

# Perpetual Select Pension Plan

## IMPORTANT CHANGES

The following details important changes to the Perpetual Select Super Plan and Pension Plan Product Disclosure Statement ('PDS') issue number 10 dated 1 October 2020 and Perpetual Select Pension Plan, Your Pension Plan Account booklet ('Booklet'), dated 1 October 2020.

### Changes to product features

#### Initial Investment

From 3 July 2023, a minimum initial investment of \$20,000 into the Pension Plan will apply. The minimum investment per investment option will remain unchanged at zero.

#### Auto-rebalancing

From 3 July 2023, the timing of auto-rebalancing will change from the 15<sup>th</sup> of the relevant month to the 24<sup>th</sup> of the month. If the day is not a business day, the next business day will apply.

#### Pension payments

From 3 July 2023, all pension payments will be paid on the 25<sup>th</sup> day of the relevant month. Pension payments currently paid on the 14<sup>th</sup> day of the month will change to the 25<sup>th</sup> day of the month. Members will continue to be able to choose to have their pension paid monthly, quarterly, half yearly or yearly.

#### Investment option closures

After careful consideration, we have determined to cease offering the following investment options, due to low levels of member take up:

- High Growth
- Australian Share
- Limited Share
- International Share

Collectively referred to as the 'Closing Options'

The Closing Options are no longer available to new members and will close on 15 June 2023. Effective 13 June 2023, the investment strategy of the Closing Options will be updated to allow a holding of up to 100% cash. This is to enable the sell down of assets in preparation for the winding up of the Closing Options.

Members with holdings in the Closing Options may continue to transact until 3pm on 7 June 2023 and may choose to switch to the investment option(s) of their choice. Switch requests may be submitted online at [www.perpetual.com.au](http://www.perpetual.com.au) (login required). Any holding in a Closing Option on the closure date will be transferred to the Growth investment option.

Buy/sell spreads will be incurred when switching to a different investment option, including if you keep your holding in a Closing Option to the closure date and are transferred to the Growth investment option.

The Growth investment option was selected as providing the most similar risk and net return profile as the Closing Options. The Growth investment option invests in a diverse mix of asset classes using a multi-manager investment approach. A multi-manager investment approach is to combine specialist investment managers with different styles, philosophies, approaches and techniques, with the aim of enhancing diversification and producing more consistent returns.

The closing Limited Share, Australian Share and International Share investment options all invest primarily in a single asset class. The estimated total ongoing annual fees and costs of the Growth option is higher than these options as shown in the table below. This is primarily due to its exposure to alternative investments. Alternative investments are generally higher fee than traditional asset classes due to their limited availability and more specialised investment approach but they may offer portfolio diversification benefits.

Closing Options	Estimated total ongoing annual fees and costs (%pa)	Reallocation Option	Estimated total ongoing annual fees and costs (%pa)
High Growth	1.48%	Growth	1.43%
Limited Share	1.02%	Growth	1.43%
Australian Share	1.22%	Growth	1.43%
International Share	1.19%	Growth	1.43%

The investment option profiles for the Closing Options and Growth investment option are shown on the following pages. Please refer to the PDS, including updates located under 'continuous disclosures and important information' on our website, and Booklet for further details about the Growth investment option and other investment options available in the Perpetual Select Pension Plan ([www.perpetual.com.au/resources/retirement-forms-pdss-and-offer-documents/](http://www.perpetual.com.au/resources/retirement-forms-pdss-and-offer-documents/)).

This information has been prepared by Perpetual Superannuation Limited (PSL) ABN 84 008 416 831, AFSL 225246, RSE L0003315 as trustee of the Perpetual's Select Superannuation Fund (ABN 51 068 260 563) (the Fund). It is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. 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. The Product Disclosure Statement (PDS) for the Fund, issued by PSL, should be considered before deciding whether to acquire or hold units in any of the options. The PDS and Target Market Determination can be obtained by calling 1800 003 001 or visiting our website [www.perpetual.com.au](http://www.perpetual.com.au). No company in the Perpetual Group (Perpetual Group means Perpetual Limited ABN 86 000 431 827 and its subsidiaries) guarantees the performance of any fund/option or the return of an investor's capital. Past performance is not indicative of future performance.

#### More information

Contact your financial adviser or call:

Investor Service: 1800 003 001

Email: [investments@perpetual.com.au](mailto:investments@perpetual.com.au)

[perpetual.com.au](http://perpetual.com.au)

Trust is earned.

