

PERPETUAL SUPER WRAP

Perpetual Private Super Wrap
Perpetual Private Pension Wrap
Annual Report

ANNUAL REPORT
YEAR ENDED 30 JUNE 2020
Perpetual Superannuation Limited
ABN 84 008 416 831 AFSL 225246 RSE L0003315

Perpetual 

DIRECTORY

FUND

Perpetual Super Wrap (Fund)
ABN 22 897 174 641
RSE R1074406

PRODUCTS

Perpetual Private Super Wrap (Super Wrap)
SPIN PER0667AU

Perpetual Private Pension Wrap (Pension Wrap)
SPIN PER0665AU

ISSUER AND TRUSTEE

Perpetual Superannuation Limited (Trustee)
ABN 84 008 416 831
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RSE L0003315

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IMPORTANT NOTES AND DISCLAIMER

This Annual Report (Report) provides the fund information required under the Corporations Act 2001 and has been prepared by the Trustee in September 2020 for members of the Fund. In this Report, 'we', 'us', 'our' and 'Perpetual Superannuation' are references to the Trustee.

The information is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. The information is believed to be accurate at the date this Report was prepared and is provided by the Trustee in good faith. You should consider, with a financial adviser, whether the information is suitable for your circumstances. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information.

Neither we nor any company in the Perpetual Group guarantee that you will earn any return on your investment or that your investment will gain in value or retain its value. Investment in the Fund is subject to investment risk, including possible delays in repayment and loss of income and capital invested.

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DIRECTORS' MESSAGE

Dear Member

On behalf of the Trustee of Perpetual Super Wrap (Fund), we are pleased to present the Fund's Annual Report for the year ended 30 June 2020. The Fund consists of the following products:

- Perpetual Private Super Wrap (Super Wrap) and
- Perpetual Private Pension Wrap (Pension Wrap).

This Report should be read in conjunction with your Annual Statement for the year ended 30 June 2020, which details your specific benefit entitlements under the Fund.

This Report brings you up to date with relevant details relating to the Fund. It also provides information on important changes in the superannuation environment (see pages 2-3 for details).

The past financial year has seen unprecedented challenges globally, with the coronavirus (COVID-19) having far-reaching impacts both socially and economically. With all the recent economic turmoil, Australian and global equity markets have been extremely volatile. Market volatility is expected to remain high in the near term as the uncertainty around COVID-19 continues.

The Super Wrap and Pension Wrap enable you to access a broad range of investments so with the help of your financial adviser you can tailor an investment strategy to suit your own circumstances and objectives. If you have any questions about your financial plan in these uncertain times, please speak to your financial adviser.

Thank you for entrusting us to continue looking after your superannuation and retirement savings throughout these challenges.

Directors, Perpetual Superannuation Limited

SUPERANNUATION CHANGES

INDEXATION OF SUPERANNUATION LIMITS AND THRESHOLDS

The following superannuation limits and thresholds have been set by the Australian Taxation Office (ATO) for the 2020/2021 financial year.

LIMIT/THRESHOLD	2019/2020	2020/2021
Concessional contributions cap ¹	\$25,000	\$25,000
Non-concessional contributions cap ²	\$100,000	\$100,000
Government co-contribution ³ :		
Lower income threshold	\$38,564	\$39,837
Higher income threshold	\$53,564	\$54,837
Limit on capital gains tax concession on disposal of eligible assets by qualifying small business owners ⁴	\$1,515,000	\$1,565,000
Low-rate cap ⁵ for the taxable component of lump sum benefit payments where members have reached their preservation age but before age 60	\$210,000	\$215,000
Income stream total account balance limit ⁶	\$1,600,000	\$1,600,000

TAX ON BENEFITS PAID TO MEMBERS

When a superannuation benefit is received, it may include both tax-free and taxable components, calculated in the same proportions as the total account balance immediately before the payment.

The taxable portion of any superannuation lump sum or pension benefit is subject to tax depending on your age when received, as shown in the following tables.

