

# Netwealth Superannuation Master Fund

## Annual Trustee's Report

### For the financial year ended 30 June 2018

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Personal Super  
Standard Income Stream  
Employer Sponsored Super  
TTR Income Stream  
Term Allocated Pension

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**Issuer/trustee:**

Netwealth Investments Limited

**Head office**

Level 8/52 Collins Street  
Melbourne VIC 3000

**Postal address**

Netwealth Investments Limited  
PO Box 336  
South Melbourne VIC 3205

ABN 85 090 569 109

AFSL 230975

RSE License L0000192

**Fund details:**

Netwealth Superannuation Master Fund  
ABN 94 573 747 704

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## IMPORTANT DETAILS

This Annual Trustee's Report ('**Trustee's Report**') is issued by Netwealth Investments Limited ('**we**', '**us**', or '**our**') as the trustee of the Netwealth Superannuation Master Fund ('**Fund**'). The information contained in this Trustee's Report is general information only and is not intended to imply any recommendation or opinion about a financial product. This information does not take into account your personal objectives, financial situation or needs. You should consider whether the information is appropriate for you in light of your personal objectives, financial situation and needs, and you should consider consulting a financial adviser before making a decision about whether to invest in the Fund. For more information about Netwealth Super Accelerator ('**Super Accelerator**'), Netwealth Super Wrap ('**Super Wrap**') and Russell Investments Super Series ('**Super Series**'), please contact us or your financial adviser to obtain a copy of the Product Disclosure Statements ('**PDS**'s). You should consider the applicable PDS before making a decision about the Fund.

In this Trustee's Report '**our website**' means [netwealth.com.au](http://netwealth.com.au) for Super Accelerator and Super Wrap, and [netwealth.com.au/russellinvestments](http://netwealth.com.au/russellinvestments) for Super Series.

To request a printed copy of this Annual Trustee's Report or to request that a copy be emailed to you, please contact us on:

Freecall [1800 888 223](tel:1800888223)

Phone [+61 3 9655 1300](tel:+61396551300)

Fax [+61 3 9655 1333](tel:+61396551333)

Email [contact@netwealth.com.au](mailto:contact@netwealth.com.au)

Web [netwealth.com.au](http://netwealth.com.au)

## Fund information

This Trustee's Report to members of the Fund for the year ended 30 June 2018 provides important information about the Fund.

Netwealth Investments Limited is the issuer and the trustee of the Fund, marketed as Super Accelerator, Super Wrap and Russell Investments Super Series.

Netwealth Superannuation Master Fund ABN 94 573 747 704  
RSE Registration R1000184

Below is the Unique Superannuation Identifier ('USI') for each of the superannuation products within the Fund. USIs are used in SuperStream to identify the superannuation product which an employee (member) is contributing to.

Superannuation service	USI
Netwealth Super Accelerator – Personal Super	NET0017AU
Netwealth Super Accelerator – Employer Sponsored Super	NET0018AU
Netwealth Super Wrap – Personal Super	NET0102AU
Netwealth Super Wrap – Employer Sponsored Super	NET0103AU
Russell Investments Super Series – Personal Super	NET0017AU
Income Stream service	USI
Netwealth Super Accelerator – Standard Income Stream	NET0021AU
Netwealth Super Accelerator – Transition to Retirement Income Stream	NET0019AU
Netwealth Super Accelerator – Term Allocated Pension	NET0020AU
Netwealth Super Wrap – Standard Income Stream	NET0101AU
Netwealth Super Wrap – Transition to Retirement Income Stream	NET0012AU
Netwealth Super Wrap – Term Allocated Pension	NET0104AU
Russell Investments Super Series – Standard Income Stream	NET0021AU
Russell Investments Super Series – Transition to Retirement Income Stream	NET0019AU
Russell Investments Super Series – Term Allocated Pension	NET0020AU

## Fund information

### The trustee

We are the trustee of the Fund. As trustee of the Fund, we are responsible for the operation, including administration and overall investment policy of the Fund. We hold a Registrable Superannuation Entity ('RSE') Licence (No. L0000192) to act as trustee for the purposes of the Superannuation Industry (Supervision) Act 1993 ('SIS Act') and an Australian Financial Services ('AFS') license (No. 230975).

