requirement, we will sell down some of your investments and use the proceeds to top up your cash account. You may nominate the order in which you want **netwealth** to sell down investments should your cash balance fall below the minimum, otherwise we will top up your cash account firstly by redeeming units from your managed fund investments, or if insufficient, your largest holding in ASX listed securities and then any other investments held (in order of the amount invested in each option from the largest to the smallest).

If there are insufficient liquid investments to enable us to top up your cash account then we may advise you and your adviser (if you have one) of this and request that this be rectified.

### Transferring assets in and out of Super Accelerator

You are able to transfer in assets to Super Accelerator from another complying superannuation entity in the form of a rollover from that entity to your **netwealth** Super Accelerator account.

If you choose Super Accelerator Core you may only transfer in cash, term deposits, holdings in the **netwealth** Global Specialist Series funds or other investments approved for use in Super Accelerator Core. No other assets can be held in Super Accelerator Core.

If you choose Super Accelerator Plus you may transfer in assets that are generally approved by us for investment in Super Accelerator Plus. We may also approve the transfer in of other assets though we have absolute discretion whether or not to allow such a transfer.

If you choose Super Accelerator Plus, we may acquire units in managed funds and listed securities from you at market value, in the form of contributions to the Fund, subject to our approval. These listed securities include shares, warrants, units or any other security listed for quotation in the official list of an Australian or approved international stock exchange that are an allowable investment. Generally, under superannuation law, we cannot acquire other types of investments from you.

Any transaction costs incurred in transferring or acquiring assets (such as stamp duty and transfer fees) will be charged to your account.

Subject to approval by us, you are able to transfer assets out of Super Accelerator to another complying superannuation fund.

### **Regular contribution plan**

If you are a member of Personal Super, you can make direct debit contributions to your account on a monthly basis – a regular contribution plan. This can be set up when you join or at any time after your account has been established.

### **Dollar cost averaging (DCA) plan**

You may establish at any time a dollar cost averaging plan to invest a monthly amount, for a set number of months, in one or more of the available managed funds.

### **Reinvestment plan**

You may establish at any time a reinvestment plan to easily reinvest income, regular contribution plan deposits (if applicable) and employer contributions (if selected) into managed funds each month.

### **Communication options**

You can elect how to receive communications from us, either by post or by email. Information is also available on our website or by contacting us. See page 36 for more information about online access and how we will communicate with you.

## Risks

### Understanding

**risks:** You should read Information Guide 4: Risks before you invest.

It is important that you understand the applicable risks before you invest in Super Accelerator. If you do not understand any of the risks described in this PDS, you should ask your financial adviser, or an investment professional, to explain them to you.

### Superannuation risks

When you invest for the long term, and in a heavily regulated vehicle such as superannuation, there are risks associated with this investment. Laws can and do change which will affect your benefit, when the time comes to withdraw your benefit.

The major potential risks associated with investing in Super Accelerator include legislation risk; fund risk; insurance risk; and accessibility risk.

### Investment risks

Investments made through Super Accelerator carry investment risks. These risks may impact on the value of your account and/or limit your ability to withdraw or rollover your funds from Super Accelerator.

All investing involves some degree of risk. Generally, the higher the potential return from an investment, the greater the associated risk. The aim of any investment is to maximise return while keeping the associated risks at a level you are comfortable with. A recognised strategy in achieving this goal is diversification.

Investment markets are affected by numerous factors. These include market risk, currency risk, and interest rate risk.

There is a risk that your selected investment options may experience negative investment returns and you should understand that the higher the expected return, the more likely that negative returns may be experienced in the shorter term.

### Standard Risk Measure

The Standard Risk Measure is based on industry guidance to allow members to compare investment options that are expected to deliver a similar number of negative annual returns over any 20 year period.

The Standard Risk Measure is not a complete assessment of all forms of investment risk, for instance it does not detail what the size of a negative return could be or the potential for a positive return to be less than you may require to meet your objectives. Further, it does not take into account the impact of administration fees and tax on the likelihood of a negative return.

You should still ensure you are comfortable with the risks and potential losses associated with your chosen investment options.

**Risks with international securities:** There are additional investment risks specific to international securities. These are described in Information Guide 13: International Securities.

### Standard Risk

**Measure:** Information about the Standard Risk Measure for each investment option is available in Information Guide 4: Risks.

The Standard Risk Measure for each managed fund is included in the Accessible Managed Funds Menu.

## 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.

You 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 fees based on your own circumstances, the Australian Securities and Investments Commission (ASIC) website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a superannuation fee calculator to help you check out different fee options.

The table below shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, from the returns on your investment, or from the Fund assets as a whole. Other fees, such as activity fees, advice fees for personal advice and insurance fees may also be charged, but these will depend on the nature of the activity, advice or insurance chosen by you.

Taxes, insurance fees and other costs relating to insurance are set out in another part of this document.

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

The fees and other costs for each managed fund offered by the Fund are set out in the Accessible Managed Funds Menu. Fees and costs for other investment options are shown under the heading 'Additional explanation of fees and costs'.

Super Accelerator		
Type of fee	Amount	How and when paid
Investment fee	Up to 0.25% p.a. for investments in term deposits.	Calculated daily and deducted monthly from your cash account.
	0.15% p.a. for investments in international securities (applies to Super Accelerator Plus only).	Calculated daily and deducted monthly from your cash account (based on the Australian dollar value of the securities).
	There are generally no investment costs for investing in ASX listed companies. Other types of ASX listed securities may have associated investment costs.	

Super Accelerator		
Type of fee	Amount	How and when paid
Administration fee	<b>Super Accelerator Core</b>	
	<b>Account balance</b>	<b>% applicable</b>
	\$0 to \$250,000	0.35% p.a.
	Balance over \$250,000	Nil
	A minimum administration fee of \$120 p.a. applies to your account.	
	<b>Super Accelerator Plus<sup>1</sup></b>	
	<b>Account balance</b>	<b>% applicable</b>
\$0 to \$250,000	0.59% p.a.	
\$250,001 to \$500,000	0.45% p.a.	
\$500,001 to \$1 million	0.25% p.a.	
Balance over \$1 million	Nil	
Plus a fixed fee of \$175 p.a. applies to each account.		
Calculated daily on your total account balance, including your cash account, term deposits, managed fund investments, ASX listed securities, international securities and other investments.		
This fee is deducted monthly in arrears from your cash account.		
The amount of this fee may be negotiated.		
Buy-sell spread <sup>2</sup>	Nil	
Switching fee	Nil	<b>netwealth</b> does not charge a switching fee but transaction costs may apply - see page 25.
Exit fee	Nil	<b>netwealth</b> does not charge an exit fee but activity fees and transaction costs may apply - see pages 24 and 25.
Advice fees Relating to all members investing in Super Accelerator	Nil	There are no advice fees payable for advice provided to all members generally. For advice fees payable for personal advice provided to you by your adviser, see page 22.
Other fees and costs <sup>3</sup>	See Additional explanation of fees and costs.	
Indirect cost ratio (includes the fees and costs deducted from investment earnings before they are paid to your account)	0 - 5.5% p.a. of the investment value for managed funds <sup>4</sup> . Up to 1.25% p.a. on funds held in your cash account.	In the case of managed funds, the fees are generally charged by the fund manager of the managed fund before declaring earnings (these fees are deducted before <b>netwealth</b> receives unit prices or distributions for your investment).  The fee for your cash account is deducted from the interest earned before the interest rate is declared.

1. A family fee rebate may apply. See page 20.

2. **netwealth** does not charge a buy-sell spread. A buy-sell spread may apply to particular managed funds. Buy-sell spreads for managed funds are shown in the Accessible Managed Funds Menu and are available from the fund manager. These buy-sell spreads may change from time to time.

3. Includes advice fees for personal advice provided by your adviser, activity fees, transactions costs and insurance fees and costs.

