

# Annual report to members for the year ended 30 June 2017

Macquarie SuperOptions



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Macquarie SuperOptions (SuperOptions) forms part of a superannuation fund known as the Macquarie Superannuation Plan RSE R1004496. The trustee for the superannuation fund is Macquarie Investment Management Limited ABN 66 002 867 003 AFSL 237492 RSEL L0001281 (MIML, Macquarie, the Trustee, we, us, our).

MIML has appointed Bond Street Custodians Limited (BSCL) ABN 57 008 607 065 AFSL 237489 to hold the fund's investments in custody. BSCL and MIML are wholly owned subsidiaries of Macquarie Bank Limited ABN 46 008 583 542. MIML is not an authorised deposit-taking institution for the purposes of the *Banking Act (Cth) 1959*, and MIML's obligations do not represent deposits or other liabilities of Macquarie Bank Limited. Macquarie Bank Limited does not guarantee or otherwise provide assurance in respect of the obligations of MIML.

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The information contained in this annual report is dated 14 December 2017 and is general information only. We have not taken into account your objectives, financial situation or needs. You should consider the appropriateness of this information, taking into account your objectives, financial situation before acting on any of the information in this annual report.

# Welcome

14 December 2017

Dear Member,

## Welcome to the Annual Report for Macquarie SuperOptions (SuperOptions) for the financial year ended 30 June 2017.

This Annual Report provides you with general information about the management and financial position of the SuperOptions division of the Macquarie Superannuation Plan (the Fund), a legislative update and details of matters concerning the investments in the Fund (such as overall asset allocation). This report should be read with your Annual Statement for the year ended 30 June 2017, which gives details of your benefits in the Fund.

## What happened this year?

In Australia, weakened gross domestic product growth has been attributed, in part, to weather conditions disrupting some exports, dwelling investment slumped and household consumption being reduced due to weak income growth. Despite this, the RBA has expressed that, due to an increase in minimum and award wages, inflation forecasts have been increased. The 2017–18 Federal Budget saw the government committing to \$75 billion to infrastructure over the next 10 years which is expected to boost the economy growth and long-run productivity.

Overseas, in the United Kingdom, post Brexit, the pound fell and the outlook for the British economy was thrown up in the air. The future of the eurozone, globalisation and economic integration has also been questioned. In the US, President Donald Trump's victory saw a boost in the US dollar and inflation expectations however, these have since fallen to pre-election levels. China's growth remains steady at just over 7 per cent although with concerns raised as much of this growth has been derived from debt-funded infrastructure and property investment.

We hope you find this year's Annual Report informative and we thank you for your ongoing support.

If you have any questions about this Annual Report or about SuperOptions in general, please contact your adviser or Macquarie on 1800 801 651.

Yours sincerely,



**Cameron Garrett**

Executive Director  
Macquarie Investment Management Limited

This annual report includes information on:

- **SuperOptions Super Plan**, an accumulation superannuation product, and
- **SuperOptions Pension Plan**, a retirement income solution incorporating the SuperOptions Allocated Pension Plan (an account-based pension) and the SuperOptions Term Allocated Pension Plan.

References to Pension Plan can be interpreted as references to both Allocated Pension Plan and Term Allocated Pension Plan.

The abridged financial statements relate to the entire Macquarie Superannuation Plan (the Fund), which includes SuperOptions.

# The financial year in review<sup>1</sup>

## The global economy

Developed and emerging markets are returning to firmer economic footing after an inauspicious start to the 2017 financial year. Britain held a referendum on membership to the European Union, and the voting majority chose to leave. The pound collapsed and the outlook for the British economy was thrown up in the air. Questions were also raised as to the future of the eurozone, and, more broadly, the future of globalisation and economic integration. Beyond Brexit, other concerns included widespread deflationary pressures in many developed economies, and rising corporate debt levels in China. While the oil price began to recover from its lows of early 2016 and was no longer contributing to deflationary and disinflationary pressures, the weakening Chinese renminbi was.