TAX ON SUPERANNUATION LUMP SUM BENEFIT PAYMENTS

COMPONENT	AGE BENEFIT RECEIVED	TAX TREATMENT
Tax-free ⁷	Any age	Tax-free
Taxable ⁸	Before reaching your preservation age ⁹	Taxed at 20% ¹⁰
	After reaching your preservation age ⁹ but before age 60	2019/2020 financial year: First \$210,000 ⁵ is tax-free and the balance taxed at 15% ¹⁰
		2020/2021 financial year: First \$215,000 ⁵ is tax-free and the balance taxed at 15% ¹⁰
	On or after reaching age 60	Tax-free

TAX ON SUPERANNUATION PENSION BENEFIT PAYMENTS

COMPONENT	AGE BENEFIT RECEIVED	TAX TREATMENT
Tax-free ⁷	Any age	Tax-free
Taxable ⁸	Before reaching your preservation age ⁹	Taxable at marginal tax rate ¹⁰
	After reaching your preservation age ⁹ but before age 60	Taxable at marginal tax rate ¹⁰ , less 15% pension offset
	On or after reaching age 60	Tax-free

- This amount will be indexed in line with Average Weekly Ordinary Time Earnings (AWOTE) once the increase in the indexed amount is greater than \$2,500. Members with a total superannuation balance of less than \$500,000 on 30 June of the previous financial year who have not fully utilised their concessional contributions cap in the 2018/2019 or subsequent financial years will be able to carry forward the unused cap amounts on a rolling five consecutive year basis to make additional concessional contributions. You can check your details of any unused concessional contributions cap using the ATO online services through myGov.
- The non-concessional contributions cap is four times the general concessional contributions cap. Members with a total superannuation balance of \$1.6 million or more on 30 June of the previous financial year will not be eligible to make non-concessional contributions in that financial year. Members under age 65 will be eligible to bring forward two or three years of non-concessional contributions depending on their total superannuation balance.
- The co-contribution rate is 50%, with a maximum \$500 co-contribution on personal non-concessional contributions up to \$1,000 made by individuals with a total income up to the lower income threshold, which reduces by 3.333 cents for every \$1 of total income up to the higher income threshold where it ceases to apply. The higher income threshold is set at \$15,000 above the (indexed) lower income threshold. Members must have a total superannuation balance less than \$1.6 million on 30 June of the previous financial year and cannot exceed their non-concessional contributions cap in the relevant financial year to be eligible to receive co-contributions.
- The capital gains tax concession is a lifetime limit and will be indexed in line with AWOTE in multiples of \$5,000.
- The low-rate cap is a lifetime limit and will be indexed in line with AWOTE in multiples of \$5,000.
- A transfer balance cap applies to the total amount of accumulated superannuation that a member can transfer into the retirement (income stream) phase. The general transfer balance cap will be indexed in line with the Consumer Price Index (CPI) in \$100,000 increments.
- Includes non-concessional contributions and Government co-contributions from 1 July 2007 (plus the former undeducted contributions, pre-July 1983 (amount fixed as at 30 June 2007), post-June 1994 invalidity, CGT exempt and concessional components).
- Includes concessional contributions from 1 July 2007 (plus the former post-June 1983 (taxed) and excessive components).
- Please refer to the 'Preservation age' table below for details.
- Plus Medicare levy.

PRESERVATION AGE

DATE OF BIRTH	PRESERVATION AGE
Before 1 July 1960	55
1 July 1960 to 30 June 1961	56
1 July 1961 to 30 June 1962	57
1 July 1962 to 30 June 1963	58
1 July 1963 to 30 June 1964	59
After 30 June 1964	60

OTHER SUPERANNUATION CHANGES

WORK TEST FOR SUPERANNUATION CONTRIBUTIONS

From 1 July 2020, the work test requiring members to have worked a minimum of 40 hours in a period of no more than 30 consecutive days during the financial year in order to make personal contributions or have voluntary contributions made by their employer on their behalf (eg salary sacrifice) applies from age 67 instead of age 65.

This means that, from 1 July 2020, persons aged 65 and 66 are also eligible for both concessional and non-concessional voluntary contributions without meeting the work test. This change aligns the age from which the work test applies with the eligibility age for the Age Pension, which is scheduled to reach age 67 from 1 July 2023.

'BRING FORWARD' RULES FOR NON-CONCESSIONAL CONTRIBUTIONS

Members under age 65 (increasing to age 67, subject to the passing of legislation still before Parliament at the time of finalising this Report) will be eligible to bring forward up to three years of non-concessional contributions depending on their total superannuation balance.

SPOUSE CONTRIBUTIONS

From 1 July 2020, the age limit for spouse contributions has been extended from age 69 to age 74 (subject to the work test being satisfied if the spouse is aged 67-74).

COVID-19 MEASURES

The Government's response to the COVID-19 pandemic included the introduction of the following measures relating to super fund members.