We comply with the Australian Prudential Regulation Authority ('APRA') Superannuation Prudential Standards.

We have effected and maintain an in-force professional indemnity insurance policy.

### Compliance

The annual return for the year ended 30 June 2018 was lodged with APRA by 30 September 2018, as required by legislation.

The Fund is a complying and regulated superannuation fund in line with the Income Tax Assessment Act (1997). We monitor compliance and legislative requirements in respect of the Fund and can confirm we have not received a notice of non-compliance under Section 40 or Section 63 of the SIS Act.

The Fund has not sought a MySuper authorisation and as a result, the Fund does not accept default employer contributions on behalf of members who have not nominated the Fund as their chosen fund and provided an investment direction.

We can confirm that as at 30 June 2018 the Fund is eligible to accept most other contribution types allowable under superannuation legislation.

### Further information

All members have the right to inspect the trust deed which governs the Fund and are able to request a copy of the most recent Auditor's Report. To request this information or any other information to help you understand your benefit or the features of the Fund, please contact us by email – [contact@netwealth.com.au](mailto:contact@netwealth.com.au), or by telephone – Freecall 1800 888 223 (within Australia) or +61 3 9655 1300.

## Changes to the Fund, super and other legislation

### Changes to the Fund

The PDSs for Super Accelerator and Super Wrap were last updated in July 2017. A Supplementary PDS for Super Wrap was issued in March 2018 which supplements the PDS issued in July 2017. The PDS for Super Series was updated in September 2017. The accompanying Information Guides were updated between July 2017 and April 2018.

We continue to add features to the Fund to improve the options for our members and ensure they can make the most of their super. Members have access to new features of the Fund when those features are released. Where we have made changes that have had a material impact on members, we wrote to affected members to make sure that they were properly informed and updated the information in the applicable PDSs and Information Guide(s). Members should obtain a copy of the latest applicable PDS before using these new features or undertaking new investments as they are taken to have read and accepted the terms and conditions contained in that PDS.

Important changes made to the Fund over the last 12 months are outlined below. These changes have previously been notified to members. For more information on the changes listed below, refer to the applicable PDS and Information Guide(s).

- Update to the minimum cash requirement – we have been able to reduce the minimum cash requirement for members who receive monthly payments from an income stream or who hold insurance in their super account. The additional amount you are required to hold in cash to provide for these benefits has been reduced from two monthly amounts to one monthly amount.
- Update to the reinvestment plan – we have introduced a new distribution reinvestment option for managed funds which allows distributions received from a particular managed fund to be reinvested back into that same managed fund.
- Trade international securities online – you or your financial adviser can now trade international securities in your account by providing us with a direct instruction online through your account.
- Update to the wholesale cash administration fee – effective 10 July 2017, we set the rate of interest credited to your cash account at a rate that is no less than 0.50% p.a. less than the official cash rate.
- Operational Risk Financial Requirement ('ORFR') – we currently estimate that an amount up to 0.025% p.a. of the value of your account (calculated daily) will be deducted from your cash account quarterly, with the calculation commencing from 1 October 2017. This is charged to reimburse us for the cost of trustee capital provided by the parent company to fund the ORFR. Refer to the section headed Operational Risk Financial Requirement on page 12 for more information.
- Managed Model Performance Fee – we have included the ability to include a Managed Model Performance Fee for Managed Models available in the Managed Account. This fee only applies if you make an investment through a Managed Model that has a performance fee. Refer to the Managed Account product disclosure statement for more information.

## Changes to the Fund, super and other legislation

- ASX listed securities brokerage fee – the ASX listed securities brokerage fee changed from \$20 per trade to 0.125% of the value of each trade (subject to a minimum of \$18.50 per trade) effective 7 September 2017.
- Minimum fees applying to your account – in certain limited circumstances the fee we charge a member may exceed 2.00% p.a.. Previously, whenever the fee exceeded 2.00% p.a. a rebate was provided to reduce the fee. These rebates have been discontinued since September 2017.
- Illiquid assets in Income Stream accounts - If you invest in the Income Stream Service and if, at any time, in our opinion you are likely to have insufficient liquid assets in your account to enable us to pay your minimum income payment when it becomes due, we may transfer your entire account from the Income Stream Service to Personal Super.
- TTR Income Stream in Retirement Phase – we have made amendments to the Trust Deed and our processes to enable changes to superannuation regulations and tax listed below to be implemented.
- Changes to meeting notifications – we now make details of security/unit holder meetings, in relation to investments you hold in the Fund, available online on the dashboard under 'Corporate Actions' and will therefore no longer send you or your adviser meeting notifications via email or post.