Political risks have been prominent over the past year. Elections in Europe raised the possibility of far-right candidates being elected to office, potentially destabilising a European Union that was already grappling with Brexit. However, as we are learning, the practicalities of extricating a European Union member state from the union are almost insurmountable. The victory of Donald Trump in the US presidential elections served to boost equity markets, bond yields, the US dollar and inflation expectations with promises of lavish spending on infrastructure and tax cuts. Equity markets continue to take heart from the positive outlook on corporate earnings growth, while the US dollar and inflation expectations have slumped to pre-election levels. The snap general election in the United Kingdom resulted in a less-than-convincing victory for the Conservative Party and more uncertainty around the Brexit negotiations. Conflict in the Middle East continues, as does tension on the Korean peninsula with repeated missile tests by the North Korean regime, one of which demonstrated the regime's ability to target cities in the US. As the 2017 financial year rolled on, the primacy of an improving global economy exerted itself over geopolitical worries and policy confusion.

The economic expansion underway in the US is reaching maturity. The US Federal Reserve (Fed) is steadily removing policy accommodation by tightening rates and reducing stimulus measures introduced during the GFC. The expanding economy has absorbed many of those looking for work, and the tightening labour market is generating modest wage growth. However, this is failing to deliver the desired inflation, with the Fed's target of 2 per cent still well above current levels. Productivity growth is low and the policies that are required to boost it are a long-term prospect only, as the current administration grapples with the realities of implementing complex reform.

In Europe, economic growth is accelerating but is uneven across member countries. Eurozone inflation is low, although core measures are moving in the right direction. Sluggish wage growth remains a concern despite solid jobs creation and improvements in labour force participation. Better inflation outcomes over the past year will likely lead to the European Central Bank scaling back its use of quantitative easing in 2018 while keeping interest rates low. Also, political risks in the region have receded but are not benign due to the impending Brexit.

The Japanese economy is in better health these days as the "Abenomics" reform efforts appear to be boosting growth and generating inflation, albeit only modestly. Of the so-called three arrows of Prime Minister Shinzo Abe's economic policy, monetary policy has been used to the greatest extent. Enormous asset purchases by the Bank of Japan in combination with historically low interest rates have lowered borrowing costs and boosted asset prices. The weak yen has also driven growth in exports and gross domestic product.

The pace of growth in China is steady at just under 7 per cent. However, the composition of growth remains a concern with much of it derived from debt-funded infrastructure and property investments. China's central bank increased interest rates in an effort to curb speculative activity in the property sector while authorities are in the process of implementing longer-term reforms designed to address the systemic risks posed by high levels of corporate and state-owned enterprise debt.

## The Australian economy

The Australian economy faces a mix of challenges that have changed little over the past few years. While the economy is on one of the world's longest expansions, Australia's gross domestic product (GDP) growth weakened considerably in 2016/17 as storms and flooding disrupted iron ore and coal exports, dwelling investment slumped, and weak income growth weighed on household consumption. The improving global outlook is supporting export demand, but business investment remains lacklustre despite some recent improvements in conditions.

Australia has a healthy unemployment rate of 5.7 per cent. In the 2017 financial year, 240,000 jobs were added, which compares favourably to the average over the last 10 years. In fact, jobs growth hasn't been this strong since the 2007–08 mining boom. However, beneath the strong headline numbers, the Australian labour market is experiencing a structural shift in composition. Hours worked by the average Australian are in long-term decline as part-time and casual workers are hired in preference to full-time workers. Participation has also been trending lower since it peaked in late 2010. This indicates that there is still considerable slack in the labour force as supply exceeds demand, and explains the persistent, weak wage growth outcomes.

Household consumption, which represents almost 60 per cent of Australia's GDP, is stuck in a rut and shows no signs of returning to the buoyant pre-GFC levels. This worrying dynamic of poor consumption growth, weak household income growth and declining household savings point to a continuation of this trend in the medium term, despite a tailwind of population growth.

Retail sales, a component of household consumption, is also on a downtrend due to tepid wage growth. Inflationary outcomes remains subdued, with the Consumer Price Index tracking below the RBA's target of 2 per cent. However, in the RBA's latest Statement of Monetary Policy, it expressed the expectation that the increase in minimum and award wages effective 1 July 2017 will support wages growth and inflation, and has consequently increased its inflation forecasts.

Regulators have closely monitored trends in residential lending and resulting impacts on the financial resilience of lenders and households. This comes in an environment of increased risks in the housing market due to elevated and accelerating house prices, high levels of household indebtedness, subdued household income growth, low interest rates and strong competitive pressures. Consequently, policy initiatives were extended in early 2017 to force banks to address risks that continue to build in the mortgage lending market. These measures extend those introduced in 2014.

