

Changes to your account

Effective 1 September 2026

This notice applies to the following products:

- Macquarie Super and Pension Manager II
- Macquarie Super and Pension Consolidator
- Macquarie Super and Pension Manager
- Macquarie Super Accumulator
- Macquarie Super and Pension (Vision)
- Premium Portfolio Service Super and Pension Account

If you have any questions about the changes explained in this document, we recommend speaking with your adviser.

Operational Risk Financial Requirement (ORFR) fee¹

Under superannuation law, the Trustee is required to maintain adequate financial resources to address losses arising from operational risks that may affect the Fund. This requirement is known as the ORFR. There is a cost associated with complying with the ORFR and this cost is passed onto the Macquarie Superannuation Plan (the Fund).

Currently, the ORFR fee is 0.03% pa of the balance of your super and/or pension account, subject to a maximum of \$300 pa per account, and it is paid from the Fund's reserves.

From **1 September 2026**, the ORFR fee will be paid directly from your account on a monthly basis. The amount you pay from your account each month will depend on your account balance each month but will always be subject to a maximum fee of \$300 pa (maximum of \$25 per month) per account.

¹ The ORFR fee doesn't apply to members who transitioned from SuperOptions to the Super Accumulator product, or from the ADF Fixed Pension Plan to the Pension Manager product.

What does this fee change mean for you?

The total administration fees and costs paid directly from your account will increase due to this change to the ORFR fee. The amount of this fee change will vary depending on your account balance.

Example account balance	Current ORFR fee (pa) paid from the Fund's reserve	ORFR fee (pa) paid directly from your account from 1 September 2026
\$100,000	\$30	\$30
\$200,000	\$60	\$60
\$500,000	\$150	\$150
\$1,000,000	\$300	\$300
\$1,500,000	\$300	\$300

Standing investment instructions:

From **1 September 2026**, we're extending the circumstances where we may sell down assets on your behalf.

Where your cash account balance is too low to fund upcoming pension payments and you don't have an Automatic Cash Management (ACM) plan, we will sell eligible assets* in the sequence set out below to fund those upcoming pension payments. This will happen on or around the 20th of each month, and will target a cash balance that is enough to ensure:

- you meet the minimum cash balance required, and
- we can make any regular pension payments to you that are due within the next month.

* Eligible assets are daily transacting managed funds and SMAs.

Please note that, from 19 February 2026, we also updated the sell-down sequence for circumstances where we are required to sell assets on your behalf, including to fund pension payments. Where required, we'll draw down from investments in the order of the investment categories outlined below, from highest to lowest value in each category:

1. Daily transacting managed funds and SMAs, then
2. Australian listed securities, then
3. Non-daily transacting managed funds, then
4. Other eligible investments.

More information

The updated offer document relevant to your product will be available at macquarie.com.au/wrap-product-info from **1 September 2026**.

If you have any questions about these changes, please speak to your adviser or visit Help Centre at macquarie.com.au/help.

This information is issued by Macquarie Investment Management Limited ABN 66 002 867 003 AFSL 237492 RSEL L0001281 (MIML).

Funds invested in any Macquarie Wrap products issued by MIML (the Wrap products), other than any holdings in term deposits and cash deposits with Macquarie Bank Limited, are not deposits with or other liabilities of Macquarie Bank Limited, and are subject to investment risk, including possible delays in repayment and loss of income and capital invested. No member of the Macquarie Group guarantees any particular rate of return or the performance of the Wrap products, nor do any of them guarantee the repayment of capital.

Macquarie Super and Pension Manager II

Product Disclosure Statement

Macquarie Wrap

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Product Disclosure Statement (PDS) issued by Macquarie Investment Management Limited ABN 66 002 867 003 AFSL 237492 RSEL L0001281.

Date of issue: 1 October 2024

Macquarie Super and Pension Manager II (Super and Pension Manager II) is part of a superannuation fund established by way of a trust deed. The trustee for the superannuation fund is Macquarie Investment Management Limited ABN 66 002 867 003 AFSL 237492 RSEL L0001281 (MIML, the Trustee, we, us, our).

MIML has appointed Bond Street Custodians Limited ABN 57 008 607 065 AFSL 237489 (BSCL) to hold the Fund's investments in custody. BSCL also liaises with the product issuers of those managed investments that appear on the Investment Menu. BSCL and MIML are both Macquarie Group entities. Macquarie Group means Macquarie Group Limited and its related bodies corporate (as defined in the *Corporations Act 2001* (Cth)).

The information contained in this Product Disclosure Statement (PDS) for Super and Pension Manager II should be read in conjunction with the Technical Information Booklet (TIB) and Investment Menu, which are incorporated by reference.

In deciding whether to acquire or continue to hold an investment, you should consider the PDS, TIB and Investment Menu. Applications can only be made on the application form. The Trustee may change any of the terms and conditions in this PDS, including current fees and charges. In making changes, the Trustee will always act reasonably and will give you notice as required by law. Information that is not materially adverse is subject to change from time to time and may be updated through the website macquarie.com.au/investing/macquarie-wrap. If you are unable to access the online information, your adviser or MIML can provide a copy free of charge.

MIML is not an authorised deposit-taking institution for the purpose of the *Banking Act 1959* (Cth), and MIML's obligations do not represent deposits or other liabilities of Macquarie Bank Limited ABN 46 008 583 542 AFSL 237502 (MBL). Any investments are subject to investment risk including possible delays in repayment and loss of income and principal invested. MBL does not guarantee or otherwise provide assurance in respect of the obligations of MIML.

Investments in Super and Pension Manager II, other than any holdings in term deposits with MBL and the Wrap Cash Hub are not deposits with or other liabilities of MBL or of any Macquarie Group company, and are subject to investment risk, including possible delays in repayment and loss of income or principal invested. Neither MBL, MIML nor any other member company of the Macquarie Group guarantees the performance of Super and Pension Manager II, the repayment of capital or any particular rate of return of the investments purchased through Super and Pension Manager II.

This invitation to offer is only available to people receiving this PDS (electronically or otherwise) within Australia.

A copy of this PDS and other important information is available from macquarie.com.au/investing/macquarie-wrap.

Superannuation through a Wrap service

Super – a long term investment

Superannuation is a long term investment to help you save for your retirement. It can be an effective structure to help you save due to tax concessions provided by the Government.

It is, in part, compulsory as your employer is generally required to contribute a portion of the money you earn to your super savings. Other contribution types are also available, including personal and government contributions. In most cases, you will have the choice into which superannuation fund your employer makes contributions. However, there are limits on the amounts you can contribute into super.

There are also restrictions on withdrawing funds from your account. You must meet a condition of release before you can access your benefits.

More information on superannuation, including the limits on contributions and how you can access your benefits, is available in the TIB.

What is a Wrap service?

A Wrap service draws all of your investments together around a central cash flow account. This enables easy administration of your retirement savings, as all buying, selling, reporting and maintenance of investments held in your account occurs in one place.

Super and Pension Manager II is a Wrap-style account designed for investors who are looking for:

- access to a broad range of investment options
- consolidated reporting, and
- someone else to manage the paperwork related to their retirement savings.

You also benefit from online access to your account details, efficient administration features and estate planning options, all backed by Macquarie's leading-edge technology and deep technical know-how.

Macquarie Wrap

Macquarie Wrap is provided by MIML. MIML is an entity within the Macquarie Group that provides a wrap platform of which Super and Pension Manager II is one of several products.

MIML is the trustee of Super and Pension Manager II. The Board of MIML is comprised solely of independent directors.

Smart superannuation solutions

Super and Pension Manager II is comprised of:

- Super Manager II: an accumulation superannuation solution, and
- Pension Manager II: offering both transition to retirement pensions and a standard account-based pension.

Important information

This document, the PDS, aims to provide you with the information necessary to open your account.

The TIB, incorporated by reference into the PDS (Document number MAQSTO1), contains general technical information to help you understand your superannuation. It is available online at [macquarie.com.au/supertech](https://www.macquarie.com.au/supertech).

The Investment Menu, incorporated by reference into the PDS (Document number MAQSIM03), contains information about the available Eligible Investment and Eligible Insurance options. It is available online at [macquarie.com.au/supermenu](https://www.macquarie.com.au/supermenu).

This document should be read in conjunction with the TIB and the Investment Menu (which together form the PDS for Super and Pension Manager II) and the PDSs and other disclosure documents of the underlying investments that you may invest in and insurance cover that you may choose. PDSs and other disclosure documents and statements of the Eligible Investments are referred to collectively as 'disclosure documents' throughout this PDS. Information incorporated by reference into this PDS is available at [macquarie.com.au/investing/macquarie-wrap](https://www.macquarie.com.au/investing/macquarie-wrap).

If you are unable to access the online information, your adviser or MIML can provide a copy free of charge.

The information contained in this PDS is general information only. We have not taken into account your objectives, financial situation or needs. You should

consider the appropriateness of the information in this PDS, taking into account your objectives, financial situation and needs, before acting on any information in this PDS. You should obtain the relevant disclosure documents for a financial product before making any decision about whether to acquire that financial product.

Companies named in this document and the TIB, have given and have not withdrawn their consent to statements by them, or statements based on statements by them, in the form and context in which they appear.

The Wrap Cash Hub is a deposit held with MBL by the Fund's custodian, which forms part of your Super and Pension Manager II account. Your interest in the Wrap Cash Hub will not be directly protected by the Federal Government's Financial Claims Scheme. You may have a pro-rata entitlement to the Fund's aggregate cap amount of \$250,000 per deposit account per authorised deposit-taking Institution (ADI). However, this entitlement ranks in proportion with all other members' Wrap Cash Hub holdings which, given the number and value of other members' holdings, means that your pro-rata entitlement is likely to be negligible. Please contact us or your adviser if you would like information on how the Federal Government's Financial Claims Scheme may indirectly apply to your interest in the Wrap Cash Hub.

MIML is a member of the Financial Services Council (FSC). FSC member companies must comply with standards set by the association, which are primarily designed to inform investors.

How does Super and Pension Manager II work?

Super and Pension Manager II is designed for members who have advisers to provide them with personal advice in respect of their investments and assist them to manage their account.

Your Adviser

Where you have an adviser linked to your account, they should be your main point of contact and any queries about your account should be directed to them. When you open your account and nominate an adviser to be linked to your account, you authorise your adviser and other people working in or for their organisation, to give us instructions on your behalf, as set out throughout this PDS and you authorise us and our agents to rely on and act on those instructions.

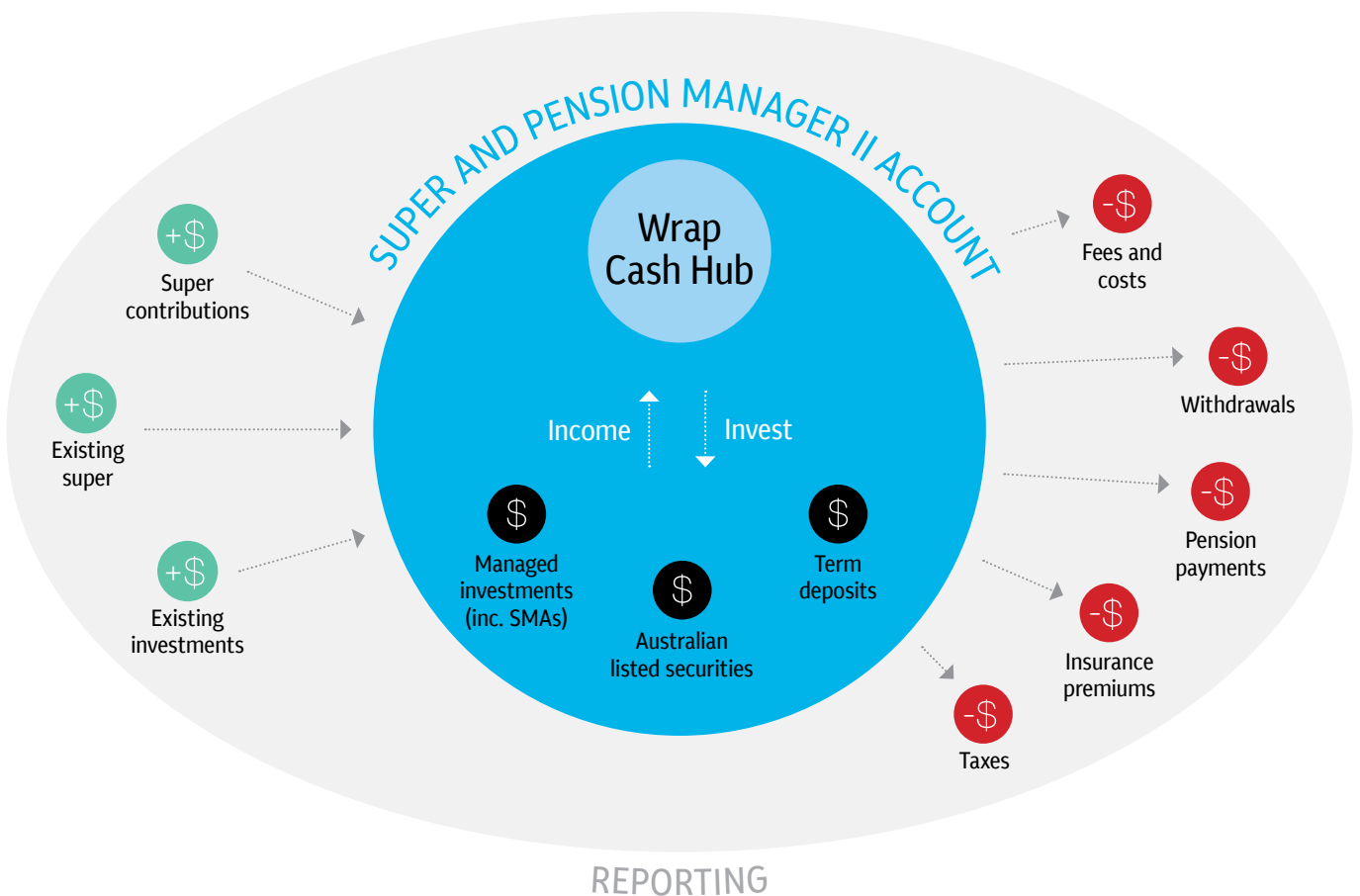
The role of your adviser includes the ongoing maintenance of your account.

In particular, your adviser can advise you on an investment strategy which suits your risk profile and needs, and provide you with information about the underlying investments (managed investments including Separately Managed Accounts (SMAs), Australian listed securities and term deposits) available through your account.

With your authority, your adviser can instruct us to buy and sell investments within your account online. Prior to investing or obtaining insurance, your adviser should provide you with the relevant disclosure documents. They are also available from us on request. You should carefully consider these disclosure documents (including the risks section) before investing.

Where the context permits, where this PDS contemplates something being done by an adviser, it should also be read as being done by you.

Where you do not have an adviser linked to your account, you need to operate your account by dealing directly with us. The number and/ or type of investment options available to you may change or reduce if you do not have an adviser. See the *Understanding your investments* section and the *Other information* section for more details.



The Wrap Cash Hub

Your account works with a central cash flow account – the Wrap Cash Hub. All regular transactions into or out of your account, including superannuation contributions, taxes, pension payments, fees and charges are processed through the Wrap Cash Hub.

You can also invest directly into the Wrap Cash Hub from different sources such as contributions from your employer, personal contributions or rollovers from other superannuation funds, using a variety of methods such as BPAY® and electronic funds transfer.

Taking the ‘work’ out of paperwork

We process all investment transactions and manage available corporate actions on your behalf. In most cases, this is done according to the instructions you provide to your adviser which are then communicated to us. This helps reduce the ongoing administrative work for your adviser.

Online reporting

Both you and your adviser can go to Macquarie Online at any time to view a consolidated picture of your portfolio.

Features at a glance

Outlined below are the main features of Super and Pension Manager II.

Feature	Key information
Reporting	
Online access	Through Macquarie Online you can access a range of account information and reporting including your portfolio valuation and transaction history.
Statements	Annual statements on your account will be available online.
Investment options*	
Wrap Cash Hub	The central cash flow account for all the regular transactions into and out of your account.
Managed investments	A wide selection of professionally managed investments across a broad range of investment strategies and styles.
Separately Managed Accounts (SMAs)	A type of managed investment which combines professional portfolio management with the benefits of greater control and visibility of the underlying investments. A wide selection of managed portfolios available.
Australian listed securities	A wide selection of eligible listed securities that can be transacted on the Australian Securities Exchange (ASX), Cboe Australia or such other exchanges as are approved from time to time.
Term deposits	A range of issuers, terms and rates are available.
Automated investment management tools*	
Dollar cost averaging	Regular monthly or quarterly investments from the Wrap Cash Hub into certain eligible managed investments.
Automatic cash management	Manage the balance in the Wrap Cash Hub through the automated buying and selling of eligible managed investments and SMAs.
Automatic rebalancing	Rebalance the eligible managed investments within your account to ensure that your account stays in line with your investment strategy.
Pension features	
Pension payment flexibility	<p>Pension Manager II clients have the flexibility to:</p> <ul style="list-style-type: none"> decide the level of pension payments to receive (subject to Government limits) determine the frequency of payments (fortnightly, monthly, quarterly, half-yearly or annually) choose a transition to retirement pension make lump sum withdrawals. <p>Please note: Some restrictions apply to transition to retirement pensions.</p>
Pension update functionality	You can commute an existing pension, combine the proceeds with additional super and commence a new pension, all within your existing Pension Manager II account (so your account number, personal details and transaction history are retained).
Insurance and estate planning	
Insurance	Super Manager II offers access to optional Eligible Insurance cover. You should consider the insurance disclosure document available from your adviser or the Eligible Insurance provider.
Non-lapsing death benefit nomination	Provides you with greater control over the payment of your benefits in the event of your death.
Child pensions	An extension of the non-lapsing death benefit nomination that allows your benefit to be paid as a tax-effective income stream to your minor children, or certain other children, in the event of your death.
Taxation	
Individual tax processing	Individual tax processing within your account helps you to benefit from the individual investment decisions that you make.

* The number and type of investment options available to you will be impacted and the availability of automated investment management tools may be impacted, if you do not have a registered adviser linked to your account. See *Restrictions on access to Eligible Investments* and *Automated investment management tools* for further information.

Feature	Key information
Investment minimums	
Initial investment	\$10,000
Ongoing account balance	\$10,000
Wrap Cash Hub balance	\$1,000
Balance per term deposit	\$10,000
Balance per managed investment	\$250
Balance per SMA	The minimum balance for each SMA is at the discretion of the SMA provider. For more information regarding the minimum balance per SMA, please refer to the current SMA disclosure documents for the SMAs available from your adviser, or from us.
Managed investment transactions	\$100
Australian listed securities	Balances and transactions are as required by the ASX or such other exchanges as are approved from time to time, subject to a minimum tradeable value of \$500.
Contribution methods	
Super Manager II	Direct credit or BPAY: No minimum Direct debit: \$100 per debit
BPAY	BPAY biller codes to contribute to Super Manager II Personal: 423004 Spouse: 423020
In-specie transfers	Transfer your existing managed investments or Australian listed securities (which are currently available on the Investment Menu) into your account.
Withdrawals	
Minimum withdrawal	\$500 per lump sum withdrawal.
Cooling-off	A 14-day cooling-off period applies to your initial investment in Super and Pension Manager II.
Fees and other costs (for more information, refer to the <i>Fees and other costs</i> section)	
Administration fees	The fees and costs associated with the general administration of your account.
Investment fees	The fees charged by product issuers for the managed investments, relevant SMAs and other Eligible Investments held within your account.
Advice fees	You can negotiate the amount of advice fees (if any) your adviser will receive, provided they are for services solely related to your interest in the Fund.
Other fees and costs	Other fees and costs may apply to your account.
Transacting on your account	
Trading by your adviser	With your authority, your adviser can buy and sell your investments online.
Super to pension transfers	You can switch from Super Manager II to Pension Manager II without realising any capital gain or loss as a consequence of the transfer.
Corporate actions	If you hold Australian listed securities, we generally allow you to participate in corporate actions such as share purchase plans – see the <i>Corporate Actions</i> section under <i>Transacting</i> for more information about corporate actions including when they may not be made available to you.
Optional services	
New Zealand (NZ) KiwiSaver transfers	Transfer your Australian superannuation to an eligible NZ KiwiSaver scheme.
Further information	
TIB and Investment Menu	The TIB contains general technical information to help you understand superannuation. The Investment Menu outlines all Eligible Investments and Eligible Insurance made available by the Trustee as investment options and insurance cover you and your adviser may select. The TIB and the Investment Menu can be accessed at macquarie.com.au/supertech and macquarie.com.au/supermenu . If you are unable to access the online information, your adviser or MIML can provide a copy free of charge.

Opening and adding to your account

Opening your account

To open your account, you must complete an application form, prepared by your adviser.

We require that you:

- have an adviser who is providing you with personal advice (unless you are an existing member of the Fund in another product, in which case this requirement may be waived),
- have online access; and
- nominate your current email address and mobile telephone number for the purposes of receiving notices and information about your account. have online access, and

Contributions

To make or receive contributions into your superannuation account, you must meet certain conditions. These include, for all contribution types except for employer contributions, providing your tax file number. Further contribution acceptance rules are outlined in the TIB.

If the contribution is a personal contribution that you intend to claim as a tax deduction, please refer to the *Claiming tax deductions for your contributions* section for more information.

We are required to report employer contributions to the Australian Taxation Office (ATO) and Australian Prudential Regulation Authority (APRA) as one of three employer contribution types:

- **Employer Superannuation Guarantee:** compulsory employer contributions as part of the Employer Superannuation Guarantee requirements
- **Employer Salary Sacrifice:** additional contributions made from the employee's pre-tax income
- **Employer Other:** contributions made as part of an award or additional employer contributions above mandated amounts.

Your employer is required to nominate one of the above contribution types when making an employer contribution into your account. Where an employer contribution is received and the type is not nominated, it will be recorded as an Employer Superannuation Guarantee contribution.

All contributions, excluding those made by the transfer of existing non-cash assets, will be credited to the Wrap Cash Hub. We only accept contributions made in Australian dollars. Additional contributions can be made to your account via one or more of the following methods.

Contributing via SuperStream

Super Manager II accounts are able to receive employer contributions via SuperStream.

Employers or their service providers will require your account details and the following superannuation fund information to send contribution information and payments via SuperStream:

- Unique Superannuation Identifier (USI) and superannuation product name
- Australian Business Number (ABN)
- Electronic service address.

The USI and ABN for making contributions to Super Manager II are:

	USI	ABN
Super Manager II	65508799106185	65 508 799 106

Employers or their payroll service providers can use the USI and ABN to identify the individual super product on the ATO's Fund Validation Service in order to obtain the crediting details and electronic service address.

BPAY (Super only)

Certain contributions can be made by selecting the BPAY option from an internet or telephone banking service and following the instructions to enter the appropriate biller code based on the type of contribution being made (see list below), your reference number and the contribution amount.

Your 10-digit reference number can be found on your member statement, under account details online, or from your adviser. Your reference number is not your account number.

Super biller codes

Personal	423004
Spouse	423020

Contributions will generally be credited to the Wrap Cash Hub on the second Business Day following the payment. If you are making a personal contribution that you intend to claim as a tax deduction, please refer to the *Claiming tax deductions for your contributions* section. Using an incorrect reference number or biller code may result in delays in processing.

We are unable to accept rollovers and certain contributions (e.g., downsizer, small business CGT concession, personal injury and COVID-19 re-contributions) by BPAY.

Direct debit (Super only)

You or your spouse can make regular contributions by completing the *Direct debit request* form available online or from your adviser. We will debit an amount selected by you (a minimum of \$100 per debit) from the bank or building society nominated on the form at your chosen frequency.

You can also make one-off contributions such as downsizer, small business CGT concession, personal injury and COVID-19 re-contributions by completing the *Direct debit request* form and the applicable ATO form. The applicable ATO form must be provided to us with the *Direct debit request* form, otherwise we may not be able to process your request. We recommend you speak with an adviser to find out if you are eligible to make these types of contributions before submitting the form.

Where the account debited is not in your name, we may require additional documentation to identify that account in relation to you.

You must notify us if you cease to be eligible to make contributions (see the section *Acceptance of superannuation contributions* in *Contributing into superannuation* in the TIB).

Your contributions will be deducted on or shortly after the 8th day of the relevant month(s) and credited to the Wrap Cash Hub, generally on the second Business Day following the deduction. You have a choice of the following direct debit frequencies:

- once only at the time of the request
- monthly
- quarterly in March, June, September and December
- half-yearly in June and December, or
- annually in June.

We are unable to accept rollovers by direct debit.

Canceling a direct debit

To reduce or cancel your direct debit, you or your adviser can simply contact us. Please give us 14 days' notice and notify us before the 24th day of the month to make the cancellation of your direct debit effective in the following month. Your direct debit may automatically cease if:

- your account is closed
- you do not make at least one successful direct debit contribution in every 12 month period
- three direct debits are rejected within a 12 month period, or
- you have otherwise become ineligible to contribute.

