

Advance Fixed Term Pension

Annual Report

for the period ended 30 June 2021

Contents

Introduction	1
Changes to the Advance Fixed Term Pension	2
Understanding your investment	2
Investments exceeding 5%	3
Investment objectives and strategy	3
Other important information	4
Enquiries and complaints	5
Financial information	6

In this Annual Report

- 'BTFM', 'we', 'us' and 'our' are references to BT Funds Management Limited ABN 63 002 916 458 AFSL 233724.
- 'Retirement Wrap' refers to Retirement Wrap (ABN 39 827 542 991 RSE Registration R1001327)

Important information

The Advance Fixed Term Pension Division (Advance Fixed Term Pension) was part of the Advance Retirement Suite ABN 95 068 282 166 for the period 1 July 2020 to 20 March 2021, after which all member interests were transferred to the BT Super For Life (BTSFL) Plan in Retirement Wrap. From 20 March 2021 onwards, the Advance Fixed Term Pension is part of the BTSFL Plan in Retirement Wrap. BTFM is the trustee of Retirement Wrap and has issued this Annual Report.

The trustee has not received any notices or penalties for non-compliance during the reporting period and has formally resolved that the Advance Fixed Term Pension will at all times be administered in strict compliance with all applicable acts and regulations.

The investment information or general advice provided in this publication doesn't take into account your personal objectives, financial situation or needs and because of that you should consider the appropriateness of the information or advice having regard to these factors. Before deciding whether to continue to hold a financial product issued by us, you should obtain and consider the Product Disclosure Statement (PDS) for that product, available from us or your financial adviser. Past performance is not a reliable indicator of future performance.

BTFM

BTFM is a subsidiary of the Westpac Banking Corporation (Westpac) ABN 33 007 457 141. An investment in the Advance Fixed Term Pension is not a deposit with, investment in, or other liability of Westpac or any other company within the Westpac Group. It's 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 Advance Fixed Term Pension.

Introduction

We're pleased to present the Annual Report for the Advance Fixed Term Pension at 30 June 2021. This report is issued in accordance with the Corporations Act 2001. It contains general information, providing details of the financial position and management of the accounts for the Advance Fixed Term Pension Accounts.

The report also details how you can obtain additional information about your Account. You can request additional information (including the trust deed, financial statements and auditor's report) from our Customer Relations team by calling 1800 819 935 or emailing investorservices@advance.com.au

Changes to the Advance Fixed Term Pension

Understanding your investment

Successor Fund Transfer

On 20 March 2021, BT Funds Management Limited ABN 63 002 916 458, AFSL 233724 (BTFM), the Trustee of Advance Retirement Suite, transferred all member interests including the Advance Fixed Term Pension to Retirement Wrap (RSE No. R1001327, ABN 39 827 542 991) via a successor fund transfer (SFT).

While this transfer will mean your Advance Fixed Term Pension will be paid from a different superannuation fund, nothing else will change. Retirement Wrap is a regulated superannuation fund like the Advance Retirement Suite and BTFM is also the Trustee of Retirement Wrap.

Change of Registrable Superannuation Entity

For the period 1 July 2020 to 20 March 2021, Advance Retirement Suite was the RSE of the Advance Fixed Term Pension. As there are no members left in the Advance Retirement Suite Fund, we have not prepared an Annual Report for the period prior to 20 March 2021. For the period 20 March 2021 to 30 June 2021, Retirement Wrap was the new RSE and this Annual Report covers this period.

As at 30 June 2021 all of the Advance Fixed Term Pension assets comprised investments in the Prime Securities Trust No. 3 – Indexed to the CPI and Prime Securities Trust No. 3F – Non-indexed (the Trusts), which are managed by UBS AG, ABN 47 088 129 613 (UBS). UBS does not in any sense 'stand behind' the performance of BTFM's obligations, nor guarantee the capital value or performance of units, nor have any liability in connection with the Advance Fixed Term Pension. UBS is not responsible for any statement or information contained in this Annual Report.

For further details about the Advance Fixed Term Pension assets, please see the abridged financial information.

Investments exceeding 5%

32.11% of the Advance Fixed Term Pension Assets are invested in the Prime securities Trust No.3 – Indexed to CPI and Prime securities Trust No.3F – Non indexed (the trusts) which are managed by UBS AG, ABN 47 088 129 613 (UBS). 67.89% of the assets are invested in one or more bank accounts at Westpac Banking Corporation (WBC). The assets held with WBC are comprised of cash and cash equivalents that have been set aside to satisfy pending member payments. The assets of the active members in the FTP are fully invested with UBS.

Investment objectives and strategy

To provide two separate income streams for set terms – one income stream supporting payment of the non-indexed fixed term pensions and the other income stream supporting payment of the indexed fixed term pensions.

This is achieved through the investment in the Trusts, which pay us amounts that are used to make your pension payments, so the total amount in any year will not fall below the total amount of pension payments made in the relevant preceding year. The Trusts only invest in assets with a high degree of security, such as:

- investments rated A-1+ (short term) or at least AA+ (long term) by Standard & Poor's at the date of acquisition
- investments with entities rated A-1+ (short term) or at least AA+ (long term) by Standard & Poor's at the date of acquisition
- investments which are obligations of, or guaranteed by, the Commonwealth Government or a State Government at the date of acquisition.

While the assets of the Trusts will generate cash flows to pay your pension payments over the term you select, the timing, frequency and amount of the cash flows may not match the timing, frequency and amount of your pension payments.