Where changes to the Fund are not materially adverse, the updated information may be made available to members in the applicable Product Disclosure Updates document at any time on our website. Below is a summary of the new features of the Fund that have been updated via the Product Disclosure Updates in the year ended 30 June 2018:

- 3 May 2018 – If you are using the Netwealth Managed Account, you now have the option to include selected Managed Models in your income reinvestment plan;
- 19 April 2018 – You now have the option to include Managed Models in your auto sell down profile; and
- 19 April 2018 – The Global Specialist Series Managed Models ('**GSS Managed Models**') available through certain versions of the Netwealth Managed Account have now been included as an investment option for Super Accelerator Core accounts.

## Changes to super and other legislation

Following is a summary of some of the changes to superannuation regulation and tax announced by the government and which took effect on 1 July 2017:

- introduction of a cap on amounts transferred into retirement phase income streams that are exempt from tax on earnings, set initially at \$1.6 million;
- removal of the tax exemption on investment earnings for transition to retirement income streams, prior to the member satisfying specified conditions of release;
- reduction in the annual concessional (before tax) contributions cap to \$25,000;

## Changes to the Fund, super and other legislation

- reduction in the annual non-concessional (after tax) contributions cap to \$100,000;
- introduction of the ability for individuals with a total superannuation balance of less than \$500,000 to access their unused concessional contributions cap over a rolling five-year period from 1 July 2018 (only unused amounts accrued from 1 July 2018 can be carried forward);
- increase in the spouse income threshold for the spouse superannuation contribution tax offset to \$37,000, phasing out at \$40,000;
- reduction in the income threshold for the definition of very high-income earners to \$250,000 per annum;
- removal of the option to treat a pension payment as a lump sum payment for tax purposes;
- removal of anti-detriment provisions for the death of superannuation members after 1 July 2017;
- introduction of a restriction on the ability of individuals to make non-concessional contributions to those with a total superannuation balance of less than \$1.6 million;
- modification of the “three year bring-forward” rule to restrict non-concessional contributions for those with a total superannuation balance greater than or equal to \$1.4m and less than \$1.6m; and
- removal of the requirement that an individual must earn less than 10% of their income from employment-related activities to be eligible to claim a tax deduction for personal contributions made to superannuation.

Additional measures introduced by the government, which took effect 1 July 2018 and were updated via the Product Disclosure Updates are summarised below:

- introduction of the First Home Super Saver Scheme, under which you can apply to release your voluntary contributions, along with associated earnings, to help you purchase your first home; and
- introduction of downsizing contributions into superannuation allowing members aged 65 or over who meet eligibility requirements to make a downsizer contribution into their superannuation of up to \$300,000 from the proceeds of selling their home.

The General Data Protection Regulation ('GDPR') was implemented 25 May 2018. GDPR is a law on data protection and privacy for all individuals within the European Union and Economic Area. As a result of the introduction of these regulations, the Fund will not accept transfers of international securities to or from an existing member who is, or who becomes a resident of the European Union, and the Fund will not accept any new applications from residents of the European Union.

For additional information about any of these changes refer to the Product Disclosure Updates, the superannuation Information Guides available on our website, or speak to your adviser.

## Investing and investments

### Investment objective

The objective of the Fund is to provide a range of investment options that allow members and their financial adviser, if they have one, to select from a wide range of accessible investments, design a diversified portfolio and easily make changes to their portfolio.

### Investment strategy

The investment strategy for the Fund is:

- to provide investment choice to members including a wide range of investment options, covering a range of assets, asset classes, investment structures and geographical regions;
- to enable members to construct investment strategies to match their particular needs and circumstances;
- to manage investment risk by making available investments that have been subject to appropriate research and approvals; and
- to manage investment risk by facilitating investment diversification and applying limits to the concentration of investments in certain assets.