EARLY RELEASE OF SUPER

If you are a Super Wrap member who has been adversely financially affected by COVID-19, you may be able to access up to \$10,000 of your super early in each of the 2019/2020 and 2020/2021 financial years by submitting an application online through myGov (conditions apply).

Applications for the 2019/2020 financial year closed on 30 June 2020. Applications for the 2020/2021 financial year must be lodged by 31 December 2020.

You will not need to pay tax on amounts released under COVID-19 early release of super and will not need to include these amounts in your tax return.

However, you should also consider the potential implications of accessing your super early, including the following:

- accessing your super early will affect your super balance and may affect your retirement income
- withdrawing super may also affect your insurance cover and insurance may not be available on accounts that have a low balance.

You should therefore consider whether you need to seek financial advice before submitting your application for early release of super.

MINIMUM PENSION AMOUNT

For Pension Plan members, we calculate the minimum annual payment amount (rounded to the nearest \$10) as at the date of commencing your pension and recalculate it as at 1 July each financial year, based on your age and pension account balance at the time of calculation.

The table below shows the minimum annual pension limits that apply to an account based pension in the normal course. However, due to the negative effect on pension account balances arising from significant losses in financial markets as a result of the COVID-19 crisis, the Government has halved the minimum annual pension payment required to be taken for the 2019/2020 and 2020/2021 financial years.

MINIMUM PENSION LIMITS

AGE RANGE	PERCENTAGE OF ACCOUNT BALANCE	
	NORMAL COURSE	2019/2020 AND 2020/2021 FINANCIAL YEARS
Under 65	4%	2.0%
65-74	5%	2.5%
75-79	6%	3.0%
80-84	7%	3.5%
85-89	9%	4.5%
90-94	11%	5.5%
95+	14%	7.0%

INVESTMENT INFORMATION

TRUSTEE'S INVESTMENT OBJECTIVE

The Trustee's investment objective is to provide a range of investment options within which all members can select investments that are suitable for their personal circumstances at any particular time.

INVESTMENT OPTIONS

The investment options available through the Super Wrap and Pension Wrap are listed in the following 'Investment option classifications' table.

By investing your superannuation through the Super Wrap and Pension Wrap you have access to an extensive range of investments, including managed investments, ASX listed securities and term deposits.

DERIVATIVES

Some of the managed funds available through the Super Wrap may use derivatives in managing their assets. The investment manager may use derivatives in the implementation of the investment strategy, which could include (but is not limited to) for:

- hedging against market or foreign currency exposures
- transactional efficiencies
- gaining indirect exposure to a financial asset.

Derivatives, however, may generally not be used for speculation or leverage.

Please refer to the current product disclosure statements or other relevant offer documents issued by the product issuers for further details about how derivatives may be used for each of the underlying managed funds.

INVESTMENT OPTION CLASSIFICATIONS

ASSET CLASS	INVESTMENT OPTION CLASSIFICATION	INVESTMENT OBJECTIVE (BEFORE TAX AND FEES)	INVESTMENT STRATEGY/ TYPICAL BENCHMARK	STANDARD RISK MEASURE (SRM) ¹ / RISK PROFILE	REPRESENTATIVE ASSET ALLOCATION	
					ASSET CLASS	ALLOCATION (RANGES)
Cash	Cash	To earn returns that match the performance of the stated benchmark over rolling one-year periods.	Funds offered will typically benchmark with reference to the Bloomberg AusBond Bank Bill Index.	1 - Very low	Cash	100% (100%)
Fixed interest	Australian bonds	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered will typically benchmark with reference to an Australian index such as the Bloomberg AusBond Composite O+ Yr Index.	4 - Medium	Australian fixed interest Cash	100% (70%-100%) 0% (0%-30%)
	Global bonds	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered will typically benchmark with reference to the Bloomberg Barclays Global Aggregate Index (hedged to \$A).	3 - Low to medium	International fixed interest (including credit) Cash	100% (70%-100%) 0% (0%-30%)
Real assets	Listed infrastructure (hedged)	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered will typically benchmark with reference to a listed infrastructure index such as the S&P Global Infrastructure - Net Return (AUD Hedged).	6 - High	Global listed infrastructure Cash	100% (70%-100%) 0% (0%-30%)
	Listed infrastructure (unhedged)	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered will typically benchmark with reference to a listed infrastructure index such as the S&P Global Infrastructure - Net Return (Unhedged in AUD).	6 - High	Global listed infrastructure Cash	100% (70%-100%) 0% (0%-30%)
	Listed real estate - Australian	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered will typically benchmark with reference to a listed property index such as the S&P/ASX 300 A-REIT Index.	7 - Very high	Australian real estate investment trusts (A-REITs) Cash	100% (70%-100%) 0% (0%-30%)