We reserve the right to modify or cancel the direct debit at any time; for example, where you have had three or more dishonoured payments. Where your direct debit is modified or cancelled by us and your account is still open, we will first give you 14 days' notice, or contact your adviser.

Direct credit (Super only)

You or your spouse can arrange to make one-off transfers from an Australian bank or building society account into the Wrap Cash Hub. This differs from direct debits because you are crediting funds from your external account, as opposed to us withdrawing from it. Direct credits will generally be credited within two Business Days of the transfer.

If you do not elect the direct credit contribution type on your application form, your adviser can set up or amend the direct credit contribution type online.



Please note: You are only able to elect one contribution type (either personal, child or spouse) for your direct credit facility. Your employer must contribute via SuperStream. If you are making a personal contribution that you intend to claim as a tax deduction, please refer to the *Claiming tax deductions for your contributions* section.

We are unable to accept rollovers and certain contributions (e.g., downsizer, small business CGT concession, personal injury and COVID-19 re-contributions) by direct credit.

Contributions made with managed investments and/or listed securities (in-specie contributions)

You may transfer approved Australian listed securities and available managed investments that you already own into your account, subject to superannuation law requirements. This is referred to as an in-specie contribution.

We only accept in-specie contributions made as either personal (whether non-concessional or concessional) or spouse contributions. See *Claiming tax deductions for your contributions* section below for the requirements for claiming a tax deduction on your personal contributions.

The transfer of investments from your own name to superannuation is generally a capital gains tax event and there may be tax consequences. We recommend that you seek professional tax advice that will consider your individual circumstances.

Stamp duty may be payable on the transfer of certain managed investments.

There must be sufficient cash contributed to meet the minimum cash balance and fees, taxes and other costs.

We are unable to accept contributions by way of transfer of term deposits into your account.

Rollovers

Your superannuation benefits from other complying superannuation funds can be rolled into your superannuation account at any time.

Electronic processing of rollovers (Superstream)

The Fund meets the data and e-commerce standards required to process rollovers electronically.

The USI and ABN for Super and Pension Manager II, required for processing rollovers, are:

	USI	ABN
Super Manager II	65508799106185	65 508 799 106
Pension Manager II	65508799106186	65 508 799 106

Where you are rolling your existing superannuation from a self-managed super fund, you should contact your adviser or administrator so that the relevant standards are met.

Rollovers with managed investments and/or listed securities

You may transfer approved Australian listed securities and managed investments from another superannuation fund into your account, subject to superannuation law requirements. This is referred to as an in-specie rollover. Refer to the *Contributions made with managed investments and/or listed securities* section for further details.

Transferring assets from another superannuation fund is generally a capital gains tax event and there may be tax consequences. We recommend that you seek professional tax advice that will consider your individual circumstances.

Stamp duty may be payable on the transfer of certain managed investments.

Claiming tax deductions for your contributions

To be eligible to claim a tax deduction for your personal contributions, you must give a notice of intent to claim a tax deduction to us within certain timeframes. Your eligibility may also be affected by various factors including your age, whether you meet the work test and level of taxable income.

If you are eligible and intend to claim a deduction for some or all of your personal contributions, you are required to notify us in an ATO-approved format. You can do this by completing either a new application form (for initial contributions), or a deduction notice (for personal contributions made after your account is opened). Once you have submitted a completed notice and, subject to us being able to accept the notice under tax law, the applicable contributions tax will be deducted from your account and we will send you an acknowledgement of your notice.

All personal contributions made by direct debit, direct credit, in specie transfer and BPAY will be processed initially as non-concessional contributions until you submit a valid deduction notice.

To claim a tax deduction, you must submit a deduction notice before:

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

In addition, a deduction notice for personal contributions will be invalid and will not be able to be accepted by us if:

- all or part of the contribution has been covered by an earlier valid notice
- at the time you submit the notice, you have ceased to be a member of the Fund
- at the time you submit the notice, we no longer hold the contributions (including where you have withdrawn or rolled over – in full or part – from your account after making the contributions)
- at the time you submit the notice, you have commenced a pension based in whole or part on the contributions (including where you have partially transferred your account balance to a pension account after making the contributions), or
- you have applied to split the contributions with your spouse (and we have accepted your application).

You may vary an earlier notice in certain circumstances but only so as to reduce the amount you intend to claim as a tax deduction (including to nil). In order to vary an earlier notice, you must also notify us in an ATO-approved format (which you can do by submitting a deduction notice). It is important to note that a variation must generally be lodged within the same timeframes as a deduction notice itself and we will be unable to accept a variation to an earlier notice in any of the circumstances listed above.



Please note: You must have sufficient available cash to allow us to process the deduction notice.

We suggest that you obtain professional tax advice if you are considering claiming a deduction for your contributions.

Further details about the tax treatment of personal deductible contributions are available in the *Taxation* section.

Dishonoured contributions

If a contribution into your account (e.g., by direct debit) is dishonoured, you authorise us to:

- pass on to you any fees associated with the dishonour (these will be deducted from the Wrap Cash Hub, and it may not be possible to advise you of these fees before the fee is processed), and
- correct your account details to reflect the amount of the contribution that was dishonoured.

Commencing a pension

Eligibility to invest in a pension

Generally, you can only roll over unrestricted non-preserved amounts into a pension account.

However, if you have reached your preservation age, you may elect to commence an account-based pension using preserved or restricted non-preserved amounts, known as a transition to retirement pension. Particular restrictions apply to withdrawals until you retire or meet another condition of release. Please refer to the *Pension payments* section for more information about these restrictions.

Your pension application

You must include details of all amounts with which you wish to commence your pension on your pension application form. This includes:

- amounts you may wish to transfer from an existing account within the Fund
- any new contributions, and
- any amounts you wish to roll over from other superannuation funds.

These amounts will form the capital to support your pension.¹ Any amounts not identified in your application may not be applied to commence your pension.

If you wish to commence a pension based in whole or in part on a new contribution, we will open a new Super account to accept the contribution (and deduct contributions tax where applicable). This account will be operated only for the purpose of receiving super contributions, transfers and rollovers used as capital to commence your Pension account. Once all amounts have been received, they will be transferred to your Pension account, including any earnings accrued on this Super account. The Super account will then be closed. You will

not be able to access any benefit directly from the new Super account.

If you plan to commence a pension based in whole or part on personal contributions that you intend to claim as a tax deduction, you must ensure that you have submitted a deduction notice for these contributions before (or at the time of) applying to commence a pension. After this time, a deduction notice for these contributions cannot be accepted or varied under any circumstances.

Establishing your pension

We will establish your Pension account as soon as practicable after we have accepted your application. The opening of a Pension account does not constitute the commencement of a pension. Before your pension commences, any income earned or capital gains realised will be taxed at up to 15%.

If your pension will be wholly or partially based on rollover amounts, it is important that you arrange for the payment of them to us as soon as possible so as to not delay the commencement of your pension.¹

Your pension will generally not commence until all contributions and rollovers identified on your application form have been received by us. We may contact you and/or your adviser if the amounts we receive vary significantly from the amounts noted on your application.

If we have not received all of those amounts in sufficient time for us to make the first financial year's required payment (generally on or before 15 June in the financial year), we will calculate your pension based on the amounts we have received up to that time and commence making your pension payments.² The capital supporting your pension will then only include the amounts received by us and no further contributions or rollover amounts can be added to it.

Under the trust deed, we have the power (as Trustee) to commute your pension and apply the commuted amount to a new account for you from the Fund. Generally, we would only do so if we considered it necessary for administrative, regulatory or tax purposes and, in any event, we would notify you before we did so.

¹ If you wish to commence a pension based in whole or part on a rollover that includes an untaxed element, tax will be deducted on this element upon receipt of it by us at the rate of 15 per cent so that the amount included in the capital to support your pension will be net of tax.

² If your pension commences in June of a financial year, you are not required to receive a pension payment in that financial year.

Opening and adding to your account

Pension commencement value

The value of the pension that we will report to the ATO for transfer balance cap purposes will be:

- for non transition to retirement pensions: the value of your Pension account on the day we receive the last rollover or contribution¹, or
- for transition to retirement pensions: the value on the day we process your notification that you have satisfied a relevant condition of release, or when you reach age 65, whichever occurs first.

For all pensions, the value used for the purpose of calculating the minimum pension at commencement is the value of your account on the day we receive the last rollover or contribution.

For valuation purposes we will use the most recent asset prices available to us at the applicable time. In the case of managed investments, these may not be the unit prices that the product issuers eventually strike for that day. The commencement value may therefore be different to account valuations available online.

Transition to retirement pensions

If you commence a transition to retirement pension, the earnings within the pension will be taxed in the same manner as a Super account. See the *How tax is deducted* section for more details on how tax applies to your account.

Any pension commenced as a transition to retirement pension will continue to be taxed until such time the earlier of:

- the time you notify the Fund that you have met a relevant condition of release and the request has been processed, and
- the day you turn 65.

From the earlier of these times, your pension will be taxed in the same manner as a standard account-based pension.

Pension update functionality

You or your adviser can instruct us to commute an existing pension and combine the proceeds with additional superannuation monies to commence a new pension within your existing Pension account. Your account number, personal details and transaction history will be retained.

Minimum pension payment requirements from the existing pension must be met before it can be commuted.

The pension update functionality cannot be used to convert a standard account-based pension to a transition to retirement pension.



Please note: The minimum additional funds that need to be added to the new pension using the pension update functionality is \$500.

Overseas transfer arrangements

Investments from other countries

Contributions or transfers received from an overseas financial institution can only be in Australian dollars and may be subject to delays in settlement and clearance. Please note that we may be unable to process your application until you have completed, and we have received, all relevant application requirements, including your cleared contribution or transfer in Australian dollars. It may be important for your own taxation purposes (under Australian or foreign law) to ensure that transfers are complete and amounts are received by us within a particular financial year. Speak to your adviser for more information.

If you are transferring benefits from the United Kingdom (UK), these transfer amounts must be paid into a fund that is a Qualified Recognised Overseas Pension Scheme (QROPS). The Fund no longer meets the requirements to be a QROPS. If you transfer UK benefits to a fund that is not a QROPS, you may incur and be personally liable for tax penalties in the UK. You should consult an adviser and seek independent tax advice to determine whether this may apply to you.

Transferring earnings to the Fund

In some cases, you may elect to have an earnings amount (known as applicable fund earnings) in relation to your foreign superannuation fund taxed in the Fund rather than in your own name. In order to make this tax election, you must no longer have an interest in the foreign superannuation fund immediately after the transfer is received by the Fund and you need to complete a *Choice to have your Australian fund pay tax on a foreign super transfer* form (available from your adviser or the ATO) which we require within either 30 days of the overseas transfer being received by the Fund or (if applicable) prior to the commencement of a pension, whichever is earlier. It is important to be aware that once the choice is made to transfer a tax liability to the Fund it cannot be varied or revoked.

¹ Note, where an in-specie transfer of assets is used to commence a pension (including through the Pension Update facility), the assets are not received into the pension account until the day after they are transferred. Therefore, the value of these assets when the pension commences will generally be different to the transfer value due to market movements. This should be factored in when commencing or updating a pension to avoid exceeding the transfer balance cap. For more information, speak to your adviser, or us.

Application money held in trust

We will only open your account once you have satisfied our application requirements including the identification requirements set down in the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (Cth) (AML/CTF Laws) and Macquarie internal policies and procedures.

If we are not able to issue your interest or increased interest in the Fund immediately after receipt of your application money, that money will be held in a non-interest bearing trust account with an Australian authorised deposit-taking institution. The trust account is currently a deposit account held with MBL.

If we are not able to issue your interest or increased interest in the Fund within a period of one month starting from the day on which we receive your application money, we will return the money to the sender.

Understanding your Investments

By investing your superannuation through Super and Pension Manager II, you have access to an extensive range of investments, including managed investments, SMAs, Australian listed securities, term deposits and other selected investments. Before investing, you should read any disclosure documents that are provided to you by your adviser or available from us.

A wide range of investment options

You can invest your account across an extensive range of investment options.

The Investment Menu, listing the Eligible Investments available through Super and Pension Manager II, is available through your adviser or free of charge from us at macquarie.com.au/supermenu.

The range of Eligible Investment options available are subject to different eligibility requirements, including:

- whether you have an adviser linked to your account, and
- where you do have an adviser linked to your account, their licensee.

For more information see the *Restrictions on access to Eligible Investments and Insurance* section.

The Wrap Cash Hub

The Wrap Cash Hub is the central cash flow account for all the regular transactions into and out of your account. It is a deposit held with MBL by the Fund's custodian. The Wrap Cash Hub pays a variable interest rate. The rate will be no less than the official RBA cash rate less 1.05 per cent.

The current interest rate for the Wrap Cash Hub can be obtained from our website at macquarie.com.au/investing/macquarie-wrap.

For further information about the Wrap Cash Hub, refer to the *Transacting* section.

Your investment strategy

The Fund makes available a wide range of investment options that you and your adviser can select with reference to a number of investment strategies. Your adviser will be able to assist you in selecting the Investment Menu option that best suits your needs.

The Trustee has formulated a range of investment strategies and categorised Eligible Investments appropriate to those strategies. Eligible Investments will fall into one of these investment strategy categories. Each investment strategy has a different objective, potential return, risks and suggested minimum timeframe.

In some instances, we have further categorised Eligible Investments with reference to an investment strategy sub- category based on our due diligence and the investment's risk and return profile.

About the investment strategies

Environmental, social and ethical considerations

While MIML does not select, retain or realise investments on the Investment Menu based on environmental, social or ethical factors, MIML makes available on its Investment Menu for some Eligible Investments, information which includes external ratings and certification about environmental, social and governance (ESG) factors. Any information provided by third parties, including any ratings or accreditation, are not the views of MIML or the Macquarie Group.

Product issuers of the Eligible Investments may have their own policies on the extent, if any, to which labour standards, environmental, social and ethical considerations are taken into account when making investment decisions.

Refer to the disclosure documents for the Eligible Investments and where these factors are an important consideration of your investment selection, you should consider this information in the disclosure documents before making an investment decision.

Addition and removal of investment strategies and options

Our Investment Menu is likely to vary over time where we believe such changes are consistent with the best financial interests of members.

We may, at our discretion and acting reasonably:

- add investment options to the Investment Menu
- remove investments from the Investment Menu (in which case we may redeem any existing holdings with the proceeds paid to the Wrap Cash Hub), or
- not allow any further additions into the investment option for any member or for any member who does not currently have an investment in that investment option.

We will give notice of a variation affecting your investment, and in some cases, the choice of retaining or disposing of that investment. Notice will generally be provided via product issuer updates provided to your adviser online and updated on the Investment Menu.

However, notice and the choice to retain or dispose of the investment may not be possible in all circumstances.

Accordingly, we reserve the right to change the Investment Menu with immediate effect, without notice. You should seek advice to help you determine what you should do in these circumstances.

In adding investments to, or removing investments from the Investment Menu, we have not taken into account your personal financial situation, needs or objectives.

In certain circumstances we may be required to remove Eligible Investments from the Investment Menu. In these instances, we may no longer permit you to invest into the relevant asset and we may sell any existing holdings to cash.

You can view the Investment Menu from macquarie.com.au/supermenu.

Restrictions on access to Eligible Investments and Eligible Insurance

Eligible Investments (other than most ordinary shares and some other limited exempt products) and Eligible Insurance are generally required to have a 'target market determination'. Broadly, these determinations describe the likely objectives, financial situation and needs of investors who are in the target market for the product.

Where a target market determination for an Eligible Investment or Eligible Insurance specifies distribution conditions which limit the distribution of the product, we may restrict access to those products. This is particularly the case for members who wish to transact without personal advice or who no longer have an adviser linked to their account. For example, where an Eligible Investment has a target market determination that specifies a distribution condition for investors to have received personal advice to acquire the product, these Eligible Investments will be restricted to members who have received personal advice and have an adviser.

In addition, even where an adviser is linked and personal advice has been provided, availability may be limited depending on your adviser or adviser's licensee.

Refer to the Investment Menu for the Eligible Investments that will be available to you.

What are the risks?

In an investment context, risk is the possibility of not meeting your financial objectives. The fundamental risk associated with superannuation may be the possibility that you are unable to receive the level of income that you require in retirement.

If the value of your investment is expected to change (up or down) significantly over time, this is considered a volatile or more risky investment. Investments that offer the highest returns generally also carry the highest level of risk.

All investments involve some element of risk. Given the risks of different asset classes over the long-term, investors could generally expect share and property investments to generate the highest average return with the most volatility. Fixed interest and cash investments could be expected to produce lower average returns, but with lower volatility. Periods of extended volatility in both financial markets and the Australian dollar, may result in some long-term asset class returns varying from what may generally be expected.

The level of risk associated with your account will depend in part on the investment strategy you and your adviser adopt. You need to consider the specific risks of the investments you choose, which are included in the disclosure documents for each Eligible Investment you are considering, in addition to the risks described on the following pages.

How does diversification help reduce risk?

An important way to help manage the risks discussed above is to ensure that the investment strategy chosen by you and your adviser includes investments that are diversified across a range of characteristics. Diversification may be achieved in various ways, including investing in various asset classes, market sectors, geographical regions and investment managers. In addition, you should consider how investing your superannuation through Super and Pension Manager II fits into your overall investment portfolio.

Diversification of your investment portfolio can be used as part of your overall portfolio risk management to limit your exposure to loss or underperformance of any one investment, manager or asset class.

Diversifying your investment across a broad range of asset classes may smooth returns while still providing the opportunity for capital growth. An easy way to achieve diversification is to invest in multi-sector managed investments, where you gain exposure to a range of securities in different asset classes. Your adviser will be able to recommend an investment strategy to suit your goals and risk tolerance.

The diversity of assets within some managed investments generally helps to reduce risk and produce more consistent returns than investing directly in a single asset. You should read the disclosure documents which should be provided by your adviser (or are available from us) prior to placing any managed investment orders. Investing in Australian listed securities may expose you to more risk than investing in managed investments because returns from single securities can fluctuate significantly over time.

A lack of diversification (arising from investing a large proportion of your account in the same asset or type of investment) can increase the risk of losses and may lead to a reduction in the amount of your retirement savings.

Investment risks

In considering the associated risks when investing your superannuation through Super and Pension Manager II, the risks you should be aware of can be grouped into two broad categories:

- general investment risks: which arise from participating as an investor in financial markets, and
- specific investment risks: are risks that stem from the specific investment or product, such as changes to the relevant management, operations or business environment.

It is important to be aware that investment risks may be able to be managed or reduced, but they cannot be eliminated completely. Details of some general and specific risks that investors should consider when investing their superannuation through Super and Pension Manager II are outlined in the *General investment risks* and *Specific investment risks* tables.

There are other risks that may affect the performance of investments. No assurance or guarantee as to future profitability, return of capital or performance of the investments can be provided by the Trustee, MBL, nor any Macquarie Group company or any of the product issuers (except where stated). For more comprehensive details of the risks you may be exposed to, you need to consider both this PDS and the disclosure documents of the Eligible Investments you are considering.

Where you have an adviser, you should discuss these risks with them, prior to investing.

General investment risks

Risk	Description
Market	A change in the price of shares (or other listed securities) in which you or your chosen managed investments have invested may result in a loss of principal or large fluctuations in the unit prices. Factors that drive changes in share prices may include changing profitability of, and confidence in, companies, industries/ sectors, economic cycles, volume of shares on issue, investor demand levels, business confidence and government and central bank policies. Exposure to this risk may be reduced by investing in a range of investments outside of the affected market(s). Please refer to the <i>How does diversification help to reduce risk?</i> section for further information.
Volatility	Generally, the higher the potential return for the investment, the higher the risk, and the greater the chance of substantial fluctuation in returns (including the possibility of losses) that may occur over time (especially over shorter periods of time). Equity markets may experience sharp declines and become more volatile, at times to very high levels. Investing in such volatile conditions implies a greater level of risk than an investment in more stable markets.
Inflation	Your investments may not keep pace with inflation. Broadly, this means prices may increase by more than the value of your investments. If this eventuates, you would not be able to buy as much with the value of your investments in the future as you could now.
Interest rate	Changes in interest rates may adversely affect the value of certain investments. An increase in interest rates may lead to a reduction in the value of a fixed interest investment, and vice versa. This risk is usually greater for fixed interest investments that have longer maturities.
Default	Where money has been borrowed, there is the risk that the borrower (or product issuer) will not pay the interest and/or repay the principal owing. For borrowers or issuers with lower credit ratings, this risk is generally higher.
Country	The risk that political, economic or social developments may adversely affect the return on an investment in the relevant country. Examples include political instability, recession and war. Exposure to country risk may be higher in relation to investments in emerging markets or developing countries.
Issuer	The risk that the product issuer may not achieve its performance objective or does not produce returns that compare favourably against its peers.
Counterparty	The risk of loss to your investment due to the failure of a party involved in any transaction to meet their obligations. Counterparties can include brokers for exchange traded derivatives, structured investment counterparties, fixed interest investment issuers and term deposit issuers.
Legal and regulatory	Changes in laws or their interpretation, including taxation and corporate regulatory laws, practice and policy could have a negative impact on your investment.
Investment objective	Investment objective risk is the risk that your choice of investments will not meet your objectives. One measure of an investment's risk is how much the returns vary from period to period. The greater the variance in returns, the more likely returns will differ from those expected over a given time period.

Specific investment risks

Risk	Description
Liquidity	<p>Certain investments may be difficult to purchase or sell, preventing their conversion to cash or being rebalanced within a timely period and at a fair price. Choosing an investment that has low liquidity or is not priced on a daily basis may affect your investments' capacity to pay your pension or the timeframe within which we can process any future request from you to withdraw part or all of your account. Additionally, some investments may, without prior notice, suspend or restrict further withdrawal of funds. It is important that you understand this consequence before you select this type of investment. Please refer to within the <i>How do I withdraw?</i> section for further information.</p> <p>While an investment may be liquid at the time of purchase, there is a risk that the investment may become illiquid at a point in the future. The Trustee will assess the liquidity of investments on an ongoing basis through various measures, including but not limited to, reviewing liquidity stress testing results and monitoring the investment's cash flows. Refer to the underlying disclosure documents for each investment option for further details on the investment's liquidity.</p> <p>For term deposits, liquidity risk is the risk of not being able to access your investment in a term deposit prior to the maturity date. There are restrictions on breaking a term deposit held in your account, and these are outlined in the <i>Transacting</i> section.</p>
Concentration	<p>Concentration risk is the risk that poor performance of a single investment or group of investments significantly affects your account's return. Diversification across relevant investment features can reduce the impact of such extremes in performance. For example, a term deposit is not diversified across a range of cash and fixed interest investments. It is a concentrated investment in a single asset, being a deposit with a single issuer. You should also consider the concentration risk of being exposed to deposit takers as well as holding shares and other investment products issued by that entity. Consequently, making such a concentrated investment gives greater exposure to the underperformance or failure of that single asset or issuer.</p> <p>Concentration risk can also arise from holding a range of investment products (even though these may have diverse features) where they are issued by the same particular legal entity or group.</p>
Fund (managed investment)	<p>This is the risk that a fund could terminate, the fees and expenses could change, or key investment manager staff could change. There is also the risk that investing in a fund may give less favourable results than investing directly in the assets in which a fund invests because of the income and capital gains accrued in the fund and the consequences of investment and withdrawal by other investors.</p>
Currency	<p>Currency risk is the risk that fluctuations in exchange rates between the Australian dollar and foreign currencies may cause the value of Eligible Investments or your NZ KiwiSaver transfer amounts to decline significantly. Product issuers may choose to mitigate the impact of currency movement by 'hedging' all or part of the investment's exposure to foreign currencies; however, there is no guarantee this will occur.</p>
Derivative	<p>Product issuers may use leveraged instruments, such as exchange traded futures contracts, to obtain or reduce market exposure. Derivatives, such as futures and options are leveraged instruments whose value is derived from actual underlying assets. These instruments are used to obtain or reduce market exposures. As derivatives can provide leveraged exposure, gains or losses can be greater than the gains or losses on unleveraged positions.</p>

Risk	Description
Geared investment options	<p>Product issuers may borrow money to increase the total amount invested, which increases the volatility of investment returns. This is known as gearing.</p> <p>Gearing an investment option could increase long-term returns. However, if the asset value were to fall, gearing may result in substantial negative returns, as gearing magnifies both gains and losses. In the event of a significant fall in the asset value, the value of a geared investment could fall to less than the total value of borrowings, rendering the investment worthless. This emphasises that gearing is a strategy for high risk investors. An increase in interest rates may also negatively impact returns. There is also a risk that the product issuer may not be able to refinance its borrowings at commercially reasonable rates or at all and may be forced to sell assets. Gearing may not be suitable for all investors. We recommend you discuss the suitability of geared investments with an adviser.</p>
Divergence to Net Tangible Assets	<p>The risk that a listed investment option may trade at a price that is different to the value of the underlying investments that the investment option invests in; ie the Net Tangible Assets (NTA). This risk is present in Listed Investment Companies and Listed Investment Trusts and may affect your ability to redeem shares/ units in these assets at a price that accurately reflects the value of the underlying holdings. These securities may trade at a premium above or at a discount below the NTA which in turn may also affect the expected risk/return profile.</p> <p>Note, although this can also occur in Exchange Traded Funds and Exchange Traded Managed Funds, deviation of the trading price from the underlying portfolio value is expected to be minor for these investments given the use of market makers and eligible participants.</p>

For details of other risks specific to SMAs, please refer to the current disclosure documents for these schemes available from your adviser, or from us.

