

# Changes impacting Asgard super and pension products

Issue date: 22 July 2014

Preparation date: 20 June 2014

The information in this notice details all the important changes that have recently come into effect in relation to your account in one of the following products:

- Asgard eWRAP Super/Pension
- Asgard Infinity eWRAP Super/Pension
- Asgard Elements – Super/Pension
- Asgard Managed Profiles and Separately Managed Accounts – Funds Super/Pension (Asgard Super/Pension Account)
- Asgard Employee Super Account, and
- Asgard Rollover Service (closed to new members)

collectively referred to as the ‘super/pension product’, ‘account’ or ‘product’ in this notice. Pension references above include both Allocated Pension and Term Allocated Pension.

Please take time to carefully read the information in this notice – if you have any questions, speak to your financial adviser or contact us.

We have updated the Product Disclosure Statement (PDS) relevant to your account (with the exception of Asgard Rollover Service) effective 1 July 2014 with the material changes described in this notice. You can obtain a copy of the updated PDS from Investor *Online* or by calling our Customer Relations team.

## Changes to the Privacy Statement

On 12 March 2014, changes to the Australian Privacy Act imposed new obligations on how an individual’s personal information is collected, held, used and disclosed. As a result, our Privacy Statement was updated to detail how we manage your information.

Our privacy policies were updated to include the following additional information:

- how you can access the personal information we hold about you and ask for it to be corrected,
- how you may make a complaint about a breach of the Australian Privacy Principles, or a registered privacy code, and how we will deal with your complaint, and
- how we collect, hold, use and disclose your personal information in more detail.

For a copy of the current Privacy Statement, please refer to the current PDS applicable to your account or go to Investor *Online*.

## New requirements - fee disclosure

The Superannuation Legislation Amendment (MySuper Measures) Regulation 2013 requires us to adopt a new way of disclosing and categorising fees applying to super/pension products in the PDSs and periodic Investor Reports issued on or after 1 July 2014. From 1 July 2014:

- ‘insurance premiums’ will be renamed to ‘insurance fees’, and
- ‘investment fees’ and the ‘Cash Account/Balance fee’ will be categorised as part of the ‘Indirect Costs of your Investment’ instead of ‘Management Costs’.

## Insurance definition changes

As a result of changes to Superannuation Regulations, the insurance definitions for Life Protection (Life), Total and Permanent Disablement (TPD), Trauma Protection, Critical Trauma Protection and Salary Continuance have been amended for new insurance cover issued within super on or after 1 July 2014. The changes mean that an insurance benefit will only be payable by the insurer if the benefit can be released to the member by the superannuation trustee under the Superannuation Regulations as a result of the death, terminal medical condition, temporary incapacity, or permanent incapacity of that member.

Members wishing to apply for new insurance cover within super from 1 July 2014 should review the relevant insurance PDS with their financial adviser, to access the most up-to-date insurance definitions that will apply.

## Changes to Asgard Personal Protection Package (APPP)

From 1 July 2014, the Future of Financial Advice (FOFA) reforms ban the payment of commissions for new insurance policies held through APPP within super.

For new APPP insurance policies within super from 1 July 2014, Asgard will no longer pay commissions to financial advisers.

Members who are covered under an APPP Policy before 1 July 2014 can continue to hold their insurance cover after 1 July 2014 with no changes.

## What will occur if you no longer have a financial adviser

As you know, your account was designed to be used by you together with your financial adviser. Without a financial adviser, you could lose access to valuable assistance in situations where you may need it the most.

If you no longer have a financial adviser, and you choose not to appoint a new financial adviser, you must notify us by contacting our Customer Relations team, who will send you a form to complete and return. In some cases, your financial adviser may notify us that they no longer provide advice or other related services to you, in which case we will let you know.

If you do not appoint a new financial adviser, certain fees and costs may increase and the investment options available to you may change. You will only be able to provide instructions in a limited manner (and where possible, only by completing a form), and will lose access to a number of automated and other account features.

For more information on the consequences of not having a financial adviser, please contact our Customer Relations team.

## Revised administration fee structure (applies to Asgard eWRAP Super/Pension only)

As an existing member in Asgard eWRAP Super/Pension, your administration fee structure remains unchanged and there is no action required by you.