The 2017–18 Federal Budget handed down by the Treasurer in May outlined fiscal policy that was more expansionary than expected while still moving to a budget surplus by 2020–21. The government is committing \$75 billion to infrastructure spending over the coming 10 years with the view to boosting economic growth and long-run productivity. Investments include \$8.4 billion for a rail link between Melbourne and Brisbane, upgrades to the Bruce Highway, an equity injection of \$5.3 billion to fund the first stage of the Western Sydney Airport, and contributions for road and rail infrastructure in Western Australia. The government also indicated its support for regional economies with the establishment of the Regional Investment Corporation and Regional Growth Fund. Housing affordability was addressed to a degree with the introduction of a tax concession for first home buyers within a superannuation scheme.

# Investment returns to 30 June 2017

Investment option	1 year to 30 Jun 2017 (%)	1 year to 30 Jun 2016 (%)	1 year to 30 Jun 2015 (%)	1 year to 30 Jun 2014 (%)	1 year to 30 Jun 2013 (%)	5 years compound to 30 Jun 2017 (%)	Since Inception to 30 Jun 2017 (%)	Fund size as at 30 Jun 2017 (\$)	Fund size as at 30 Jun 2016 (\$)
<b>Macquarie SuperOptions – Allocated Pension</b>									
Aberdeen Actively Hedged International Shares	10.83	(2.79)	10.73	15.47	23.73	9.74	2.24	157,535	165,411
Aberdeen Multi-Asset Real Return Fund <sup>2</sup>	9.92	2.00	7.98	5.69	7.17	5.38	3.74	460,150	441,443
Alphinity Wholesale Australian Share Fund	13.95	0.09	4.53	16.64	23.41	8.49	8.72	313,100	286,252
AMP Capital Balanced Growth Class A	6.78	1.94	9.39	11.80	17.48	7.53	5.49	585,241	640,088
AMP Capital Equity Class A <sup>2</sup>	8.35	(1.71)	6.83	13.63	22.34	6.88	7.56	413,786	407,730
Arrow Street Global Equities	19.02	(2.92)	14.35	29.61	26.15	12.97	7.39	1,207,086	1,300,696
AMP Wholesale Global Equity Growth <sup>2</sup>	18.61	(7.49)	26.44	17.58	24.53	11.53	2.31	23,368	19,716
BlackRock Scientific Diversified Growth	10.10	1.53	7.60	12.50	15.56	7.83	6.04	1,061,450	1,134,800
BlackRock Scientific Diversified Stable	4.01	2.98	4.43	8.09	8.70	5.39	4.60	669,314	773,876
BT Wholesale Balanced Returns <sup>2</sup>	5.73	1.86	9.98	9.15	10.94	6.13	3.83	30,857	36,222
BT Wholesale Conservative Outlook <sup>2</sup>	1.89	3.33	6.89	6.66	4.05	4.49	4.16	9,039	13,687