Non-investment risks

Service interruptions

As with any service that uses technology, there is some risk that our administration system's hardware and software may fail, causing a delay in the processing and reporting on your account. We have sought to address this risk and the risks associated with other unforeseen circumstances in our business resilience plans and risk management framework. This includes processes to back up our computer systems and regular reviews of our systems and control procedures including an external, independent audit on an annual basis.

You acknowledge that there may be unexpected interruptions or failures in the technology we use to provide services to you. To the extent permitted by law and unless caused by our or our service provider's fraud, negligence or willful misconduct, we are not liable, and do not accept responsibility, for any loss you incur in connection with or arising from a technological failure. Such losses may include delays in processing your instructions or not receiving your instructions.

Reliance on third parties

There is also risk associated with our reliance on information or systems provided by product issuers and other external service providers. We address this risk by having service agreements in place with third parties. If they notify us of any errors, we will correct the errors promptly after we are notified and to the extent that correcting the error is reasonably within our control. If the changes are material, they will be communicated to you and/or your adviser.

Operational Risk Financial Requirement

The Trustee has formulated a strategy for establishing, implementing, managing and maintaining an Operational Risk Financial Requirement (ORFR) in accordance with applicable superannuation laws. The ORFR is currently satisfied by Trustee capital comprised of shareholder capital and retained earnings.

What factors can affect your returns?

Over short periods of time, the returns from most investments can fluctuate significantly. Returns can be affected by a number of factors including, but not limited to, market volatility, company specific events, interest rates, economic cycles, political events and levels of economic growth (global and country specific). No one can be certain of the impact of these factors in the future and therefore no one can accurately predict the level of investment returns.

Past performance

Past performance information for each managed investment is generally available in the respective disclosure document. These are available online or from your adviser. It is important to remember that:

- past performance is not necessarily an indication of future performance
- your investment is not guaranteed by the Trustee (refer to the *Frequently asked questions* section for details on the Government guarantee on deposits), and
- the value of your investments can rise and fall.

Standard Risk Measure

The Standard Risk Measure (SRM) 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 SRM 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 a member may require to meet their objectives. Further, it does not take into account the impact of administration fees and tax on the likelihood of a negative return.

Members should still ensure they are comfortable with the risks and potential losses associated with their chosen investment option/s.

Risk band	Risk label	Estimated number of negative returns over any 20-year period
1	Very low	Less than 0.5
2	Low	0.5 to less than 1
3	Low to medium	1 to less than 2
4	Medium	2 to less than 3
5	Medium to high	3 to less than 4
6	High	4 to less than 6
7	Very high	6 or greater

As shown above, a risk band of 1 would suggest that the investment is the least risky investment, and a risk band of 7 suggests a very risky investment.

The Fund's approach to SRMs

In accordance with the methodology provided in the Standard Risk Measure Guidance Paper for Trustees issued by the Association of Superannuation Funds of Australia and the FSC, SRMs are assigned to managed investments, exchange traded funds, listed investment companies and listed investment trusts and term deposits.

The SRMs are set by the Trustee based on SRMs provided by the product issuers, the SRM ranges it assigns to each investment strategy, the SRMs assigned to similar investments and its own analysis. For Australian listed securities and where an SRM assessment is not readily available, the Trustee may issue a default rating of 7 - Very high.

The Trustee reviews SRMs on a regular basis. The Trustee will review an SRM if there is a material change to the underlying risk and return characteristics of an investment or an investment strategy.

Refer to the Investment Menu for the SRM of individual investments, available from your adviser or online at macquarie.com.au/supermenu.

Target risk and return

The target return is a long-term expected return per annum for an investment in a particular strategy (ie at least a 15 year period) and is used to measure the suitability of the investment for the intended objective. The target risk is a measure of the expected volatility¹ of such return over time, the higher the volatility the higher the expected variability of the return from year to year

The Trustee derives a target risk and return for each investment strategy based on forward looking long-term asset class risk and return expectations. These are used to evaluate potential investments offered under each strategy and to monitor the performance of such investments. The actual risk and return of different investments within the same investment strategy can vary significantly and may fall outside the target risk and return for the relevant investment strategy.

The following example sets out how target risk would be applied to a given performance figure for an investment.

¹ Volatility is expressed as the standard deviation of returns per annum.

Example of target risk

If an investment experienced an historical annualised return of 5% pa over the long term, and the target risk of the relevant investment strategy was 2% pa to 4% pa over this period, we would expect the actual return each year for that investment would generally have been within:

- a minimum range of 3% pa to 7% pa (ie 5% pa plus or minus 2% pa)
- a maximum range of 1% pa to 9% pa (ie 5% pa plus or minus 4% pa).

Target risk and returns for each strategy are reviewed by the Trustee periodically and may change accordingly. At its discretion the Trustee may also reclassify individual investments between investment strategies to better align them to the target risk and returns of their respective investment strategies.

The target risk and returns are not forecasts and are not guaranteed. The target returns in the tables below include the net effect of tax (where applicable).

Investment strategies

This section outlines the general characteristics of the investment strategies available. You may choose investments from these strategies. The details of a particular investment may vary from the information below.

To gain a better understanding of a specific investment you should also read the disclosure document for that investment. Risks and returns provided in the table below are indicative of the relative risks and returns for these investment strategies. For further information you should refer to the section on investment risk and the relevant disclosure document for each investment.

Eligible Australian listed securities do not have a disclosure document. You should discuss the risks associated with these investments with your adviser.

Investment strategy	Cash	Australian fixed interest
Objective	Aims to achieve stable returns over the short-term with a high level of capital security.	Aims to achieve stable returns over the medium to long-term via income and capital growth with a high to medium level of capital security.
Strategy	Returns driven by exposure to Australian demand deposits and cash equivalents; e.g., short-term, liquid investments with a high degree of capital stability and no material or potential exposures to non-cash holdings.	Returns driven by exposure to the debts of Australian governments, semi-government, companies and asset backed securities.
Target return (% pa) ¹	2.5 to 4.0	3.0 to 5.0
Target risk (% pa) ²	0.5 to 1.5	1.5 to 5.0
SRM range	1 to 2	2 ³ to 5
Suggested minimum timeframe	No minimum	5 years
Sub-strategy	N/A	<ul style="list-style-type: none"> • Term deposits • Annuities • Short Term/Strategic • Sector specific • Enhanced • Specialist • Diversified • Unsecured notes • Listed Investment Companies (LICs)/ Listed Investment Trusts (LITs)

¹ The target return rate is a long term expected return and not a forecast. Please refer to the *Target risk and return* section for further details.

² The target risk is not a forecast. It is an annual measure of the expected change in the target return expressed as a percentage. Please refer to the *Target risk and return* section for further details.

³ Term deposits and Annuities are assigned an SRM of 1.

Understanding your Investments

Investment strategy	Global fixed interest	Specialised global fixed interest	Australian property
Objective	Aims to achieve stable returns over the medium to long-term via income and capital growth with a medium to low level of capital security.	Aims to achieve stable returns over the medium to long-term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over a medium to long-term via income and capital growth with a medium to low level of capital security.
Strategy	Returns driven by exposure to the debts of international government, semi-government, companies and asset backed securities.	Returns driven by exposure to the debts of international governments, semi-government, companies and asset backed structures. Investments may focus on specific sectors, attributes or regions.	Returns driven by exposure to Australian property equity, in listed, unlisted and direct forms.
Target return (% pa) ¹	3.0 to 6.5	3.0 to 6.0	6.0 to 7.5
Target risk (% pa) ²	2.5 to 6.5	4.0 to 11.5	9.5 to 20.0
SRM range	5 to 6	5 to 6	6 to 7
Suggested minimum timeframe	6 years	7 years	7 years
Sub-strategy	<ul style="list-style-type: none"> Diversified 	<ul style="list-style-type: none"> Enhanced Sector specific Specialist 	<ul style="list-style-type: none"> Listed Unlisted Diversified

Investment strategy	Global property	Australian shares	Global shares
Objective	Aims to achieve returns over a medium to long-term via income and capital growth with a medium to a low level of capital security.	Aims to achieve returns over a medium to long-term via income and capital growth with a low level of capital security.	Aims to achieve returns over a medium to long-term via income and capital growth with a low level of capital security.
Strategy	Returns driven by exposure to international property equity, in listed, unlisted and direct forms.	Returns driven by exposure to the equity of Australian companies, via shares and other securities primarily listed on the ASX or Cboe Australia.	Returns driven by exposure to the equity of international companies, via shares and other securities primarily listed on global exchanges.
Target return (% pa) ¹	5.5 to 7.0	6.0 to 9.0	5.5 to 7.5
Target risk (% pa) ²	10.0 to 17.5	16.0 to 20.0	10.5 to 17.5
SRM range	6 to 7	6 to 7	6 to 7
Suggested minimum timeframe	9 years	6 years	8 years
Sub-strategy	<ul style="list-style-type: none"> Listed Unlisted Diversified 	<ul style="list-style-type: none"> Index Small cap Specialist Sector specific Diversified LICs/LITs 	<ul style="list-style-type: none"> Index Diversified

¹ The target return rate is a long term expected return and not a forecast. Please refer to the *Target risk and return* section for further details.

² The target risk is not a forecast. It is an annual measure of the expected change in the target return expressed as a percentage. Please refer to the *Target risk and return* section for further details.

Investment strategy	Specialised global shares	Alternative debt	Alternative commodities
Objective	Aims to achieve returns over a medium to long-term via income and capital growth with a low level of capital security.	Aims to achieve returns over a medium to long term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over a medium to long term via income and capital growth with a medium to low level of capital security.
Strategy	Returns driven by exposure to equity of international companies, via shares and other securities primarily listed on global exchanges. Investments may focus on specific sectors, themes, countries or regions.	Returns driven by a manager's skill in adding, managing and reducing exposure to debt instruments. Investments may focus on listed or unlisted debt, highly rated or distressed situations and may focus on specific sectors, attributes or regions.	Returns driven by exposure to physical assets that have value due to their substance and properties e.g., precious metals, commodities and oil.
Target return (% pa) ¹	4.5 to 8.0	4.0 to 9.0	2.0 to 3.0
Target risk (% pa) ²	11.0 to 23.0	6.0 to 11.5	16.5 to 22.0
SRM range	6 to 7	5 to 6	7
Suggested minimum timeframe	9 years	7 years	12 years
Sub-strategy	<ul style="list-style-type: none"> • Sector specific • Specialist • Regional/Country • LICs/LITs 	N/A	N/A

Investment strategy	Alternative real assets	Alternative insurance	Diversified alternatives
Objective	Aims to achieve returns over a medium to long term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over a medium to long term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over a medium to long term via income and capital growth with a medium to low level of capital security.
Strategy	Returns driven by a manager's skill in adding, managing and reducing exposure to physical assets that have value due to their operation e.g., unlisted infrastructure, real estate, agricultural land, timber, machinery.	Returns driven by a manager's skill in adding, managing and reducing exposure to insurance linked securities and markets e.g., life insurance and catastrophe reinsurance.	Returns driven primarily by the investment strategy rather than market exposure. The strategy is benchmark unaware and utilises traditional assets such as shares, bonds or property.
Target return (% pa) ¹	5.5 to 7.0	5.0 to 6.5	4.5 to 6.5
Target risk (% pa) ²	6.0 to 11.0	6.0 to 7.5	6.0 to 10.0
SRM range	5 to 6	4 to 5	5 to 6
Suggested minimum timeframe	7 years	6 years	7 years
Sub-strategy	N/A	N/A	N/A

¹ The target return rate is a long term expected return and not a forecast. Please refer to the *Target risk and return* section for further details.

² The target risk is not a forecast. It is an annual measure of the expected change in the target return expressed as a percentage. Please refer to the *Target risk and return* section for further details.

Understanding your Investments

Investment strategy	Alternative macro	Alternative specialist	Alternative equity
Objective	Aims to achieve returns over a medium to long term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over a medium to long term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over a medium to long term via income and capital growth with a medium to low level of capital security.
Strategy	Returns driven by a manager's skill in identifying top-down price signals e.g., economics and momentum. The strategy is benchmark unaware and can utilise a wide range of assets such as shares, bonds, currencies and derivatives e.g., managed futures.	Returns driven by a manager's skill in identifying bottom-up price signals independent of the market. The strategy is benchmark unaware and can utilise a wide range of assets such as shares, bonds, currencies and derivatives e.g., equity market neutral.	Returns driven by a manager's skill in adding, managing and reducing exposure to equity risk. Investments may focus on global or domestic companies, via listed securities such as shares or unlisted interests such as limited partnership interests (private equity funds).
Target return (% pa) ¹	6.5 to 8.5	4.5 to 5.5	6.5 to 9.5
Target risk (% pa) ²	7.0 to 9.0	4.0 to 5.0	11.0 to 24.0
SRM range	5 to 6	4 to 6	6 to 7
Suggested minimum timeframe	5 years	6 years	8 years
Sub-strategy	N/A	N/A	N/A

Investment strategy	Australian listed securities
Objective	Aims to achieve returns over a medium to long-term via income and capital growth with a low level of capital security.
Strategy	Exposure to securities primarily listed on the ASX or expected to be listed.
Target return (% pa) ¹	6.0 to 9.0 ³
Target risk (% pa) ²	16.0 to 23.5 ³
SRM range	6 to 7
Suggested minimum timeframe	6 years
Sub-strategy	<ul style="list-style-type: none"> • Common shares • Listed company options • Hybrid securities • Share rights • Exchange Traded Funds (ETFs)/Exchange Traded Managed Funds (ETMFs)/LITs/LICs⁴ • Listed property investments⁴

1 The target return rate is a long term expected return and not a forecast. Please refer to the *Target risk and return* section for further details.

2 The target risk is not a forecast. It is an annual measure of the expected change in the target return expressed as a percentage. Please refer to the *Target risk and return* section for further details.

3 Range assumes a diversified investment portfolio.

4 The Trustee may categorise selected listed securities such as ETFs, ETMFs, LITs, LICs and Listed Property investments to another investment strategy where such investment strategy is more consistent with the underlying investment characteristics of the security.

Investment strategy	Conservative	Balanced	Growth
Objective	Aims to achieve returns over the short to medium-term via income and capital growth with a medium to high level of capital security.	Aims to achieve returns over the medium to long-term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over the long-term via income and capital growth with a low level of capital security.
Investment strategy	Conservative	Balanced	Growth
Strategy	A diversified mix of income assets such as money market and fixed interest securities, and growth assets such as property, shares and alternative investments. .	A diversified mix of income assets such as money market and fixed interest securities, and growth assets such as property, shares and alternative investments.	A diversified mix of income assets such as money market and fixed interest securities, and growth assets such as property, shares and alternative investments.
Target return (% pa) ¹	3.0 to 5.5	4.0 to 7.0	5.5 to 8.0
Target risk (% pa) ²	3.0 to 8.0	5.0 to 13.0	10.5 to 16.5
SRM range	4 to 5	5 to 6	6
Suggested minimum timeframe	4 years	4 years	4 years
Sub-strategy	N/A	N/A	N/A

Promoting your financial interests

The Trustee, in establishing investment strategies and making available Eligible Investments within those strategies, promotes your financial interests by providing you and your adviser (where one is linked to your account) with broad investment choice. This allows you and/or your adviser to choose those investments that you believe will help you achieve your desired outcome as it relates to your account.

To assist you and/or your adviser in this regard, the Trustee has in place investment limits, monitors those limits, conducts stress testing and conducts other monitoring over member accounts as it deems necessary. Where the results of these monitoring activities are outside the Trustee's tolerance levels, the Trustee will provide you and/or your adviser with information relating to the results to help promote your financial interests.

Investment limits

As part of the Trustee's obligation to members and having taken into account a range of factors including risk, diversification and liquidity, some restrictions have been placed on certain types of Eligible Investments at the point of purchase. These restrictions are designed to reduce the potential for large losses by encouraging diversification and to provide adequate liquidity to meet payments and satisfy regulatory requirements.

The investment limits are designed with reference to all Eligible Investments available within the Fund itself and do not consider your personal financial circumstances. You should ensure that your account's investment mix remains consistent with your chosen investment strategies and risk tolerance.



Please note: Limits do not eliminate the risk of large losses or insufficient liquidity. We will advise you and your adviser at least annually if you are outside these limits.

We may, acting reasonably, change our limits on Eligible Investments and may also place additional limits upon individual Eligible Investments within each investment strategy at any time. If we determine that our suggested investment limits are to be amended we will endeavour to provide you and/or your adviser with advance notice of the change; however, this may not be possible in all circumstances. Accordingly, we reserve the right to change the investment limits through our regular updates of the Investment Menu.

¹ The target return rate is a long term expected return and not a forecast. Please refer to the *Target risk and return* section for further details.

² The target risk is not a forecast. It is an annual measure of the expected change in the target return expressed as a percentage. Please refer to the *Target risk and return* section for further details.

Monitoring of limits

The Trustee undertakes to monitor the investment limits generally on an annual basis and we will inform you and your adviser where your investments are outside the investment limits or where you hold an investment that is no longer an Eligible Investment.

You and/or your adviser should carefully consider any investments you hold that are outside the investment limits or where you continue to hold an investment that is no longer an Eligible Investment.

How the limits are applied

The investment limits are taken into account at the time you purchase Eligible Investments online through your account.

Where a requested transaction will result in your investment holding moving outside an approved limit, your transaction may be rejected by the Trustee. However, there may be limited circumstances in which the Trustee does not enforce the investment limits, such as where investments are transferred into the Fund in-specie or where some automated transactions (such as dollar cost averaging or automatic rebalancing) are processed.

We will notify you and your adviser on a periodic basis (generally annually), if your superannuation account is exceeding the investment limits. You and/or your adviser should ensure your superannuation account's investment mix remains consistent with your chosen investment strategies and risk tolerance.

Stress testing

On an ongoing basis, the Trustee may conduct market risk stress testing and diversification analysis on all member portfolios. The analysis aims to identify members with portfolios that could exhibit greater than expected loss (relative to theoretical benchmarks) in various adverse market conditions and/or may be exposed to concentration risk. We will inform you or your adviser, generally on an annual basis if your portfolio is identified through this analysis.

What are the investment limits?

The investment limits applied to individual Eligible Investments are contained within the Investment Menu and are subject to change from time to time at the discretion of the Trustee. The Trustee overrides or imposes limits additional to those described below where it believes this is consistent with the best financial interest of members. The full list of investment limits is available free of charge on our website at macquarie.com.au/supermenu and updates provided to advisers.

Investment type		Maximum of your balance that can be invested
Australian listed securities		
Any single Australian listed security	Any security within the S&P/ASX 100 index	25% (per security)
	Any security within the S&P/ASX 200 index (and not in the S&P/ASX 100 index)	15% (per security)
	Any security outside the S&P/ASX 200 index	10% (per security)
Aggregate Australian listed security limits	All securities outside the S&P/ASX 200 index	40% (in total)
	All securities outside the S&P/ASX 300 index	20% (in total)
	All securities in any single S&P/ASX Global Industry Classification System (GICS) industry group	50% (in total)
	All options	25% (in total)
	All securities outside the S&P All Ordinaries index with insufficient liquidity ¹	0% (in total)
Managed investments		
Any single managed investment	Moderately diversified investments ²	50% (per investment)
	Non-diversified investments ³	10% (per investment)
All Eligible Investments		
Aggregate Eligible Investment limits	Investments with, or greater potential for, limited liquidity ⁴	40% (in total)



Please note: No limits apply to the Wrap Cash Hub or aggregate term deposit holdings.

Where applicable, Australian listed securities are classified in accordance with the definitions of the exchange. The value of options and hybrids (or equivalents) related to a different listed security or managed investment, may be added to the value of such related investment for the assessment of investment limits.

In some instances Australian listed securities may be treated as a “managed investment” for the purposes of applying the investment limits where the Trustee deems this to be more consistent with the underlying investment characteristics of the security (mostly applicable to ETFs, LITs, LICs or listed property investments).

- 1 Australian listed securities with a 180-day average total trading value of less than AUD \$100,000 unless market maker support or off market liquidity is available to the satisfaction of the Trustee.
- 2 As assessed by the Trustee relative to its investment strategy from time to time. For example, sector, region or theme specific investments within the Australian shares investment strategy.
- 3 As assessed by the Trustee relative to its investment strategy from time to time. For example, concentrated direct property, single currency, single commodity or otherwise concentrated investments relative to their particular investment strategy.
- 4 As assessed by the Trustee from time to time. Australian listed securities with a 180-day average total trading value of less than AUD \$100,000 unless market maker support or off market liquidity is available to the satisfaction of the Trustee. Managed investments with suspended redemptions, periodic redemption facilities or where the underlying assets heighten the potential of portfolio-wide liquidity restrictions.

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 or your employer, as applicable, may be able to negotiate to pay lower fees.

Ask the fund or your financial adviser.¹

To find out more

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** Moneysmart website (www.moneysmart.gov.au) has a superannuation calculator to help you check out different fee options.

This section shows fees and other costs that you may be charged. These fees and other costs may be deducted from your money, from the returns on your investment, or from the assets of the superannuation entity 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. Entry fees and exit fees cannot be charged.

Taxes, insurance fees and other costs relating to insurance are set out in the *Insurance* section of this document and in the applicable Eligible Insurance product's disclosure document. Your insurance provider or adviser can also provide you with this information..

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

The information in the sections *Fees and costs summary*, the *Example of annual fees and costs*, the *Cost of product information* and the *Additional explanation of fees and costs* apply regardless of the investment options you choose in Super and Pension Manager II. For the particular fees and other costs of each investment option made available please refer to the relevant PDS for the investment options.

¹ The fees and costs of this superannuation product are generally not negotiable with the Trustee or your adviser. However, you may negotiate the fees and costs payable to your adviser or licensee.

Fees and costs summary

Super and Pension Manager II

Type of fee or cost	Amount	How and when paid
Ongoing annual fees and costs*		
Administration fees and costs	Each investment holding:	Payable to the Trustee.
	On the first: \$50,000	0.59% pa
	Amounts above: \$50,000	0.10% pa
	A minimum administration fee (across your total account) of \$33 per month applies.	Calculated monthly on the daily closing balance of each investment holding, excluding the Wrap Cash Hub. Paid by a deduction from your holding in the Wrap Cash Hub, generally in the first week of the month after the fees accrue or upon closure of your account. This fee applies to each of your holdings including each managed investment (including SMAs), Australian listed securities and term deposits in your account but is not charged on your holdings in the Wrap Cash Hub.
	A Wrap Cash Hub administration fee applies to the daily balance of the Wrap Cash Hub. This is a variable fee and is estimated to be in the range of 0.69% - 1.75% pa. At the time of this document, this fee is 1.75% pa. Please refer to the Investment Menu for the current fee.	Payable to the Trustee, the Wrap Cash Hub administration fee is not separately deducted from your holding in the Wrap Cash Hub and is charged before interest is credited to the Wrap Cash Hub at the end of each quarter.
	An Operational Risk Financial Requirement (ORFR) fee of 0.03% pa of the balance of your account, subject to a maximum of \$300 pa. Unless we notify you otherwise, the amount to be deducted from your account will be 0.00% pa.	Payable to the Trustee. Calculated monthly on the daily closing balance of your entire account. Paid by a deduction from: <ul style="list-style-type: none"> a. in the first instance, the Fund's reserves, and b. where the Fund's reserves are not sufficient to cover part or all of the ORFR fee, from your Wrap Cash Hub, generally in the first week of the month after the fees accrue or upon closure of your account. At the time of writing this document, the amount to be deducted from the Fund's reserves is 0.03% pa subject to a maximum of \$300 pa per account.
	Regulatory and operating expenses estimated to be approximately 0.006% pa of your account balance. Unless we notify you otherwise, the amount to be deducted from your account will be 0.00% pa.	Payable to the Trustee at the time of, or after, incurring the relevant expense by a deduction from: <ul style="list-style-type: none"> a. in the first instance, the Fund's reserves, and/or b. where the Fund's reserves are not sufficient to cover part or all of the regulatory and operating expenses, from your Wrap Cash Hub.