INVESTMENT OPTION CLASSIFICATIONS (CONTINUED)

ASSET CLASS	INVESTMENT OPTION CLASSIFICATION	INVESTMENT OBJECTIVE (BEFORE TAX AND FEES)	INVESTMENT STRATEGY/TYPICAL BENCHMARK	STANDARD RISK MEASURE (SRM) ¹ /RISK PROFILE	REPRESENTATIVE ASSET ALLOCATION	
					ASSET CLASS	ALLOCATION (RANGES)
Real assets (continued)	Listed real estate – global (hedged)	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered will typically benchmark with reference to a listed property index such as the FTSE EPRA/NAREIT Developed Index – Net Return (AUD Hedged).	7 – Very high	Global real estate investment trusts (G-REITs) Cash	100% (70%-100%) 0% (0%-30%)
	Listed real estate – global (unhedged)	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered will typically benchmark with reference to a listed property index such as the FTSE EPRA/NAREIT Developed Index – Net Return (Unhedged in AUD).	7 – Very high	G-REITs Cash	100% (70%-100%) 0% (0%-30%)
	Real estate – diversified – (listed and unlisted)	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered will typically benchmark with reference to a blended benchmark composed of 50% S&P/ASX A-REIT 300 Index and 50% direct property index such as the Mercer/IPD Australian Pooled Property Fund Index.	6 – High	Direct property A-REITs Cash	50% (0%-100%) 50% (0%-100%) 0% (0%-30%)
Alternatives	Alternatives – diversified	To deliver consistent medium term returns with low correlation to broad equity and fixed income markets by investing in both traditional and non-traditional asset classes over rolling three-year periods.	Funds offered will typically benchmark with reference to a hurdle rate benchmark relative to the Bloomberg AusBond Bank Bill Index.	6 – High	Traditional assets Non-traditional assets Cash	80% (0%-100%) 20% (0%-100%) 0% (0%-100%)
Australian equity	Australian equity	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered typically benchmark with reference to the S&P/ASX 300 Accumulation Index.	6 – High	Australian equities Cash	100% (70%-100%) 0% (0%-30%)
	Australian equity – small cap	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered typically benchmark with reference to the S&P/ASX Small Ordinaries Accumulation Index.	7 – Very high	Australian small equities Cash	100% (70%-100%) 0% (0%-30%)
	Australian equity – geared	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered are typically Australian long only equity funds which benchmark with reference to the S&P/ASX 300 Accumulation Index.	7 – Very high	Australian equities Cash	150% (70%-200%) -50% (-100%-30%)

INVESTMENT OPTION CLASSIFICATIONS (CONTINUED)