Colonial First State Wholesale Diversified <sup>2</sup>	7.09	3.16	8.33	11.90	16.34	7.32	4.36	760,759	874,873
Colonial First State Wholesale Imputation <sup>2</sup>	5.61	0.77	6.01	16.97	14.39	6.12	6.89	34,254	36,415
Colonial First State Wholesale Property Securities	(5.54)	22.63	18.65	8.90	21.92	11.92	3.81	886,791	1,025,199
IIFP Global Franchise <sup>2</sup>	9.57	9.57	27.96	14.87	29.31	16.58	9.33	95,810	93,064
OnePath Wholesale Blue Chip Imputation <sup>2</sup>	11.18	(6.89)	2.62	14.20	21.26	5.50	6.26	409,851	449,482
OnePath Wholesale Managed Growth <sup>2</sup>	7.83	1.12	8.38	10.73	12.76	6.13	4.55	365,491	384,590
Macquarie Australian Equities	18.00	11.83	10.33	20.77	15.16	10.65	7.95	3,156,900	3,070,536
Macquarie Australian Fixed Interest	(0.63)	5.89	3.94	4.96	4.26	4.77	5.24	496,083	588,471
Macquarie Balanced	7.30	4.92	8.75	12.66	13.70	8.04	7.62	53,264,552	58,165,158
Macquarie Capital Stable	3.00	3.18	4.52	6.47	8.06	5.02	5.73	17,605,350	20,526,155
Macquarie Deposit	0.77	1.32	1.42	1.48	2.09	1.75	3.73	11,582,644	13,929,483
Macquarie Diversified Fixed Interest	0.91	4.66	2.79	3.82	1.70	3.85	4.59	3,494,958	4,091,165
Macquarie Growth	10.74	8.14	10.01	17.37	14.49	9.44	6.91	2,166,887	2,009,450
Macquarie OneChoice <sup>2</sup>	7.77	9.38	10.17	15.99	15.42	9.79	7.00	144,566	235,364
Macquarie Property Securities <sup>2</sup>	(4.36)	22.60	17.38	9.12	22.47	12.40	6.00	1,550,447	1,787,895
Macquarie Small Companies Growth	6.66	48.78	1.39	20.63	(0.92)	8.68	11.00	1,043,678	882,483
Maple-Brown Abbott Imputation Fund	17.78	(7.81)	7.32	12.83	22.13	7.39	6.88	1,231,388	1,358,120
NovaPort Australian Smaller Companies <sup>2</sup>	10.10	3.22	4.52	19.37	22.34	10.52	11.01	85,900	83,005
Perpetual's Wholesale Balanced Growth	8.49	1.24	6.50	13.00	18.92	8.08	5.91	4,181,021	4,532,770
Perpetual's Wholesale Industrial	13.64	(0.99)	7.20	17.09	27.51	11.31	8.96	3,522,138	3,294,821
Platinum International	20.30	(7.50)	18.88	17.15	34.60	11.54	6.83	3,926,374	3,619,822
Schroder Wholesale Australian Equity	18.73	(6.09)	2.85	14.70	23.46	7.64	9.88	2,109,640	2,322,609
UBS Australian Bond	(0.58)	5.49	3.14	4.82	1.98	4.09	4.46	1,102,251	1,194,926
UBS Australian Share <sup>2</sup>	9.23	(3.08)	4.08	14.50	21.49	6.41	8.38	767,113	775,271
UBS Defensive Investment <sup>2</sup>	3.70	0.34	5.89	9.33	11.44	5.89	5.11	696,727	781,359

