

# A guide to your SuperWrap Personal Super Plan

Annual Statement for 30 June 2020

This guide should be read in conjunction with your Annual Statement for 30 June 2020. It will assist you by explaining the terminology used in your statement.

## Transaction Summary

This section details the transactions relating to your Personal Super Plan, including all investments and deductions for the statement period. These may include:

### **Rollovers**

The total amount of superannuation benefits rolled over into your account from other complying superannuation funds during the statement period (the amount of any rollovers you have made out of the Plan will be shown separately).

### **Member contributions**

The total amount of personal (after-tax) contributions you have made to your account during the statement period.

### **Employer contributions**

The total amount of employer contributions made to your account during the statement period including compulsory Superannuation Guarantee contributions and salary sacrifice contributions.

### **Personal injury contributions**

The total amount of contributions you have made to your account from the proceeds of certain payments for personal injury (which you have elected to be excluded from your non-concessional contributions cap) during the statement period.

### **Capital Gains Tax (CGT) 15-year exempt and CGT retirement exempt contributions**

The total amount of contributions you have made to your account from certain amounts arising from the disposal of qualifying small business assets during the statement period. These contributions

may be excluded from your non-concessional contributions cap and counted against your CGT Cap where an election form has been provided to the fund at the time of contribution.

### **Overseas transfers**

The total amount of foreign (overseas) superannuation benefits transferred to your account during the statement period.

### **Government co-contributions**

The total amount of Government co-contributions, low income superannuation tax offset or low income superannuation contributions made to your account during the statement period.

### **Spouse contributions**

The total amount of contributions your spouse has made to your account during the statement period. References to 'spouse' include same-sex couples.

### **Tax credits**

The net amount of tax payments and tax credits (eg: franking credits) for your investment income and contributions tax applied to your account during the statement period.

### **Managed fund rebates**

The total amount of rebates for your managed fund investments applied to your account during the statement period.

### **Transfer of earnings**

The total of any dividends and/or distributions debited from your Personal Super Plan as a result of assets transferred to another SuperWrap account. Or alternatively, the total of any dividends and/or distributions credited to your Personal Super Plan as a result of assets transferred from another SuperWrap account.

### **Tax on earnings transferred**

A transaction to facilitate tax payable on earnings transferred from a separate SuperWrap account.

### **Withdrawals**

The total amount of withdrawals from your account during the statement period including cash lump sum withdrawals and rollovers to other complying superannuation funds.

### **Plan charges**

This figure represents the total amount of fees deducted from your account (net of Reduced Input Tax Credit (RITC)). It does not however include the underlying fund manager fees, which are shown under 'Other costs' in the Transaction Details and Costs Summary section of your Annual Statement. If you held Wrap Capital Protection during the statement period, both Protection issuer fee and Protection acquisition cost are deducted directly from your Cash Account and included in this Plan charges figure.

### **Tax**

The net amount of Pay As You Go (PAYG) tax for your investment income and contributions tax applied to your account during the statement period.

### **Insurance premiums**

The total amount of insurance premiums deducted from your account during the statement period.

### **Net earnings rate**

This figure represents the total return on your investment during the statement period. It takes into account the transactions that occurred on your account as well as the performance of your portfolios. You can request an earnings rate for each portfolio from your adviser.

## **Net Earnings**

The net earnings figure provided in the Transaction Summary Section of your Annual Statement is broken down to detail the income receipts you received during the financial year, including realised and unrealised gains/losses.

## **Long Term Returns**

This section shows the historical performance returns for the investment options you held at the end of the statement period. These returns are for the investment options and may be different from your personal investment returns. This could be due to when you started investing in the option and the timings of transactions in and out of the investment option. If you would like to confirm your own personal investment returns, please contact your adviser.

## **Account Valuation**

This is a summary of the value of investments in your account at the end of the statement period. The value of each investment is based on the most recent available market valuation up to 30 June 2020.

## **Benefit Details**

This section shows the withdrawal benefit that would have been payable from your account at the end of the previous statement period and at 30 June 2020. This is equal to your account valuation less a provision for tax which is based on your account information at the end of the previous reporting period and at 30 June 2020. It does not however include any transaction fees associated with your withdrawal. It is assumed that your investment was solely in the Cash Account and you closed your account on the date specified.

## **Preservation details**

Superannuation is for your retirement and the Government has placed restrictions on the ability to access superannuation savings as cash and/or a retirement income stream. This is referred to as preservation.

There are three categories of preservation:

- Preserved benefits
- Restricted non-preserved benefits and
- Unrestricted non-preserved benefits.