ASSET CLASS	INVESTMENT OPTION CLASSIFICATION	INVESTMENT OBJECTIVE (BEFORE TAX AND FEES)	INVESTMENT STRATEGY/ TYPICAL BENCHMARK	STANDARD RISK MEASURE (SRM)/ RISK PROFILE	REPRESENTATIVE ASSET ALLOCATION	
					ASSET CLASS	ALLOCATION (RANGES)
Global equity	Global equity – unhedged	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered typically benchmark with reference to a broad market global index such as the MSCI AC World Index (unhedged in \$A).	6 – High	International equities Cash	100% (70%-100%) 0% (0%-30%)
	Global equity – hedged	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered typically benchmark with reference to a broad market global index such as the MSCI AC World Index (hedged to \$A).	6 – High	International equities Cash	100% (70%-100%) 0% (0%-30%)
	Global equity – small cap	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered typically benchmark with reference to the MSCI Small Cap Index (in \$A).	7 – Very high	International small equities Cash	100% (70%-100%) 0% (0%-30%)
	Global regional equity	To earn returns that match the performance of the stated benchmark over rolling three-year periods.	Funds offered typically benchmark with reference to the relevant regional component of the MSCI Index.	7 – Very high	Regional international equities Cash	100% (70%-100%) 0% (0%-30%)
Diversified	Multi-sector – aggressive (80%-100% growth assets)	To earn returns that exceed Headline CPI increases by at least 4.0% per annum over rolling 10-year periods.	Funds offered will typically represent traditional multi-sector growth funds with between 80-100% growth assets.	6 – High	Equities Alternatives Fixed interest Cash	80% (40%-100%) 15% (0%-40%) 0% (0%-20%) 5% (0%-20%)
	Multi-sector – growth (60%-80% growth assets)	To earn returns that exceed Headline CPI increases by at least 3.5% per annum over rolling seven-year periods.	Funds offered will typically represent traditional multi-sector growth funds with between 60-80% growth assets.	6 – High	Equities Alternatives Fixed interest Cash	60% (20%-80%) 10% (0%-40%) 25% (0%-40%) 5% (0%-40%)
	Multi-sector – balanced (40%-60% growth assets)	To earn returns that exceed Headline CPI increases by at least 3.0% per annum over rolling five-year periods.	Funds offered will typically represent traditional multi-sector growth funds with between 40-60% growth assets.	5 – Medium to high	Equities Alternatives Fixed interest Cash	40% (0%-60%) 10% (0%-40%) 40% (0%-60%) 10% (0%-60%)
	Multi-sector – moderate (20%-40% growth assets)	To earn returns that exceed Headline CPI increases by at least 2.5% per annum over rolling three-year periods.	Funds offered will typically represent traditional multi-sector growth funds with between 20-40% growth assets.	4 – Medium	Equities Alternatives Fixed interest Cash	25% (0%-40%) 5% (0%-20%) 50% (20%-80%) 20% (0%-80%)
	Multi-asset – conservative (0%-20% growth assets)	To earn returns that exceed Headline CPI increases by at least 1.5% per annum over rolling three-year periods.	Funds offered will typically represent traditional multi-sector defensive funds with between 0-20% in growth assets.	1 – Very low	Equities Alternatives Fixed interest Cash	10% (0%-20%) 0% (0%-10%) 60% (20%-100%) 30% (0%-100%)

INVESTMENT OPTION CLASSIFICATIONS (CONTINUED)

ASSET CLASS	INVESTMENT OPTION CLASSIFICATION	INVESTMENT OBJECTIVE (BEFORE TAX AND FEES)	INVESTMENT STRATEGY/ TYPICAL BENCHMARK	STANDARD RISK MEASURE (SRM) ¹ / RISK PROFILE	REPRESENTATIVE ASSET ALLOCATION	
					ASSET CLASS	ALLOCATION (RANGES)
Listed securities	Listed securities – Australian securities	To provide investors with a growth investment return from exposure to companies listed on the Australian Securities Exchange (ASX). This strategy may provide additional returns by investing in Australian companies that declare partially or fully franked dividends.	Investors using this strategy can expect to experience short to medium term fluctuation in the value of their investment. There is a high likelihood of a negative return in a given short term investment period.	7 – Very high	Listed Australian securities	100% (100%)
	Listed securities – interest rate securities	To provide investors with a regular income stream above the cash rate over the short to medium term.	Suitable for investors seeking a regular income yield above the cash rate and seeking short to medium term volatility in their capital value.	5 – Medium to high	Listed interest rate securities	100% (100%)
Term deposits	Term deposits	To provide investors with an agreed rate of interest over a fixed amount of time, generally up to five years.	Suitable for investors seeking low risk and a set return for a pre-determined period.	1 – Very low	Term deposits	100% (100%)

1 The SRM is based on industry guidance to allow members to compare investments that are expected to deliver a similar number of negative annual returns over any 20 year period, as follows.

RISK BAND	RISK LABEL	ESTIMATED NUMBER OF NEGATIVE ANNUAL RETURNS OVER ANY 20 YEAR PERIOD
1	Very low	Less than 0.5
2	Low	0.5 to less than 1
3	Low to medium	1 to less than 2
4	Medium	2 to less than 3
5	Medium to high	3 to less than 4
6	High	4 to less than 6
7	Very high	6 or greater

The SRM is not a complete assessment of all forms of investment risk, for instance it does not detail what the size of the negative return could be or the potential for a positive return to be less than a member may require to meet their objectives. Further, it does not take into account the impact of administration fees and tax on the likelihood of a negative return.

The SRMs for the investment options may change over time for various reasons, including as a result of reviews of the underlying capital market assumptions that are used in their calculation and future changes to asset allocations by the investment managers. Any changes to SRMs at any time will be available at our website.

Members should still ensure they are comfortable with the risks and potential losses associated with their chosen investments.

INVESTMENT MENU

You can spread your account across an extensive range of investment options and investment managers.

Your adviser will provide you with the investment menu and recommend an appropriate investment strategy to suit your needs and risk profile.

You must read the product disclosure statements for any managed investments you are considering. These will be provided by your adviser free of charge.