Perpetual 

## Investment Option Profiles

	High Growth	Limited Share	Growth																														
Suitability	Designed for investors with the appropriate risk level, investment timeframe and objective – see below.	Designed for investors with the appropriate risk level, investment timeframe and objective – see below.	Designed for investors with the appropriate risk level, investment timeframe and objective – see below.																														
Risk level	6 – High	6 – High	6 – High																														
Minimum suggested timeframe	7 years or more	5 years or more	5 years or more																														
Investment return objective	<p>Aims to:</p> <ul style="list-style-type: none"> <li>• provide members with long-term growth through investment in a diversified portfolio with a strong emphasis on Australian and international shares, as well as growth alternative investments</li> <li>• outperform the CPI by 4.00% (before fees and after tax) over rolling ten-year periods</li> <li>• outperform (before fees and after tax), over rolling three year periods, a composite benchmark reflecting the underlying funds' target allocations at any time to the various asset types.</li> </ul>	<p>Aims to:</p> <ul style="list-style-type: none"> <li>• provide members with long-term growth and income through investment in quality industrial and resource shares and other securities</li> <li>• outperform the S&amp;P/ASX 300 Accumulation Index (before fees and after tax) over rolling three-year periods.</li> </ul>	<p>Aims to:</p> <ul style="list-style-type: none"> <li>• provide members with long-term growth through investment in a diversified portfolio with a strong emphasis on Australian and international share investments</li> <li>• outperform the CPI by 3.50% (before fees and after tax) over rolling ten-year periods</li> <li>• outperform (before fees and after tax), over rolling three year periods, a composite benchmark reflecting the underlying funds' target allocations at any time to the various asset types.</li> </ul>																														
Investment approach	<p>Invests into a diverse mix of assets (see 'Investment guidelines' below). Derivatives and exchange traded funds may be used in managing each asset class. The currency exposure of international assets is monitored and hedging strategies may be implemented (using derivatives) with the aim of reducing the impact of adverse currency movements.</p>	<p>Perpetual Investments researches companies of all sizes using consistent share selection criteria. Their priority is to select those companies that represent the best investment quality and are appropriately priced. In determining investment quality, investments are carefully selected on the basis of four key investment criteria:</p> <ul style="list-style-type: none"> <li>• conservative debt levels</li> <li>• sound management</li> <li>• quality business and</li> <li>• recurring earnings.</li> </ul> <p>The investment portfolio will typically consist of between 20 and 45 stocks. Derivatives may be used in managing the investment option</p>	<p>Invests into a diverse mix of assets (see 'Investment guidelines' below). Derivatives and exchange traded funds may be used in managing each asset class. The currency exposure of international assets is monitored and hedging strategies may be implemented (using derivatives) with the aim of reducing the impact of adverse currency movements.</p>																														
Investment guidelines	<table> <tr> <td>Cash<sup>4</sup></td> <td>0-30%</td> </tr> <tr> <td>Real estate<sup>6,7</sup></td> <td>5-20%</td> </tr> <tr> <td>Australian shares</td> <td>15-40%</td> </tr> <tr> <td>International shares</td> <td>20-60%</td> </tr> <tr> <td>Growth alternatives</td> <td>0-20%</td> </tr> </table>	Cash <sup>4</sup>	0-30%	Real estate <sup>6,7</sup>	5-20%	Australian shares	15-40%	International shares	20-60%	Growth alternatives	0-20%	<table> <tr> <td>Australian shares<sup>11</sup></td> <td>90-100%</td> </tr> <tr> <td>Cash<sup>4</sup></td> <td>0-10%</td> </tr> </table>	Australian shares <sup>11</sup>	90-100%	Cash <sup>4</sup>	0-10%	<table> <tr> <td>Cash<sup>4</sup></td> <td>0-30%</td> </tr> <tr> <td>International Fixed income<sup>5</sup></td> <td>0-15%</td> </tr> <tr> <td>Australian Fixed Income</td> <td>0-10%</td> </tr> <tr> <td>Income alternatives</td> <td>0-10%</td> </tr> <tr> <td>Real estate<sup>6,7</sup></td> <td>0-15%</td> </tr> <tr> <td>Australian shares</td> <td>15-40%</td> </tr> <tr> <td>International shares</td> <td>20-60%</td> </tr> <tr> <td>Growth alternatives</td> <td>0-20%</td> </tr> </table>	Cash <sup>4</sup>	0-30%	International Fixed income <sup>5</sup>	0-15%	Australian Fixed Income	0-10%	Income alternatives	0-10%	Real estate <sup>6,7</sup>	0-15%	Australian shares	15-40%	International shares	20-60%	Growth alternatives	0-20%
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<sup>4</sup> Cash may also be held for liquidity in the underlying funds, so the overall cash allocation may be greater than that stated.