* If your account balance for a product offered by the superannuation entity is less than \$6,000 at the end of the entity's income year, the total combined amount of administration fees, investment fees and indirect costs charged to you is capped at 3% of the account balance. Any amount charged in excess of that cap must be refunded. Any refund paid will be pro-rated where you do not hold the account for the full income year.

Fees and other costs

Super and Pension Manager II

Type of fee or cost	Amount	How and when paid
Investment fees and costs¹	Nil The fees and costs charged by the Trustee relate only to gaining access to the investment options through the wrap platform and do not include the fees and costs that relate to investing in investment options.	Not applicable
Transaction costs	Brokerage For Australian listed security transactions, the brokerage amount charged will depend on your nominated broker. If trades are placed through the wrap platform the Authorised Broker will charge brokerage costs of 0.12% of the amount transacted up to a maximum of \$100 and a minimum of \$30 for each online transaction. ²	Payable to the nominated broker. Brokerage is calculated by your nominated broker and payable at the time of each transaction. Brokerage will be added to the cost or deducted from the proceeds of each transaction.
Member activity related fees and costs		
Buy-sell spread	Nil The Trustee does not charge a buy-sell spread on transactions.	Not applicable
Switching fee	Nil	Not applicable
Other fees and costs³	Incidental fees may apply where you make certain requests or transactions on your account. ³ Other fees and costs such as advice fees for personal advice and insurance fees may apply. ³	Payable to the Trustee and charged at the time of the relevant activity. Payable to your adviser and/or your insurer (where applicable). You can negotiate advice fees with your adviser.

* If your account balance for a product offered by the superannuation entity is less than \$6,000 at the end of the entity's income year, the total combined amount of administration fees, investment fees and indirect costs charged to you is capped at 3% of the account balance. Any amount charged in excess of that cap must be refunded. Any refund paid will be pro-rated where you do not hold the account for the full income year.

1 Investment fees and costs includes an amount of 0.00% for performance fees.

2 See *Brokerage on listed security transactions* in the *Additional explanation of fees and costs* section for more information.

3 Other fees and costs such as activity fees, advice fees for personal advice or insurance fees may apply. See the *Additional explanation of fees and costs* section for further information.

Examples of annual fees and costs for a superannuation product¹

This table gives an example of how the ongoing annual fees and costs for the Vanguard Growth Index Fund² investment option for this superannuation product can affect your superannuation investment over a 1 year period. You should use this table to compare this superannuation product with other superannuation products.

EXAMPLE – Vanguard Growth Index Fund² investment option

Balance of \$50,000

Administration fees and costs	\$396 pa + 0.036% pa ³	For every \$50,000 you have in the superannuation product, you will be charged or have deducted from your investment \$414 in administration fees and costs. ⁴
PLUS Investment fees and costs	Nil	And , you will be charged or have deducted from your investment \$0 in investment fees and costs.
PLUS Transaction costs	Nil	And , you will be charged or have deducted from your investment \$0 in transaction costs.
EQUALS Cost of product		If your balance was \$50,000 at the beginning of the year, then for that year, you will be charged fees and costs of \$414* for the superannuation product.

* Note additional fees may apply. See the *Additional explanation of fees and costs* section for other fees and costs which may apply.

This is an example only and what it costs you will depend on the investment options you hold, the listed security transactions you make, your nominated broker and the fees you negotiate with your adviser.

Cost of product for 1 year

The cost of product gives a summary calculation about how ongoing annual fees and costs can affect your superannuation investment over a 1-year period for all superannuation products and investment options. It is calculated in the manner shown in the above *Examples of annual fees and costs for a superannuation product*.

The cost of product information assumes a balance of \$50,000 at the beginning of the year. (Additional fees such as a buy-sell spread may apply. Refer to the Fees and costs summary for the relevant superannuation product or investment option.)

You should use this figure to help compare superannuation products and investment options.

Option	Cost of product
Super and Pension Manager II	\$414



The fees and costs charged by the Trustee disclosed above relate **only** to the wrap platform and access to the accessible Eligible Investments and Eligible Insurance, and do **not** include the fees and costs of those financial products. Additional fees and costs will be charged by the issuers of the Eligible Investments and Eligible Insurance that you choose to hold. To understand the combined effect of all the fees and costs payable, including those which apply to the Eligible Investments and Eligible Insurance that you hold, you should look at **both** this PDS and the disclosure document(s) for the relevant Eligible Investments and Eligible Insurance. Also see the following further example showing the combined effect of the fees and costs for the wrap platform and the estimated fees and costs for an example balanced investment option.

- For the purposes of these examples, a balanced investment option means an investment option in which the ratio of investment in growth assets, such as shares or property, to investment in defensive assets, such as cash or bonds, is as close as practicable to 70:30. You should look at the disclosure documents of the relevant investment options for the fees and costs applicable to those investment options.
- Vanguard is a trademark of The Vanguard Group, Inc.
- Administration fees include the ORFR fee of 0.03% pa and the estimated regulatory and operating expenses of 0.006% pa. While the example includes the ORFR fee and estimated regulatory and operating expenses, these fees will not be charged to your account until we notify you.
- The applicable administration fee depends on the balance in your account. The administration fee is calculated on the daily closing balance of each investment holding in of your account, excluding the Wrap Cash Hub. Based upon the prescribed balance of \$50,000, the minimum administration fee of \$33 per month (\$396 per annum) would apply. See the *Fees and other costs* table for further details.

Example of annual fees and costs showing the combined effect of the fees and costs of the platform and Eligible Investments

EXAMPLE - Vanguard Growth Index Fund¹ investment option

BALANCE of \$50,000

Administration fees and costs	\$396 pa + 0.036% pa	For every \$50,000 you have in the superannuation product, you will be charged or have deducted from your investment \$414 in administration fees and costs.
PLUS Investment fees and costs	Nil	And, you will be charged or have deducted from your investment \$0 in investment fees and costs.
PLUS Transaction costs	Nil	And, you will be charged or have deducted from your investment \$0 in transaction costs.
PLUS estimated fees and costs deducted from the investment by the issuer of the Vanguard Growth Index Fund ¹	0.29% pa	And for every \$50,000 you have in the superannuation product which is invested in the Vanguard Growth Index Fund ¹ , you will be charged or have deducted from your investment \$145 .
EQUALS estimated combined cost of the superannuation product AND the costs of the Vanguard Growth Index Fund ¹		If your balance was \$50,000 at the beginning of the year, then for that year, it is estimated you will be charged fees and costs of \$559* for the superannuation product AND the Vanguard Growth Index Fund. ¹

* Additional fees may apply. See the *Additional explanation of fees and costs* section for other fees and costs which may apply.

1 Vanguard is a trademark of The Vanguard Group, Inc.

Additional explanation of fees and costs

The fees shown in the *Fees and other costs* section and this *Additional explanation of fees and costs* section are inclusive of any applicable Goods and Services Tax (GST) and reduced by any input tax credits or reduced input tax credits (RITCs), unless expressly stated otherwise.

General information about fees and costs

The total fees and charges you pay will include the costs of this product as well as the cost of any Eligible Investments and Eligible Insurance that you choose. It is important that you understand the fees and costs of any Eligible Investments and Eligible Insurance that you choose, and that those fees and costs are in addition to the fees charged by us for the product, together with transaction and account costs incurred on your behalf. The fees and costs of the Eligible Investments and Eligible Insurance you choose will generally be set out in the disclosure documents for the Eligible Investments and Eligible Insurance.

Except where noted, fees will be debited from the Wrap Cash Hub, generally in the first week of the month after the fees were accrued or upon closure of your account. If you have insufficient available cash in the Wrap Cash Hub, we reserve the right to sell down your holdings to top up the Wrap Cash Hub to the required minimum and deduct outstanding fees. For further information, please refer to the *Transacting* section.

Increases or alterations in the fees and costs

We reserve the right to, acting reasonably, increase the fees and charges outlined in the PDS, and to charge for other miscellaneous services, without your consent. We will give you notice, as required by law, if any new fees are introduced or if fees or charges increase.

The trust deed (available from us free of charge) allows us to charge an administration fee (including the ORFR fee and Wrap Cash Hub administration fee) of up to 2 per cent of the balance of your account (subject to a minimum of up to \$100 per month, which may be indexed each year to the consumer price index (CPI)), as well as fixed dollar transaction fees of up to \$50 (which may be indexed each year to the CPI), arising from buying and selling investment options, including contributions, withdrawals, switching, automatic rebalancing, direct debits, automatic cash management and dollar-cost averaging. The maximum fees outlined above may be increased by GST (or similar) payable by us on those fees net of the effect of RITC where available. From time to time, changes to legislation or to the nature of fees may impact the availability of RITCs in relation to particular expenses. If the RITC entitlement in relation to any of these fees changes, we may pass on the additional cost to you.

The Trustee may increase certain dollar amounts specified in the trust deed, in accordance with increases in the CPI each year. Any increase will not be greater than

the percentage change in the CPI since the inception of Super and Pension Manager II, 23 November 2019, or the last recalculation.

We may be reimbursed from the Fund for certain expenses incurred in the administration of the Fund. Costs we may recover include litigation expenses. In the event that such expenses are incurred and are able to be reimbursed, this will be in addition to the ongoing administration and management charges stated previously and the regulatory and operating expenses stated below.

Fees relating to the Wrap Cash Hub

The Wrap Cash Hub administration fee represents the difference between the interest rate the Trustee earns on the underlying deposit(s) with MBL and the interest rate paid by the Trustee to you.

This fee is deducted before any interest is credited to your account.

Operational Risk Financial Requirement fee

The Trustee is required to maintain adequate financial resources to address losses arising from operational risks that may affect the Fund. This requirement is known as the Operational Risk Financial Requirement (ORFR). There is a cost associated with complying with the ORFR and this cost is passed on to the Fund. Details of the ORFR fee including the amount of the fee and how and when it is paid, are set out in the *Fees and other costs* table.

This is paid, in the first instance, from the Fund's reserves, and where the Fund's reserves are not sufficient to cover part or all of the ORFR fee, will be charged to your account. Before we charge your account, or if the amount we charge for this fee increases, we will provide you with notice as required by law.

Regulatory and operating expenses

The Trustee may recover from reserves, or pass on to members, all or part of the actual expenses incurred by the Trustee in operating the Fund where it is permitted to do so under the trust deed and in accordance with the law. These include expenses incurred by the Trustee in complying with regulatory and prudential standards and paying compulsory government levies. Details of the regulatory and operating expenses including the estimated amount of the costs and how and when it is

Additional explanation of fees and costs

paid, are set out in the *Fees and other costs* table. These costs are paid, in the first instance, from the Fund's reserves, and where the Fund's reserves are not sufficient to cover part or all of the regulatory and operating

expenses, will be debited to your account. Before we debit your account, or if the amount we estimate for these costs materially increases, we will provide you with notice as required by law.

Incidental fees

You may incur incidental fees resulting from certain requests or transactions on your account. These are as follows:

Incidental fees	Payable to the Trustee
Failed trade fee If you have insufficient available cash in the Wrap Cash Hub to pay for a purchase or if you instruct the Trustee to sell assets that are not held in your account.	\$36.00 per day until settlement or cancellation (the relevant exchange may also charge a fee).
Dishonour fee If a direct debit from your nominated Australian financial institution is returned unpaid.	The Wrap Cash Hub will bear any fees associated with the dishonour, when they are charged to us.

Further details about fees

Fees on linked accounts

Where the balance of your account is insufficient to cover any outstanding fees and charges, we may collect the fee from another account in your name you hold within the Fund.

Minimum monthly fee

Fees commence accruing on your account following your first contribution or rollover. The minimum monthly fee will apply irrespective of the size of your initial deposit, even if it is below the required minimum balance.

Fees applicable during a month

The fees set up on your account as at the end of a given month (or on or before the day when your account is closed) will be the fees applicable for that month (or part thereof if the account is opened or closed within that month). For example, if you change a fee amount mid-month, the fee collected for that month will be based on the new fee.

Where we receive notice that the adviser on your account has changed during the month, the new adviser will receive all fees applicable for that month, based on the fees applicable at the end of the month.

Industry levies

Where industry-wide costs or levies (such as APRA's SuperStream levy) are imposed on the Fund by government or regulatory bodies we may, where permitted by the trust deed, pass on all or some of these costs to you.

Changes in valuations

In some instances the value of your portfolio on a date in the past may be updated. Examples of when this may occur are where a product issuer corrects a unit price error or where an incorrect price was provided to us and we correct the error.

In these circumstances there will be no recalculation of any fees already charged to your account.

Changing or removing your adviser

In some instances your adviser's licensee may negotiate an arrangement whereby a rebate of part of the administration fees shown in the *Fees and other costs* table is applied. In such cases, we will pass on this rebate to you in the form of a reduced administration fee.

If you choose to change your adviser who is linked to your account or your adviser chooses to change their licensee, this may result in a change to this rebate. This could lead to an increase or decrease in the net administration fees paid, depending on the rebates applicable to you under each adviser and/or licensee.

Where you remove the adviser who is linked to your account or your adviser chooses to change their licensee, this may result in the removal of an applicable rebate, which could lead to an increase in the net administration fees paid to the standard rates disclosed in the *Fees and other costs* table.

You may wish to consider the impact this may have on your account when making any adviser and/or licensee changes.

Broker handling fees

Some corporate actions pay handling fees. In those events, the Authorised Broker is appointed as your broker for the purpose of handling the action, and may retain any applicable handling fees. The Authorised Broker may pay those fees onto your broker or adviser where entitled and claimed within specified timeframes. These fees are not an additional cost to you.

Performance fees

The Trustee does not charge performance fees however you may choose to invest in Eligible Investments which do have performance fees. Please refer to the disclosure documents for the Eligible Investments for details of any performance fees which apply to those investments.

About advice fees

To assist you in making decisions about your account, we can engage your adviser to provide you with personal advice on your Super and Pension Manager II account. You negotiate the fees for such advice with your adviser.

With your authority and subject to any restrictions outlined in this PDS and any further restrictions that we may reasonably apply, we will pay those fees to your adviser.

We must be provided with an authority for us to pay specified advice fees to your adviser and a consent to charge those fees against your interest in the Fund. This authority must include specific information as required by law. We will not pay the advice fees without that authority or if the amount is not specified. We will also not pay the advice fees to the extent we believe doing so would lead to a breach of superannuation law. Broadly, under superannuation law we can deduct from your account only advice fees that relate entirely to, and are reasonable for, advice concerning your interest in the Fund. Any advice or financial services provided to you by your adviser in relation to matters not concerning your interest in the Fund must be paid for by you and cannot be deducted from your account in Super and Pension Manager II.

The types of advice fee for personal advice that may be agreed with your adviser to be deducted from your account are set out in the table below.

Type of fee	Amount	How and when paid
One-off advice fee payable to your adviser	You and your adviser may negotiate the amount of a one-off advice fee (if any).	One-off advice fees are dollar-based fees deducted from the Wrap Cash Hub, generally in the first week of the month after the fees were accrued or upon closure of your account.
Fixed-term advice fees payable to your adviser	You and your adviser may negotiate the amount of fixed-term advice fees (if any).	Fixed term advice fees are percentage and/or dollar-based monthly fees to be paid under arrangements for a period of 12 months or less. If percentage-based, the fee will be calculated on the daily closing balance of applicable assets and/or your whole account. Fixed-term advice fees are deducted from the Wrap Cash Hub, generally in the first week of the month after the fees were accrued or upon closure of your account.
Ongoing advice fees payable to your adviser	You and your adviser may negotiate the amount of ongoing advice fees (if any).	Ongoing advice fees are percentage and/or dollar-based ongoing monthly fees. If percentage-based, the fee will be calculated on the daily closing balance of applicable assets and/or your whole account. Ongoing advice fees are deducted from the Wrap Cash Hub, generally in the first week of the month after the fees were accrued or upon closure of your account.

Additional explanation of fees and costs

Type of fee	Amount	How and when paid
Transaction advice fees payable to your adviser	You and your adviser may negotiate the amount of transaction advice fee (if any) for buy transactions placed by your adviser.	<p>Transaction advice fees are percentage and/or dollar-based fees that apply to each buy transaction initiated by your adviser through the wrap platform. If percentage-based, the fee will be calculated on the settled value of the transaction (excluding brokerage).</p> <p>This fee is deducted from the Wrap Cash Hub, generally in the first week of the month after the fees were accrued or upon closure of your account.</p> <p>Transaction advice fees are not available on transactions that take place via automated investment management tools or for transactions within SMAs.</p>

Advice fees may be structured in a number of ways as a combination of one or more of the following types of fees:

- a flat dollar fee
- a percentage fee applied to the balance of applicable assets either as a flat percentage fee or as tiered percentage fees
- a percentage fee applied to your whole account balance (including or excluding in your Wrap Cash Hub) either as a flat percentage fee or as tiered percentage fees
- a transaction advice fee applied as a dollar fee or as a percentage of the value of the buy transaction.

These advice fees may be calculated on the aggregated balance of grouped accounts. Please refer to *Advice fees across grouped accounts* for further details.

Advice fees when your adviser changes

Your advice fee arrangements may change or cease where, for example:

- you change your adviser to a new adviser who is licensed to/under a different licensee group
- your adviser's licensee changes
- you cease to have an adviser, or
- you do not renew an ongoing fee arrangement with your adviser or adviser's licensee.

Where such an event occurs, it is important you inform us of the event and any changes to the fee arrangement with your adviser. Where you have changed your adviser and/or licensee, we may continue to deduct advice fees in accordance with the advice fee consent provided to us. Any fees accrued for a month will be paid to the adviser who is linked to the account at the end of the month.

If we are informed that you cease to have an adviser, we will stop deducting advice fees from your account.

Changing or removing the adviser and/or licensee may change the administration fees payable by you. Refer to *Changing or removing your adviser* for more details.

Advice fees upon death

In the event of your death, existing advice fees will cease to be deducted from your account.

If advice fees are to be deducted from the account, the executors or administrators of your estate will be required to enter into a new fee arrangement with an adviser and provide the relevant fee instructions to us. In this instance, we will only accept one-off advice fee requests.

Advice fees across grouped accounts

You can elect to group accounts for advice fee purposes. When grouped, advice fees will apply to the total balance of grouped accounts. The advice fees charged to your account will be in proportion to your account balance and what it represents as part of the total applicable balance.

All accounts in the group must have the same adviser under the same adviser code linked to their account.

Eligible accounts to group can consist of accounts held by your spouse, de facto or domestic partner, children, parents or siblings and any company, trust or self-managed super fund (SMSF) where you or any of the individuals listed above are the directors, trustees or beneficiaries.

Restrictions on advice fees

As Trustee we impose caps which limit the amount of advice fees which can be deducted. In limited circumstances, we may consider exceptions for advice fees which exceed these caps.

Acting reasonably, we may choose to withhold or not charge advice fees in certain circumstances including where:

- your account balance is below the minimum account balance of \$10,000 at either the end of a month or just prior to account closure;
- we become aware of concerns about your adviser or their licensee and consider that it is reasonably required to protect you; or
- we believe they may not be permissible under superannuation law.

We reserve the right to ask you and/or your adviser for evidence of the services that are to be, or have been, provided for advice fees in order to comply with our obligations under superannuation law.

Managed investment fees

As part of or in addition to the investment fees payable to product issuers outlined in the disclosure documents, product issuers of managed investments may charge the following fees.

Managed investment performance fees

MIML does not charge performance fees but you may indirectly incur performance fees as a consequence of investing in the various managed investments. These fees are generally included in the unit price and/or distributions and are not debited directly from your account.

The current performance fees (and the method of charging them) that apply to each managed investment should be set out in the relevant disclosure documents available online or from your adviser. Performance fees will change from time to time in accordance with the rules specified by the individual product issuers.

Managed investment transaction costs

You may incur transaction costs, including buy/sell spreads, for the managed investments that you hold. These are costs payable to the product issuer of each managed investment which are generally reflected in the unit price of each managed investment. Refer to the relevant disclosure documents for each managed investment and SMA for details on the applicable transaction costs and how and when these costs are incurred.

Managed investment buy/sell spreads

The Trustee does not charge a buy/sell spread but you may indirectly incur buy/sell spreads as a consequence of buying and selling managed investments. Buy/sell spreads are a cost deducted from the value of a managed investment that represents an apportionment among investors, of the actual or estimated costs incurred in transactions by the investment. It can mean that individual investors in managed investments more equitably share the costs associated with buying and selling the underlying investments.

Buy/sell spreads apply at the time of each transaction and are charged by the individual product issuers in one of two ways:

- by reducing the particular investment option's performance (unit price), or
- by adjusting the application and/or withdrawal price.

The current buy/sell spreads (and the method of charging them) that apply to each investment option should be set out in the disclosure documents issued by each product issuer.

Generally, these amounts can vary from 0.00 per cent to 2.50 per cent (for example, between \$0.00 and \$25.00 per \$1,000). These are estimates only, based on information provided by the product issuers of the available managed investments.

Buy/sell spreads may change from time to time in accordance with the rules specified by the individual product issuers. Buy/sell spreads are charged directly by the product issuer; no portion is retained by us. Buy/sell spreads are additional costs that you incur only if you transact in managed investments.

Brokerage on listed security transactions

Your nominated broker may charge brokerage on the purchase and sale of approved Australian listed securities.

Brokerage is calculated and payable at the time of each transaction and will be added to the cost, or deducted from the proceeds, of the transaction.

An online execution only trading service is available through the wrap platform. When you open your account, the Authorised Broker is automatically nominated as the broker authorised to purchase and sell Australian listed securities on your account through this service. Your adviser is the person that you authorise to place these trades.

Brokerage will apply on all Australian listed security transactions placed through the wrap platform via the Authorised Broker at a rate of 0.12 per cent of the amount transacted up to a maximum brokerage charge of \$100. A minimum brokerage charge of \$30 applies to each online transaction. For example, for a trade of \$100,000, the Authorised Broker will receive a maximum amount of \$100. If a trade is partially filled and then amended, each amendment that is filled will be treated as a new transaction when calculating brokerage.

If you trade Australian listed securities outside of this service, you will negotiate the brokerage costs directly with your nominated broker. You should contact these brokers for information on the fees and costs applicable for their service. Brokerage costs are paid directly to your nominated broker. Your broker is responsible for the service they provide to you and our role in these trades is limited to facilitating the settlement of transactions placed by your nominated broker.

For brokerage charges on listed security transactions within an SMA, please refer to the disclosure documents for the SMA available from your adviser or from us.

Payments made to or received from other parties

Where permitted by law, Macquarie will receive from the product issuer or fund manager, an annual platform fee, and for each investment option on our Investment Menu, a product access payment for the services that Macquarie provides in relation to the product(s).

Some fund managers or product issuers may pay us rebates where this is permitted by law. These amounts are passed on in full where you had a holding in a product that has paid us a rebate, your account remains active at the time we make the payment, and you are not eligible for a licensee negotiated rebate in relation to that same product. The amount we pass on to you will be pro-rated, taking into account the value of your investment in, and time you held, the relevant product.

Your advisers may negotiate rebates with fund managers or product issuers which we may agree to facilitate where

this is notified to us and permitted by law. These amounts will be passed on in full where you had a holding in a product that has paid us a rebate, your account remains active at the time we make the payment and you were a client of your adviser's licensee at the end of the calendar quarter for which the payment relates to. The amount we pass on to you will be pro-rated against holdings of clients of your adviser's licensee, taking into account the value of your investment in, and time you held, the relevant product. Where you change or remove your adviser, or your adviser chooses to change licensee, this may affect a rebate benefit you may receive. You may wish to consider the impact this may have on your account when making any adviser and/or licensee changes. You should contact your adviser for more information.

Separate to any fees you may agree with your adviser as set out in this PDS, your adviser may receive benefits provided by us at no extra cost to you. We reserve the right to decide whether or not we will make these benefits available if permitted by law and will cease to do so if required by law. Where applicable, you may negotiate with your adviser to rebate some benefits.

Where permitted by law, we may also draw on our own resources to provide benefits such as technical support or training and education benefits to licensed broking and financial advisory firms, up to a maximum of the administration fees disclosed in the *Fees and other costs* table.

We maintain records in relation to other forms of remuneration that are provided to advisers and/or financial services licensees, in accordance with applicable requirements. If you would like to review these records, please contact your adviser.

Insurance

If you have selected insurance cover through your account, the premiums payable will be deducted from the Wrap Cash Hub.

Refer to the relevant insurance product disclosure document for further details in relation to insurance premiums and the *Insurance* section for further details about holding insurance through your account.

General advice

We rely on your adviser to provide you with personal financial product advice. Any general advice we provide is free of charge.

Tax

For information about tax see the *Understanding superannuation* section. Where applicable the benefit of any tax deduction which can be attributed to your account may be passed on to your account in the form of a reduced fee or cost.