ADDITION AND REMOVAL OF INVESTMENT OPTIONS

Our investment menu is reviewed regularly and is likely to vary over time where we believe it is in the best interests of members to do so.

Where possible, to allow you and your adviser time to adjust to variations to the investment menu, we will give advance notice of such a variation affecting your investment and the choice of retaining or disposing of that investment.

In adding or removing investment options to or from the investment menu, we do not take any liability for any movement in asset price or costs as they relate to delays in admitting or removing the investment nor do we make any representations as to the suitability of the investment either generally or for your personal circumstances.

The current investment menu at any time is available at our website or can be obtained, without charge, from your adviser.

TRUSTEE INVESTMENT LIMITS

Some restrictions have been placed on certain types of investments available.

Investment limits are detailed in a separate document which is available at our website or can be obtained, without charge, from your adviser.

These restrictions are designed to reduce the potential for losses by encouraging diversification and to ensure adequate liquidity to meet payments and satisfy regulatory requirements. Please note that limits do not eliminate the risk of large losses or insufficient liquidity.

We may change investment limits and may also place additional limits upon individual investments within each investment option at any time. If we determine that investment limits are to be added, withdrawn or amended we will endeavour to provide you and/or your adviser with advance notice of the change, however, this may not be possible in all circumstances.

ASSET ALLOCATION

The following table shows how the Fund was invested across different asset classes. Term deposits are classified as cash and ASX listed securities are classified as Australian shares.

Where a managed fund invests across a number of asset classes, we treat the asset allocation based on a 'look through basis' using the individual asset allocations either provided by the investment managers directly or sourced from a third party. Asset allocations for managed funds can vary over time within ranges specified by the individual product issuers, as detailed in their product disclosure statements.

ASSET CLASS	30 JUNE 2019	30 JUNE 2020
Cash	16.8%	14.5%
Australian fixed income	9.2%	8.3%
International fixed income	11.9%	13.2%
Property	8.7%	7.1%
Australian shares	33.7%	34.0%
International shares	20.7%	21.3%
Other	-1.0%	1.6%
TOTAL	100.0%	100.0%

SIGNIFICANT INVESTMENT HOLDINGS

The following tables provide details of the Fund's investments that had a value in excess of 5% of the Fund's total assets as at 30 June 2020. Totals may vary slightly to the sum of the various components due to roundings.

UNDERLYING INVESTMENTS	VALUE OF INVESTMENT (\$,000)	PERCENTAGE OF TOTAL FUND ASSETS
Perpetual Private International Share Fund ¹	\$307,967	20.1%
Perpetual Private Fixed Income Fund ¹	\$279,066	18.2%
Perpetual Private Real Estate Fund ¹	\$94,701	6.2%
Perpetual Private Australian Share Fund ¹	\$79,963	5.2%
Sub-total	\$761,697	49.7%
All other	\$769,391	50.3%
Total Fund assets	\$1,531,088	100.0%

1 Class I units.

ENTERPRISES	VALUE OF INVESTMENT (\$,000)	PERCENTAGE OF TOTAL FUND ASSETS
Perpetual Group ²	\$931,990	60.9%
Macquarie Group Limited	\$105,298	6.9%
Sub-total	\$1,037,288	67.8%
All other	\$493,800	32.2%
Total Fund assets	\$1,531,088	100.0%

2 Perpetual Group means Perpetual Limited (ABN 86 000 431 827) and its subsidiaries.

INVESTMENT PERFORMANCE

You should refer to your Annual Statement for the year ended 30 June 2020 for details of investment performance relating to your chosen investments.

FUND INFORMATION

THE FUND

Membership of the Fund was first offered in April 2012.

The Fund is a regulated superannuation fund under the Superannuation Industry (Supervision) Act 1993 (SIS). The Trustee operates, and intends to continue to operate, the Fund as a complying superannuation fund.

INDEMNITY INSURANCE

The Fund is covered by professional indemnity insurance under arrangements implemented by the Trustee's parent company, Perpetual Limited.

TRUST DEED

The trust deed dated 30 September 2011 (as amended) is a legal document that sets out the provisions governing the operation of the Fund and the rights and obligations of members and the Trustee. The Trustee is responsible for ensuring that the Fund operates according to the trust deed and the accompanying rules, and that the Fund complies with all relevant laws.

Members may inspect the trust deed at any time at our website or by arrangement with us.