### Investment options

#### Super Wrap

In Super Wrap, the available investment options are:

- cash;
- term deposits;
- managed funds (the Netwealth Global Specialist Series funds and other managed funds);
- Managed Models available through the Netwealth Managed Account;
- ASX listed securities (including certain warrants and exchange traded funds);
- international securities; and
- other investments made available from time to time for Super Wrap.

#### Super Accelerator

Super Accelerator investment options will depend on whether the member has chosen Super Accelerator Core or Super Accelerator Plus.

In Super Accelerator Core, the available investment options are:

- cash;

## Investing and investments

- term deposits;
- the Netwealth Global Specialist Series funds;
- the Global Specialist Series Managed Models ('**GSS Managed Models**') available through the Netwealth Managed Account<sup>1</sup>; and
- other investments made available from time to time for Super Accelerator Core.

In Super Accelerator Plus, the available investment options are:

- cash;
- term deposits;
- managed funds (the Netwealth Global Specialist Series funds and other managed funds);
- Managed Models available through the Netwealth Managed Account;
- ASX listed securities (including certain warrants and exchange traded funds);
- international securities; and
- other investments made available from time to time for Super Accelerator Plus.

### Super Series

In Super Series, the available investment options are:

- cash;
- term deposits;
- a menu of managed funds provided by Russell Investment Management Ltd; and
- other investments made available from time to time for Super Series.

### Accessible managed funds

The Fund makes a range of managed fund investment options available to members. The Netwealth Superannuation Master Fund Accessible Managed Funds Menu contains a list of the managed funds available for Super Accelerator and Super Wrap. The Russell Investments Super Series Accessible Managed Funds Menu contains a list of the managed funds provided by Russell Investment Management Ltd available through Super Series. The applicable Accessible Managed Funds Menu can be obtained at any time from our website, directly from us or from your financial adviser. The lists are updated from time to time, and it is advisable to check our website to ensure that you have the most recently updated version of the applicable Accessible Managed Funds Menu.

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<sup>1</sup> The GSS Managed Models are available in certain versions of the Netwealth Managed Account only and may not be available to you. Refer to the Product Disclosure Statement provided to you for the Netwealth Managed Account.



### Netwealth Managed Account

The Netwealth Managed Account provides members with access to a range of professionally managed investment portfolios or **'Managed Models'**. To use the Netwealth Managed Account you must read the product disclosure statement for the applicable Netwealth Managed Account (the **'Managed Account PDS'**) and apply for the Managed Account as described in the Managed Account PDS. The Netwealth Superannuation Master Fund Managed Models Menu sets out a list of the models available through the Netwealth Managed Account.

### Investment limits

There are limits to the proportion of your portfolio that can be invested in specific investment categories and individual investments. These limits are applied by us when you join and first invest and when you make additional investments. The investment limits on certain investment categories were updated in the financial year ended 30 June 2018 and you should refer to the current 'Investments' Information Guide<sup>2</sup> applicable to your superannuation product within the Fund for the current investment limits. We may also review your investments in relation to these limits from time to time. Where we identify that the investments held in your account are significantly above these limits, we may advise you of this and request that you review the investments held in your account. Generally, we will not compel you to change your investments to comply with the limits.

### Investment option objectives

We classify investment options into the categories described below.

Category of investment option	Investment objective
Cash account	To provide members with a secure cash account for the investment of liquid funds with a competitive interest rate.
Term deposits	To provide a choice of secure income bearing investments that allow members to make an investment for a fixed length of time at a rate of return that is determined at the time of investment.
Australian mortgage trusts	To provide members with the opportunity to generate regular income with capital stability and potential diversification benefits when included with other asset classes.
Australian fixed interest funds	To provide members with the opportunity to generate regular income with capital stability and potential diversification benefits when included with other asset classes.
International fixed interest funds	To provide members with the opportunity to generate regular income and potential asset class and geographical diversification benefits when included with other asset classes.
Australian equities funds	To provide members with the opportunity to generate long term capital growth and/or dividend income from a diversified portfolio of ASX listed securities and to provide the opportunity for diversification benefits across securities, manager styles and asset classes (when included with other asset classes).