Currently, a portion of your administration fee may be paid on to your financial adviser's dealer group and this will remain unchanged. From 1 July 2014, a revised fee structure will generally be available on request in Asgard eWRAP Super/Pension. Your financial adviser can provide you with more details. Under the revised fee structure, the administration fee will not include any component paid on to a financial adviser or a financial adviser's dealer group. Members to whom the revised fee structure applies may need to remunerate their financial adviser for any financial advice and related services that they provide in other ways, for example by agreeing to pay separate advice related fees.

## Expense recovery changes

Recent rises in government levies, legislative changes (such as those of Stronger Super and Future of Financial Advice reforms) and additional prudential requirements have substantially increased the expenses we incur in operating your account.

We will be recovering some of these expenses. Any recovery is payable to us and will not be passed on to your financial adviser or your financial adviser's dealer group. These expense recoveries will be deducted from your account at the time they are applied. The exact amount deducted from your account will be confirmed in your periodic Investor Report.

We have estimated the likely cost of these expenses following our determination of a fair and reasonable allocation across members and the results are shown in the table below:

Product	Approximate amount per annum (per account)
Asgard eWRAP Super/Pension	\$180
Asgard Elements Super/Pension	\$50
Asgard Infinity eWRAP Super/Pension	\$85
Asgard Rollover Service	\$25
Asgard Super/Pension Account	\$65
Asgard Employee Super Account	\$45

In relation to Asgard Super/Pension Account and Asgard Employee Super Accounts, the expense recovery mentioned above will be in addition to any applicable monthly expense recovery that is already charged\* to your account.

\* The monthly expense recovery charge does not apply to members in Asgard Employee Super – MySuper investment option.

## Adviser remuneration/fees

We are updating our disclosure to reflect that by providing consent (in the relevant form) to the deduction and payment of agreed advice related fees, you direct us to make those payments to your financial adviser (or to your financial adviser's dealer group on behalf of your financial adviser).

## Discretionary fee waivers and reductions

Any discretionary waiver or reduction of fees and costs will cease to apply with 30 days' notice, or without notice should you cease to be advised by your financial adviser or their dealer group. Any other reductions that may be applied to your administration fee, including fee aggregation, are calculated after any administration fee waiver.

## CUSTOMER RELATIONS

Phone: 1800 998 185

Email: [asgard.investor.services@asgard.com.au](mailto:asgard.investor.services@asgard.com.au)

Post: PO Box 7490  
Cloisters Square WA 6850

## IMPORTANT INFORMATION

BT Funds Management Limited ABN 63 002 916 458, AFSL 233724 ('BTFM', 'we', 'our' or 'us') is the trustee of, and the issuer of interests in, each of Asgard Infinity eWRAP Super/Pension, Asgard eWRAP Super/Pension, Asgard Elements - Super/Pension, Asgard Managed Profiles and Separately Managed Accounts – Funds Super/Pension, Asgard Employee Super Account and the Asgard Rollover Service (the super/pension products). The super/pension products mentioned (excluding the Asgard Rollover Service) are each part of the superannuation fund known as the Asgard Independence Plan Division Two, ABN 90 194 410 365, RSE R1055580. The Asgard Rollover Service is part of the superannuation fund known as the Asgard Independence Plan Division Four, ABN 47 948 096 909, RSE R1055597. Asgard Capital Management Limited ABN 92 009 279 592 ('ACML' or 'Asgard') is the custodian and administrator of the super/pension products. A Product Disclosure Statement (PDS) is available for each of the super/pension products (excluding the Asgard Rollover Service, which is closed to new members). You should carefully consider the relevant PDS applicable to your account before deciding whether to acquire, continue to hold or dispose of interests in the super/pension products.

The information in this notice is current at the date of preparation and does not take into account your objectives, financial situation or needs. Because of this you should, before acting on the information, consider its appropriateness, having regard to these factors and, where appropriate, consult your financial adviser or obtain other independent professional advice before acting on the information. Information regarding legislative changes is intended as a guide only; it is not exhaustive and does not constitute legal advice. It is based on our interpretation of the law currently in force on the date of this notification. Consequently, it should not be relied upon as a complete statement of all relevant laws, the application of which may vary, depending on your particular circumstances.

BTFM and ACML are members of the Westpac Banking Corporation ABN 33 007 457 141 (Westpac) group of companies. Unless otherwise disclosed in the PDS for the relevant financial product, investments through a super/pension product are not deposits with, investments in, or other liabilities of, Westpac or any other company within the Westpac Group. They are subject to investment risk, including possible delays in repayment and loss of income and principal invested. Neither Westpac nor any other company within the Westpac Group stands behind or otherwise guarantees the capital value or investment performance of the specific investments you select or the account generally.

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

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