4. See the Accessible Managed Funds Menu, together with the relevant product disclosure statement or other disclosure document, available on our website or by contacting us.

## Additional explanation of fees and costs

### Administration fees and costs

#### Negotiation of administration fee

You may negotiate the amount of the percentage-based component of the administration fee. Please contact us for further information regarding this.

#### Indirect cost ratio for wholesale cash administration

Your funds held within the cash account will earn interest at a rate determined by **netwealth**. This rate is the interest rate that **netwealth** has negotiated with financial institutions (where pooled cash account amounts are held on deposit) less a wholesale cash administration fee of up to 1.25% p.a. calculated and payable to **netwealth** monthly.

The wholesale cash administration fee is an indirect fee deducted from the interest earned by **netwealth** on pooled cash before the interest rate for your cash account is declared. This fee is not deducted from your account.

#### Family fee rebate

The family fee rebate applies to Super Accelerator Plus. Super Accelerator Core accounts are not eligible for family fee rebates.

Family members have the opportunity to link their accounts via a family group and receive a rebate which represents a reduction of administration costs across the linked accounts.

The rebate is calculated and then processed to members' cash accounts on a quarterly basis. The rebate relates to the percentage based component of the administration fee. The amount of the rebate is based on the difference between the percentage based administration fee charged to the participating accounts and the percentage based administration fee that would apply if the total balance of the linked accounts were in one account. The rebate is allocated to the linked accounts in proportion to the administration fees paid by each account.

Note that the fixed fee of \$175 p.a. included in the above table applies to each Super Accelerator Plus account.

Family groups can have a maximum of six linked accounts (across Super Accelerator and Wealth Accelerator) and can include the following:

- members of the same immediate family (spouse, de facto/domestic partner, children, parents, siblings, grandchildren, grandparents); and
- in Wealth Accelerator, companies, family trusts and self managed superannuation funds, provided the directors/directors of the trustee or the trustees and/or beneficiaries are members of the same immediate family.

**netwealth** may use its absolute discretion in the identification and approval of accounts to be included in any family group.

To arrange for accounts to be linked, please complete a Family group request form, available on our website, directly from us, or from your adviser.

The rebate is calculated based only on holdings in Super Accelerator Plus and Wealth Accelerator Plus accounts. Super Accelerator Core and Wealth Accelerator Core accounts and other **netwealth** products are not included in calculating the rebate. Note also that **netwealth** Employer Sponsored Super accounts cannot be included in a family group.

Holdings in Super Accelerator are not included by **netwealth** when calculating any family fee rebates on other **netwealth** products, such as Super Wrap or Investment Wrap.

### Example of family fee rebate

Jane and Bill are married and both have Super Accelerator Plus Personal Super accounts with balances of \$100,000 and \$600,000 respectively.

The tables below show what their annual administration costs would be first without and then with family linking and how rebates are applied to reduce their costs:

Without family linking:		
Jane	$\$100,000 \times 0.59\% + \$175$	\$765.00 (average cost 0.765%)
Bill	$\$250,000 \times 0.59\%$	\$1,475.00
	$\$250,000 \times 0.45\%$	\$1,125.00
	$\$100,000 \times 0.25\%$	\$250.00
	+ \$175	\$175.00
		\$3,025.00 (average cost 0.504%)
Total administration costs		\$3,790.00

With family linking:		
Total balance	\$700,000	
	$\$250,000 \times 0.59\%$	\$1,475.00
	$\$250,000 \times 0.45\%$	\$1,125.00
	$\$200,000 \times 0.25\%$	\$500.00
	$\$175 \times 2$	\$350.00
Total administration costs		\$3,450.00 (average cost 0.493%)

The adjusted fee based on family linking will be implemented by paying a rebate to each account as follows:

	Fee	Rebate	Net fee
Jane	\$765.00	\$ 68.63	\$696.37
Bill	\$3,025.00	\$271.37	\$2,753.63
Total administration costs	\$3,790.00	\$340.00	\$3,450.00

The above example assumes that the average daily balances do not change and provides an estimate only of the effect of grouping family accounts.

### Operating expenses

**netwealth** (as trustee of the Fund) is entitled to recover certain expenses payable in relation to the operation of the Fund from Fund assets. These expenses are detailed in the trust deed and include but are not limited to audit fees, legal fees, accountancy fees, custody fees, and fees or levies imposed by regulators of the Fund or **netwealth**.

## Investment fees and costs

### Term deposit fee

Where you choose to invest in a term deposit we may charge a fee of up to 0.25% p.a. of the value of your term deposit. This is calculated daily and deducted monthly from your cash account for the term of your term deposit.

### International securities fee

*This fee applies only if you invest in international securities in Super Accelerator Plus.*

Where you choose to invest in international securities we will charge a fee of 0.15% p.a. of the value of the international securities you hold. This is calculated daily and deducted monthly from your cash account based on the Australian dollar value of those securities.

### Non-accessible investment fee

*This fee applies only to Super Accelerator Plus.*

If you purchase or transfer an investment into Super Accelerator that is not an accessible managed fund or other accessible investment, as described in Information Guide 3: Investments, at the time of transfer or purchase an additional fee of \$20 per transaction may be charged by us on any subsequent purchase or sale of that asset, at our discretion.

### Indirect cost ratios

Each underlying investment option will have its own indirect cost ratio. The actual amounts charged for each managed fund are included on the Accessible Managed Funds Menu which is available on our website or by contacting us.

## Advice fees

### Member advice fees

Member advice fees are agreed between yourself and your adviser for services provided by your adviser in relation to your interest in the Fund. When you sign the Application form, you are instructing us to pay the upfront and ongoing member advice fees in the section of the Application form headed 'Nominate adviser and adviser fees'.

You may instruct us to terminate any or all of the member advice fees at any time.

If you do not have a financial adviser no member advice fees will be charged.

You may request that **netwealth** pays part of the member advice fees described below to more than one adviser or you may request that part of these fees be paid to your financial adviser's AFS licensee for service provided by the licensee. Any such request will be subject to agreement by **netwealth**.

#### 1. Upfront member advice fee

If you have a financial adviser, you may agree with your financial adviser to pay an upfront member advice fee, of:

- a flat percentage of the gross investment into your account; and/or
- a specific dollar amount.

You can agree to a different amount to be charged as an upfront member advice fee on:

- your initial contribution; and
- any subsequent contributions or rollovers; and
- your regular contribution plan (if you set one up) made by direct debit each month.



## 2. Ongoing member advice fee

In addition to an upfront member advice fee, you may also agree with your financial adviser to pay an ongoing member advice fee for services that your financial adviser may provide in relation to the monitoring and ongoing reporting on your account. You may agree to pay an ongoing member advice fee of:

- a flat percentage or a tiered percentage of the gross daily value of your account; and/or
- a specific dollar amount which may be indexed each year.

For the percentage based fees, this is calculated daily on your total account balance, including your cash account, term deposits, managed fund investments, ASX and international listed securities and other investments. This fee is deducted monthly in arrears from your cash account. For a specified dollar amount the amount is deducted from your cash account at the end of each month, quarter, half year or year as agreed by you and your financial adviser.

## 3. Ongoing member advice fee – listed securities

*This fee applies only to Super Accelerator Plus.*

In addition to the upfront and ongoing member advice fees, you may also agree with your financial adviser to pay an ongoing member advice fee in respect of advice in relation to transactions in ASX listed securities. The available fee options are:

- (a) a percentage rate of the trade value of the listed security or securities (this can be up to 2.2% of the share trade amount); or
- (b) a specific dollar amount per share trade; or
- (c) a specific amount which is the greater of (a) and (b) above.