Further worked example

This example is provided to assist you in understanding the combined effect of fees and other costs of the platform, and also the fees and costs of some selected Eligible Investments. It does not include examples of the fees you may agree with your adviser, are not representative of the actual fees that you will pay but are shown for the purposes of illustrating:

- a. that there are fees and costs in addition to those of the platform; and
- b. how these additional fees and costs are calculated so that you can estimate the total fees and costs which apply to your account and the financial products that you hold.

The actual fees payable on your account may depend upon a number of factors including, but not limited to, the investments and insurance (if applicable) that you select, your total account balance, the balance of each investment option, the transactions you make, your nominated broker and the fee arrangements that you have agreed with your adviser.

Please refer to the disclosure document of the Eligible Investments and Eligible Insurance for the fees and costs which apply to those products.

Additional explanation of fees and costs

Example: \$250,000 account option

The following example uses an account invested for 12 months consisting of:

- an average daily balance of \$5,000 in the Wrap Cash Hub
- a managed investment with an average daily balance of \$95,000 and estimated fees and costs of 0.29% pa
- one term deposit, one SMA with estimated fees and costs of 1.14% pa and one Australian listed security each purchased online through the wrap platform trading service, each with a purchase price and an average daily balance of \$50,000,

Annual Platform fees and costs

Fees and costs deducted from your account

Tiered administration fee (charged by Trustee)	Managed investment	$(\$50,000 \times 0.59\%) +$ $(\$45,000 \times 0.10\%)$	\$340
	Australian listed security	$\$50,000 \times 0.59\%$	\$295
	SMA	$\$50,000 \times 0.59\%$	\$295
	Term deposit	$\$50,000 \times 0.59\%$	\$295
Total			\$1,225

Fees and costs deducted from the Fund Reserve

ORFR fee (charged by Trustee)	Total account (including Wrap Cash Hub)	$\$250,000 \times 0.03\%$	\$75
Regulatory and operating expenses (costs recovered by the Trustee)	Total account (including Wrap Cash Hub)	$\$250,000 \times 0.006\%$	\$15
Total			\$90

Fees and costs deducted from your investments

Wrap Cash Hub administration fee (charged by Trustee)	Wrap Cash Hub	$\$5,000 \times 1.75\%$	\$87.50
Transaction costs (brokerage)	Australian listed security	$\$50,000 \times 0.12\%$	\$60
Total			\$147.50

Total annual platform fees and costs	0.585%	\$1,462.50
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Estimated annual fees and costs of the Eligible Investments

Investment option fees and costs (charged by the issuers of Eligible Investments)	Managed investment	$\$95,000 \times 0.29\%$	\$275.50
	Australian listed security	$\$50,000 \times 0.00\%$	\$0
	SMA	$\$50,000 \times 1.14\%$	\$570
	Term deposit	$\$50,000 \times 0.00\%$	\$0
Total			\$845.50

Estimated total of combined fees and costs of the Platform and Eligible Investments	\$2,308
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The actual fees and costs you pay may differ to this example as:

- This example does not include advice fees that may apply to your account. You can negotiate with your adviser the fees that will be payable for the advice services to be provided to you.
- You may purchase Australian listed securities through a different broker. The brokerage amount charged will depend on your nominated broker and the brokerage you agree with them.
- Other fees may apply.

See the *Additional explanation of fees and costs* section for more information on the above and other fees and costs which may apply.

Defined fees

Fee type	Definition
Activity fees	<p>A fee is an activity fee if:</p> <ol style="list-style-type: none"> a. the fee relates to costs incurred by the trustee of the superannuation entity that are directly related to an activity of the trustee: <ol style="list-style-type: none"> a. that is engaged in at the request, or with the consent, of a member, or b. that relates to a member and is required by law, and b. those costs are not otherwise charged as administration fee and costs, an investment fees and costs, transaction costs, a buy-sell spread, a switching fee, an advice fee or an insurance fee.
Administration fees and costs	<p>Administration fees and costs are fees and costs that relate to the administration or operation of the superannuation entity and includes costs incurred by the trustee of the entity that:</p> <ol style="list-style-type: none"> a. relate to the administration or operation of the entity, and b. are not otherwise charged as investment fees and costs, a buy-sell spread, a switching fee, an activity fee, an advice fee or an insurance fee.
Advice fees	<p>A fee is an advice fee if:</p> <ol style="list-style-type: none"> a. the fee relates directly to costs incurred by the trustee of the superannuation entity because of the provision of financial product advice to a member by: <ol style="list-style-type: none"> a. a trustee of the entity, or b. another person acting as an employee of, or under an arrangement with, the trustee of the entity, and b. those costs are not otherwise charged as administration fees and costs, investment fees and costs, a switching fee, an activity fee or an insurance fee.
Buy-sell spreads	<p>A buy-sell spread is a fee to recover costs incurred by the trustee of the superannuation entity in relation to the sale and purchase of assets of the entity.</p>
Exit fee	<p>An exit fee is a fee, other than a buy-sell spread, that relates to the disposal of all or part of a member's interests in a superannuation entity.</p>
Investment fees and costs	<p>Investment fees and costs are fees and costs that relate to the investment of the assets of the superannuation entity and includes:</p> <ol style="list-style-type: none"> a. fees in payment for the exercise of care and expertise in the investment of those assets (including performance fees), and b. costs incurred by the trustee of the entity that: <ol style="list-style-type: none"> a. relate to the investment of the assets of the entity, and b. are not otherwise charged as administration fees and costs, a buy/sell spread, a switching fee, an activity fee, an advice fee or an insurance fee.
Switching fees	<p>A switching fee for a superannuation product other than a MySuper product, is a fee to recover the costs of switching all or part of a member's interest in the superannuation entity from one investment option or product in the entity to another.</p>
Transaction costs	<p>Transaction costs are costs associated with the sale and purchase of assets of the superannuation entity other than costs that are recovered by the superannuation entity charging buy-sell spreads.</p>

Protecting your account

It is very important that you continually take steps to protect your personal information and investment. Our Security and Fraud statement available online at [macquarie.com.au/security-and-fraud](https://www.macquarie.com.au/security-and-fraud) provides information on the common types of fraud, and steps you can take to help protect yourself against fraud and unauthorised transactions.

Authorising a Third Party to access your account

Please consider carefully who you appoint with authority on your account, and their level of authority, as we may follow their instructions as if they were from you. It's important that you understand this risk and the level of access you give to any other person.

Macquarie Authenticator

We may require you or your adviser to use Macquarie Authenticator for certain activities on your account, including when giving us instructions. Macquarie Authenticator is a mobile app which provides an extra layer of security that helps protect your account and personal information. The app sends actionable push notifications for you to approve or deny online transactions and account changes or generate a unique one-time rolling code as an alternative authentication method. You can visit [macquarie.com.au/digital-banking/macquarie-authenticator](https://www.macquarie.com.au/digital-banking/macquarie-authenticator) for more information.

Keeping your online details secure

At all times you should keep your account and Macquarie Online login details secure. You should not disclose these details to anyone else.

If you lose or suspect your account or Macquarie Online login details have been compromised or used by a third party, you should call us immediately. Failure to do so may result in a third party having unauthorised access to your account, including your personal details. Unauthorised access could result in a loss of your benefits due to fraud or other activity that has not been authorised by you.

You and your adviser must take all reasonable steps to protect the security of your respective computer hardware and software and mobile devices that you use to access your account. It is very important that you inform us as soon as security has been compromised by calling **13 31 74**.

Transacting

Your investment instructions

Where you have an adviser linked to your account, your adviser will carry out your investment instructions on your behalf online. You will generally provide investment instructions to your adviser according to the agreement you have with them. If you cannot contact your adviser (or do not have one linked to your account), you must give us instructions directly, provided that you have received the relevant disclosure documents for these investments.

Subject to your adviser arrangement, instructions to transact on your account which are received by us will be acted on and effected as soon as practicable. Where you do not have an adviser we will generally act on your instructions within two business days following receipt of a complete request.

We will not be liable for any delay in acting on those instruction where the delay is caused by circumstances outside of our control or due to us making enquiries about the validity and/or authorisation of instructions on your account, and we have acted properly. In certain circumstances your assets can be realised without obtaining your instructions, with the proceeds paid to the Cash Hub; for example, if your managed investment holding has dropped below the minimum requirement. You are responsible for any associated fees.

We will act on all instructions from your adviser or directly from you except in limited circumstances, including if:

- we suspect that you or your adviser are in breach of the terms of this PDS
- the authenticity of the instruction is in doubt
- your instructions are unclear
- following the instructions is contrary to the law or relevant policy
- you do not have sufficient available cash in the Wrap Cash Hub to carry out the instruction
- either your account and/or the Wrap Cash Hub would fall below the minimum balance (or in certain circumstances, your investment would exceed the Trustee's investment limits) if the instructions were carried out
- you do not have sufficient investment holdings for us to carry out the instruction
- acting on them would be impracticable or would breach relevant market practice, or
- the instruction would result in the custodian holding a security that is not on the Fund's approved Investment Menu.

The Trustee will only invest in an investment option as directed by you or your adviser subject to the investment limits, the applicable Investment Menu option and any restrictions that MIML may determine are reasonable to distribute consistently with an Eligible Investment's target market determination.

The Trustee will only sell or draw down an investment option other than as directed by you where:

- the sale is required to ensure you have the minimum balance required in the Wrap Cash Hub
- the investment option is removed from the relevant Investment Menu
- it is required to pay for fees, costs or expenses (e.g., tax or insurance premiums)
- a corporate action will result in you having an investment that is not on the relevant Investment Menu
- your account becomes unclaimed money (as defined in superannuation law) and we are required to transfer your balance to the ATO (see the *Unclaimed money, temporary residents' benefits and lost accounts* section for more details)
- it is required to top up the Wrap Cash Hub to meet a payment authorised by a regulator
- it is required to top up the Wrap Cash Hub to fund minimum pension payment requirements, or
- it is otherwise required by law.

In these circumstances money will be drawn from the following investments, starting with the highest balance, generally in the following order:

- Managed investments (that are liquid)
- SMAs
- Australian listed securities
- Term deposits
- Other Eligible Investments

In these situations, you bear the risk of your investment directions and the Trustee is, to the extent permitted by law, exempted from liability for any loss you sustain.

The Wrap Cash Hub

The Wrap Cash Hub will be used to:

- credit all cash contributions and rollovers
- fund investment purchases
- receive proceeds from investments that are sold
- receive income from investments,
- pay any fees, taxes and charges related to your account, and
- you authorise us to credit and debit the Wrap Cash Hub for these purposes.

Holding sufficient cash and assets

Over the life of your account, you must maintain an overall minimum account balance of \$10,000 (this minimum balance includes your Wrap Cash Hub balance).

Before transacting on your account, you must have sufficient available cash in the Wrap Cash Hub. If you sell assets within your account, the proceeds cannot be used for another transaction or withdrawal until settlement occurs and the proceeds are cleared in the Wrap Cash Hub. If you transact on your account with insufficient available cash, the transaction may be rejected. Where a transaction is rejected for a listed security, you may be charged a failed trade fee. In some circumstances a trade for a listed security (where there is insufficient available cash in the Wrap Cash Hub) will be funded through the disposal of any managed investment(s) you hold.

If your available cash balance falls below the minimum cash requirement, or you hold insufficient available cash to meet any payments (including fees and costs), we reserve the right to sell down your investment holdings to meet those payments and/or replenish the Wrap Cash Hub to the minimum balance.

Any transaction instructions and/or automated plans to buy assets may fail where they will result in your available cash balance falling below the minimum balance requirement.

Managed investments and SMAs

Your adviser (on your behalf) will submit instructions online to buy, sell or switch managed investments (including SMAs). Product issuers have different rules relating to when applications and redemptions will be accepted and processed. Details of these rules and turnaround times can be found in the disclosure documents for each managed investment and SMA.

If you cannot contact your adviser (or do not have an adviser linked to your account), you must give us instructions directly, provided that the relevant investment(s) are able to be assessed without an adviser and provided you have received the relevant disclosure documents for these investments.

When orders are processed

The unit price that you receive for managed investments is determined by the product issuer. Where transaction requests are placed online by your adviser prior to 12.00 noon Sydney time on a Business Day, we will generally send instructions to the product issuer on the same day. Where transaction requests are placed online by your adviser after 12.00 noon Sydney time, these will generally be sent the following Business Day.

Where you do not have an adviser, we will act on your instructions as soon as possible following receipt but cannot guarantee we will do so by any particular time.

Some orders may not be processed until other events occur. For example, if you elect to switch investments, proceeds from a sale of units will be required to be received before an application into another fund can be made. More information regarding the different orders are set out below.

Application

An application is the term used to describe the purchase of units in a managed investment when the investment is being funded from the Wrap Cash Hub.

Payment for your managed investment purchases will be deducted from the Wrap Cash Hub on the day that we apply for units in the managed investments. We will process instructions as quickly as possible, depending on the application process of each product issuer.

Where managed investments have minimum investment requirements, or the product issuer does not calculate a unit price daily, it may take longer to process your instructions.

Redemption

A redemption is the term used to describe the sale of units or other interests in a managed investment. Redemption proceeds are credited to the Wrap Cash Hub.

Redemption proceeds cannot be used to process a withdrawal from the Wrap Cash Hub until settlement occurs and the money is cleared in the Wrap Cash Hub.

Switching between managed investments

A switch is the term used to describe the redemption of a managed investment (or multiple managed investments) and, instead of the proceeds being directed to the Wrap Cash Hub, the funds are directed straight to another managed investment (or multiple managed investments). We only administer switches between managed investments that transact daily.

The minimum amount that can be switched between managed investments is \$100. If we receive an instruction to switch (or redeem) an amount that will result in less than \$250 remaining invested in a particular managed investment (except the Wrap Cash Hub), we may process that instruction as a full redemption from that managed investment.

Where your adviser places an order for a full redemption from one managed investment with the proceeds being switched into more than one managed investment, we will convert the buy dollar amounts to a percentage of the sale order. Once the sale proceeds are received, reciprocal buy orders are created and sent to the managed investments into which applications are being made.

Please refer to your adviser for further details.

Switching pension investments (Pension only)

Switching between managed investment options within your pension account can occur at any time, unless there are insufficient investments in your account to cover the next pension payment. When a switch is requested, you or your adviser may be required to amend the amount being switched or change the pension payment options.

Managed investments that do not transact daily

Some managed investments do not process applications or redemptions on a daily basis. If you instruct us to apply for or redeem a non-daily transacting investment or another illiquid investment, we will process this transaction in accordance with the product issuer's timetable. In some cases this could be three months or more after we receive your instructions and extended delays may be experienced. Please refer to the relevant disclosure documents or your adviser for further information.

Australian listed securities

Your adviser (on your behalf) may buy and sell Australian listed securities through the wrap platform via the Authorised Broker. We will use the available cash in your Wrap Cash Hub to settle any purchases of Australian listed securities. We will withdraw cash to pay for the purchase on the same day, or within one day of being notified by your broker of the trade.

You may be charged a failed trade fee if you do not have sufficient available cash in the Wrap Cash Hub to perform a trade. Any proceeds from the sale of eligible Australian listed securities should be available in your account the next Business Day after settlement.

All orders placed through the wrap platform to buy or sell eligible Australian listed securities will be conducted on a 'market-to-limit' basis. Orders can also be placed 'at-limit'. This enables buy or sell orders to be placed at a specific price. An 'at-limit' buy order will only execute at the limit price or lower, while an 'at-limit' sell order will only execute at the limit price or higher. 'Market-to-limit' orders may only be partially filled at the prevailing market price at the time the order is placed.

If you would like your order to be fully executed at 'market-to-limit' in accordance with available price/volumes, your adviser will be responsible for amending your initial order. In the event that the whole, or part, of your order is filled prior to its amendment or cancellation, you will be liable to settle the whole or partially filled order.

A single order may consist of more than one transaction. For example, if an order is partially filled and then amended, each amendment that is filled is a new transaction.

You and your adviser are unable to trade on a conditional or deferred settlement basis.

You can trade Australian listed securities outside of the trading service. This is available through a nominated broker from our list of approved brokers, which is available from your adviser or us.

If you wish to nominate a broker, the broker must be nominated on the application form or subsequent notification to us. If you wish to change or nominate a new broker, you should contact your adviser.

Trade confirmations are not provided for Australian listed securities transactions when trading via the Authorised Broker.

Physical settlement of underlying assets

Conversion or settlement into the physical underlying assets of an investment you hold cannot be administered on the platform. Such investments include, but are not limited to:

- CHESS Depository Interests
- Exchange Traded Funds
- Exchange Traded Commodities
- Exchange Traded Certificates.

Corporate actions

We refer to corporate actions as any event that brings material change to a company and affects its stakeholders such as shareholders. Typically, corporate actions relate to shares in companies and interests in some managed investments. These may affect the capital structure of the security, or the number or type of securities held on your behalf. These types of actions can be mandatory, such as share reconstructions, or voluntary, such as entitlement offers and share purchase plans.

We may make a decision or take a variety of actions in relation to a corporate action if it would result in the Fund acquiring an asset that is not on the relevant Investment Menu or where the Trustee determines that acquiring the investment may be inconsistent with the Fund's trust deed, its trustee duties or other obligations under the law. These actions include for example: determining that we will not make a corporate action available to you, refusing to act on your instructions in

relation to a corporate action, not processing a corporate action, selling an investment which is the subject of a corporate action (before or after the corporate action) or, if we are given the option of receiving cash or an investment, unless you decide to receive the investment and the investment is on the relevant Investment Menu we must choose the option that would result in the payment of cash.

In some circumstances we will ask you to make a decision regarding your preferred course of action for a corporate action. Where you submit an instruction on a corporate action, you and/or your adviser are responsible for checking the Trustee investment limits that apply, prior to submitting your instruction.

Where a corporate action will be made available to you, and information about the corporate action is available to us, we will endeavour to provide the relevant information to your adviser directly through the corporate actions calendar, viewable by your adviser online. Your adviser must use the corporate actions calendar to check for any corporate action information that may be relevant to your account or require your action.

When a corporate action occurs and we ask you for instructions, we must be given those instructions at least three Business Days prior to the published closing date of the action (the cut-off date), unless we specify otherwise. For the issuance of new securities, we must generally be given instructions eight Business Days prior to the published close date.

The online instruction is final and no changes are able to be made to this instruction. By submitting the online instruction you and your financial adviser confirm you have read and understood all documents issued in relation to the corporate action.

If a corporate action requires payment, you must ensure the Wrap Cash Hub has sufficient funds to complete the transaction. If you do not have sufficient cleared funds available in the Wrap Cash Hub at the time your instructions are received by us and retain sufficient cleared funds in the Wrap Cash Hub until such time as we process the relevant transaction, the transaction will not be processed and we have no liability to you in relation to the corporate action.

Where notice is received after the applicable cut-off date, or you have insufficient funds available at the time of processing, you may not be able to participate in the corporate action, and we are not liable to you for any potential loss of opportunity arising in those circumstances.

If you do not have an adviser, you are responsible for monitoring upcoming corporate action events. If you would like to participate, you must contact us at least eight Business Days before the published closing date of the action.

You cannot vote at shareholder or unit holder meetings. You cannot participate in bonus share plans (offered on

some securities, enabling security holders to elect to receive fully paid bonus shares instead of cash dividends) on investments held in your account.

The Trustee will exercise voting rights, on behalf of the Fund, where required by any applicable laws or regulations and in accordance with our voting policies.

Partly paid securities

Partly paid securities are generally not an approved platform security. Where you hold partly paid securities, please ensure you have sufficient available cash in the Wrap Cash Hub to meet unpaid instalment payments when required.

Term deposits

Term deposits allow you to make an investment for a fixed duration at a fixed rate of return. You can choose from a range of term deposits with a selection of different rates and terms to suit your needs. A minimum deposit of \$10,000 per term deposit applies and you should obtain and consider the applicable term deposit disclosure documents before making an investment decision.

You can apply for a term deposit at any time. Applications close at midnight each Business Day with the investment being made the following Business Day. This means you will receive the rate and terms applicable on the day that you submit your application.

Interest rates change frequently, you should always check the current rates at the time you invest and again if you are considering rolling over a term deposit. On maturity, the amount invested (your principal) and interest earned will be credited into the Wrap Cash Hub.

You may elect to roll over your term deposit (principal or the principal plus interest) for the same term from the same term deposit issuer. Your term deposit maturity election will remain in place until a new maturity election is made.

As term deposit applications are pooled and invested together, there is limited ability to obtain funds before maturity. You may request to break your term deposit but you should be aware that this is subject to the term deposit issuer's approval and that fees, notice periods, and interest reductions may apply.

Disclosure documents

You should read the relevant disclosure documents prior to investing in any of the Eligible Investments. As the disclosure document for each investment may be updated or replaced from time to time, your adviser should provide you with the most recent disclosure document for each Eligible Investment you are considering prior to acting on your investment instructions.

If you do not have an adviser, you should obtain the relevant disclosure documents (which are available online) and will need to read and confirm you have read these prior to us acting on your investment instructions.

Each disclosure document has been prepared by the relevant underlying product issuer. These documents contain more detailed information about the strategies and objectives, the manager and the administration of the investment option. The most recent versions of these documents are available from your adviser or online.

Material events

If a material event occurs which we believe is an important consideration when making additional contributions to, or switches within, your account and which we have not yet informed you about, we may be unable to comply with your instructions immediately. We will be required to forward you the relevant information and will only switch or invest in the investment option when we believe you have the necessary information.

Automated investment management tools

A number of automated tools are available to assist you and your adviser to manage your investment strategy. These tools are available for selected Eligible Investments only and are established and maintained online, by your adviser. Where you do not have an adviser, you can provide us with the relevant instructions directly. The income reinvestment plans are only available for selected managed investments and Australian listed securities.

When using the automated tools, you may acquire additional units in managed investments without having been given a current disclosure document in relation to those investments. Your adviser can provide you with the current disclosure documents, or they can be obtained online.

Investments through these automated tools will continue to be made until cancelled or until the arrangement is terminated for any reason.

Any transaction instructions and/or automated plans to buy assets will fail where they will result in your available cash balance falling below the \$1,000 minimum balance requirement.

Important: If you do not have an adviser linked to your account, restrictions may apply to automated plans. As automated plans are administered online via an adviser and some investments can only be made where an adviser is linked to an account, if you remove your adviser, we may cease to offer and/or cancel some existing automated plans.

When automated tools are triggered, they may take into account other outstanding transactions you have on your account or underlying investments (such as SMAs). Due to this, some plans may or may not run or only some orders may be triggered depending on what other activity is occurring on your account at the time.

Automatic cash management

To help you manage the Wrap Cash Hub balance, you and your adviser can select a minimum and/or maximum target cash balance. This can be either specific dollar amounts or a percentage of your account. If the Wrap Cash Hub balance exceeds your specified maximum and your account has been open for more than one month, we will automatically invest the additional balance according to your instructions. If the Wrap Cash Hub balance falls below your minimum target, we will redeem some of your investments and top up the Wrap Cash Hub balance.

This feature is not available for Australian listed securities, term deposits or managed investments that do not price daily.

You can also set an investment limit so that application orders which exceed the maximum investment limit will not be automatically executed. These application orders will be automatically cancelled unless they are authorised by your adviser by the 28th of the month (or, if the 28th is a weekend or public holiday in Sydney, the last Business Day prior).

The automatic cash management process is run on or around the 20th of each month (this date may change without prior notice to you).

Automatic rebalancing

You and your adviser can instruct us to regularly rebalance the managed investments in your account according to benchmarks you have established for particular assets. This means that regardless of each investment's performance, your account will generally be in line with the investment strategy you have agreed with your adviser.

You can choose to rebalance the managed investments within your account either:

- quarterly
- half-yearly, or
- annually.

This feature is not available for Australian listed securities, term deposits, SMAs or managed investments that do not price daily.

Automatic rebalancing will occur on or around the 24th of the month (this date may change without prior notice to you). After your first automatic rebalancing transaction, you can instruct your adviser to rebalance your account on demand.

Dollar cost averaging

Dollar cost averaging allows you to make regular investments from the Wrap Cash Hub into certain managed investments. Please speak with your adviser as to which investments are available for dollar cost averaging.

You can choose to run dollar cost averaging either monthly or quarterly. You simply decide upon a start and finish date, the amount and into which investments you would like to make your investments. Minimum transaction amounts may apply. Dollar cost averaging transactions will occur on or around the 16th of the month (this date may change without prior notice to you).

Under dollar cost averaging you may acquire additional interests in investments without having been given a current disclosure document in relation to the relevant investment. These can be obtained through your adviser or are available online.

Investments made through dollar cost averaging will continue to be made until you instruct us otherwise or until the arrangement is terminated for any reason including if you no longer have an adviser linked to your account.

Income from your investments: reinvestment plans

Your income election from listed securities and managed investments generally defaults to cash and will be paid into your Wrap Cash Hub. For some investment options, you or your adviser can elect to receive income as either additional units or securities or cash. As disclosure documents are subject to change, you may acquire additional interests without a copy of the latest offer document. You can obtain a copy from your adviser or online.