To overcome this, UBS may use derivatives undertaking to 'swap' the cash flows of the Trusts' assets and liabilities in financial markets, despite the performance of the underlying assets of the Trusts. UBS does not use derivatives to leverage (gear) the Trusts. The Advance Fixed Term Pension itself doesn't invest in derivatives directly.

Other important information

Professional Indemnity Insurance

As trustee of the Advance Fixed Term Pension, BTFM is responsible for the day-to-day administration and ensuring it complies with all relevant laws and the provisions of the trust deed. The Trustee is indemnified by a policy of insurance in respect of its duties as Trustee of BT Super and Super for Life.

Keeping you informed

Each year you'll receive the following information about your account.

- A statement for the year ended 30 June, detailing the new level of your pension payment for the next year (if you've chosen the CPI Linked Option), your rate of return, opening and closing balances and transactions over the period just ended.
- This Annual Report updating you on the financial position of the Advance Fixed Term Pension.

If you'd like to know more about how the Advance Fixed Term Pension operates, you can contact us for other information.

Tax on your investment

For more information on taxation relevant to your personal circumstances, you should contact your financial or tax adviser.

Financial information

As permitted under the Corporations Act, audited fund accounts and the auditor's report have not been included with this Annual Report. Copies of complete audited financial statements and the auditor's report will be available from:

BTFM - Advance Fixed Term Pension

GPO Box B87
Perth WA 6838
or by calling 1800 819 935.

Enquiries and complaints

Delivering on our service promise

We're constantly striving to provide the best possible service, and we'll do our best to resolve any concern you have efficiently and fairly.

Our commitment to you

If you're ever unhappy about something we've done – or perhaps not done – please give us the opportunity to put things right.

Our aim is to resolve your complaint within 5 business days, and where possible we will resolve your complaint on the spot. If we need some additional time to get back to you, we will let you know. Should we be unable to resolve your concern at your first point of contact, we will then refer the complaint to our dedicated Customer Managers in our Customer Solutions team.

Our Customer Solutions Customer Managers are here to find a solution for you and will ensure that you're regularly updated about the progress we are making to resolve your complaint.

You can contact us:

Over the phone

Please call us from anywhere in Australia on 1800 819 935. If you are overseas, please call +612 9155 4070.

By post

BTFM - Advance Fixed Term Pension
GPO Box B87
Perth WA 6838

Online

Using the secure feedback form at secure.bt.com.au/contact-us/contact-form.asp

For further information go to our website and search 'Feedback and Complaints'.

If you are still unhappy

If you are not satisfied with our response or handling of your complaint, you can contact the external dispute resolution scheme, the Australian Financial Complaints Authority (AFCA).

Australian Financial Complaints Authority

The Australian Financial Complaints Authority (AFCA) provides a free and independent service to resolve complaints by consumers and small businesses about financial firms (e.g., banks), where that complaint falls within AFCA's terms of reference.

The contact details for AFCA are set out below.

Australian Financial Complaints Authority

Online: www.afca.org.au

Email: info@afca.org.au

Phone: 1800 931 678 (free call)

Post: Australian Financial Complaints Authority
GPO Box 3, Melbourne VIC 3001

Financial information

Advance Fixed Term Pension – 20 March 2021 – 30 June 2021

Advance Fixed Term Pension Income Statement for the period ended 30 June 2021

	From 20 March 2021 to 30 June 2021
	\$
Superannuation activities	
Net gains/(losses) on financial instruments held at fair value through profit or loss	1,936
Total net income	1,936
Trustee's fees	218
Total expenses	218
Profit/(loss) from superannuation activities before income tax	1,718
Income tax expense/(benefit)	–
Profit/(loss) from superannuation activities after income tax	1,718
Less: net benefits allocated to defined contribution members' accounts	(1,718)
Profit/(loss) after income tax	–

For the period 20 March 2021 to 30 June 2021, Advance Fixed Term Pension formed part of Retirement Wrap. This annual report contains unaudited abridged financial information for the financial year ended 30 June 2021 in relation to Advance Fixed Term Pension as part of Retirement Wrap (Fund). The Fund's audited financial statements and auditors report are available upon request by contacting us on 1800 819 935.

Advance Fixed Term Pension Statement Of Financial Position as at 30 June 2021

	As at 30 June 2021
	\$
Assets	
Cash and cash equivalents	58,046
Financial assets held at fair value through profit or loss	27,457
Total assets	85,503
Liabilities	
Payables	-
Total liabilities (excluding member benefits)	-
Net assets available for member benefits	85,503
Defined contribution member liabilities	85,503
Total net assets/(liabilities)	-
Equity	
Unallocated benefits	-
Total equity	-

Advance Fixed Term Pension Statement of changes in member benefits for the period ended 30 June 2021

	From 20 March 2021 to 30 June 2021
	\$
Opening balance of member benefits	-
Transfers from other funds - successor fund transfers	96,658
Benefit payments	(12,131)
Adviser fees	(742)
Net benefits allocated to members' accounts, comprising:	
Net benefits allocated to defined contribution members' accounts	1,718
Closing balance of member benefits	85,503

For the period 20 March 2021 to 30 June 2021, Advance Fixed Term Pension formed part of Retirement Wrap. This annual report contains unaudited abridged financial information for the financial year ended 30 June 2021 in relation to Advance Fixed Term Pension as part of Retirement Wrap (Fund). The Fund's audited financial statements and auditors report are available upon request by contacting us on 1800 819 935.

This page has been left blank intentionally.

For more information

Customer Relations: 1800 819 935

Adviser Services: 1300 361 864

investorservices@advance.com.au

Fax (08) 9481 4318

advance.com.au

BTFM – Advance Fixed Term Pension, GPO Box B87, Perth WA 6838