For example, if you agreed with your financial adviser to a 2.2% fee, for a \$1,000 share trade, we will pay \$22 to your financial adviser for the share trade advice. This fee is charged to the sale proceeds in the case of a share sale and added to the cost of the purchase at the time of the share purchase. The amount of fee charged may be less than the amount paid to your adviser because Super Accelerator may be entitled to receive a reduced input tax credit (RITC). See below for more information on RITCs.

## 4. Ongoing member advice fee – insurance

You may also agree with your financial adviser to pay an ongoing member advice fee - insurance (also referred to as a 'flat fee') in respect of advice in relation to insurance held under the Group Policy. This may be up to 20% of the insurance premium.

For example, if you agree with your financial adviser to a flat fee of 20% and your gross annual premium is \$250 your adviser would receive \$50. Provision for this fee is included when your premiums are calculated, so the amount of premium paid to the insurer is net of the fee payable to the adviser. For more information about calculating insurance premiums and the associated fees you should read the Insurance Guide.

## 5. Once only member advice fee

From time to time you may agree with your financial adviser to pay a single, once only, fee for specific advice services provided to you by your adviser in relation to your interest in the Fund. We will deduct the fee from your cash account and pay the specified amount to your adviser.

### Reduced input tax credits

Where you have negotiated member advice fees with your financial adviser, **netwealth** will pay the agreed amount to the adviser. The amount of fee deducted from your account may be less than the amount agreed to be paid to the adviser. This is because Super Accelerator may be entitled to receive a reduced input tax credit (RITC) on the GST payable on these fees. The value of this is passed on to you by reducing the fee by the amount of the RITC. Note that the RITC rate may change in which case the amount of any such reduction will also change.

## Activity fees

### Family law fee

We currently do not charge a fee for providing information or otherwise dealing with your account under family law legislation.

### Negative cash account fee

If your cash account goes into a negative balance for any reason a fee will be charged for the period that your cash account has a negative balance. The fee is an amount that equates to an interest rate charged at the interest rate applicable for positive cash balances in the cash account. The fee will be calculated on the daily negative balance for the period your cash account has a negative balance and charged to your account monthly.

### Contribution refund transaction fee

Where non-concessional contributions (usually member contributions) are made to an account for which we do not hold a tax file number, these contributions must be refunded within 30 days. Where a single contribution is received that exceeds the non-concessional cap, this must also be refunded. Where either of these occurs a fee of \$61.50 will be deducted from your account when the refund is processed.

### Transfer out fee

This is the fee for transferring the entitlement to managed funds, ASX listed securities or other unlisted investments that are held in your Super Accelerator account to you (which will be treated as a lump sum benefit payment) or to another superannuation fund (as a rollover). The transfer out fee is \$50 per managed fund, ASX listed security or other investment. Any stamp duty or registry charges to complete the transfer will also be charged to your account. This fee is deducted from your account at the time of the transfer and is paid to us.

### smart enabled® portfolio fee

**netwealth** offers you the opportunity to allow your financial adviser to utilise sophisticated modelling and rebalancing technology ('**smart** enabled®' or '**smart**'). Where your account is **smart** enabled® your financial adviser is able to rebalance the investments in your account in a streamlined and efficient manner.

We will charge a fee of \$10 per month (or part of a month) for each month where your account is registered to be **smart** enabled®. The fee is deducted from your cash account at the end of the month. A minimum period of 3 months registration applies for your account to be **smart** enabled®. If at any time in the future you do not wish your account to continue to be **smart** enabled®, you can discontinue the feature simply by notifying **netwealth** in writing. Please note that a minimum of 3 months' fees are payable so if you discontinue in less than 3 months, a fee of \$30 is still payable. After 3 months, only the monthly fee applies.

### Offline transaction fee

Many transactions can be performed online. If you do not use the online capability to transact a \$20 offline transaction fee applies, except to those transactions for which we do not have online capability. This fee is deducted from your account at the time of the transaction. We may waive this fee at our discretion.

### Warrant tax calculation fee

*This fee applies only to Super Accelerator Plus.*

Instalment warrants, and other like assets, require specific taxation calculations to be prepared and processed to your account each year. A fee of \$40 for each holding of each warrant held during the year is charged to the account when we process the accounting entries in the following financial year. You may have purchased holdings in the same warrant at different times which means you will have more than one holding and will therefore incur more than one \$40 fee for that particular warrant. If you had holdings of a warrant during the year but sold them, you will still be charged fees as calculations will still be required.

### 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.

#### Contributions and contribution caps:

Further details about contributions and contribution caps can be found in Information Guide 5: Contributions to Superannuation.

#### More about smart modelling:

More information about the smart modelling and rebalancing feature and how to make your account **smart** enabled® is available in Information Guide 2a: Operating your Super Accelerator account or from your adviser.

## Transaction costs

### Buy-sell spread

When purchasing and selling interests in managed funds, the relevant fund manager is usually entitled to charge an amount to the investor for the cost of purchasing or selling the managed fund's assets. These costs are an additional cost paid by you at the time of the transaction. These amounts typically include things like brokerage and stamp duty, and are usually reflected in the difference between the application price and withdrawal price of an interest in the managed fund (and this is called the buy-sell spread). Buy-sell spreads are generally used to fairly distribute the costs in buying and selling assets between those leaving and those remaining in the managed funds. Please refer to the Accessible Managed Funds Menu for the current buy-sell spreads applicable to accessible managed funds. The buy-sell spread for any managed fund should be described in the product disclosure statement or other disclosure document for that managed fund.

### Initial public offerings (IPOs) fee

*This fee applies only to Super Accelerator Plus.*

If you wish to participate in an IPO and invest through Super Accelerator, then we may also charge you \$20 per IPO investment. This fee is deducted from your account at the time the application for the IPO is made and paid to us.

### ASX listed securities – brokerage fee

*This fee applies only to Super Accelerator Plus.*

A \$20 fee for brokerage services will be charged to your account when you purchase or sell ASX listed securities through our nominated broker. This fee is deducted at the time of the share trade, and is paid to us.

### ASX listed securities – share settlement fees

*This fee applies only to Super Accelerator Plus.*

Subject to **netwealth's** approval, share trades for ASX listed securities may be conducted with brokers other than our nominated broker. Trades will be settled using your account. In this case, a share settlement fee of up to \$20 per trade may be charged to settle each trade (in addition to brokerage costs or fees agreed between you and your broker). This fee is deducted from your account at the time of settlement of the share trade. If a share trade does not settle, the dishonour fee is deducted from your cash account together with any costs associated with the failed trade incurred by us.

### International securities – share settlement fee

*This fee applies only if you invest in international securities in Super Accelerator Plus.*

A \$50 fee for processing each trade will be charged to your account when you purchase or sell international securities. This fee is deducted at the time of the share trade and is paid to us. This is in addition to brokerage costs or fees agreed between you and your stockbroker (approved by **netwealth** for this purpose) which are included in the settlement of the trade. If a share trade does not settle or there is a delay in settling a trade, any costs that we incur, associated with the failed or delayed trade, are deducted from your cash account.

## Insurance fees and costs

### Insurance costs:

More information about insurance premiums and costs is available in the Insurance Guide.

### Group Policy administration fee

The Group Policy premium rates provided by the Fund's insurer and described in the Insurance Guide include an administration charge and may also include an amount payable to your financial adviser, depending on the arrangements you have made. The administration charge is a percentage of the gross premium and the applicable rates are available on our website and by contacting us. The amount payable to your adviser may be a combination of upfront and ongoing remuneration. The premiums include the full effects of GST and RITCs.

### LifeWRAP administration fee

For members who select a LifeWRAP Individual Policy (rather than insurance cover under **netwealth's** Group Policy), an insurance administration fee of \$5 per month, for each LifeWRAP policy held, is payable to **netwealth** and deducted from your cash account.

## GST on fees and costs

All fees and costs include GST. **netwealth** is entitled to receive a 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. More information about tax is available in Information Guide 10: Tax and Social Security.