<sup>2</sup> 'Information Guide 3: Investments' for Super Accelerator or Super Wrap or 'Information Guide 3c: Russell Investments Super Series Investments' for Super Series.

## Investing and investments

Category of investment option	Investment objective
Australian equities – geared funds	To provide members with the opportunity to generate long term capital growth from leveraged investment in a diversified portfolio of ASX listed entities with recourse limited to the assets of the managed fund, and to provide the opportunity for diversification benefits across securities, manager styles and asset classes (when included with other asset classes).
Australian equities – small cap funds	To provide members with the opportunity to generate long term capital growth and/or dividend income from equity in smaller and potentially more dynamic ASX listed securities and to provide the opportunity for diversification benefits across securities, manager styles and asset classes (when included with other asset classes).
International equities funds	To provide members with the opportunity to generate long term capital growth and/or dividend income from portfolio of overseas listed securities. This aims to provide the opportunity for diversification benefits through exposure to other economies and markets and to companies and industries that are not represented on Australian markets.
Australian property securities funds	To provide members with the opportunity to generate long term capital growth and/or income that reflects the characteristics of property investment with diversification across property types and location whilst also providing liquidity offered by equity markets. This provides potential diversification benefits when included with other asset classes.
Australian direct property funds	To provide members with the opportunity to benefit from professionally managed investments in direct property that typically reflect the characteristics of property (tax effective income with some potential for capital growth and provide potential diversification benefits when included with other asset classes). These managed funds are often internally geared which provides the opportunity for members to benefit from leveraging strategies, with recourse limited to the assets of the direct property fund.
International property funds	To provide members with the opportunity to generate long term capital growth and/or income that reflects the characteristics of property investment with diversification across property types and locations whilst also providing liquidity offered by global equity markets and the benefit of exposure to other economies.
Alternative investments	To provide members with the opportunity to benefit from alternative investment strategies which are typically referred to as skills based strategies across non-traditional asset classes. This aims to provide diversification benefits through the sources of investment return and to manage market risk or volatility within the portfolio.
Multi sector funds	To provide members with the opportunity to benefit from investment in a diverse range of markets and asset classes, and to be managed by professional investment managers.
ASX listed securities	To provide members with the opportunity to benefit from investment in a wide range of ASX listed securities.

## Investing and investments

Category of investment option	Investment objective
International listed securities	To provide members with the opportunity to generate long term capital growth and/or dividend income from direct investment in overseas listed entities, across a range of overseas markets and economies.
Managed models (through the Netwealth Managed Account)	To provide members with the opportunity to benefit from investment in a diversified portfolio of assets, managed on an ongoing basis by professional investment managers, with the additional benefits from directly holding the underlying assets in their account.

More information about each of the investment options and their risks is available in the applicable PDS for the Fund and Information Guide 3: Investments for Super Accelerator or Super Wrap, and Information Guide 3c: Russell Investments Super Series Investments for Super Series which are available from our website or by calling us on [1800 888 223](tel:1800888223) (within Australia) or [+61 3 9655 1300](tel:+61396551300).

### Derivatives and warrants

The Fund does not directly hold or manage derivatives but has approved some investments that use derivatives in their investment strategies and maintains a policy regarding the use of derivatives in managed funds.

Derivatives are used by some of the managers of managed funds included in the Accessible Managed Funds Menus in their investment strategies. This is disclosed in the managed fund's product disclosure statement as provided by us and both investors and advisers are encouraged to read and understand these documents. Some listed securities that are available through the Fund, such as exchange traded funds, may also use derivatives to implement their investment strategies. Information on the use of derivatives in these products is available from the product's investment manager.

Investment limits are set taking into consideration investment risk and the unique risks associated with alternative strategies.

We may allow investment in certain warrants listed on the ASX, pursuant to an investment request given by a member exercising investment choice within the investment limitations set out in the applicable PDS. The trustee does not make investment decisions about warrants.

In approving any warrants for member investment choice, we consider the general and financial reputation of the issuer of the investment option. Investment limits are set taking into consideration the level of diversification within the warrant.