<sup>5</sup> International fixed income may include Australian fixed income.

<sup>6</sup> Real estate includes both Australian and international assets

<sup>7</sup> Also permitted to be included are company shares, unit trusts and other securities that are expected to have a return related to property investments or management as their dominant underlying assets.

<sup>11</sup> The underlying fund's investment universe allows it to invest, directly or indirectly, in stocks listed or to be listed on share market exchanges outside Australia. Exposure to stocks outside Australia is limited to 20%.

## Investment Option Profiles

	Australian Share	International Share	Growth
Suitability	Designed for investors with the appropriate risk level, investment timeframe and objective – see below.	Designed for investors with the appropriate risk level, investment timeframe and objective – see below.	Designed for investors with the appropriate risk level, investment timeframe and objective – see below.
Risk level	6 – High	6 – High	6 – High
Minimum suggested timeframe	5 years or more	5 years or more	5 years or more
Investment return objective	<p>Aims to:</p> <ul style="list-style-type: none"> <li>• provide members with long-term growth and income through investment in a diversified portfolio of Australian shares<sup>10</sup></li> <li>• outperform the S&amp;P/ASX 300 Accumulation Index (before fees and after tax) over rolling three-year periods.</li> </ul>	<p>Aims to:</p> <ul style="list-style-type: none"> <li>• provide members with long-term growth through investment in a diversified portfolio of international shares<sup>12</sup></li> <li>• outperform the MSCI All Country World Index – Net Return (unhedged in AUD) (before fees and after tax) over rolling three-year periods.</li> </ul>	<p>Aims to:</p> <ul style="list-style-type: none"> <li>• provide members with long-term growth through investment in a diversified portfolio with a strong emphasis on Australian and international share investments</li> <li>• outperform the CPI by 3.50% (before fees and after tax) over rolling ten-year periods</li> <li>• outperform (before fees and after tax), over rolling three year periods, a composite benchmark reflecting the underlying funds' target allocations at any time to the various asset types.</li> </ul>
Investment approach	The investment option combines specialist investment managers with different investment styles and philosophies. This can help reduce the volatility of the investment option by avoiding over exposure to a particular specialist investment manager. Derivatives may be used in managing the investment option.	The investment option combines specialist investment managers with different investment styles and philosophies. This can help reduce the volatility of the investment option by avoiding over exposure to a particular specialist investment manager. The currency exposure of international assets is monitored and hedging strategies may be implemented (using derivatives) with the aim of reducing the impact of adverse currency movements	Invests into a diverse mix of assets (see 'Investment guidelines' below). Derivatives and exchange traded funds may be used in managing each asset class. The currency exposure of international assets is monitored and hedging strategies may be implemented (using derivatives) with the aim of reducing the impact of adverse currency movements.
Investment guidelines	<p>Australian shares<sup>10</sup> 80-100%</p> <p>Cash<sup>4</sup> 0-20%</p>	<p>International shares<sup>12</sup> 80-100%</p> <p>Cash<sup>4</sup> 0-20%</p>	<p>Cash<sup>4</sup> 0-30%</p> <p>International Fixed income<sup>5</sup> 0-15%</p> <p>Australian Fixed Income 0-10%</p> <p>Income alternatives 0-10%</p> <p>Real estate<sup>6,7</sup> 0-15%</p> <p>Australian shares 15-40%</p> <p>International shares 20-60%</p> <p>Growth alternatives 0-20%</p>

<sup>4</sup> Cash may also be held for liquidity in the underlying funds, so the overall cash allocation may be greater than that stated.

<sup>5</sup> International fixed income may include Australian fixed income.

<sup>6</sup> Real estate includes both Australian and international assets

<sup>7</sup> Also permitted to be included are company shares, unit trusts and other securities that are expected to have a return related to property investments or management as their dominant underlying assets.

<sup>10</sup> Securities listed on overseas exchanges may be purchased subject to limits agreed by the Trustee

<sup>12</sup> Securities listed on the Australian Securities Exchange may be purchased subject to limits agreed by the Trustee.