## Changes to fees and costs

Until members are notified otherwise, our fees and costs will remain as set out in the table on pages 18 and 19. We will give at least 30 days' notice to members of any proposed change in fees for Super Accelerator. We may not, and will not, charge more than the maximum fees payable under the trust deed (in respect to those fees we charge) without member approval. The significant fees we are entitled to charge you under the trust deed are:

- a contribution fee of up to 5% of each contribution and transfer to the Fund;
- ongoing fees of up to 2% per annum of the value of your assets calculated and charged monthly, subject to such minimum annual fee as we determine and notify members from time to time (note that the current minimum annual fees are set out in 'Administration fees' section of the table on page 19);
- an asset disposal fee of up to the greater of \$200 or \$100 plus 1% of the value of any disposed asset; and
- a termination fee of up to 5% of the amount that is withdrawn from the Fund.

We are also able to recover all expenses we incur in relation to the proper performance of our duties in respect of the Fund. We may, at our discretion, either waive or defer payment of any fees or costs payable to us.

### Example of annual fees and costs for a balanced investment option in Super Accelerator Core

This table gives an example of how fees and costs in a balanced investment option for this product can affect your superannuation investment over a one-year period. You should use this table to compare this product with other superannuation products.

EXAMPLE – the balanced investment option (netwealth Index Opportunities Growth Fund) in Super Accelerator Core		Balance of \$50,000
Investment fees	0%	For every \$50,000 you have in the balanced investment option, you will be charged \$0.
PLUS Administration fees	0.35%	And, you will be charged \$175 in administration fees.
PLUS Indirect costs for the balanced investment option	0.45% <sup>1</sup> on the amount in the balanced investment option + 1.25% on the amount in the cash account.	And indirect costs of \$229 each year will be deducted from your investment. <sup>2</sup>
EQUALS Cost of balanced investment option		If your balance was \$50,000, then for that year you would be charged fees of \$404. <sup>3</sup>  What it costs will depend on the investment options that you choose and the fees you negotiate with <b>netwealth</b> or your financial adviser.

1. This is the management fee for the **netwealth** Index Opportunities Growth Fund at the date of this PDS. This fee may change. You should refer to the current product disclosure statement for the **netwealth** Index Opportunities Growth Fund for up to date information.
2. Where \$500 is required to be maintained as the minimum cash requirement and \$49,500 is available to be invested in the chosen investment.
3. Additional fees may apply:
  - Member advice fee - if you have a financial adviser, you may choose to pay member advice fees.
  - Where units in the **netwealth** Global Specialist Series funds are purchased a buy-sell spread will apply. Details can be found on page 25.
  - For other fees and transaction costs, see pages 24 to 26 for further details.

### Example of annual fees and costs for a balanced investment option in Super Accelerator Plus

This table gives an example of how fees and costs in a balanced investment option for this product can affect your superannuation investment over a one-year period. You should use this table to compare this product with other superannuation products.

<b>EXAMPLE</b> – the balanced investment option ( <b>netwealth</b> Index Opportunities Growth Fund) in Super Accelerator Plus		Balance of \$50,000
Investment fees	0%	For every \$50,000 you have in the balanced investment option, you will be charged \$0.
PLUS Administration fees	0.59% <sup>1</sup> plus \$175	And, you will be charged \$470 in administration fees.
PLUS Indirect costs for the balanced investment option	0.45% <sup>2</sup> on the amount in the balanced investment option + 1.25% on the amount in the cash account.	And indirect costs of \$229 each year will be deducted from your investment. <sup>3</sup>
EQUALS Cost of balanced investment option		If your balance was \$50,000, then for that year you would be charged fees of \$699. <sup>4</sup>  What it costs will depend on the investment options that you choose and the fees you negotiate with <b>netwealth</b> or your financial adviser.

1. This is the rate for account balances between \$0 and \$250,000.
2. This is the management fee for the **netwealth** Index Opportunities Growth Fund at the date of this PDS. This fee may change. You should refer to the current product disclosure statement for the **netwealth** Index Opportunities Growth Fund for up to date information.
3. Where \$500 is required to be maintained as the minimum cash requirement and \$49,500 is available to be invested in the chosen investment.
4. Additional fees may apply:
  - Member advice fee – if you have a financial adviser, you may choose to pay member advice fees.
  - Where managed fund units are purchased a buy-sell spread may apply. Details can be found on page 25.
  - For other fees and transaction costs, see pages 24 to 26 for further details.

## Defined fees

This section defines the types of fees and costs that can be charged throughout your membership.

### Activity fees

Activity fees relate to costs incurred by a trustee that are directly related to an activity:

- that is engaged in at the request, or with the consent, of a member; or
- that relates to a member and is required by law;

where 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.

### Administration fees

An administration fee is a fee that relates to the administration or operation of the superannuation fund and includes costs incurred by the trustee that relate to the administration or operation of the Fund and that 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 fees

Advice fees relate directly to costs incurred by the trustee because of the provision of financial product advice to a member by the trustee or another person acting as an employee of, or under an arrangement with, the trustee where 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.

### Buy-sell spreads

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

### Exit fees

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

### Indirect cost ratio

The indirect cost ratio (ICR), for the balanced investment option or another investment option offered by the Fund, is the ratio of the total of the indirect costs for the balanced or other investment option, to the total average net assets of the superannuation fund attributed to the balanced or other investment option. A dollar-based fee deducted directly from a member's account is not included in the indirect cost ratio.

### Investment fees

An investment fee relates to the investment of the assets of a superannuation fund and includes fees in payment for the exercise of care and expertise in the investment of those assets (including performance fees); and costs incurred by the trustee that:

- relate to the investment of assets of the Fund; and
- 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.

### Switching fees

This fee recovers the costs of switching all or part of a member's interest in a superannuation fund from one class of beneficial interest in the Fund to another.

## Other payments and benefits paid or received by netwealth

### Payments to netwealth

If you become a member of Super Accelerator, we will receive the fees that you pay in relation to the services we provide to you in connection with Super Accelerator. These fees are described starting on page 18.

### netwealth Global Specialist Series

**netwealth** is the issuer and the responsible entity of the **netwealth** Global Specialist Series funds which are available to invest in through Super Accelerator. We will receive fees for acting as the responsible entity of these funds. These fees are set out in the product disclosure statements of the GSS funds.

### Fund manager payments

We may receive a fee from fund managers and other investment managers of certain investment options. This fee (up to 0.75% p.a. plus GST, as at the date of this PDS) is generally based on the total amount of funds we have invested with each fund manager or investment manager and is paid to us from the fund manager's or investment manager's own resources and is not an additional cost to you. The fee is retained by us.

**netwealth** will generally receive a higher fee in respect of funds participating in the Investor Rewards Program than it receives in respect of funds not participating in the Investor Rewards Program.

### Product access payments

We may receive a fee of up to \$35,000 per annum plus GST (per investment option) from the investment managers of certain investment options. Payment of this fee is for the inclusion of an investment as an option in the Fund. It is paid to us from the investment manager's own resources and is not an additional cost to you. This fee is retained by us.

### Payments to advisers and AFS licensees

In addition to adviser remuneration described on page 22, we may from time to time pay money and/or provide benefits such as research assistance or training to a financial adviser or their AFS Licensee out of **netwealth's** or its associates' funds. A financial adviser or an AFS Licensee may also have existing loans from **netwealth** or have acquired equity in **netwealth** Group Limited as a result of previous arrangements which may have had reference to the amount of sales the adviser or AFS Licensee generated in our various products. Any such payments or benefits provided to advisers or licensees are subject to meeting the requirements of the relevant laws regarding payment of conflicted remuneration.

The costs of any such benefits are borne by the shareholders of **netwealth** or the related entity and are not an additional cost to you. Your financial adviser can provide you, on request, with further explanation of any interests disclosed above.