ENQUIRIES AND COMPLAINTS

We have arrangements for dealing with your enquiries and complaints. If you have a complaint, contact your adviser and discuss your enquiry or complaint with them.

If you are not satisfied with the result, you may telephone us on 1800 099 265 or write to us at:

Complaints Officer
Perpetual Private Super Wrap
GPO Box 5230
Sydney NSW 2001.

We aim to respond to enquiries or complaints as soon as possible and ordinarily within 45 days of receipt.

If you're not happy with a Trustee decision that affects you, and your complaint has not been resolved to your satisfaction or remains unresolved after 90 days, you may refer it to the Australian Financial Complaints Authority (AFCA). AFCA is the external dispute resolution scheme established by the Commonwealth Government to deal with complaints from consumers in the financial system. AFCA provides a **free** service for consumers.

Contact details for AFCA are as follows:

Phone 1800 931 678
Email info@afca.org.au
Website www.afca.org.au
Mail Australian Financial Complaints Authority
GPO Box 3, Melbourne VIC 3001

SUPERANNUATION BENEFIT TRANSFERS TO THE ATO

We are required by law to transfer the following superannuation benefits to the ATO:

- inactive low-balance accounts
- lost member accounts
- unclaimed benefits.

After payment to the ATO, we are discharged from any further liability for payment of the benefit.

You can consolidate superannuation benefits transferred to the ATO into an active superannuation account through your myGov account. Alternatively, the ATO is required to pay any superannuation amounts it holds into an active superannuation account held by the member where the consolidated balance will be \$6,000 or more.

Interest will be paid at a rate equivalent to CPI inflation from 1 July 2013 on all superannuation benefit amounts reclaimed from the ATO.

INACTIVE LOW-BALANCE ACCOUNTS

An inactive low-balance account is an account with a balance of less than \$6,000 where the member has had no contributions for 16 months and where the member has **not**:

- made changes to their investment option(s)
- elected to maintain or made changes to their insurance cover
- made or amended a binding beneficiary nomination or
- confirmed that they want their account to remain with their super fund by providing the fund with a written notice at least 30 days before the relevant date for reporting relevant accounts to the ATO (see below for details).

Inactive low-balance accounts must be identified as at 30 June and 31 December each year and reported to the ATO on the following 31 October and 30 April respectively. The balances of those accounts remaining inactive at that time must then be transferred to the ATO.

LOST MEMBER ACCOUNTS

You will be considered a lost member in the Fund if you are uncontactable if:

- either:
 - the Fund has never had an address (whether non-electronic or electronic) for you
- or**
- at least one written communication (whether non-electronic or electronic) has been sent to your last known address (or addresses) and we believe, on reasonable grounds (eg communication returned unclaimed), that you can no longer be contacted at any address known to us **and**

- you have not contacted us (whether by written communication or otherwise) within the last 12 months **and**
- you have not accessed details about your interest in the Fund from any electronic facility we have provided within the last 12 months **and**
- we have not received a contribution or rollover for you within the last 12 months.

SMALL OR INSOLUBLE LOST MEMBER ACCOUNTS

A lost member account is also taken to be unclaimed super money if either:

- the balance of the lost member account is less than \$6,000 (small lost member account) or
- the lost member account has been inactive for 12 months and we are satisfied that it will never be possible to pay the benefit to the member (insoluble lost member account).

UNCLAIMED BENEFITS

Your superannuation may be treated as unclaimed money if you:

- have reached age 65 and we have not received an amount on your behalf for at least two years and five years have passed since we last had contact with you or
- were a temporary resident who has permanently departed Australia and you did not claim your benefits within six months of the later of the date of your departure or your visa ceasing to be effective (except if you are an Australian or New Zealand citizen). We will make all reasonable efforts to contact you in such circumstances, however, it is important that you notify us of any changes to your details.

ABRIDGED FINANCIAL INFORMATION

The general purpose financial report for the Fund has been prepared in accordance with the requirements of the trust deed, the accounting and disclosure requirements of AASB 1056 Superannuation Entities, other applicable accounting standards, the requirements of SIS and other relevant legislative requirements.

Abridged financial statements are provided in Appendix 1 for the information of members. Copies of the full audited financial statements and auditor's report are available upon request.

VALUE OF YOUR ACCOUNT

The value of your account is the aggregate net value of your investments, including your Perpetual Cash Account, after the deduction of fees, taxes and charges. The information below is a guide on how different investments are valued and what will be reported. Accrued fees and taxes are not reflected on your portfolio valuation report.