Preserved amounts can generally be withdrawn when you reach age 65 or when you retire on or after your preservation age<sup>1</sup>. Restricted non-preserved amounts can be accessed where you terminate an employment arrangement with an employer who had contributed to the same fund. Unrestricted non-preserved amounts may be withdrawn at any time.

## **Insurance details**

### **Death benefit**

This is the total benefit that would be payable in the event of your death as at 30 June 2020. This amount is equal to your withdrawal benefit in the Personal Super Plan plus the amount of any life insurance cover<sup>2</sup> you have under the Plan as at 30 June 2020. If you do not have any insurance cover, your death benefit as at 30 June 2020 will be the same as your withdrawal benefit.

1 Preservation age is 55 for people born before 1/7/1960 and progressively increases for people born after this date up to age 60 for people born on or after 1/7/1964.

2 Please note your right to receive benefits under this insurance policy is dependent on you meeting the conditions of the policy, the insurer paying the benefits and you meeting a superannuation condition of release.

### Total and Permanent Disablement (TPD) benefit

This is the benefit that would be payable to you in the event that you became permanently incapacitated<sup>3</sup> as at 30 June 2020. This amount is equal to your withdrawal benefit in the Personal Super Plan plus the amount of any TPD insurance cover<sup>3</sup> you have under the Plan as at 30 June 2020. If you do not have any insurance cover, your TPD benefit as at 30 June 2020 will be the same as your withdrawal benefit.

### Income protection

This is a monthly benefit that is payable after the applicable waiting period in the event you are unable to work due to a disability caused by sickness or injury.

Please refer to the BT Life Protection Plans (SuperWrap and SuperWrap Essentials) Insurance Booklet for more details or contact your adviser.

## Transaction details and Costs Summary

This section shows the transactions that have been conducted on your account during the financial year. For each transaction the effective date, a description and the amount of the transaction will be displayed. At the end of this section there is a summary of the fees and costs you have incurred.

### Sum of fees shown above

The amount displayed here is the sum of fees that were directly charged to your SuperWrap account as a result of your membership in the Plan. Please note this may vary to the 'Plan Charges' amount reported in the Transaction Summary section due to any managed fund rebates.

### Insurance premiums

The amount displayed here is the sum of insurance premiums that were directly charged to your SuperWrap account (if applicable).

### Indirect Costs of Your Investment

This is an approximate amount that has been deducted from your Investment and covers amounts that have reduced the return on your investment but are not charged as a fee. This indirect cost is the Cash Account Fee only, which is calculated as follows:

$$\frac{[\text{Cumulative Daily Cash Balance} \times \text{Indirect Cost Ratio } x\%]}{[365 \times 100]}$$

### Total fees you paid

This approximate amount includes all the fees and costs which affected your investment during the period. This does not include fees or costs relating to your underlying investments but includes insurance premiums (if you held insurance within your account) and Expense Recovery deductions.

### Other costs

This approximate amount has been deducted from the investments you have chosen and covers amounts that have reduced the return on these investments but are not charged to you directly as a fee or deducted from your account.<sup>4</sup> This amount only incorporates the management fees and performance-related fees associated with the underlying managed funds. The Cash Account Fee, transaction costs, borrowing costs, buy/sell spreads and other indirect costs are excluded.

| Example indirect cost calculation  |                   |                        |
|--|-------------------|------------------------|
|  | Calculations      | Indirect cost estimate |
| Investment Manager Fee (Assumed fee measure or 'ICR' of 0.90% and managed fund balance of \$100,000) | \$100,000 × 0.90% | \$900                  |

### Total fees and costs you paid

This approximate amount includes all the fees and costs which affected your investment during the period. This includes fees or costs relating to your underlying investments.

### Example of total fees and costs

The 'Total fees and costs' total may not include all the fees and costs in relation to your underlying investments. A worked example has been provided to illustrate the combined effect of the fees and costs of your product and an investment in an example fund over a one year period.

For further information regarding the fees and costs of the underlying investment options available through the Product, please refer to the 'Managed Investments Fees & Costs List' available at [investorwrap.com.au](http://investorwrap.com.au).

<sup>3</sup> For superannuation purposes, permanent incapacity means ill-health (whether physical or mental), where the Trustee is reasonably satisfied that the member is unlikely, because of the ill-health, to engage in gainful employment for which the member is reasonably qualified by education, training or experience.

<sup>4</sup> If you held Wrap Capital Protection during the statement period, the management cost for BT Capital Protection Fund called Protection issuer fee was deducted directly from your Cash Account, and therefore is included in the 'Plan charges' figure.

## Beneficiary details

### Nominated beneficiary

**Non-binding nomination** In the event of your death, the Trustee will consider this nomination in determining to whom your benefit will be paid. The Trustee will, however, have ultimate discretion as to whom, from among your Legal Personal Representative and your dependants, and in what proportions to pay your death benefit.