We have considered listed warrants in the context of its overall risks and determined that the risk is not material to the total investments of the Fund. The total value of warrants held in the Fund, as a percentage of total assets, is less than 0.1% of the Fund's assets, and is relevant only to those members who have requested us to invest in them.

### Significant holdings

At 30 June 2018 the Fund held 11% of the Fund's assets in the cash account with Australia and New Zealand Banking Group Limited, ABN 11 005 357 522.

At 30 June 2018, the Fund did not have any other investments that were in excess of 5% of the Fund's total assets.

## Other information

### Fund reserve

We maintain a fund reserve account, from which certain approved Fund expenses are paid. These expenses include but are not limited to regulatory costs and audit fees. The fund reserve account is retained in cash and cash equivalents.

Movement in the fund reserve account for the previous three financial years is:	30 June 18 \$000s	30 June 17 \$000s	30 June 16 \$000s
Opening balance	724	964	693
plus Unallocated income & tax credits	3,237	563	993
less Fund expenses paid	1,031	803	722
Closing balance	2,930	724	964

### Operational risk financial requirement

Under the APRA prudential requirements, we must ensure we have access to sufficient funds to meet the ORFR. We meet the ORFR with a combination of an operational risk reserve amount held within the Fund and operational risk trustee capital that we hold ourselves specifically for that purpose.

The trustee capital component is provided by our parent company and we pay our parent company a fee based on the amount of capital provided. The cost is reimbursed from the Fund and the cost is generally apportioned between each member's account based on the value of their investments.

The operational risk reserve component is held in an operational risk reserve account within the Fund which is retained in cash and cash equivalents.

Movement in the operational risk reserve for the previous two financial years is:	30 June 18 \$000s	30 June 17 \$000s
Opening balance	1,247	-
plus Amount transferred in	-	1,247
plus Earnings & interest	16	-
Closing balance	1,263	1,247

### Superannuation contributions surcharges

In the year to 30 June 2018 a surcharge assessment notice was received by the Fund in relation to one member of the Fund. The contribution surcharge was deducted directly from the member's account for whom the surcharge assessment applied.

## Other information

### Eligible rollover fund

We have nominated an eligible rollover fund ('ERF') for the purposes of, but not limited to:

- transferring certain 'lost' member accounts (i.e. accounts of members who cannot be located despite reasonable attempts)<sup>3</sup>; and
- where an Employer Sponsored Super member ceases employment with their current employer and has less than \$1,000 in their account and provides no instruction for payment or rollover of their benefit.

The ERF we have selected is the Australian Eligible Rollover Fund ('AERF') who can be contacted on [1800 677 424](tel:1800677424) (within Australia) or [+61 2 8756 5573](tel:+61287565573) or by writing to:

Fund Administrator  
Australian Eligible Rollover Fund  
Locked Bag 5429  
Parramatta NSW 2124  
[aerfenquiries@perpetual.com.au](mailto:aerfenquiries@perpetual.com.au)

If you are transferred to the AERF, your benefit will be impacted as follows:

- You will cease to be a member of the Fund and any associated insurance will cease.
- You will become a member of the AERF and be subject to its governing rules. If we are able to supply AERF with your current contact details, they will send you a copy of their current product disclosure statement. You can also contact AERF to ask for a copy of their product disclosure statement.
- AERF will apply a different fee structure from that applying in the Fund. You should refer to their current product disclosure statement for details on which fees apply.
- AERF does not provide a choice of investment options.
- AERF does not offer insurance cover.

Before transferring your benefits to the AERF, we will attempt to communicate this to you to provide you with the opportunity to nominate another fund.

For more information about lost accounts and unclaimed money, please refer to Information Guide 12: Lost members, unclaimed super, eligible rollover fund, temporary residents and Super Choice, which is available from our website or by calling us on [1800 888 223](tel:1800888223) (within Australia) or [+61 3 9655 1300](tel:+61396551300).

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<sup>3</sup> We are required to pay to the ATO 'unclaimed money', certain small and insoluble accounts belonging to 'lost members' and money belonging to 'inactive members'. Other lost member accounts may be transferred to the ERF.