### Platform payments

**netwealth** may pay to holders of an AFSL an amount to recognise the level of sales the licensee has generated in our various products. Such payments are up to 0.3% p.a. of funds held in **netwealth** platform products and services and are paid by us from our own resources. The payment is not an additional cost to you.

**netwealth** may also pay to holders of an AFSL an amount to recognise the level of new sales the licensee has generated into various **netwealth** products. Such payments are up to 0.3% p.a. of new or additional funds invested in **netwealth** platform products and services and are paid by us from our own resources. The payment is not an additional cost to you.



**What remuneration (including commission or other benefits) is received by persons associated with netwealth?**

Our employees are remunerated on a salary and bonus basis, and do not receive any proportion of any fees or commissions (if any) paid to us in connection with the financial services referred to in this document. Fees or commissions paid to us may also indirectly benefit employees and other related bodies and associates. For example, if we achieve certain financial performance objectives, a bonus may be paid to those employees involved in assisting us to achieve these objectives.

**netwealth LifeWRAP policy fee**

**netwealth** may receive an administration fee from an insurer who provides life insurance under LifeWRAP Individual Policies to members of Super Accelerator. Currently, this fee may be up to 5% of the annual insurance premium payable under the individual policies. This fee is paid by the insurer for **netwealth** providing services to the insurer under an administration agreement in relation to the individual policies offered as part of **netwealth** Super Accelerator. This is not an additional charge to you but paid by the insurer. Advisers employed by our related parties may also receive commissions or other benefits from the insurer.

**Are our related parties paid fees?**

Related parties may perform various functions and services in relation to Super Accelerator, subject to meeting any applicable requirements of the relevant law regarding transactions with related parties. Related parties may receive benefits from organisations, such as fund managers, including the opportunity to subscribe for securities. This is not done in competition with our clients or in a way that would adversely affect our clients. In all dealings in relation to Super Accelerator we deal with related parties on arm's length terms. We undertake not to deal with related parties more favourably than we would deal with an independent party. Fees paid to related parties of **netwealth** in connection with Super Accelerator are paid at commercial rates.

**Benefits from corporate actions**

**netwealth** may benefit where we act as a principal in a corporate action. Please refer to the section called 'Corporate actions' in Information Guide 3: Investments.

**Changes to the law relating to payments and benefits**

From 1 July 2013 there have been changes to the law relating to the payments and benefits described above. Where allowed by law any existing arrangements will continue. **netwealth** will only make or receive payments and benefits where they continue to be allowed by law.

## Benefit payments

### Accessing your super:

More information about accessing or withdrawing amounts held in your superannuation fund is available in Information Guide 9: Preservation and Benefit Payments.

If you die your benefits may be paid to your estate or your dependants as described in Information Guide 11: Death Benefits.

### Insurance and closing your account:

If you close your account any insurance cover will cease. Refer to the Insurance Guide for further details of insurance cover.

### Income stream

**benefits:** More information about the preservation of benefits and accessing income stream benefits is available in Information Guide 9: Preservation and Benefit Payments.

Information about income streams is included on page 12 and in the relevant Information Guides.

Superannuation is a long-term investment. Superannuation legislation places restrictions on when you can get access to your benefits. In general, you cannot have your benefits paid to you until you have reached age 65, or have reached your preservation age and have retired.

You will generally become eligible to receive your benefit from superannuation as either a lump sum benefit payment or income stream, upon satisfying a 'condition of release'.

Conditions of release include:

- retiring, with no intention to return to employment, once you reach preservation age;
- reaching age 60 and leaving gainful employment;
- reaching age 65;
- permanent incapacity;
- temporary incapacity;
- terminal medical condition;
- death;
- severe financial hardship; and
- specific compassionate grounds.

Where you are eligible to make lump sum withdrawals, a minimum withdrawal amount of \$500 applies (unless it is a full withdrawal from Super Accelerator). Such withdrawals may be subject to tax, if you are under age 60. If you close your account by being paid a lump sum benefit or rolling over your whole benefit to another superannuation entity, you will not be entitled to any further benefits from Super Accelerator. This may include income on investments held in your account but received after your account has been closed and any taxation benefits on income already received and processed to your account before closure. Any associated insurance cover will also cease.

### How and when benefits can be paid

Your benefit can be made up of up to three different preservation categories:

- preserved;
- restricted non-preserved; and
- unrestricted non-preserved.

More details about benefit payments and withdrawals can be found in the Information Guide 9: Preservation and Benefit Payments.

### Accessing Income Stream Service benefits

#### Standard Income Stream

Only unrestricted non-preserved benefits can be used to begin a Standard Income Stream.

You may elect to convert your account into a lump sum at any time. If you are under age 60, however, there may be tax payable on the benefit.

#### TTR Income Stream

Once you commence a TTR Income Stream, you are only able to make lump sum withdrawals (commutations) where you withdraw an amount classified as an unrestricted non-preserved benefit, you retire on or after reaching preservation age, reach age 65 or satisfy some other 'condition of release' with a nil cashing restriction.

## Term Allocated Pension

You can only commence a Term Allocated Pension with rollovers from other term allocated pensions and/or complying income streams. These types of accounts are non-commutable meaning, in exchange for tax and social security concessions, you have agreed to take pension payments only from this type of account.

## Death benefits

### Binding death benefit directions

The following types of death benefit directions are available to you in Super Accelerator:

- binding death benefit direction (non-lapsing), and
- binding death benefit direction (fixed term)

in favour of your dependents and/or your legal personal representative.

If you do not provide a valid binding death benefit direction **netwealth** will pay the death benefit to your legal personal representative or if you do not have a legal personal representative in accordance with superannuation law.

### Transfer out of Super Accelerator

Upon your request and where all required information has been received, we will process any rollover of your benefits to another fund from your Super Accelerator account within 30 days. The actual time taken to complete a rollover of benefits will depend on when funds become available from the realisation of your investments. After we have received your fully complete request we will initiate redemption or withdrawal of your funds from the investments within 3 days. We will then complete the rollover within a further 3 days of receiving the funds from all of the investments being redeemed.

Where an investment is 'illiquid' (that is, it cannot be converted to cash within 30 days or converting the investment to cash will have a significant adverse impact on the value of the investment) we will advise you of the likely timeframe for the redemption. We can usually rollover any other amount in your account, excluding the value of the illiquid investment. You can then leave that investment until maturity, until it is able to be redeemed or transfer the investment out of Super Accelerator. Depending on the preservation status of your benefit, you may be able to transfer the illiquid investment to another 'platform-like' superannuation fund, a self managed superannuation fund, or directly into your name. Please ensure that you are familiar with the underlying terms and conditions of any investments that you select. The liquidity of a particular investment may also affect other benefit payments or switch requests. We will advise you of this if this is the case.

There are also important considerations associated with any potential social security benefits that you may be entitled to. These factors should also be considered prior to making decisions about your superannuation.

#### Death benefits:

There are special rules around the payment of benefits when a member dies. This area of superannuation law is complicated. For more information, you should refer to Information Guide 11: Death Benefits.

## How super is taxed

### More about tax:

More information about tax is available in Information Guide 10: Tax and Social Security.

### Contribution

**caps:** Details of the Government's contribution caps are available in Information Guide 5: Contributions to Superannuation.

When money is deposited into your Super Accelerator account, you may be liable to pay tax on certain contributions. Generally speaking, up to certain limits, tax deductible or 'concessional' contributions made into your Super Accelerator account (which may include contributions from your before tax salary) are taxed at 15%, while 'non-concessional' contributions, which are not tax deductible (including contributions made from your after tax salary) are not subject to this contributions tax. Certain high income earners may receive an additional assessment of 15% directly from the ATO on these contributions. In most instances, rollovers from other super funds are not taxed when transferred into Super Accelerator.

If you make either concessional or non-concessional contributions of more than that allowed by law, you may have to pay additional tax.