Reinvestment plans for managed investments are administered directly by the service and not through the registry or product issuer. The unit price at which managed investment distributions are reinvested may differ from the price that would apply if you participated directly in the fund manager's distribution reinvestment plan.

Distributions and dividends will only be credited to your account once the amounts and any necessary information have been received by us.

Income from your investments will only be credited to your Wrap Cash Hub or reinvested once the amounts and any necessary information have been received by us.

Dividend bonus share plans (also known as dividend substitution plans) are not administered in the Fund. We also do not administer reinvestment plans for non-daily priced managed investments.

Reporting

One of the benefits of Super and Pension Manager II is consolidated reporting. A detailed and up-to-date picture of your account is available online, which makes managing your account easier.

Ongoing reporting

The Trustee provides you with ongoing reporting on your account and the Fund.

Statements

Your annual statement will be made available via Macquarie Online after the end of the financial year.

We will also provide you with information at least annually to help you complete your income tax return if you have made personal contributions or have received assessable income during that year.

Annual report

We prepare an annual report about the management, financial performance and position of the Fund for the period to 30 June each year. The annual report will be available online at [macquarie.com.au/investing/yourwrap](https://www.macquarie.com.au/investing/yourwrap).

Online access to your account

You can access your account online using Macquarie Online available at online.macquarie.com.au.

Access to and use of Macquarie Online is subject to the conditions of use in the Electronic Banking Terms and Conditions available at [macquarie.com.au/digital-banking/electronic-banking-terms-and-conditions](https://www.macquarie.com.au/digital-banking/electronic-banking-terms-and-conditions)

Through Macquarie Online you can access a range of account information and reporting to keep you informed about your account, including your:

- portfolio valuation,
- transaction history, and
- annual statement

You should check the entries on each online report and statement carefully and promptly notify us of any error or unauthorised transaction. If you have any queries, please refer to your adviser (if you have one) or us.

Electronic notices

Where permitted by law, you agree that we can give you all notices, statements, documents, information and other communications in connection with your account electronically, by:

- emailing them to your nominated email address or sending them through SMS to your last known mobile telephone number
- making them available online at a location notified and readily accessible to you; or
- any other way agreed with you.

Where we make information available online, you agree that we may notify you of this fact and the location by email or SMS. You agree to check your emails and SMS messages regularly.

You agree to notify us as soon as possible with any changes to your contact details including but not limited to your nominated email address and mobile telephone number.

Reports available to your adviser

Where you have an adviser linked to your account, they will have access to your statements, and a comprehensive range of reports and data on your account to enable them to track your investments and other important information regarding your account.

Where your account is grouped with other accounts, your adviser will have access to a range of reports based on the grouped accounts and you agree that some of your account details may be disclosed to the owners of the other accounts in the group.

In addition, you agree that your adviser may also authorise other people working in or for their organisation to access your account details, balance, transaction history and personal information to help in the administration of your account. Please refer to the *Privacy Statement* section for further details regarding the sharing of your information.

Reporting on the value of your account

The value of your account is the aggregate net value of your investments, including the Wrap Cash Hub, after the deduction of accrued fees, taxes and charges. The information below is a guide on how different investments are valued and what will be reported.

The Trustee uses, for the purposes of valuation, prices we receive from the investment option or its provider or an appropriate exchange or, if no such price is available, another source that the Trustee considers is appropriate.



Please note: Accrued fees and taxes are not reflected in your portfolio valuation.

The Wrap Cash Hub

The Wrap Cash Hub is held through the Fund's custodian with MBL. Interest is distributed to the Wrap Cash Hub quarterly. Accrued interest is not reported on your account until it is paid. For more information on the Wrap Cash Hub, refer to the *Understanding your investments* section.

Term deposits

The value of a term deposit is determined by the amount initially invested and the accrued interest. As the accrued interest is not reported to us by the term deposit issuer, this will not be reported on your account until it is paid by the issuer.

Managed investments

When you invest in managed investments, the number of units allocated to you depends on that product's unit price and the amount you invest. Each managed investment will generally have a different unit price set by the product issuer. The unit price that you receive is determined by the product issuer, and generally reflects the value of the managed investment's assets after deducting the product issuer's fees, expenses and transaction costs.

The value of your managed investments will generally be the number of units held by you multiplied by the redemption unit price set by the product issuer. Further details are available in the disclosure documents for each managed investment.



Please note: Accrued managed investment distributions will not be reported on your account after they have been declared by the product issuer and will only be credited and reported once received by us.

Separately Managed Accounts

Generally, investments included in SMAs include listed securities, units in managed investments and cash. The value of separately managed accounts will be determined by the value of the underlying investments at the relevant time and any applicable processes as they relate to the SMA.

Australian listed securities

Australian listed securities are generally valued at the most recent price available which can either be their last available closing price on the ASX, or where possible, can be as regular as a 20 minute delay via Macquarie Online while the market is open. If no trades have occurred for a security during the day, the last traded price will be used.

Illiquid investments

Where you hold illiquid investments, we generally value these assets at the last trading price until new pricing information becomes available. If these investments have not traded for an extended period, the eventual value realised for these investments may be substantially different to the value displayed.

We will seek to continue to report on illiquid investments. In accordance with our valuation policies, we may change the method by which we value an illiquid investment, from time to time, and report the most accurate value for the asset.

Changes in methods for valuing assets

At our discretion, we may change the method by which we value an asset. For example, if a method becomes available which more accurately reflects the fair value of the assets, we may select to use this method. If we believe a particular asset is not fairly valued using the standard methods described above, we may report what we believe to be a more accurate value.

How do I withdraw?

You are required to meet certain conditions under superannuation law before you can access your superannuation benefits. These are explained in the TIB. Once you have qualified to access your superannuation benefits, you have the option of:

- withdrawing a lump sum
- transferring your investments in-specie from super to pension and then drawing a pension.

In addition, you are able to rollover part or all of your account to another complying superannuation fund or transfer to a KiwiSaver account where certain conditions are met.



Please note: Withdrawals as a lump sum and rollovers to another complying super fund must be done from available cash in the Wrap Cash Hub.

Minimum total account balance

Where you request a rollover or lump sum withdrawal that will result in your balance falling below \$10,000, we may treat this as an instruction to close your account.

Where we receive such an instruction, we will notify you that we intend to close your account and pay the balance in accordance with the provided instructions. If you do not amend your instruction to retain the minimum \$10,000 account balance, we may proceed with selling all investments and closing your account.

Important information when making withdrawals and rollovers

You should consider the following:

- **Investments may be sold or redeemed** – You or your adviser should ensure you have sufficient available cash in the Wrap Cash Hub. If there is insufficient available cash, we may sell down your investments. See the Transacting section for more details
- **Tax deductions** – You should give us a valid deduction notice for any personal contributions prior to providing us with withdrawal instructions. Failure to do so may lead to you limiting or losing your ability to claim a tax deduction.

How to withdraw

Subject to access rules, you can withdraw a minimum of \$500 (before tax) as a lump sum from your account provided that you have sufficient available cash and retain the minimum total account balance. You can make a withdrawal from your account by providing us with instructions, including the details of the Australian bank or building society account into which your withdrawal is to be transferred (if different from an account you have previously nominated).

For pension accounts, we are required to pay the annual pro-rata minimum pension for that financial year. As a result, you are required to leave sufficient liquid investments in your account to meet this requirement.

All withdrawals will be processed by electronic funds transfer, and for pension accounts as pension payments, unless requested otherwise.

If there is sufficient available cash in the Wrap Cash Hub, withdrawals will generally be processed on the Business Day following the receipt of your request. Proceeds will generally be available the following Business Day. Withdrawal processing may take longer in certain circumstances; for example, when the proceeds are credited to some building societies.

Online withdrawals (Pension only)

Subject to meeting all the withdrawal conditions, on your instruction, your registered adviser can place instructions on your behalf (via Adviser Online) for a one off pension payment or lump sum withdrawal from your pension account.

Your adviser is limited to giving withdrawal instructions in this way once every three days for each pension account you hold. This feature is not available for transition to retirement pensions.

We may process payments in this way, provided the payment or withdrawal is:

- \$30,000 or less, and
- made to the Australian bank or building society account that receives your current pension payments.

In all other circumstances we will need to receive your authorisation before making a payment.

Rolling over your benefit

You or your adviser can request that part or all of your account balance be rolled over to another superannuation fund. We will process your request as soon as practicable and generally within 30 days of the receipt of a valid instruction.

We may not be able to process your request to rollover within the standard 30-day period if you do not provide us with the information we require. The time taken to complete a rollover or transfer of benefits from your account generally depends on when we receive the proceeds of your investments see *Closing your account* for further details.

How do I withdraw?

If we are unable to action your rollover request due to illiquidity of your investments, we will act on your instructions to forward the maximum benefit possible within 30 days, with the remainder of your benefit to be paid as soon as practicable after the proceeds from the sale of your illiquid investment(s) have been received, unless you instruct otherwise. Where illiquid investments are retained in your account, we reserve the right to sell these assets at our discretion once they become liquid, unless directed otherwise. In these circumstances, we reserve the right to pay any benefits according to your last payment instruction.

As we are entitled to be indemnified from the assets of the Fund for liabilities we have incurred and expected liabilities, in some cases, if we determine that the value of the illiquid investment is equal to or less than the costs, we have incurred in maintaining your account and the costs that we will incur in redeeming the remaining investments, those costs will be attributed to your account, your account will be closed, and we will determine how to deal with any remaining assets that were held in relation to your account.

For more information, refer to *Liquidity risk* within the Understanding your investments section.

Transferring to a KiwiSaver scheme

The Trans-Tasman superannuation portability arrangement allows former Australian and New Zealand residents who permanently emigrate between the two countries, to take their full retirement savings with them. The transfer of retirement savings between Australia and New Zealand is voluntary for members and voluntary for funds to accept transferred amounts. The Fund currently facilitates transfers to eligible New Zealand superannuation funds (known as KiwiSaver schemes).

Superannuation law requires that the full balance of your account(s) within the Fund be transferred to a KiwiSaver scheme. In order to facilitate the transfer, the Trustee is required to receive certain information and declarations. If you are seeking to transfer your retirement savings from the Fund to a KiwiSaver scheme, you must complete the *KiwiSaver Transfer* form. Please speak to your adviser if you would like to know more about transferring your benefit to a KiwiSaver scheme.

Closing your account

You or your adviser can instruct us to close your account at any time by providing us with instructions. If you withdraw, rollover or transfer out your entire account balance, we will treat this as an instruction to close your account.

In addition to the above, to close your account you should also be aware of the following:

- **Investments** – any investments held in your account will be sold.
- **Corporate actions** – any corporate actions will lapse.

- **Automated plans** – All automated plans (automatic cash management, automatic rebalancing, dollar cost averaging and/or direct debits) will be cancelled.
- **Insurance** – Your insurance cover held on your account will be cancelled.
- **Fees** – Any outstanding fees may be deducted prior to the closure of your account.
- **Online access** – Online access to your account may be removed following the closure of your account.
- **Pensions** – For pension accounts, minimum payment requirements apply before your account can be closed.

To facilitate the closing of your account, we may also take other administrative actions such as removing the registered adviser on your account.



Please note: upon closure of your account, if you no longer have an open account in the Fund, you should be aware of the following:

- Any entitlement to investment income received by us after your account is closed, including, but not limited to, dividends, distributions and class action proceeds, may be forfeited.
- You will not receive the benefit of any tax adjustment to which you may have been entitled. This may include the benefit of a capital gains tax (CGT) discount or franking credits.
- We reserve the right to deal with any unpaid benefits or other money owed to you in any manner permitted under applicable law, including opening a new superannuation account or paying the benefits to the ATO.

If you wish to claim a tax deduction for your personal contributions in a particular year, you must give us a valid deduction notice for these contributions prior to withdrawing your account balance or commencing a pension. For more information, please see *Claiming tax deductions for your contributions*.

There may be delays in rolling over or closing your account, if there are any outstanding:

- corporate actions
- unsettled transactions, or
- illiquid investments: where you hold illiquid investments or investments that cannot readily be converted to cash, including term deposits and SMAs, we may not be able to action your request within the standard 30 day period. We will generally contact you to arrange the most appropriate course of action for your benefits. See *Rolling over your benefit* for more details.

Pension payments

Your Pension account allows you to maintain choice in your underlying investment options whilst receiving regular payments within prescribed limits from your account.

Your pension may be established once you meet the relevant rules to access your superannuation benefit explained in the TIB.

Pension Manager II allows you to receive pension payments fortnightly, monthly, quarterly, half-yearly or annually. You can also receive an ad hoc pension payment at any time.

Your adviser can amend your pension frequency online. If you do not have an adviser, you can provide these instructions to us.

Pension payments will be drawn from the Wrap Cash Hub and transferred electronically to your nominated Australian financial institution account. The nominated account must be an account held in your name or an account you hold jointly with another individual.

For payment frequencies other than fortnightly, payments will be drawn, on or around the 15th day of the month. If you invest before the first day in any calendar month, your first pension payment can generally be made on the 15th day of that month.

For fortnightly pension payments (new pension applications), the first pension payment processing date will generally be 14 days from the date the pension commences. Payments will then be made each fortnight from the first payment date. Some public holidays

and end of financial year processing may affect your fortnightly payment schedule and we may be required to bring forward or delay pension payments for us to meet our legislative requirements.

In the first year, the minimum payment you are required to receive annually will generally be pro-rated based on the number of days between your pension commencing and the end of the financial year, unless your pension commences in June of a financial year, in which case, no payment is required to be made in that financial year.

What pension amount can I receive?

Superannuation law sets out the minimum annual payments that must be paid from an account-based pension each financial year. The minimum annual payment factors are set out in the *Minimum pension payments* section of the TIB.

These limits are based on your age and your account balance and are calculated when you commence your pension and at 1 July in each subsequent year. Generally, your Pension account must pay at least the minimum pension amount each financial year.

Confirmation of your initial annual pension amount will be sent to you shortly after we receive all contributions and rollovers into your Pension account and the pension has commenced. The date your pension commences may be different to the date your Pension account opens. Your annual pension amount can be updated by your adviser online each year. If you do not have an adviser, you can instruct us to update your annual pension amount.

Where we cannot pay the required minimum amount for a given year, we will commute your pension and transfer your account in-specie from Pension to Super.

Please speak to your adviser or refer to the *Minimum pension payments* section of the TIB if you would like to know more about the annual minimum payments applicable to you.

Transition to retirement pensions

Transition to retirement pensions also have a maximum amount that can be paid each year. The maximum amount is not pro-rated in the first year.

Please speak to your adviser or refer to the *Minimum pension payments* section of the TIB for more information.

Commutation authorities

If you commence a pension and the commencement value exceeds the transfer balance cap and you don't act to resolve the excess amount, the ATO can issue a commutation authority to the Fund.

A commutation authority requires us to transfer the amount determined by the ATO into a superannuation account or pay as a lump sum to you.

Once notified, we will make reasonable attempts to contact you and/or your adviser and confirm how you wish to proceed. In the event we are unable to contact you or your adviser or you and/or your adviser do not provide us with valid instructions with sufficient time to process them (as determined by us), we have an obligation to commute the excess amount by the due date. In these circumstances where you have an existing superannuation account in the Fund, we will transfer the required amount into this account. Where you do not have an existing superannuation account, we will open one in your name and transfer the required amount into this new account.

How do I withdraw?

Release authorities

The ATO can issue a release authority to the Fund when you have exceeded your contribution cap in a previous financial year, have a tax liability or applied for the First Home Super Saver Scheme.

When we receive a valid release authority, we are required to pay the amount on the release authority from your account to the ATO by the due date.

When the amount on the release authority is greater than your account balance, we are required to pay the full balance of your account to the ATO and close your account. If you hold an insurance policy, this may lead to your insurance policy being cancelled.

Transfer between Super and Pension

You can transfer in-specie from Super to Pension without any CGT consequences at the time of transfer.

We may not be able to complete your instructions to transfer between Super and Pension if there are any outstanding:

- corporate actions - check that there are no outstanding corporate actions on your account, and/or
- transactions - check that there are no outstanding transactions, including investment transactions, fees, pension payments and other automated transactions on your account.

Transferring out of Super and Pension

Whilst you can transfer assets directly in-specie between Super Manager II and Pension Manager II, we are unable to transfer assets in-specie to another complying superannuation fund or use them as a means to pay benefits.



Please note: Holdings must be withdrawn as cash only, subject to conditions of release.

Insurance

Super Manager II offers a range of insurance cover options through multiple Eligible Insurance providers. Insurance can only be obtained with the help of an adviser.

Insurance options

Insurance provides financial protection for unexpected events that impact your ability to earn an income such as disability, terminal illness or death. Your adviser can help you to structure insurance cover to suit your personal needs.

The flexibility of the insurance options available through your Super account means that you can afford to concentrate on living, knowing that if the worst happened, you, your family and your assets are protected.

The Trustee, owns the insurance policies issued for cover held within superannuation. These policies are issued by the insurer and are subject to the terms and conditions of the particular member policies taken out by the Trustee with the insurer on behalf of each individual member.

In some circumstances a separate (but linked) non-superannuation policy may also be issued by the insurer which will be owned directly by you for cover that the Trustee does not allow to be held within superannuation.

You and your adviser will also have online access to the type of insurance, the level and the cost of insurance to ensure that the insurance you have selected remains appropriate to your needs. This information will be integrated with other reporting we provide on your Super account.

Maintaining your insurance through your Super account allows you to pay premiums from your superannuation balance rather than your take home pay or personal savings. This may have a tax benefit as the Fund may be able to claim a tax deduction. Premiums can be deducted automatically on a frequency that works for you. Insurance is an optional benefit of your Super account.

It is important to remember that the premiums you pay will reduce the amount of money which can be invested within your Super account, which will impact on the amount of money that you have when you reach retirement. The cost of your insurance should be carefully considered before you take out your policy and you should review the cost at least annually to ensure it is appropriate.

Refer to the Investment Menu for a list of the current Eligible Insurances available.

Types of cover

The type of insured benefits available through superannuation is limited to those which are consistent with the conditions of release for death, terminal medical condition, permanent incapacity and temporary incapacity.

The type of cover which is available within superannuation includes:

Insurance type	Description
Life insurance	Provides a lump sum benefit if the insured dies or is diagnosed with a terminal medical condition.
Total and Permanent Disability (TPD)	Provides a lump sum benefit if the insured suffers total and permanent disablement and meets the definition of permanent incapacity.
Disability Income	Provides a monthly benefit to replace income if the insured is unable to work due to illness or injury and meets the definition of temporary incapacity.

How much insurance do I need?

It is very important that you understand the value of insurance and choose an adequate level of insurance to cover your needs.

An adviser can discuss this with you and tailor a package of insurance cover based on your own individual circumstances. They can explain:

- the benefit of estate planning options, including nominating beneficiaries
- the tax treatment of insurance premiums and benefits paid from the Fund, and
- the benefit of arranging insurance through a superannuation fund

How do I get insurance?

If you would like to apply for insurance through your Super account, you will need to lodge an application with the Eligible Insurer through your adviser.

The relevant Eligible Insurance provider's disclosure documents will explain the application process and the information that must be provided to enable the insurer to consider an application and determine whether you are eligible for cover. It will also allow the Eligible Insurance provider to determine the appropriate premium.

A limited amount of insurance, known as interim insurance cover, may be provided while a formal application for insurance is being considered. This interim cover will be held outside the Fund and directly by you.

How much will it cost?

You are responsible for paying the cost of your insurance. The cost of insurance cover may be determined by a combination of factors including:

- the type of cover
- the premium type and payment frequency
- the level of cover and options that apply
- your age (premiums generally increase with age)
- your gender
- your smoking status (premiums are generally higher for smokers)
- your medical history
- your general health
- your occupation, and
- your pastimes and pursuits.

Your level of cover and any specific terms (such as waiting periods and any loading or exclusions) are set out in your policy schedule, which will be provided to you by your insurer when you first receive cover.

Once insurance has commenced, premiums are deducted from the Wrap Cash Hub in accordance with your policy with the insurer. Your premium will generally be calculated as at the cover start date and then on each subsequent cover anniversary, based on the above factors. It is important that you maintain a sufficient cash balance in the Wrap Cash Hub to fund premiums as they fall due. For further information on when your premium is deducted and how your premium is calculated you should consider the separate Eligible Insurance disclosure document. The insurer or your adviser can provide you with an estimate of the cost of insurance based on your individual circumstances.

Duty to take reasonable care not to make a misrepresentation

Before you obtain cover under the Trustee's life insurance contract with one of the Eligible Insurance providers, you have a duty to take reasonable care not to make a misrepresentation to the insurer before the relevant contract of insurance is entered into. A misrepresentation is a false answer, an answer that is only partially true, or an answer which does not fairly reflect the truth. This duty applies until the insurer agrees to insure you and also when you make certain changes to your policy.

If you fail to comply with your duty, and the insurer would not have insured you if you complied with your duty, the insurer may be able to avoid the cover. If it chooses not to void the cover, the insurer may reduce the cover or change the terms of the cover, with regard to the misrepresentation made to the insurer. If your misrepresentation was fraudulent, it may refuse to pay a claim and treat the cover as if it never existed.

Risks of holding insurance through superannuation

There are risks you should consider before deciding to hold insurance through superannuation, including:

- insurance benefits must align with the superannuation payment rules under superannuation law
- an insurance benefit paid through superannuation is a superannuation benefit for tax purposes and may be subject to more tax than would otherwise apply if the benefit was paid from the same insurance held outside of superannuation
- limits apply to the amount you can contribute to superannuation each year and superannuation contributions you make to pay premiums will count towards your superannuation contributions cap, reducing the amounts you may be able to contribute to superannuation for retirement savings purposes
- using your superannuation to pay the premiums for insurance in superannuation will reduce your retirement savings so that you may have less available to you on retirement than otherwise may have been the case
- taxation or superannuation law may change in the future, altering the suitability of holding insurance in superannuation, and
- if premiums are not paid when due, the policy may be cancelled and you will not be covered and be unable to claim.

Maintaining your insurance

Superannuation law requires us to only maintain insurance in your account where:

- your account is active, that is, we have received an amount, such as a contribution or rollover, within the last 16 months, or
- you have made an election to retain your insurance cover even though your account may become inactive for a continuous period of 16 months.

Where you have not made an election and your account has been inactive for some time, we will send you notification prior to cancelling the insurance cover to give you the opportunity to elect to retain your cover.

Where you have not made such an election, and your account becomes inactive for a continuous period of 16 months, we are required to stop maintaining the insurance within your account. This means that you will no longer be covered for events that you were when the insurance cover was in force.

Claiming an insurance benefit

Any payment of an insurance benefit is dependent on the insurer accepting the claim. Where accepted, payment will be made to the Fund in the first instance. The release of the benefit to you from the Fund is dependent on your satisfaction of a condition of release. It is important to understand that there may be circumstances in which the Trustee will be unable to release the benefit at the time of claim under superannuation laws.

There may also be circumstances where the benefit paid from the Eligible Insurance provider to the Trustee is included in the Fund's assessable income for tax purposes, in which case the benefit paid from the Fund will be net of any tax payable by the Fund on the benefit amount.

To lodge a claim, contact your adviser or your insurer. Alternatively you may email wraolutions@macquarie.com. We can arrange for the insurer to send you or your legal personal representative a claims pack or assist you with any queries. The time it takes to assess a claim depends on the type of benefit, the complexity of the claim and the speed at which relevant information can be requested by, and provided to, the insurer.

Information which may be required by an insurer to assess the claim includes:

1. Medical information from the insured's treating practitioners (including GP clinical records and specialist reports)
2. Financial records (including tax returns and payslips)
3. Personal Statements
4. Occupational, rehabilitation or workplace assessments

Changing your policy

You can make changes after your policy is put in place, such as:

- Increasing or decreasing your cover,
- Changing benefits,
- Reducing the cost of cover,
- Transferring policy ownership, or
- Reinstating cover

You can do this by contacting your adviser or your insurer. Any increase in the level of cover may be subject to underwriting by your insurer.

Cancelling your policy

You can cancel your cover by contacting your adviser or your insurer. Alternatively, you can notify the Trustee by emailing wraolutions@macquarie.com.

You won't be able to make a claim for insurance benefits for events or conditions that arise after your cover has cancelled. You may be able to claim if you meet a disability definition prior to your policy being cancelled.

After your policy is cancelled, we'll no longer deduct insurance premiums from your account. If you are owed a refund of premiums, this amount will be paid back into your superannuation account.

Should you decide to reinstate your cover, you may have to go through the underwriting process and cover may be declined by the insurer. You may also no longer be covered for conditions that you would've otherwise been covered for.

If you're cancelling your cover because you're closing your account, you should consider whether a continuation option is available. Details of this option would be available within the insurance product's disclosure document and may allow you to continue to hold the same cover outside of superannuation or transfer your cover to a new superannuation fund. Any loadings or exclusions which applied on your cover will continue to apply after the transfer. Your insurer will provide confirmation of the policy cancellation.

