

Asgard Employee Super Account

Product Update: Cessation of Eligible Rollover Funds and Changes to Transfer Balance Cap

This Product Update is for Asgard Employee Super Account (AESA). This Update is issued by BT Funds Management Limited ABN 63 002 916 458 AFSL 233724 (BTFM), the trustee of, and the issuer of interests in the superannuation fund known as the Asgard Independence Plan Division Two ABN 90 194 410 365 (Fund) which AESA is a part of.

The information in this notice updates information contained in the AESA Product Disclosure Statement (PDS) dated 1 October 2020 issued by BT Funds Management Limited ABN 63 002 916 458 AFSL 233724. It should be read together with the relevant PDS and Additional Information Booklets (AIBs), which are available through Investor Online, online at asgard.com.au or can be obtained by calling 1800 998 185 from 8.30am to 7.00pm (AEST time) Monday to Friday. It is important that you read and understand the information in this notice.

Cessation of Eligible Rollover Funds (ERFs)

Effective from 1 May 2021, super trustees are no longer permitted to transfer amounts to an Eligible Rollover Fund (ERF). From 1 May 2021, any accounts that would have previously been sent to ERFs may be redirected to the ATO as a Trustee Voluntary Payment.

Super funds may voluntarily transfer amounts to the ATO if they reasonably believe it's in the best interests of a member, former member or non-member spouse. The ATO will reunite such amounts with an active super account or to the person directly in certain circumstances.

Once a member's benefit has been transferred to the ATO:

- The member will cease to be a member of the fund
- Any insurance associated with the member's Asgard account will cease
- The ATO will attempt to proactively consolidate your account to an eligible active super account on your behalf or alternatively you can transfer any ATO-held super to your preferred super fund via myGov.

For further information on unclaimed super money, please refer the ATO's website at ato.com.au for more details or speak to your financial adviser (if you have one).

Changes to the Transfer Balance Cap

There is a limit on how much you can transfer to superannuation income streams where earnings are tax exempt. This is known as the 'transfer balance cap'. From 1 July 2021, the general transfer balance cap will be \$1.7 million, and will be indexed periodically in line with the consumer price index (CPI), rounded down to the nearest \$100,000. You may have a personal transfer balance cap which can differ from the general transfer balance cap due to timing and indexation impacts. Modifications to your transfer balance cap may also apply in certain circumstances including if you have made personal injury contributions or if you are a child death benefit beneficiary.

Amounts in excess of your transfer balance cap may need to be removed from your superannuation income stream(s) and may attract additional tax and charges.

For more information about the transfer balance cap and how it applies to your circumstances, speak with your financial adviser or refer to the ATO website at ato.com.au.

For more information

asgard.com.au

1800 998 185

PO Box 7490 Perth WA 6850

Asgard

Important information

This information is issued by BT Funds Management Limited ABN 63 002 916 458, AFSL 233724 (BTFM). BTFM is the trustee of, and the issuer of interests in Asgard Employee Super Account (AESA). AESA is part of the superannuation fund known as the Asgard Independence Plan Division Two, ABN 90 194 410 365, RSE R1055580. Asgard Capital Management Limited ABN 92 009 279 592, AFSL 240695 (ACML) is the administrator and custodian of AESA. This information is factual only and does not constitute financial product advice. It has been prepared without taking account of your personal objectives, financial situation or needs. Because of this you should, before acting on this information, consider its appropriateness, having regard to those matters. You may wish to consult a financial adviser to obtain financial advice or taxation advice tailored to your personal circumstances. Before making any decision to acquire, continue to hold or dispose of interests in AESA, you should read the Product Disclosure Statement (PDS) for AESA. The PDS, and Additional Information Booklets that form part of the PDS, can be obtained by visiting asgard.com.au or by calling us on 1800 998 185. BTFM and ACML are members of the Westpac Banking Corporation ABN 33 007 457 141 AFSL 233714 (Westpac) group of companies. An investment in AESA is not an investment in, deposit with or any other liability of, Westpac or any other company within the Westpac Group. It is subject to investment risk, including possible delays in repayment of withdrawal proceeds and loss of income and principal invested. Neither Westpac, nor any other company in the Westpac Group in any way stands behind or guarantees the capital value and/or the performance of AESA. BTFM cannot give tax advice. Any tax considerations outlined in this document are general statements, based on an interpretation of the current tax law, and do not constitute tax advice. © BT Funds Management Limited ABN 63 002 916 458. Information current as at May 2021.

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