Any investment earnings in Personal Super will generally be taxed at 15%. In some instances, some income may be taxed at lower rates or not at all. Investment earnings in the Income Stream Service are not generally taxed.

If you are over 60 years of age, when you make withdrawals from your account, the proceeds will generally be tax free.

If you are less than 60 years of age, you may have tax deducted from your withdrawal amount.

If there is tax payable on your contributions to the Fund or your investment earnings in the Fund, or if your withdrawals from the Fund are taxable, then we will deduct the required amount from your Super Accelerator account and pay it to the Australian Taxation Office (ATO).

When you join Super Accelerator, it is important that you provide us with your tax file number otherwise you may pay more tax than you have to on both contributions and withdrawals. In some circumstances, if you do not provide your TFN you may even be prevented from making some types of contributions.

## Further information

### Adviser representative

#### Appointment of adviser representative

If you have a financial adviser, you are automatically taken to be agreeing to appoint your financial adviser as your adviser representative.

Before your adviser may act as your adviser representative, the adviser's Australian Financial Services Licensee must first be registered with **netwealth** for that purpose.

If you do not want your financial adviser to act as your adviser representative you may revoke the automatic appointment by completing the opt-out section in the Application form.

If you do not opt-out of having your financial adviser as your adviser representative, we will recognise your financial adviser as your adviser representative until you tell us in writing that you do not wish them to continue as your adviser representative.

Once appointed, your adviser representative will be responsible for ensuring you receive all relevant documentation prior to dealing with your investment in your Super Accelerator account and for keeping copies of your transaction instructions.

Your adviser representative may authorise an officer or employee of the financial adviser to give instructions in relation to your Super Accelerator account and they are bound by the same terms and conditions as the adviser representative.

Your adviser representative will be empowered to act on your behalf on all matters relating to your Super Accelerator account, with the following important exceptions:

- we will not accept instructions from an adviser representative to change any of your bank account details without written evidence of your agreement; and
- adviser representatives do not have the power to appoint a different adviser representative on your behalf (although they can change the officer or employee authorised to give instructions to us and if your adviser representative is an AFS Licensee they can also change the authorised representative authorised to give **netwealth** instructions).

Where your adviser representative provides any instructions for a lump sum benefit payment from your investment, we will only process these payments to your nominated bank account. This nominated bank account can only be updated by an original signed instruction from you, or by you logging in and changing it online.

#### Responsibility for your adviser representatives

We are not responsible for the actions of your adviser representative or for the actions of their officers, employees or authorised representatives. The fact that **netwealth** has registered your financial adviser is not to be taken as an endorsement of them by **netwealth**.

By not opting-out of the appointment of your financial adviser as your adviser representative, you agree to:

- release and discharge **netwealth**, its directors, officers and employees from and against all actions, claims, demands and proceedings, except to the extent that they act negligently or wrongfully; and
- indemnify **netwealth** its directors, officers and employees from and against all losses, liabilities, actions, claims and demands and proceedings, arising out of your appointment of your financial adviser as your adviser representative or dealings made at the instruction or request of your adviser representative, or any purported transaction or dealing made at the instruction of your adviser representative where **netwealth** reasonably believes that your adviser representative is acting within their authority and except to the extent that **netwealth** or any of its directors, officers or employees acts negligently or wrongfully.

#### Important warning about appointment of adviser representatives:

As your adviser representative will have full authority to act on your behalf on matters concerning your account and investments, it is essential that you have complete confidence in your financial adviser handling your investments. If you have any doubts about this, you should complete the opt-out section in the Application form.

**If you wish to appoint an additional adviser representative**

In some cases it is possible to appoint an additional adviser representative who will also have authority to act on your behalf on matters concerning your account and/or investments. The terms of the appointment must be agreed with **netwealth** and your financial advisers.

**If you do not wish to appoint an adviser representative**

It is your decision whether you want to opt-out of the automatic appointment of your adviser as the adviser representative to operate your account.

If you do not wish to appoint an adviser representative you should complete the opt-out section in the Application form.

**If you wish to cancel the appointment of your adviser representative**

If at any stage you wish to cancel the appointment of your adviser representative, you must immediately notify us in writing. We will not be liable for any action taken on the instructions of the adviser representative prior to us receiving your notice.

We may refuse to act on any instructions or requests of the adviser representative or anyone it authorises to operate your account or refuse to provide the adviser representative with information about your Super Accelerator account or report to the adviser representative at our absolute discretion.

**Where your adviser representative changes AFS licensee**

Where your financial adviser is not an AFS Licensee then usually, for legal purposes, they will be providing financial services on behalf of an AFS Licensee. In these circumstances, if your financial adviser ceases to provide services on behalf of that AFS Licensee, the financial adviser will automatically cease to be your adviser representative unless and until:

- you and/or the AFS Licensee that your adviser now represents notify us that the financial adviser is to remain your adviser representative, and
- the AFS Licensee that your financial adviser now represents is registered with us for that purpose.

**Where your adviser representative ceases to be authorised by an AFS licensee**

If your adviser representative ceases to be authorised by their AFS Licensee then we may accept instructions from that AFS Licensee to appoint another adviser as your adviser representative.

**Communication about your account****Website access**

When you complete your Application form you will be given a choice as to whether you require online access to your account and how you wish us to communicate with you. If you choose to have online access you can access information about your Super Accelerator account on our website.

If you have provided us with your email address and do not otherwise indicate the type of access you require then you will have online access to browse your account but not to transact.

### How we communicate with you

When you complete your Application form you will be given a choice as to how you wish us to communicate with you, either electronically or by post. If you nominate by post then all communication from **netwealth** to you will be sent to your nominated postal address.

If you have provided us with your email address and nominate to receive communications 'electronically', or do not otherwise indicate how you would like to receive communications, then all communications will be sent to you by:

- an email sent to your email address; or
- an attachment to an email sent to your email address; or
- notification to you that the communication is available for you to access in your secure online account or on the public website.

Communications includes all letters, statements, confirmations, notices and any legally required communications but does not include information that you agree to access through your online account.

### Annual Member Statement

Once a year, we will provide you with an Annual Member Statement with details of your investments, transactions and superannuation benefits. If you have online access, your Annual Member Statement will be available in your online account and will not be sent to you, unless you request in your Application form to have it sent to you. If you do not have online access or you request to have your Annual Member Statement sent to you, it will be sent as a communication, either electronically or by post as described above.

### Transaction confirmations

When you transact on your account, if you have online access then you can access information about your transactions in your online account. In this case we will not send you confirmation of your transactions unless you request in your Application form to have confirmation statements sent to you. If you do not have online access or you request to have transaction confirmations sent to you then, if you have transacted during a month, you will receive a monthly confirmation statement which details activity such as contributions, new investments and redeemed investments (where these have occurred).

### Corporate actions and changes to managed funds

We will sometimes receive information from listed entities regarding corporate actions. This may include notice of rights issues, bonus issues, share purchase plans or share buy backs, or may simply be to advise of an annual general meeting. We may also receive information from managed funds about changes to the product including changes to the manager, structure or investment strategy. As investments are held in our name, we will only pass on information that we feel will have a material financial effect on the holding. You will usually not be informed of 'business as usual' matters, such as annual general meetings.

Some advisers have arrangements with their clients for the adviser to receive all communications about corporate actions and changes to managed funds. This is to reduce the amount of correspondence you receive and ensure that the adviser can help you determine and implement actions you need to undertake. **netwealth** may, at its discretion, enter into an arrangement with an adviser for all such communication about investments to be directed to the adviser and not to you. In this instance the adviser undertakes to ensure that you have agreed to the arrangement with them, that you are notified of any such communications and that they seek your instructions about any required actions.

#### More about

#### communications:

To find out more about how we communicate with you and the information available refer to Information Guide 2a: Operating your Super Accelerator account.