Your adviser will be able to help you to make a decision on cancellation.

Insurance terms and conditions

For detailed information on the insurance cover available, how the product works and the policy terms and conditions, please refer to the relevant Eligible Insurance disclosure document available from the insurer, your adviser or us.

You should read the disclosure document carefully to decide whether to take out insurance through your account.

Other information

Operating your account

Outlined in this section are a number of operational details applicable to your account.

Changing details

If any of your details change, including your personal details, you are able to update these by notifying us. You and/or your adviser can also update some of your personal details online. As your mobile phone number is used for identification verification purposes, this cannot be updated online.

Instructions

You may be required to give us instructions electronically or in another manner that the Trustee reasonably determines as being appropriate from time to time. We do not accept all instructions and we may reasonably delay, or require further information, before acting on an instruction where it is appropriate to do so (for example, requesting supporting evidence to verify its authenticity). For details of what is accepted, please refer to our Help Centre at help.macquarie.com.

Applying to open an account

If you have an existing accumulation account in the Fund, you may be unable to apply to open a new Super Manager II account.

This is to ensure:

- the tax components of any superannuation benefits paid from the Fund can be calculated correctly, and
- we comply with our legislative obligations.

There are no restrictions on being able to hold multiple pension accounts in the Fund.

Accounts with no ongoing balance

If we have opened your account and no rollovers or contributions are made within three months, we reserve the right to close your account. Before doing so, we may contact your adviser (or you, if your account no longer has an adviser).

Standing instructions in relation to class actions

MIML, as trustee, will make a decision whether to participate in any class action on any investments you may hold in Super and Pension Manager II. In making our decision we will consider whether to do so is in the best financial interests of members and participating is in accordance with our other duties.

If you have closed your account prior to the announcement of a class action that relates to assets you held in your account, then you will not be eligible to participate.

Eligibility to participate will also be determined by the law firm bringing the action. In some circumstances, your participation may not be accepted and we do not accept liability where this occurs.

Illiquid investments

We will seek to continue to report on illiquid investments. In accordance with our valuation policies, we may change the method by which we value an illiquid investment and report the most accurate value for the asset.

The ability to transact on illiquid investments will often be restricted due to forces beyond our control.

Ineligible assets

In circumstances where the Fund holds an asset that is not on the Investment Menu (e.g., due to a corporate action such as a demerger), or the holding of which is inconsistent with our Trustee duties, the Fund's trust deed, or if the law, we will sell the asset and recover any associated costs from the member(s). We will credit any remaining proceeds to the Wrap Cash Hub.

You and your adviser

The role of your adviser includes assisting you in establishing and maintaining your account on your behalf. Where you have an adviser linked to your account, they should be your primary point of contact and any queries about your account should be directed to them. When you open your account, you authorise your adviser to give us instructions as set out throughout this PDS.

Your adviser may authorise their support staff (including other advisers group under the same licensee) to assist them in the administration of your account.

Your adviser's responsibilities

Where you have an adviser linked to your account, your adviser may be responsible for, depending on the service agreement you have with them, the following:

- advising you on which investment strategy and mix of investments suit your risk profile and needs
- ensuring that you have all of the necessary information and documentation to make informed investment decisions
- informing you of the potential risks involved with investment decisions
- monitoring and giving you advice on your account
- establishing and maintaining your account online
- ensuring that you authorise all transactions
- acting on your instructions to us
- advising you if the balance in the Wrap Cash Hub falls below the minimum requirement
- providing you with reports on your account in addition to our reporting, and

- providing you with a disclosure document for managed investments (including SMAs), Australian listed securities and term deposits offered, prior to placing your investment instructions.

Your adviser's authority

By opening your account and having an adviser linked to your account, you authorise us and our agents to rely and act on instructions from your adviser and/or their support staff.

You should only instruct your adviser (or us and our agents) after having read and understood the current PDS for Super and Pension Manager II and the current disclosure documents of the relevant underlying investments that you consider.

Your adviser is not authorised to withdraw from your account other than to pay benefits to an account nominated or as otherwise authorised by you, where you have previously declared you have met a condition of release for withdrawing benefits.

Changing advisers

In applying for and holding this product, we prefer you to have an appropriately licensed adviser who is registered with us to assist you with your account.

You must notify us if you change advisers or remove your adviser. Your adviser may also instruct us to remove them as the linked adviser on your account. You must also notify us in the approved format of any new fees payable to your new adviser.

If your adviser is not registered with us, we will seek to assist them in becoming registered.

Accounts with no advisers

Where you do not have an adviser linked to your account, you will need to operate your account by dealing directly with us.

If your adviser ceases to be licensed either temporarily or permanently we will remove the adviser from your account as soon as practicable and cease to pay fees to the adviser.

It is important to understand that not all products on the Investment Menu will continue to be available to you where you cease to have an adviser linked to your account including additional investments into products you already hold. Some automated plans may also cease as these services can only be operated online. Refer to the *Restrictions on access to Eligible Investments and Eligible Insurance* section for more information.

For further details about the impacts of not having an adviser after your account has been opened, please refer [macquarie.com.au/managing-your-wrap](https://www.macquarie.com.au/managing-your-wrap).

It is important that you also confirm that we have up to date contact details for you, including mobile and email address. If not, we may not be able to contact you about important matters or if we do communicate by mail, you may be disadvantaged by the time taken for this information to be delivered to you.

Anti-money laundering and counter terrorism financing terms and conditions

As part of our commitment to international anti-money laundering standards, we are required to fulfil our legal obligation and internal policies and procedures as required.

You must not knowingly do anything to put Macquarie Group (Macquarie) in breach of the *Anti-Money Laundering and CounterTerrorism Financing Act 2006* (Cth) (AML/CTF Laws) and/or its internal policies and procedures, rules and other subordinate instruments. You undertake to notify Macquarie if you are aware of anything that would put Macquarie in breach of AML/CTF Laws.

If requested, you agree to provide additional information and assistance and comply with all reasonable requests to facilitate Macquarie's compliance with AML/CTF Laws in Australia or an equivalent law in an overseas jurisdiction and/or its internal policies and procedures.

You undertake that you are not aware and have no reason to suspect that:

- the money used to fund the investment is derived from or related to money laundering, terrorism financing or similar activities (illegal activities), and
- proceeds of investment made in connection with this product will fund illegal activities.

In making an application pursuant to the PDS you consent to us disclosing in connection with AML/CTF Laws and/or internal policies and procedures any of your personal information as defined in the *Privacy Act 1988* (Cth).

In certain circumstances, we may be obliged to freeze or block an account in connection with illegal activities or suspected illegal activities. Freezing or blocking can arise as a result of the account monitoring that is required by AML/CTF Laws and/or internal policies and procedures.

If this occurs, we are not liable to you for any consequences or losses whatsoever.

Macquarie retains, in its sole discretion, the right not to provide services to any applicant that Macquarie decides.

Unclaimed money, temporary residents' benefits and lost accounts

In some circumstances, we may be required by law to treat your Super as unclaimed money. In these circumstances, we are required to pay them to the ATO within certain timeframes. After payment to the ATO, we are discharged from any further liability for payment of the benefit and you may claim your benefit by contacting the ATO. Tax may be payable.

These circumstances include if you:

- have reached age 65 and we have not received an amount on your behalf for at least two years and five years have passed since we last had contact with you
- have an account that has been reported as 'lost' to the ATO and the balance of the account is less than \$6,000
- were a temporary resident who has permanently departed Australia and you did not claim your benefits within six months of your departure (except if you are an Australian or New Zealand citizen). In this case, we rely on ASIC relief so we are not required to notify or give an exit statement to a non-resident if we pay unclaimed superannuation to the ATO.

Inactive accounts

Where the balance of your account is less than \$6,000 at 31 December or 30 June of any year and it is inactive, we are required to pay the balance to the ATO, generally within four months of these dates.

An account is deemed to be inactive where:

- we have not received a contribution, rollover or other amount into the account for 16 months, and
- it does not hold insurance, and
- you have made no change to your insurance coverage, and
- there have been no changes to your investment options, and
- you have not met any of the prescribed conditions of release.

You can declare that your account is to be exempt from these rules by completing the relevant form and returning it to us. However this notice will only be valid for 16 months, which means you will need to provide a new notice every 16 months.

Where we are required to transfer your benefits to the ATO, we will sell down to cash any investments your account holds. This may result in a loss or reduced gain for you. After all redemption proceeds are available in the Wrap Cash Hub, we will then transfer the benefits to the ATO (net of any applicable fees, costs and taxes).

After payment to the ATO, we are discharged from any further liability for payment of the benefit. The ATO is generally required to pay any amounts it receives as inactive low balance accounts to another superannuation account you hold.

Trustee voluntary payment of other amounts

An amount in respect of a member, former member or non-member spouse that is not unclaimed money may be paid to the ATO if the trustee reasonably believes paying to the ATO would be in the best financial interest of the person. The ATO is generally required to pay the amount received to another superannuation account the person holds.

ATO reporting

We are required to report certain details to the ATO under the Member Account Attribute Service and the Member Account Transaction Service. These details include:

- your name, date of birth, address and tax file number
- when your account was opened and closed
- pension commencement value (if applicable)
- contribution details
- withdrawal details, and
- 30 June balance.

We are generally required to report these details within five or ten business days of the relevant event occurring.

The ATO may use this information to provide their online services and to administer contribution caps and the pension transfer balance cap.

Consolidating your accounts

If you have more than one accumulation super account in the Fund, the Trustee may consolidate these accounts into a single account where it considers this to be in your best financial interests. We will notify you, on an annual basis, where we have consolidated any of your accounts.

About the Fund and Trustee

The activities of the Trustee and the Fund are regulated by APRA and ASIC.

The trust deed

The obligations of the Trustee and the rights of the members are determined by the trust deed (including the rules of the Fund) and laws relating to superannuation. Some of those provisions are discussed elsewhere in the PDS.

The trust deed and/or superannuation laws also cover matters such as restrictions on borrowing by the Fund, the effect of bankruptcy of a member, circumstances in which benefits are payable, the powers and duties of the Trustee, the appointment and removal of the Trustee, the liability and indemnity of the Trustee, members' contributions, withdrawals and benefits, amendments to

the trust deed and termination of the Fund. If you require further information, the trust deed is available free of charge from us.

Your rights

Super and Pension Manager II is one of several products within the superannuation fund known as the Macquarie Superannuation Plan.

You do not have a right to any particular underlying investment held by us, or to participate in the management of the investments.

The assets of all investment options can be legally available to meet the liabilities of other investment options in the unlikely event that the assets of that investment option are insufficient to meet its liabilities.

Operationally, however, the Trustee will segregate and attribute the assets to individual accounts.

Trustee

MIML is the trustee of the Fund. Our obligations as trustee include (but are not limited to):

- to choose the investment options available to members within each investment strategy
- to ensure the Fund operates in accordance with its trust deed and continues to be a complying superannuation fund
- to report regularly to you
- to exercise its powers in the best financial interests of beneficiaries of the Fund, and
- to keep the Fund's assets safe.

Whilst it is not intended in the foreseeable future, we may wish to retire or change the trustee of the Fund.

How is investing in Super and Pension Manager II different to investing directly in underlying investments?

It is important to recognise that acquiring interests in underlying investments such as managed investments and Australian listed securities through Super and Pension Manager II is not identical to holding these investments in your own right.

Please note the following differences:

- the Trustee or its custodian will be the legal owner of the assets rather than you. You may have a beneficial interest in the Fund, but not in any specific asset of the Fund
- the assets of all investment options can be legally available to meet the liabilities of other investment options in the unlikely event that the assets of that investment option are insufficient to meet its liabilities
- cooling-off rights generally do not apply to the Eligible Investments purchased through your account.

These rights generally allow you to cancel your investment within a period of 14 days of you receiving confirmation of your investment or five business days after the initial investment (whichever is earlier)

- transaction processing and unit pricing may differ
- certain rights and obligations available to, or owing by, the legal owner of an asset are exercisable by the Trustee, rather than by you; for example:
 - instructions to brokers are made on behalf of the Trustee and not in your own right, and
 - participation in regular or ad hoc meeting (such as annual general meetings for listed companies)
- you will not be eligible to vote at shareholder or unitholder meetings (Trustee will exercise voting rights, on behalf of the Fund, where required by any applicable laws or regulations and in accordance with its voting policies) nor participate in bonus share plans
- for term deposits, your investment will be pooled with the funds of other investors who wish to invest for the same term as you. As a result, some of the features and functions that may be described in the term deposit offer documents may not be available to you. For example, grace periods within which certain changes to a term deposit can be made without incurring an interest adjustment do not apply
- your eligibility under the Federal Government's Financial Claims Scheme will be different. See the *Frequently asked questions* section for more details
- when you make an initial or additional investment in an underlying investment, there is a risk that you have not considered the most recent disclosure document for the underlying investment, or that you have not been made aware of recent material changes or significant events affecting that investment
- you will not receive correspondence (such as statements) from the Eligible Investments
- where a corporate action occurs and results in a compulsory acquisition, you will not have the right to object, and
- you can access managed investments, generally with wholesale fees, which can be significantly cheaper than the retail fees you would pay if you invested in each managed investment directly.

Pooled operating accounts may be used by the Trustee or its custodian. The pooled operating accounts will be trust accounts held in the name of the Trustee or the custodian with an Australian deposit-taking institution (including MBL) or an approved foreign bank. If interest is earned on those accounts, it may be retained by the Trustee or the custodian (pursuant to the relevant custody deed) and not paid into the Fund.

Rounding

We may round numbers up or down depending on the particular rounding rules that apply to various calculations made within Super and Pension Manager II. For example, some investments may trade in less than whole cents or partial units and some system calculations such as those relating to fees, GST and interest may be required to be rounded to arrive at an amount that we report online and/or that is added to, or deducted from, your account.

Cooling-off period

If you decide that your initial investment does not suit your needs, provided you have not exercised any of your rights or powers in relation to your account, you can request to have your account cancelled during the period of 14 days starting on the earlier of, when your transaction confirmation is received by you or five business days after your initial investment is accepted.

You may withdraw any unrestricted non-preserved component of your investment or roll it over to another superannuation fund. Please note that generally all new contributions will be preserved funds and cannot be returned to you, however preserved and non-preserved benefits can be rolled over to another super fund. We may be required to roll over any benefits held in Super and Pension Manager II to another superannuation fund of your choice. The amount payable will be adjusted for any market movements, non-refundable taxes, duties paid or payable, and reasonable transaction or administration costs incurred by us in issuing your account. Therefore, depending on the circumstances, the amount payable may be more or less than the amount invested.

Related party arrangements

Custodian

We have appointed BSCL to hold your superannuation and pension money in custody. BSCL also liaises with the product issuers of your investment options.

Related party issues

The Macquarie Group is a global provider of banking, financial, advisory, investment and funds management services.

MIML, BSCL, MBL and the Authorised Broker are each part of the Macquarie Group. The arrangements between us are on arm's length terms. We will monitor and review counterparty arrangements with related parties to ensure they are carried out efficiently and properly.

The Macquarie Group acts on behalf of institutional, corporate and retail clients and counterparties around the world. MIML, as the trustee for the Macquarie Superannuation Plan, generally has no control over these activities. As a result, from time to time underlying investments of the Fund may be restricted, for example due to regulatory constraints applicable to the Macquarie Group, and/or its internal policies designed to comply with such constraints.

In certain circumstances, statutory or internal Macquarie Group imposed restrictions may preclude the acquisition or disposal of securities through the Fund. Without limitation, this includes where the acquisition would cause the Macquarie Group's aggregated holdings in a company (including holdings that the Macquarie Group is required to aggregate) to exceed applicable takeover thresholds. In addition, where, due to such restrictions, there is limited capacity to acquire particular securities, the Fund will not have priority over any member of, or any other fund associated with, the Macquarie Group to acquire those securities. Such restrictions may result in an adverse effect on the value of investments in the Fund due to the Fund being unable to enter into positions or exit positions, as and when desired.

When we invest we may deal with other Macquarie Group companies. These companies may receive remuneration and may also be dealing as principal or dealing on behalf of other accounts which are under the group management of the Macquarie Group. Where we invest money of the Fund we must deal with the other party to the investment transaction at arm's length terms.

Fees paid to other parties

We may pay BSCL a fee to hold the Fund's assets. This fee is not an additional fee to you, it is paid out of our administration fees.

Managing conflicts

Macquarie has systems and protocols in place to identify conflicts of interest, a framework, including policies, for managing conflicts and relevant conflicts of interest policies. Any potential conflicts that may arise in the investment selection process for Eligible Investments and Eligible Insurance on the Investment Menu or as a result of related party transactions are handled in accordance with this conflicts management framework and the relevant policies.

MIML also has in place a Conflicts of Interest and Duties Policy which documents how MIML manages conflict by controlling, avoiding and disclosing any conflicts that may arise. A variety of measures to manage any conflicts are in place, including systems, whistleblowing and escalation procedures.

Privacy Statement

We may collect, hold, use and disclose personal information about you to process your application, administer and manage the products and services sought by and provided to you, monitor, audit and evaluate those products and services, model and test data, communicate with you and deal with any complaints or enquiries.

We collect and record personal information through our interactions with you and your nominated adviser(s), including by telephone, email or online. We may also collect personal information from public sources and third parties including information brokers, Government departments or agencies and our service providers. Without this information, we may not be able to process your application or provide you with an appropriate level of service.

We are required or authorised to collect your personal information under various laws including *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (Cth), *Superannuation Industry (Supervision) Act 1993* (Cth), *Taxation Administration Act 1953* (Cth), *Income Tax Assessment Act 1936* (Cth), *Income Tax Assessment Act 1997* (Cth), *Corporations Act 2001* (Cth), *Life Insurance Act 1995* (Cth) and *Insurance Contracts Act 1984* (Cth).

Where you provide us with personal information about someone else, you must first ensure that you have obtained their consent to provide their personal information to us based on this Privacy Statement.

Under the *Privacy Act 1988* (Cth), you may request access to your personal information that we hold. You can contact us to make such a request or for any other reason relating to the privacy of your personal information by emailing privacy@macquarie.com. Please mark communications to the attention of our Privacy Officer.

You may also request a copy of our Privacy Policy, which contains further details about our handling of personal information, including how you may access or update your personal information and how we deal with your concerns. The Privacy Policy can also be found via macquarie.com.au/privacy-and-cookies.

Disclosure of your information

We may exchange your personal information with other companies in the Macquarie Group as well as service providers, which are described further in our Privacy Policy.

We may at your or your adviser's request:

- provide your adviser and other people working in or for their organisation (Associates) with access to your account details, balance, transaction history and personal information (data), and
- share an electronic copy of your data with third party service providers used by you or your adviser in support of their operations including accountants, consultants, technology platform owner/operators or others (Third Parties).

Some of these people may be situated outside of Australia. It's important that you understand we have no direct control over, or responsibility for, how your adviser, their Associates or Third Parties will use, disclose or protect your data. If you have questions about this, we recommend that you speak with your adviser.

We may suspend or terminate access to or sharing of your data we directly provide to a person for any reasonable cause without notice. Your historical data may continue to be accessed by your adviser and their Associates. If you'd like us to stop any direct access to data we provide to your adviser or their Associates, or stop sharing your data with any Third Parties who we share it with directly, please contact us.

We may also disclose personal information to regulatory authorities (e.g., tax authorities in Australia and overseas such as the ATO (Australia) and HMRC (UK)) in connection with their lawful information requests or to meet our legal obligations in any relevant jurisdiction. The third parties with whom we exchange personal information may operate outside of Australia (this includes locations in the Philippines, India and the United States of America) and the countries specified in our Privacy Policy. Where this occurs, we take steps to protect your information against misuse or loss.

Marketing

We and other companies in the Macquarie Group may use your personal information to contact you on an ongoing basis by telephone, electronic messages (like email), online and other means to offer you products or services that may be of interest to you, including offers of banking, financial, advisory, investment, insurance and funds management services, unless you change your marketing preferences by visiting macquarie.com.au/optout-bfs.

Understanding superannuation

Superannuation is a way to save for your retirement. It is a long-term investment. You usually cannot access your super until you have reached your preservation age (age 55 if you were born before 30 June 1960) and retired, but there are some special circumstances where you can withdraw it earlier than this.

Please refer to the TIB for general technical information to help you understand your superannuation, including:

- your ability to make super contributions and contribution limits
- preservation rules and other rules for accessing your benefits
- minimum pension payment amounts
- tax arrangements applying to contributions
- taxation of income earned in the Fund and benefits paid from the Fund
- how family law matters may affect your superannuation.

Child superannuation accounts

You are able to establish a superannuation account in the name of a minor, provided you are a parent, guardian or legal personal representative, by completing the appropriate section of the application form.



Please note: The child's tax file number must be quoted in order to accept contributions made on behalf of the child.

When the child turns age 18, they must agree to our terms and conditions by signing a new application form. Their account number and details will remain unchanged as a result of this.

Conditions of release for preserved benefits

You can only access your preserved superannuation benefits (including benefits payable under insurance policies you hold through the Fund) once you have met a condition of release. Some conditions of release have restrictions on the amount you can access, while others (such as retirement) allow unrestricted access. Please refer to the TIB for further information.

Taxation

The laws relating to superannuation, including tax laws, can be complex. Please refer to the TIB for a summary of relevant taxation matters relating to your superannuation account. We recommend that you seek professional tax advice that will consider your individual circumstances.

Amounts transferred from a foreign superannuation fund

If you are transferring an amount you hold in a foreign superannuation fund into your account, the Australian tax arrangements can depend on your residency status and when the benefits are transferred. If you transfer your entire foreign superannuation fund, and part of the transfer includes an amount assessable to you as 'applicable fund earnings', you may be able to choose to have this amount taxed in the Fund instead of at your marginal rate. This amount may be excluded from the contribution caps. If you are considering transferring benefits from a foreign scheme into the Fund, it is important that you seek specialist advice on both the overseas and Australian tax treatment. We suggest you speak to an adviser for more information.

How tax is deducted

Contributions to Super Manager II

The tax treatment of your one-off direct debit, direct credit and SuperStream contributions will be based on the contribution type. Tax of 15 per cent on taxable contributions will be deducted from the Wrap Cash Hub either at the time of the contribution or, in the case of personal deductible contributions, after we have received your deduction notice.

Income earned in Super

Tax of 15 per cent will be deducted from the Wrap Cash Hub when distributions, dividends or income payments are processed.

If we subsequently establish that the tax payable in respect of these amounts is less than 15 per cent, we may adjust the amount of tax deducted from the Wrap Cash Hub during our end of year tax processing (see *Annual taxation adjustments* below).

Treatment of capital gains

Where you have purchased multiple parcels of the one asset and subsequently sell part of your holdings, the Fund will ordinarily calculate the capital gain/loss on a First In First Out basis. This means the first parcel of an asset purchased is treated as being sold first. We may change the capital gains treatment at our discretion and without notice to you.

Withdrawals from Super

When you withdraw or roll over all or part of your account, we will deduct an estimate of capital gains tax of up to 15 per cent. If you make a partial withdrawal and we subsequently establish that the capital gains tax payable is less than 15 per cent, or that a capital loss is attributable to your account which can be offset against such gains, we will credit the surplus tax to your account, via the Wrap Cash Hub. This calculation forms part of the annual taxation adjustments (refer below for more details).

PAYG withholding

We may be required to withhold PAYG tax on benefits paid from the Fund to you (or your beneficiaries in the case of death benefits). The amount of tax withheld may depend on the type of benefit and your age. If you are aged 60 or more at the time you receive a benefit, no tax will be withheld.

If you have more than one Pension account and are less than age 60, you should complete a separate tax file number declaration for each pension. This allows us to determine the amount of tax that is required to be withheld from your pension payments. You can only claim the tax-free threshold on one Pension account. However, no tax file number declaration is needed if you are aged 60 or more when you begin receiving pension payments.

Deductible expenses in Super

The Fund may claim a tax deduction on some of the expenses debited from the Wrap Cash Hub. If this is the case, the Wrap Cash Hub will be credited for the tax effect of any tax deduction claimed in respect of those expenses.

Franking credits

Provided your account remains open during our end of year tax processing, your account will receive the benefit of franking credits applicable to your investment distributions/dividends, where the refund of such credits is permitted by law. The benefits of franking credits will be allocated to your account as part of this tax process (refer below for more details).

Goods and Services Tax (GST)

GST will generally apply to the fees and expenses charged by MIML. It may also apply to the fees charged by your adviser and the fees and expenses incurred within the investments that you select.

Where GST applies, we may be able to claim a Reduced Input Tax Credit (RITC) of up to 75 per cent of the GST paid on some of these fees. Whether we are able to claim a RITC, and the amount of RITC claimed, depends on the

nature of the fee, tax law and regulatory guidance. This is subject to change from time to time.