**Non-lapsing nomination** In the event of your death, the Trustee will generally pay your benefit as per your nomination. However, if your nomination is not valid (ie the Trustee becomes aware that the person nominated is not a valid dependant or you have married, entered into a de-facto or similar relationship, permanently separated from your spouse or partner, or had a child with someone other than your spouse or partner), the Trustee will exercise its discretion and decide to whom, from among your Legal Personal Representatives and your dependants, and in what proportions to pay your death benefit. A non-lapsing nomination is valid for the entire term you are a member, unless another valid nomination is lodged with the Trustee.

For all nomination types, your beneficiary must be either your Legal Personal Representative, or a person who is a superannuation dependant (as defined) at the time of your death.

To make a nomination, please complete a SuperWrap Nomination of Beneficiaries Form.

### Who is a superannuation dependant?

- Spouse that includes:
  - your husband or wife via marriage; or
  - a person with whom you are in a relationship that is registered under certain state or territory laws; or
  - another person who, although not legally married to you, lives with you on a genuine domestic basis in a relationship as a couple.
- a child, including an adopted child, step-child, or ex-nuptial child and a child of the person's spouse. This includes children over age 18
- a financial dependant
- a person with whom you are in an interdependency relationship<sup>5</sup>.

## Tax File Number (TFN)

This section indicates if you have notified us of your TFN for your account. If you have not supplied your TFN, or the TFN supplied was not valid and wish to supply it please contact your adviser who will advise of the appropriate action.

## SuperWrap Annual Report

The 2020 SuperWrap Annual Report will be made available to you online in soft copy at investorwrap.com.au, by no later than 31 December 2020. If you would like to receive a printed version, free of charge, you can request this once the report is issued, by calling one of our SuperWrap consultants on 1300 657 010.

## Claiming a tax deduction

If you intend to claim a personal tax deduction for your personal contributions to SuperWrap, you need to complete and return the enclosed Notice of Intent to claim or vary a deduction for personal super contributions (Personal Tax Deduction Notice). The Personal Tax Deduction Notice will provide you with information to help you determine whether you are eligible to claim a tax deduction and explains the requirements and process for providing a Personal Tax Deduction Notice to us.

We recommend that you talk to your adviser regarding your eligibility and the amount you wish to claim as a tax deduction.

Once you have received your Personal Tax Deduction Notice acknowledgement letter from SuperWrap, you can claim the deduction in your tax return (Tax return for individuals supplementary section) by following the below steps.

Please note the below instructions assume that you will only be claiming a tax deduction for personal contributions made to this Plan. If you wish to claim a tax deduction for personal contributions that you have made to more than one superannuation fund, you should speak to your adviser for assistance before completing your Personal Tax Deduction Notice and your tax return.

### – Step 1

Write the amount of personal contributions that you are claiming as a tax deduction (the amount acknowledged in your Personal Tax Deduction Notice acknowledgement letter) in the boxes to the right of **H** in item **D12** of your tax return.

### – Step 2

Write the name of the superannuation fund in which you are invested (SuperWrap Personal Super Plan), and your SuperWrap investor number in the boxes to the left of in item **D12**.

<sup>5</sup> An interdependency relationship is a close personal relationship between two people who live together, where one or both of them provide for the financial and domestic support and personal care of the other. An interdependency relationship may still exist if there is a close personal relationship but the other requirements are not satisfied because of some physical, intellectual or psychiatric disability.

### — Step 3

Write the Australian Business Number (ABN) for the SuperWrap Fund (39 827 542 991) in the boxes to the right of Fund Australian business number in item **D12**. You do not need to provide the Fund Tax File Number if you provide the Fund ABN.

### — Step 4

Keep the acknowledgment letter we send you with your tax records.

## For more information

[bt.com.au](http://bt.com.au) | 1300 657 010 | GPO Box 2861 Adelaide SA 5001



### Things you should know

This document has been prepared and is provided solely for the general guidance of investors in SuperWrap. The information it contains is given in good faith and has been derived from sources believed to be accurate as at its issue date. However, it is general information only and should not be considered as a comprehensive statement on any matter nor relied upon as such. No company in the Westpac Group, nor any of their related entities, employees or directors gives any warranty of reliability or accuracy nor accepts any responsibility arising in any other way including by reason of negligence for errors or omissions. This disclaimer is subject to any contrary provisions of the law. This document may not be copied, used, reproduced or otherwise distributed or circulated without the prior written consent of BT Portfolio Services Ltd. BT Funds Management Limited (ABN 63 002 916 458, RSE L0001090) is the trustee of SuperWrap, a part of Retirement Wrap (ABN 39 827 542 991, RSE R1001327). Issue date: July 2020.