PERPETUAL CASH ACCOUNT

Returns are distributed to your Perpetual Cash Account monthly. Accrued returns are not reported on your account until they are paid.

TERM DEPOSITS

The value of a term deposit is determined by the amount initially invested. Interest is reported when the term deposit has matured and the interest has been paid.

MANAGED INVESTMENTS

When you invest in a managed investment, the number of units allocated to you depends on its unit price and the amount you invest. Each managed investment will have a unit price set by the product issuer. The unit price that you receive is determined by the product issuer, and generally reflects the value of the managed investment's assets after deducting the product issuer's fees, expenses and transaction costs. The value of your managed investments will be the number of units held by you multiplied by the redemption unit price set by the product issuer. Further details are available in the product disclosure statement for each managed investment.

Managed investment distributions will not be accrued on your account valuation after they have been declared by the product issuer and will only be credited and reported once received by us.

ASX LISTED SECURITIES (EXCLUDING INSTALMENT WARRANTS)

Listed securities are valued at their last available closing price on the ASX. If no trades have occurred for a security during the day, the last traded price will be used.

INSTALMENT WARRANTS

The valuation price used to value instalment warrants is generally more reflective of an instalment warrant's value as the last available closing price may be several days old but the underlying security's value may have increased or decreased substantially. The valuation price would be expected to better reflect the instalment warrant price once the next trade in this security is made.

CHANGES IN METHODS FOR VALUING ASSETS

At our discretion, we may change the method by which we value an asset. For example, where a method becomes available which reflects more accurately the fair value of these assets, we may select to use this method. Where a particular asset we believe is not fairly valued using the standard methods described above, we may report a value that we believe reflects a more accurate value.

APPENDIX 1: ABRIDGED FINANCIAL STATEMENTS

INCOME STATEMENT

	2020 \$,000	2019 \$,000
INCOME		
Dividends/distributions	67,410	60,054
Interest	493	903
Changes in fair value of investments	(92,131)	40,835
Total income	(24,228)	101,792
EXPENSES		
Administration expenses	5,329	6,410
Other operating expenses	9,155	7,739
Total expenses	14,484	14,149
RESULTS FROM SUPERANNUATION ACTIVITIES BEFORE INCOME TAX	(38,712)	87,643
Income tax (expense)/benefit	9,382	4,641
RESULTS FROM SUPERANNUATION ACTIVITIES AFTER INCOME TAX	(29,330)	92,284
Net benefits allocated to members' accounts	29,330	(92,284)
PROFIT/(LOSS) AFTER INCOME TAX	-	-

STATEMENT OF FINANCIAL POSITION

	2020 \$,000	2019 \$,000
ASSETS		
Cash and cash equivalents	74,752	79,417
Investments	1,416,164	1,439,836
Dividends/distributions receivable	35,325	29,210
Interest receivable	66	217
Current tax assets	5,631	5,611
Deferred tax assets	366	-
Other receivables	84	85
Total assets	1,532,388	1,554,376
LIABILITIES		
Payables	1,300	1,323
Deferred tax liabilities	-	1,600
Total liabilities	1,300	2,923
NET ASSETS AVAILABLE FOR MEMBER BENEFITS	1,531,088	1,551,453
Member benefits	(1,531,088)	(1,551,453)
TOTAL NET ASSETS	-	-
EQUITY		
Unallocated surplus/(deficiency)	-	-
Total equity	-	-

STATEMENT OF CHANGES IN MEMBER BENEFITS

	2020 \$,000	2019 \$,000
OPENING BALANCE OF MEMBER BENEFITS	1,551,453	1,449,809
Contributions – employer	3,354	3,423
Contributions – member	97,389	81,956
Transfers from other funds	69,488	48,683
Government co-contributions	6	3
Income tax on contributions	(525)	(554)
Net after tax contributions	169,712	133,511
Benefit payments	(160,740)	(124,078)
Insurance premiums charged to members' accounts	(7)	(73)
Death and disability benefits credited to members' accounts	-	-
BENEFITS ALLOCATED TO MEMBERS' ACCOUNTS		
Net investment income	(24,001)	98,694
Administration fees	(5,329)	(6,410)
Net benefits allocated to members' accounts	(29,330)	92,284
CLOSING BALANCE OF MEMBER BENEFITS	1,531,088	1,551,453

STATEMENT OF CHANGES IN EQUITY

	2020 \$,000	2019 \$,000
OPENING BALANCE	-	-
Profit/(loss) after income tax	-	-
CLOSING BALANCE	-	-

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