#### More about corporate

**actions:** More information about corporate actions is available in Information Guide 3: Investments.

#### Correspondence about corporate actions:

It is important that you and your adviser agree how communications about corporate actions will be managed. You should discuss this with your adviser.

**More about AML/**

**CTF laws:** Refer to the Attorney-General's Department website: [www.ag.gov.au](http://www.ag.gov.au) or the AUSTRAC website: [www.austrac.gov.au](http://www.austrac.gov.au) for more information.

## Anti-Money Laundering and CTF Legislation

The Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (AML/CTF Act) applies to the financial services we provide and requires us to:

- identify customers before providing certain services or making a payment;
- report suspicious transactions; and
- adopt and maintain an AML/CTF program.

To comply with the AML/CTF Act, we may require you to provide information and other documents in order for us to verify your identity before we invest your funds or where you request a payment from the Fund. You will be asked to provide identification documents and information to your financial adviser or directly to us.

These documents may include such documents as a passport, a birth certificate, a driver's licence, a bank statement or a utilities statement. If you do not provide the requested documentation we may not invest your funds until all information or documentation is received. We may also refuse to accept you as a member of the Fund where required information or documentation is not received.

Our AML/CTF program includes ongoing monitoring of customer activity and the reporting of any suspicious matters to government agencies (including AUSTRAC). All personal information collected under the AML/CTF Act is subject to the collection, use, disclosure, quality and security of personal information as required under the Privacy Act 1988.

## Privacy

When you complete the Application form attached to this document, we will be collecting personal information from you. While you are a member of Super Accelerator, we may collect additional personal information from you by other means.

We need to collect personal information from you for the primary purpose of providing you with an interest in Super Accelerator. There are also a number of related purposes for which the personal information will be used. These are to process applications, administer investments, manage the assets comprising your account and to comply with Australian superannuation and taxation laws.

It may be difficult for us to provide you with an interest in Super Accelerator, or process an application, if you do not provide us with all the information required. The information that you provide to us may be disclosed to certain organisations. The types of organisations or persons to whom we usually disclose the information provided by you include:

- the Australian Taxation Office, ASIC, APRA and other Government bodies as required by law;
- your adviser or adviser's AFS Licensee; and
- any third party service provider we engage to provide administration, custody, investment management, technology, auditing, mailing or printing services.

If you choose to invest in international securities through the Fund, we may disclose personal information to persons located in overseas jurisdictions as may be appropriate in relation to **netwealth** buying, selling or holding international securities on your behalf.

The personal information that we collect will be used for marketing purposes unless you indicate you do not want this to happen.

If you have any questions about the personal information we collect, you can call or write to us. If you wish to access your personal information, which is held by us, please let us know in writing.

**Privacy policy:**

A copy of the **netwealth** Privacy Policy is available on our website or by contacting us.

**Privacy & insurance:**

More information about privacy and how we use your personal information in relation to insurance is available in the Insurance Guide.



## What if I change my mind?

When you join Super Accelerator and make your first contribution or rollover, if you subsequently decide to cancel your application, you have a 14 day cooling-off period, which begins on the earliest of the following dates:

- when we send you confirmation that your application has been accepted or the initial contribution is viewable on our website; or
- the end of the fifth business day after the day on which we accept your application.

We will only pay the money back to the source of the funds (subject to preservation requirements) or transfer your benefit to another eligible superannuation fund, approved deposit fund or Retirement Savings Account of your choice. You must nominate that superannuation arrangement within one month of notifying us of your cancellation request.

We are allowed to (and generally do) make adjustments for any market movements up or down, as well as any tax or duty paid or payable and reasonable transaction and administration costs.

For example, if you invest \$5,000 in a balanced option and the value of units in the option falls by 1% between the time you invest and the time we receive your request to cancel your account under cooling-off provisions, we may deduct \$50 to take account of the reduced unit value. This means that \$4,950, minus any applicable fees, would be transferred from Super Accelerator for you.

## Complaints

We have arrangements in place to consider and seek to resolve any complaints within 45 days of receipt. If you have a complaint, you may contact us by email, telephone or in writing to:

The Manager – Investor Services  
**netwealth** Investments Limited  
PO Box 336  
SOUTH MELBOURNE VIC 3205

If you are not satisfied with the result of our internal complaints procedure, you may be able to refer your complaint to the Superannuation Complaints Tribunal. The Tribunal is an independent body established by the Federal Government, and provides a forum for the resolution of disputes between trustees and members of superannuation funds. The tribunal will deal with your complaint impartially and has the authority to make a binding ruling. You can get more information by calling 1300 884 114, going to [www.sct.gov.au](http://www.sct.gov.au) or writing to:

Superannuation Complaints Tribunal  
Locked Bag 3060  
GPO MELBOURNE VIC 3001

## How to join Super Accelerator

To open a Super Accelerator account you will apply for membership of the **netwealth** Superannuation Master Fund. Once you have read this PDS you can:

- complete an application online at [www.netwealth.com.au](http://www.netwealth.com.au) (once you have completed the online application you will need to print it, sign it and send it to us for verification); or
- download the Application Forms Booklet from our website and complete the forms on your computer, print and sign the forms and send them to us; or
- obtain the Application Forms Booklet from our website, from your financial adviser or by contacting us on Freecall 1800 888 223, complete the forms and send them to us.

## Things you agree to when you apply to become a member of the Fund

When you apply for membership of the Fund you expressly agree to all the things set out below.

### 1. You agree to the terms and conditions in this PDS

You agree that you have read this PDS, including all of the separate documents taken to be part of it which are relevant to you and you agree to the terms and conditions set out in this PDS.

You agree that it is your responsibility to familiarise yourself with the aspects of the Fund that are relevant to you, both when you apply to become a member of the Fund and if you subsequently choose to use new or additional facilities. For example, if you initially choose to invest in managed funds through the Fund and then at a future date you choose to invest in ASX listed or international securities, it is your responsibility to familiarise yourself with the terms and conditions that relate to ASX listed or international securities.

### 2. You agree it is your responsibility to check updates before making future investments

You agree that, while the information in this PDS is up to date as at the time when it is given to you, from time to time in the future there may be changes materially affecting the Fund and, before deciding to make further investments, it is your responsibility to familiarise yourself with the changes which are notified by **netwealth** in notices to members and in supplementary product disclosure statements and in new product disclosure statements (which are available to members on our website at [www.netwealth.com.au](http://www.netwealth.com.au)) or by a combination of these things. Where you invest further amounts in the Fund in the future, you agree that you do so on the basis of the changes notified by **netwealth** in these ways.

### 3. You are bound by the trust deed

You agree to be bound by the terms of the Fund's trust deed.

### 4. Disclosures and payments to your financial adviser

You agree that **netwealth** can disclose to each person named in the section of the Application form headed 'Nominate adviser and adviser fees' and to their officers, employees and authorised representatives information regarding your application and/or investments made as a result of it.

You agree that **netwealth** can pay the fees as set out in the section of the Application form headed 'Nominate adviser and adviser fees' (including as varied by you from time to time) to the AFS licensee named in Part A of that section of the application unless an adviser is named in Part B of that section, in which case those fees are to be paid to the adviser named in Part B.

Where you direct **netwealth** to make a payment to your adviser from your account in the Fund, you warrant to **netwealth** that the payment relates to services provided to you by the adviser in relation to your interest in the Fund.

## 5. Appointment of an adviser representative

You agree that, unless you have opted out of appointing an adviser representative, you accept and understand the conditions and have read and noted the warning on page 35 of this PDS.

## 6. No guarantee or advice from netwealth

You agree that investments made through the Fund, including any interests in any managed funds, ASX listed securities, international securities or any other investments are subject to investment risk, including possible delays in repayment and loss of income and capital invested.

You agree that neither the repayment of capital nor the investment performance of the investments in the Fund are guaranteed by **netwealth**.

