

Important Changes to your Super effective 1 July 2021 Asgard Employee Super Account

Product Update: 1 July 2021

Updating the Asgard Employee Super Account Product Disclosure Statement

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 and subsequent Product Updates 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) Monday to Friday. It is important that you read and understand the information in this notice.

Increasing Superannuation Guarantee (SG)

From 1 July 2021 superannuation guarantee (SG) contributions will increase to 10% and thereafter will increase by 0.5% each financial year until it reaches 12% on 1 July 2025 as shown in the table below.

Financial Year	SG Rate (%)
2019-20	9.5
2020-21	9.5
2021-22	10.0
2022-23	10.5
2023-24	11.0
2024-25	11.5
2025-26 onwards	12.0

For more information about the increase in superannuation guarantee (SG) and how it applies to your circumstances, speak with your financial adviser or refer to the ATO website at www.ato.gov.au.

Contribution Cap Increase

It is important to remember that there are limits on the amounts of contributions you're able to make to your super without paying additional tax. These contribution limits are known as 'caps' and are set by the government.

The contribution caps for the 2021/22 financial year are:

Types of Cap	2021/22 Cap
Concessional contributions	\$27,500
Non-concessional contributions	\$110,000

For more information about the increase in the contributions cap and how it applies to your circumstances, speak with your financial adviser if you have one, or refer to the ATO website at www.ato.gov.au.

Recontribution of COVID-19 early super release amounts

Individuals who accessed their super under the COVID-19 early release will be able to re-contribute these amounts between the 2021/22 and 2029/30 financial years without them counting towards their non-concessional contributions cap. The re-contribution cannot exceed the amount received under COVID-19 early release, nor can a tax deduction be claimed.

For more information about the recontribution of COVID-19 early release amounts and how it applies to your circumstances, speak with your financial adviser, or refer to the ATO website at www.ato.gov.au.

Bring Forward Arrangement

From 1 July 2021, the non-concessional contributions cap bring-forward option will be extended to eligible individuals aged 65 and 66.

The non-concessional caps for the 2021/22 financial year as shown in table below.

For information on the current contribution caps refer to www.ato.gov.au.

Total Superannuation Balance	2021/22
\leq \$1.48 million	Access to \$330,000 cap (over three years)
$\$1.48 \leq$ \$1.59 million	Access to \$220,000 cap (over two years)
\geq \$1.59 \leq \$1.7 million	Access to \$110,000 cap (no bring-forward period, general non-concessional contributions cap applies)
\$1.7 million \pm	Nil

Excess Concessional Contributions Penalty

From 1 July the excess concessional contributions charge in relation to excess concessional contributions made for 2021/22 and later financial years will be removed.

For more information about the excess concessional contributions penalty and how it applies to your circumstances, speak with your financial adviser, or refer to the ATO website at www.ato.gov.au.

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 is indexed periodically in line with inflation.

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 where you have made personal injury contributions to super or if you are a child death benefit beneficiary.

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

We're here to help

If you have any questions, please call our Customer Relations team on 1800 998 185 between 8.30am and 7.00pm (Sydney Time) Monday to Friday or email us at asgard.investor.services@asgard.com.au.

For more information

asgard.com.au

1800 998 185

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The logo for Asgard, featuring the word "Asgard" in a bold, red, serif font.

Important information

The information is current as at July 2021. The information is prepared by BT Funds Management Limited ABN 63 002 916 458, AFSL Number 233724, RSE License No. L0001090 (BTFM). This information does not take into account your personal objectives, financial situation or needs and so you should consider its appropriateness, having regard to your personal objectives, financial situation and needs having regard to these factors before acting on it. 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. A Product Disclosure Statement (PDS) for AESA 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.

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