## Other information

### Enquiries and complaints

We have procedures in place to consider and seek to resolve any enquiries and complaints within 45 days of receipt. If you have a complaint, you may contact us by email, telephone or in writing to:

The Complaints Manager – Investor Services  
Netwealth Investments Limited  
PO Box 336  
South Melbourne VIC 3205

Freecall 1800 888 223 (within Australia)  
Phone +61 3 9655 1300  
Email [contact@netwealth.com.au](mailto:contact@netwealth.com.au)

If you are not satisfied with the result of our internal complaints procedure, you may be able to refer your complaint to the Australian Financial Complaints Authority ('**AFCA**'). AFCA is an independent body established by the Federal Government, and deals with complaints from customers involving financial services and products, including superannuation funds. AFCA will deal with your complaint impartially and has the authority to make a binding ruling.

You can get more information about AFCA by calling [1800 931 678](tel:1800931678), going to [afca.org.au](http://afca.org.au) or writing to:

Australian Financial Complaints Authority  
GPO Box 3  
Melbourne VIC 3001

If you have any general enquiries, you can also contact us by email – [contact@netwealth.com.au](mailto:contact@netwealth.com.au), or by telephone – Freecall [1800 888 223](tel:1800888223) (within Australia) or [+61 3 9655 1300](tel:+61396551300).

## Abridged financial statements

### Netwealth Superannuation Master Fund

Income Statement for the year ended 30 June 2018

	2018 \$000	2017 \$000
<b>Revenue</b>		
Changes in net market value of investments	208,292	84,141
Distributions and dividends	275,480	256,454
Interest	43,038	30,711
<b>Total Revenue</b>	<b>526,810</b>	<b>371,306</b>
<b>Expenses</b>		
Administration and management fees	39,616	31,438
Adviser fees and commissions	69,459	52,150
Other expenses	1,387	840
<b>Total Expenses</b>	<b>110,462</b>	<b>84,428</b>
<b>Operating result before income tax expense</b>	<b>416,348</b>	<b>286,878</b>
Net benefits allocated to members	(431,422)	(295,238)
<b>Operating result</b>	<b>(15,074)</b>	<b>(8,360)</b>
Income tax benefit / (expense)	17,296	8,120
<b>Operating result after income tax</b>	<b>2,222</b>	<b>(240)</b>

## Abridged financial statements (continued)

### Netwealth Superannuation Master Fund

Statement of Financial Position as at 30 June 2018

	2018 \$000	2017 \$000
<b>Investments</b>		
Cash and short-term deposits	279,869	289,897
Equities	1,993,754	1,437,198
Pooled superannuation trusts	11	10
Units in managed funds	4,532,606	3,596,975
Derivatives & warrants	4,058	2,248
<b>Total Investments</b>	<b>6,810,298</b>	<b>5,326,328</b>
<b>Other Assets</b>		
Cash at bank	830,972	907,062
Other receivables	203,642	167,798
Current tax asset	5,979	-
<b>Total Other Assets</b>	<b>1,040,593</b>	<b>1,074,860</b>
<b>Total Assets</b>	<b>7,850,891</b>	<b>6,401,188</b>
<b>Liabilities</b>		
Deferred tax liabilities	28,268	13,856
Current tax liabilities	-	6,400
Other liabilities	14,419	10,043
<b>Total Liabilities</b>	<b>42,687</b>	<b>30,299</b>
<b>Net assets available for member benefits</b>	<b>7,808,204</b>	<b>6,370,889</b>
Member benefit liabilities	7,804,011	(6,368,918)
<b>Net Assets</b>	<b>4,193</b>	<b>1,971</b>
<b>Equity</b>		
Fund reserves	2,930	724
Operational risk reserve	1,263	1,247
<b>Total Equity</b>	<b>4,193</b>	<b>1,971</b>



## Abridged financial statements

Please note that the 2018 abridged financial statements provided above have been extracted from the audited financial statements.

A full copy of the financial statements and the related audit reports are available by contacting us by email – [contact@netwealth.com.au](mailto:contact@netwealth.com.au), or by telephone – Freecall 1800 888 223 (within Australia) or +61 3 9655 1300.