Where RITCs can be claimed, the benefit of RITCs is included in the fees disclosed in this PDS. In some cases, a change in GST treatment, including the ability to claim a RITC, could result in a cost deducted from your account being different from that disclosed in this PDS.

Stamp duty

Stamp duty, where payable on your account, will be debited from the Wrap Cash Hub when incurred.

Calculating tax at your individual level

Our Fund tax accounting procedures seek to ensure that the tax liability is borne equitably between members, having regard to the particular investments chosen by each member.

The Trustee publishes an annual guide explaining the notional tax calculation process, available from your adviser or our website.

If you have selected insurance cover through your account, the Fund may be able to claim a tax deduction for part or all of the premium. Where this is the case, the Wrap Cash Hub will be credited for the tax effect of any tax deduction claimed in respect of those insurance premiums.

Annual taxation adjustments

The annual taxation adjustments are processed for the tax year ending 30 June and are generally only completed after the superannuation fund's tax refund has been received from the ATO. If you close your account(s) prior to this annual processing being completed, you will not receive the benefit of any such tax adjustment. Should you move from Super Manager II to Pension Manager II during the year (and close your Super account), the taxation adjustment will apply to both accounts, provided at least one account remains open. For further information, please speak with your adviser.

Social security

You should be aware that your investment in and withdrawals from your account may affect your entitlement to social security benefits, including a Centrelink or Department of Veterans' Affairs age pension. We recommend that you seek social security advice prior to opening your account.

Tax file number collection

Collection of tax file numbers (TFNs) is authorised by tax and superannuation laws. By providing your TFN to your superannuation fund, you will allow the Trustee to use your TFN for purposes authorised by superannuation and tax laws.

The purposes currently authorised include:

- withholding tax on benefit payments at concessional rates
- passing your TFN to the ATO
- allowing the Trustee to provide your TFN to another superannuation fund or Retirement Savings Account (RSA) if your benefit is transferred to that fund. However, we will not do so if you advise us in writing that you do not want us to pass it on, and
- locate accounts in the Fund or consolidate certain accounts within the superannuation environment.

You are not required to provide your TFN. Declining to quote your TFN is not an offence; however, if you do not give your superannuation fund your TFN, either now or later:

- we cannot accept contributions made by you or someone else on your behalf (other than your employer)
- the tax on contributions to your account may increase; for example, employer contributions may be subject to an additional no-TFN tax at the rate of 32 per cent
- you may pay more tax on your superannuation benefits than you have to (you may get this back in your income tax assessment), and
- it may be more difficult to find your superannuation benefits if you lose contact with your superannuation fund.

As a result of legislative amendments, the lawful purposes for which your TFN can be used and the consequences of not quoting your TFN may change in future.

Superannuation and family law

Superannuation law and family law facilitate the splitting of superannuation interests between spouses in the event of a relationship breakdown. Subject to certain conditions, the Trustee may create a separate interest in the Fund for the non-member spouse, or transfer the non-member's entitlements to the Australian Tax Office, in line with the provisions of the *Superannuation Industry (Supervision) Regulations 1994* (Cth) and the *Superannuation (Unclaimed Money and Lost Members) Act 1999*. Where permitted by law, we may charge an administration fee in relation to such arrangements. Please refer to the TIB for further information.

Estate planning

On your death, your superannuation benefits in the Fund may be treated differently to other assets you own. The Trustee of the Fund is generally required to pay your benefits as soon as practicable after your death either directly to one or more of your dependants or to your legal personal representative.

In the event of your death:

- existing advice fees will cease
- we will continue to deduct applicable administration fees until the payment of your superannuation benefit is authorised by the Trustee and your account is closed, and
- your investments will continue to be invested in accordance with the most recently selected investment strategy, including transactions that may be triggered by automated plans, until we receive other instructions from a properly authorised person.

Death benefits can be paid as a lump sum, pension or combination of both. However, only certain beneficiaries who have been nominated by you are eligible to receive your death benefits as a pension.

Who is a dependant?

Under current superannuation law a dependant includes:

- your spouse
- your children of any age
- a person with whom you have an interdependency relationship, or
- a person who is otherwise your dependant (typically this would be someone who was financially dependent on you just before you died).

Nomination options

There are a number of options for nominating to whom, and in some cases how, your benefit may be paid in the event of your death:

1. No nomination
2. Non-lapsing death benefit nomination
3. Reversionary pension nomination (pension only)
4. Child pensions.

Your nomination must be in respect of one or more of your dependants or your legal personal representative.

1. No nomination

If you do not nominate a beneficiary, your account balance will generally be paid as a lump sum to your legal personal representative who will distribute your account balance as part of your estate assets. If, to our knowledge, there is no legal personal representative and we have a reasonable belief that there will not be a legal personal representative appointed, your account balance will be paid to next of kin, who is also a dependant.

2. Non-lapsing death benefit nomination

To make a nomination, simply complete the *Non-lapsing death benefit nomination* form. If you have more than one account (for example, . If you have more than one account (for example, if you have both a Super and a Pension account) within the Fund, you can complete a separate non-lapsing death benefit nomination for each individual account. If you do not specify the additional account(s) to which your nomination is to apply, your nomination will apply to the account specified on the form only, until revoked or amended.

A non-lapsing death benefit nomination can only be made, altered or revoked by you in respect of your benefits. A power of attorney, or any other agent, cannot make, alter or revoke a non-lapsing death benefit nomination.

Because your nomination will not automatically lapse, it is important that you periodically review your nomination to ensure you still wish us to pay the person(s) you have nominated. In addition, unlike a will, your non-lapsing nomination will not automatically become invalid in the event of marriage, divorce or any other life-changing event. We will include the details of your nomination as part of your annual member statements and you can also view your nomination online.

Where we have consented to you making a nomination, we will pay your benefit to the person(s) you have nominated as long as:

- the person(s) you have nominated are your dependants at the time of death, and
- your nomination has been made in writing and is signed by you in the presence of two witnesses who are over 18 years of age and not named as beneficiaries in your nomination.

We can only consent to you making a nomination in respect of one or more of your dependants or your legal personal representative.

If we have consented to you making a nomination to pay one or more dependants and that nomination, or a part of it, is no longer valid at the time of payment, we will pay the non-valid portion of your death benefit to your legal personal representative (your estate). The Trustee will pay the valid portion of your benefit in accordance with that part of your nomination which is valid.

The person(s) nominated as beneficiary can elect to receive the benefit as a lump sum payment, by commencing a death benefit pension or a combination of both. We can only pay your death benefit as a pension if, at the time of death, the recipient is either:

- a dependant of yours (for example, your spouse, a financial dependant, or a person with whom you have an interdependency relationship) who is not a child, or
- a child of yours who is:
 - less than age 18, or
 - aged 18 to 24 inclusive and is financially dependent on you, or
 - aged 18 or more and has a qualifying disability (broadly, this is a disability that is permanent or likely to be permanent and results in the need for ongoing support and a substantially reduced capacity for communication, learning or mobility).

Please refer to *Child pensions* in this section for further details about child pension nominations.

Where a beneficiary chooses to receive the benefits as a death benefit pension, they cannot combine that pension with their own member benefits.

Because there are special rules regarding how benefits can be paid from a superannuation fund in the event of your death, care should be taken when making your nomination as you may need to consider the impact it could have on your overall estate planning. You may wish to seek legal advice.

You may revoke or change your nomination at any time by completing a new *Non-lapsing death benefit nomination* form.

3. Reversionary pension nomination (Pension only)

If you validly nominate a reversionary pension beneficiary, the Trustee will be bound by it. This means that we will pay your benefit as a pension in the way you nominate.

The person you nominate must be either:

- a dependant of yours (for example, your spouse, a financial dependant, or a person with whom you have an interdependency relationship) who is not a child

- a child of yours who is:
 - less than age 18, or
 - aged 18 to 24 inclusive and is financially dependent on you, or
 - aged 18 or more and has a qualifying disability (broadly, this is a disability that is permanent or likely to be permanent and results in the need for ongoing support and a substantially reduced capacity for communication, learning or mobility).

We will not accept a reversionary pension nomination made by a power of attorney or any other agent.

To receive your benefit, the beneficiary you have nominated must meet one of the criteria listed above at the time of your death. If your reversionary pension beneficiary predeceases you, we will generally pay your death benefit to your legal personal representative.



Please note: A reversionary pension nomination can only be made when a pension commences.

If the law does not permit the Trustee to pay the nominated reversionary beneficiary a pension upon your death, but your nomination is otherwise valid, we will pay the death benefit to the nominated reversionary beneficiary as a lump sum.



Please note: A reversionary pension nomination can only be revoked by you where the person nominated is no longer a valid dependant under superannuation law. A power of attorney or any other agent cannot revoke a reversionary nomination.

4. Child pensions

Under certain circumstances you may wish to nominate a qualifying child of yours to receive your death benefit as a child pension.

What is a child pension?

A child pension is a simple way to provide tax-effective income to your minor children (under 18 years of age), or certain other children that have a financial or disability dependency, in the event of your premature death. This means that you can nominate either part or all of your benefit to be paid as a child pension to one or more of your children. With the exception of a child who qualifies on disablement grounds, a child pension cannot continue beyond the child's 25th birthday (and any remaining balance in the account must be commuted as a lump sum withdrawal at that time).

The benefits of a child pension may include:

- the payment of a regular income stream that, subject to the prescribed minimum payment, can be structured to suit your child's needs
- the flexibility to restrict access to lump sum cash withdrawals from the fund until your child reaches a nominated age of up to 25 years (or earlier where required by law)
- tax-effective treatment of income payments, and
- generally tax-free treatment of any lump sum that is paid to the child from the pension.

Generally, the pension must be paid in trust for the child's benefit.

When the child turns age 18, they must agree to our terms and conditions by signing a new application form.

If your nomination of a child pension is made in the prescribed manner and is consented to by the Trustee then it will be binding on the Trustee provided the law permits the child to be paid a pension upon your death. If the law does not permit us to pay a child pension but your nomination is otherwise valid, we will pay the relevant portion of your benefit to the nominated child as a lump sum.

You may also further direct us as to the restrictions, if any, which are to apply. However, your child will have a legal right to request a rollover from the fund, in which case these restrictions will no longer apply to the receiving fund. Where we agree to the terms of the child pension as specified by you in your nomination, the terms cannot be changed after you die. As we agree to be bound by your instructions in advance it is very important that your nomination is kept up to date.

At any time, by completing a new child pension schedule and, if required, a new *Non-lapsing death benefit nomination* form, you may change:

- the child you have nominated
- your request to pay all or part of your benefit as a child pension, or
- the terms of the child pension.

How to apply for a child pension

Complete the *Non-lapsing death benefit nomination* form and a *Child pension schedule* available from your adviser or from us. On it you can nominate your beneficiaries and give us additional directions relevant for the child pension.

A child pension nomination can only be made, altered or revoked by you in respect of your benefits. A power of attorney, or any other agent, cannot make, alter or revoke the details of a child pension nomination.

Child pensions are subject to terms and conditions. Further information is available from your adviser, or from us.

Frequently asked questions

Question	Answer
When will I receive confirmation of my account being opened?	We will open your account once we have received all of the completed documentation. You will be sent a welcome communication and, if you do not have an existing Macquarie account, a Macquarie ID so that you can access Macquarie Online.
How do I change the advice fees I authorise to be deducted from my account?	<p>Your adviser can complete our digital fee form online which will be sent to you to check and confirm that it reflects the agreement with your adviser. This form will include the updated advice fees to be deducted from your account and also the relevant consent forms that are required by law.</p> <p>You can instruct us to stop paying advice fees from your account if you no longer wish to pay these fees.</p>
What happens if I change my adviser?	<p>Your Super and Pension Manager II account has been designed for investors who have advisers to assist them with personal advice in respect of their investments. You may change advisers at any time by giving us notice of the change, provided the new adviser is already registered with us. If your adviser is not registered with us, we will seek to assist them in becoming registered.</p> <p>If you do not have an adviser you should consider the following:</p> <ul style="list-style-type: none">• You will not be able to transact on your account online. In this circumstance, we will accept instructions from you to place transactions on your account. If you choose to continue to operate your account without an adviser, you may be adversely affected, including delays in processing your instruction as opposed to an adviser placing your transactions online. This may have a material effect on your investment particularly during market fluctuations and higher than usual processing volumes.• The number and type of Eligible Investments may change and/or become more limited, even where you already hold these investments. The Unadvised Investment Menu is available at macquarie.com.au/managing-your-wrap.• The applicable administration fees and costs will continue to be deducted from your account until such time as you close your account. <p>Please refer to our policy for clients without registered advisers for more information. It is available upon request free of charge.</p>
If I have a complaint, what do I do?	<p>If you have a complaint:</p> <ul style="list-style-type: none">• contact your adviser and discuss your enquiry or complaint with them• if you are not satisfied with the result, you may telephone us on 1800 899 485, or• it may then be necessary to write to us. You can either:<ol style="list-style-type: none">a. lodge it at macquarie.com.au/feedback-and-complaints, orb. write to us at: The Complaints Manager Macquarie Wrap GPO Box 4045 Sydney NSW 2001 Email: complaints@macquarie.com <p>We will ordinarily respond to your written enquiry or complaint as soon as possible but depending on its nature within either 30 calendar days or 45 calendar days of receipt. For complaints about superannuation death benefit distributions, we will provide a response no later than 90 calendar days after the expiry of the 28-calendar day period for objecting to a proposed death benefit distribution. For particularly complex matters or for delays which are caused by circumstances beyond our control, a longer response time may be necessary, in which case we will notify you of the delay and the reasons for the delay.</p>

If I have a complaint, what do I do?
(continued)

If you are not satisfied with our response, you can lodge a complaint with the Australian Financial Complaints Authority (AFCA). You can contact AFCA as follows, quoting membership number 10635:

Australian Financial Complaints Authority

GPO Box 3
Melbourne VIC 3001
Email: info@afca.org.au
Tel: 1800 931 678 (free call)
Website: www.afca.org.au

The Macquarie Customer Advocate's role is to:

- listen to our customers and provide a customer-centric voice when making recommendations to improve customer experience
- minimise the risk of future problems by reviewing key customer themes, and
- work with Macquarie complaint teams to promote fair and reasonable customer outcomes.

The Macquarie Customer Advocate is separate to Macquarie's operating, risk and support groups including its internal dispute resolution teams.

The Macquarie Customer Advocate can be contacted at:

The Customer Advocate

Macquarie Group Limited
GPO Box 4294
Sydney NSW 1164
Email: customeradvocate@macquarie.com

How does the Australian Government's guarantee on bank deposits apply to my superannuation?

When you invest into deposits (such as the Wrap Cash Hub or term deposits), your funds are pooled with other members and held in trust by the Fund. As a result, you do not directly become an account holder in the deposit product and you will not directly be entitled to protection by the Federal Government's Financial Claims Scheme (FCS). You may have a pro-rata entitlement to the Fund's aggregate cap amount of \$250,000 per deposit account per ADI. However, this entitlement ranks in proportion with all other members' Wrap Cash Hub and term deposit holdings which, given the number and value of other members' holdings, means that your pro-rata entitlement is likely to be negligible.

Please contact us or your adviser if you would like further information on how the Federal Government's FCS may indirectly apply to your interest in the Fund's Wrap Cash Hub holdings and any term deposits.

Further information about the FCS can be obtained from the APRA website at www.fcs.gov.au and by contacting APRA.

Terminology used

Some of the terms used within this PDS have a specific meaning as set out below.

Account, Super product, Super account, Pension product, Pension account, Super and Pension Manager II	Macquarie Super and Pension Manager II.
Adviser	The licensed financial planner or financial planning business who you have nominated as your adviser and who is registered to use the relevant super or pension product.
Application form	The form that must be completed and you must provide acknowledgement for, before opening your Super or Pension account. The application form is the contract between you and the Trustee in respect of the relevant Super or Pension account.
APRA	Australian Prudential Regulation Authority.
Associate	Anyone working in or for your Adviser or their organisation.
ATO	Australian Taxation Office.
Australian listed securities	Listed securities or other listed investments which are available on the ASX, Cboe Australia or such other exchanges as are approved from time to time and which have been subject to our menu selection process.
Australian Securities Exchange, ASX	Australia's primary securities exchange or market which facilitates trading in a range of financial instruments.
Authorised Broker	The Macquarie Group entity that is authorised from time to time to provide brokerage services for the Fund.
Available cash	The amount of cash accessible in the Wrap Cash Hub for transacting and withdrawals, after taking into account outstanding orders, fees and the minimum cash requirement.
Business Day	A day, in Sydney, that is not: <ul style="list-style-type: none">• a Saturday or Sunday• a public, bank or special holiday, or• 27 to 31 December inclusive.
Cboe Australia	Cboe Australia Pty Ltd (ACN 129 584 667), or the Market operated by that entity or any subsequent entity, as the context requires.
Child	For super and tax law purposes, a child of a person includes: <ul style="list-style-type: none">• an adopted child, a stepchild or an ex nuptial child of the person• a child of the person's spouse, and• someone who is a child of the person within the meaning of the <i>Family Law Act 1975</i> (Cth).
Client, you or your	The person named in the application form accepted by us and includes successors, executors, administrators, substitutes and assigns of such person.
Commutation authority	An authority issued by the ATO requiring a super fund to withdraw funds in a pension due to a breach of the transfer balance cap. The amount to be released will be the excess amount over the individual's transfer balance cap, plus associated earnings.
Concessional contributions	Generally contributions that your employer makes, or that you make personally and claim as a tax deduction. These are generally included in the assessable income of the Fund and taxed at 15 per cent. There is an annual limit on the amount of concessional contributions you can make, known as the concessional contributions cap. Certain concessional contributions for higher income earners are taxed at an additional 15 per cent. The additional 15 per cent does not apply to concessional contributions that exceed the concessional contributions cap.

Condition of release	A condition you must meet before you can access your preserved and restricted non-preserved benefits. The conditions of release are set down in superannuation legislation. Examples are retirement, reaching preservation age, reaching age 65 and permanent incapacity. Some conditions of release have restrictions on the amount of, or form in which, you can take your benefits while others (such as retirement) allow unrestricted access.
Custodian, BSCL	Bond Street Custodians Limited ABN 57 008 607 065 AFSL 237489.
Disability superannuation benefit	A superannuation benefit that is paid to a person because he or she suffers from ill health (whether physical or mental); and two legally qualified medical practitioners have certified that, because of the ill health, it is unlikely that the person can ever be gainfully employed in a capacity for which he or she is reasonably qualified because of education, experience or training. These benefits can qualify for additional tax concessions.
Eligible Insurance	The insurance options you and/or your adviser may select from the Investment Menu made available by the Trustee.
Eligible Investments	The investment options you and/or your adviser may select from the Investment Menu made available by the Trustee.
Fund	The Macquarie Superannuation Plan (ABN 65 508 799 106), within which Macquarie Super and Pension Manager II is one of several products.
HMRC	His Majesty's Revenue and Customs Office.
Illiquid investments	Broadly, an investment in relation to your interest in the Fund is an illiquid investment if: <ul style="list-style-type: none"> • it is of a nature whereby it cannot be converted to cash in less than the time required to roll over or transfer a withdrawal benefit (typically 30 days) or • it can be converted to cash within the relevant time period, but converting it to cash within this period would be likely to have a significant adverse impact on the realisable value of the investment.
Interdependency relationships	Two people will typically have an interdependency relationship if: <ul style="list-style-type: none"> • they have a close personal relationship, and • they live together, and • one or each of them provides the other with financial support, and • one or each of them provides the other with domestic and personal care. If two people have a close personal relationship but do not satisfy the other conditions referred to above because either or both of them suffer from a physical, intellectual or psychiatric disability, they may nevertheless have an interdependency relationship.
Investment Menu	The Investment Menu is incorporated by reference into the relevant PDS (Document number MAQSIM03) and outlines all Eligible Investments and Eligible Insurance made available by the Trustee as investment and insurance options you and/or your adviser may select.
Licensee	The licensed legal entity or organisation that your adviser represents in the provision of financial product advice to you.
Lump sum	Payments from superannuation entities other than income stream benefits.
Macquarie Authenticator	Macquarie Authenticator is an app to help you seamlessly and securely verify transactions using actionable push notifications.
Macquarie Bank, MBL	Macquarie Bank Limited ABN 46 008 583 542 AFSL 237502.
Macquarie Online	The facility offered and maintained by Macquarie by which Clients, Advisers and their Associates, and Third Party users are able to access Macquarie software containing client data, and to transact from a remote location. This facility includes associated data, information and software owned by or licensed to Macquarie.
Macquarie Wrap	Macquarie Wrap is provided by MIML. MIML is an entity within the Macquarie Group that provides a wrap platform of which Super and Pension Manager II is one of several products.

Terminology used

Nominated broker	Any broker that you authorise to deal with the Fund in respect of the settlement of your Australian listed securities transactions.
Permanent incapacity	<p>A condition of release for preserved and restricted non-preserved superannuation benefits. For you to qualify under this condition, the Trustee must be reasonably satisfied that because of your ill health (whether physical or mental), you are unlikely to engage in gainful employment for which you are reasonably qualified by education, training or experience. You must provide the Trustee with specific documentation confirming your permanent incapacity.</p> <p>If you qualify, your benefits may be accessed as a pension, a lump sum or a combination of both. Certain tax concessions may apply if the benefit meets the definition of a disability superannuation benefit.</p>
Release authorities	An authority issued by the ATO permitting a super fund to 'release' funds in order to pay excess contributions tax, excess contributions or other amounts permitted by the ATO.
Retirement phase income stream	<p>An income stream that counts towards the individual's transfer balance account. Includes account- based pensions and transition to retirement pensions where certain conditions of release (including the retirement, permanent incapacity, terminal medical condition and reaching age 65 conditions of release) have been met. Investment earnings that relate to a retirement phase income stream are exempt from tax.</p>
Separately Managed Account, SMA	A type of managed investment scheme that is not unitised and allows you and your adviser to access a portfolio of investments professionally managed according to a defined investment strategy.
Spouse	<p>For the purposes of super and taxation law, the spouse of a person includes:</p> <ul style="list-style-type: none">• another person who is legally married to the person• another person (whether of the same sex or a different sex) with whom the person is in a prescribed kind of relationship that is registered under a State or Territory law prescribed for the purposes of the <i>Acts Interpretation Act 1901</i> (Cth), and• another person who, although not legally married to the person, lives with the person on a genuine domestic basis in a relationship as a couple.
Technical Information Booklet, TIB	The Technical Information Booklet (TIB), incorporated by reference into the relevant PDS (Document number MAQST01), contains general technical information to help you understand your superannuation.
Temporary incapacity	<p>A condition of release for preserved superannuation benefits. To qualify under this condition, you must suffer from ill health (whether physical or mental) that caused you to cease to be gainfully employed but does not constitute permanent incapacity. Only disability income/income protection insurance benefits can be accessed under this condition of release. Benefits can only be paid as a particular form of income stream.</p>
Temporary resident permanently departing Australia	<p>A temporary resident of Australia (excluding New Zealand citizens) who leaves permanently can apply to the Trustee, or, if the benefit has been transferred to the ATO, the ATO, to have their benefits released as a lump sum. For ATO applications, a temporary resident may apply online via the ATO website, or they can lodge a paper-based application (with supporting documentation where required).</p> <p>There are special tax rates applying to Departing Australia Superannuation Payments. Any payment received will be net of any applicable tax.</p> <p>Temporary residents who do not claim their benefits within six months will have their benefits transferred to the ATO.</p>

Terminal medical condition	A condition of release for preserved and restricted non-preserved superannuation benefits. Under this condition of release, if you are suffering from a terminal illness, you may be able to access your benefits as a tax-free lump sum. For you to qualify, two registered medical practitioners must have certified that you suffer from an illness or have incurred an injury that is likely to result in your death within a period (the certification period) of 24 months from certification. One of these medical practitioners must be a specialist practising in an area related to your condition. In addition, for each medical certificate, the certification period must not have ended. You must provide the Trustee with specific documentation confirming your medical condition.
Third party	Your Adviser and any other party (whether an individual or a company), that you or your adviser authorise to view and/or operate your account online, and includes the staff, or other representatives of any of the above.
Transfer balance cap	A limit on the amount that can be transferred to a retirement phase income stream(s). Where an individual's transfer balance cap is exceeded, the individual may incur a tax liability and be required to move an amount out of their retirement income stream.
Trustee, MIML, we, us, our	Macquarie Investment Management Limited ABN 66 002 867 003 AFSL 237492 RSEL L0001281.
Wrap Cash Hub	The Wrap Cash Hub forms part of your account and is held through the Fund's custodian with MBL. It is the central cash flow account for all regular transactions into and out of your account.

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For more information

If you're a client, you can visit our Help Centre at **macquarie.com.au/help**, speak to your adviser, or call us on 1800 025 063.

If you're an adviser, you can visit our Adviser Help Centre at **macquarie.com.au/help/advisers**, or chat to us through Adviser Online.