You agree that neither **netwealth** nor any of its directors, officers or employees have given you any investment advice with regard to the Fund.

## 7. Privacy and use of information about you

You agree that you have read and understood the 'Privacy' section of this PDS and the **netwealth** Privacy Policy and you agree to your personal information being collected and used in accordance with this section and the **netwealth** Privacy Policy. You acknowledge that you can opt out from the use of that information for the purpose of direct marketing, by telephone or by writing to **netwealth**.

You agree that you will provide **netwealth** with any information **netwealth** may request which relates to investments made into the Fund, and if any of the information provided by you changes, you agree to notify **netwealth** as soon as possible.

If you choose to invest in international securities through the Fund, you agree to **netwealth** providing to persons located in overseas jurisdictions such personal information as may be appropriate in relation to **netwealth** buying, selling or holding international securities on your behalf.

## 8. Investments made for you through the Fund

You direct **netwealth** to hold your funds in the cash account until you select other investment options.

You agree that **netwealth** will purchase investments in accordance with your instructions from time to time using funds in your cash account.

You agree that it is your responsibility to become informed about all investments you request to be made through your account, to monitor the ongoing performance of those investments, and to direct **netwealth** to make all changes to the investments that you believe are appropriate.

You agree that you have read the product disclosure statements or other disclosure documents of the managed funds (if any) you are investing in through the Fund. You agree that **netwealth** is not responsible for providing you with updated information in relation to managed funds that you invest in through the Fund and you will consider whether it is necessary to obtain a current product disclosure statement and continuous disclosure information for the managed fund before you make switches and/or further investments in a managed fund, including investments under a reinvestment plan or dollar cost averaging plan. You agree that **netwealth** has provided you with access to the Accessible Managed Funds Menu for the Fund.

You agree that, if you choose to invest in ASX listed securities or international securities through the Fund, you are aware of the additional costs and risks associated with investing in these securities. You agree that, in relation to investing in ASX listed securities and international securities, you have read and understood that these investments are subject to limits set from time to time by **netwealth** and that **netwealth** may, at its discretion, redeem and/or restrict any ASX listed securities or international securities should your holdings exceed the limits as set from time to time by **netwealth**. You agree that, in relation to investing in managed funds, you have read and understood that these investments are subject to limits set from time to time by **netwealth**. You agree that **netwealth** may, at its discretion, redeem and or restrict any managed fund holdings should your holdings exceed the limits as set from time to time by **netwealth**.

You agree that, if you make an investment in an investment option that is designated as an illiquid investment (in the Accessible Managed Funds Menu as updated on our website at [www.netwealth.com.au](http://www.netwealth.com.au)), you have been informed that:

- (a) **netwealth** is not required to transfer the whole of your withdrawal benefit (or a partial amount requested to be transferred) within 30 days after receiving all information prescribed by superannuation law (including all information that is necessary to process your request);
- (b) the reasons why an investment is illiquid is due to the underlying fund manager imposing withdrawal restrictions or having the ability to extend the withdrawal period in certain market conditions;
- (c) the maximum period in which a transfer must be effected is the period set out in the underlying product disclosure statement for the illiquid investment which may be up to 365 days for some illiquid investments. You understand and accept that a period longer than the 30 days mentioned in (a) above is required (possibly in respect of the whole of the requested transfer amount) because of the illiquid nature of the investment.

You agree that managed funds will continue to be purchased under the reinvestment plan or dollar cost averaging plan in accordance with the instruction you have given to **netwealth** until you give instructions otherwise or the reinvestment plan or dollar cost averaging plan is terminated.

#### **9. Eligibility to contribute to the Fund**

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 **netwealth** and cease making contributions to the Fund if you cease to be eligible to contribute under superannuation law.

#### **10. Fees, expenses and maintaining a minimum cash balance**

You agree to pay **netwealth** all fees, expenses and costs described in this PDS and agree that **netwealth** may withdraw from your account an amount equal to the value of these fees, expenses and costs should this be required.

You agree that **netwealth** may check from time to 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 **netwealth** may redeem or sell assets as described in the section of this PDS headed 'Topping up your cash account' on page 15.

#### **11. Instructions by facsimile or email**

You agree that **netwealth** may accept instructions, signed, or apparently signed by authorised signatories to your account, to act on your account in the form of:

- (a) copies received by fax, or
- (b) scanned documents (such as portable document files - pdf) sent electronically.

You agree that **netwealth** will not act on any instruction that is not an original or in the form of a scanned document (i.e. fax or pdf). For example, **netwealth** will not act on an email without an attachment. You also agree that **netwealth** will not act upon any request that **netwealth** has reason to believe is not genuine. For your protection, **netwealth** will not accept faxed or scanned document requests to amend bank account details.

If you send documents by fax or email (or allow your adviser to do so), you agree to release, discharge and indemnify **netwealth**, its directors, officers and employees against all losses, liabilities, actions, claims and demands arising from any instructions **netwealth** receives by fax or email.

**12. Communications online**

Where you have provided an email address in your Application form and have not selected to receive communication by post, you agree to have browse online access to your account and to receive all communication electronically as described on pages 36 and 37 of this PDS.

If you have agreed or elected to browse or transact online you will have online access and you expressly agree that, unless you instruct us otherwise:

- (a) your Annual Member Statement will be available in your online account and will not be sent to you; and
- (b) confirmation of transactions will be made by us to you through your online account and we will not send you a monthly confirmation statement confirming transactions.

**13. LifeWRAP consent**

If you establish a LifeWRAP Individual Policy:

- (a) you agree that **netwealth** may deduct from your cash account the insurance premium calculated by the insurer and pay this amount to the insurer on your behalf;
- (b) you agree that **netwealth** may deduct the LifeWRAP administration fee from your cash account monthly in advance;
- (c) you agree that you have read the product disclosure statement for the insurance policy and you agree that any insurance cover will only be provided to **netwealth** (on your behalf) by the insurer on the terms and conditions set out in the policy with the insurer and that all decisions relating to insurance cover and claims under the policy are made by the insurer;
- (d) if there is insufficient cash in your cash account to pay the insurance premiums as they fall due, you agree that **netwealth** may sell or redeem investments to top up your cash account to meet the minimum cash requirement;
- (e) despite (d) above, you agree that it is your responsibility to ensure that there are sufficient funds available in your account to pay the insurance premiums for your insurance cover and if, for any reason, there are insufficient available funds in your account to pay the insurance premiums as they fall due, you understand that your insurance policy may lapse or be cancelled by the insurer; and
- (f) you agree that you have read the 'LifeWRAP privacy statement' in the Insurance Guide and you agree to your personal information (including health and sensitive information) being collected, used and disclosed by **netwealth** and the insurer including to each other and to their external service providers/contractors and third parties as contemplated in the privacy statement in order to assess, verify or process your application for insurance with the insurer or any claim you may make under the policy.

**14. Transferring from Super Wrap to Super Accelerator**

If you have an existing **netwealth** Super Wrap account and you complete the section of the Application form headed 'Transfer from an existing **netwealth** Super Fund account', you agree that by providing your Super Wrap account number and signing the Application form, we may transfer the assets comprising the balance of your existing Super Wrap account to your Super Accelerator account, close your Super Wrap account and transfer all details and features applying to that account to your new Super Accelerator account.

If you have chosen the Core option in Super Accelerator and your Super Wrap account comprises assets not available in Super Accelerator Core, you agree that by providing your account number and signing the Application form, we may redeem or sell all investment options not available in Super Accelerator Core and invest the proceeds in the cash account until you provide us with further investment instructions.





A dedicated investor services line is available  
for all client enquiries on 1800 888 223.

POSTAL ADDRESS

**netwealth** Investments Limited  
PO Box 336  
SOUTH MELBOURNE VIC 3205

SA-PDS-JAN/2014 (MOT2873)