<sup>2</sup> This option is closed to new investments.

Investment option	1 year to 30 Jun 2017 (%)	1 year to 30 Jun 2016 (%)	1 year to 30 Jun 2015 (%)	1 year to 30 Jun 2014 (%)	1 year to 30 Jun 2013 (%)	5 years compound to 30 Jun 2017 (%)	Since Inception to 30 Jun 2017 (%)	Fund size as at 30 Jun 2017 (\$)	Fund size as at 30 Jun 2016 (\$)
<b>Macquarie SuperOptions – Super/Rollover</b>									
Aberdeen Actively Hedged International Shares	10.08	(2.46)	9.69	14.03	21.00	8.81	1.87	4,105,764	4,284,863
Aberdeen Multi-Asset Real Return Fund <sup>2</sup>	8.93	3.38	5.07	5.04	7.62	4.97	3.31	1,136,963	1,130,599
Alphinity Wholesale Australian Share Fund	13.69	(0.35)	3.73	16.30	22.92	8.08	7.93	1,672,295	1,470,822
AMP Capital Balanced Growth Class A	6.30	1.56	8.68	10.95	16.43	6.87	4.88	3,844,856	3,675,982
AMP Capital Equity Class A <sup>2</sup>	7.70	(1.73)	5.35	12.78	23.86	6.26	6.84	807,473	787,804
Arrow Street Global Equities	18.31	(2.90)	13.41	27.44	23.81	11.92	6.66	12,901,395	11,415,533
AMP Wholesale Global Equity Growth <sup>2</sup>	17.52	(7.13)	23.97	16.89	22.54	10.54	(0.24)	634,572	613,814
BlackRock Scientific Diversified Growth	9.31	2.36	6.82	14.24	17.24	7.87	5.36	2,887,587	3,989,249
BlackRock Scientific Diversified Stable	3.54	2.58	3.54	7.13	7.53	4.59	3.99	1,309,766	1,306,121
BT Wholesale Balanced Returns <sup>2</sup>	5.29	1.49	8.22	9.05	11.02	5.67	3.32	325,076	315,882
BT Wholesale Conservative Outlook <sup>2</sup>	1.51	3.12	5.81	6.01	5.35	4.18	3.48	180,559	184,263
Colonial First State Wholesale Diversified <sup>2</sup>	6.68	2.94	7.12	11.64	15.55	6.73	3.99	5,767,618	5,649,567
Colonial First State Wholesale Imputation <sup>2</sup>	6.50	0.09	4.56	14.28	21.93	6.29	6.37	370,474	356,171
Colonial First State Wholesale Property Securities	(5.53)	19.92	18.03	7.30	23.29	11.39	3.15	3,495,683	3,776,736
IFP Global Franchise <sup>2</sup>	9.29	8.67	26.02	13.78	26.08	15.19	8.49	948,261	937,064
OnePath Wholesale Blue Chip Imputation <sup>2</sup>	11.89	(6.18)	1.61	16.38	26.15	5.94	5.95	2,053,766	1,981,183
OnePath Wholesale Managed Growth <sup>2</sup>	7.16	0.76	7.31	9.87	12.51	5.47	4.07	2,907,658	3,154,257
Macquarie Australian Equities	17.27	10.34	8.69	19.66	14.19	9.50	6.77	14,915,050	13,425,996
Macquarie Australian Fixed Interest	(0.94)	5.23	2.87	4.15	3.31	3.84	4.48	2,403,103	2,496,218
Macquarie Balanced	6.16	4.70	7.86	12.16	12.37	7.14	6.34	50,764,764	55,888,539
Macquarie Capital Stable	2.33	2.65	3.81	5.80	6.93	4.22	4.83	7,107,022	7,755,507
Macquarie Deposit	0.55	0.98	1.16	1.26	1.88	1.48	3.17	47,978,136	54,669,558
Macquarie Diversified Fixed Interest	0.34	3.90	2.27	3.14	1.20	3.09	3.92	2,655,533	4,299,478
Macquarie Growth	10.09	5.53	9.15	15.85	15.30	8.55	6.08	30,506,804	29,111,232
Macquarie OneChoice <sup>2</sup>	6.97	8.95	8.86	14.85	13.81	8.75	6.08	6,407,512	6,689,347
Macquarie Property Securities <sup>2</sup>	(4.16)	24.88	15.38	9.29	20.09	11.92	5.36	4,104,015	4,892,877
Macquarie Small Companies Growth	6.24	48.47	0.16	22.28	(3.48)	7.76	9.56	13,061,867	12,928,871
Maple-Brown Abbott Imputation Fund	17.20	(7.10)	5.95	14.62	26.05	7.62	6.50	5,969,416	5,661,866
NovaPort Australian Smaller Companies <sup>2</sup>	10.00	3.01	3.04	20.10	25.49	10.04	10.36	527,622	522,042
Perpetual's Wholesale Balanced Growth	7.69	1.27	5.95	12.32	17.86	7.52	5.54	31,619,083	33,962,052
Perpetual's Wholesale Industrial	12.82	(1.24)	6.43	16.63	27.61	10.61	8.28	7,678,585	7,339,115
Platinum International	18.68	(6.65)	17.34	15.56	29.81	10.40	6.12	12,144,206	11,468,453
Schroder Wholesale Australian Equity	17.58	(5.76)	2.23	13.79	21.34	6.95	9.07	5,550,504	5,337,393
UBS Australian Bond	(0.95)	4.88	2.61	4.14	1.44	3.43	3.78	1,464,252	1,489,730
UBS Australian Share <sup>2</sup>	8.95	0.18	2.92	14.66	22.55	6.51	7.78	2,342,508	2,120,171
UBS Defensive Investment <sup>2</sup>	3.54	0.23	4.66	8.38	9.79	5.06	4.34	1,382,657	1,449,309

<sup>2</sup> This option is closed to new investments.

## How the returns are calculated

The investment returns for each investment option have been calculated by the Trustee based on information provided directly by the investment managers.

Returns are annualised, based on the changes in withdrawal price of each investment option and assume the reinvestment of distributions. Returns are net of ongoing investment management fees and gross of tax and other fees that may be charged directly to your account.

Past performance is not indicative of future performance.

The value of your investment may rise or fall. Your investment is not guaranteed.

# Asset allocation as at 30 June 2017

Investment name	APIR Code	As at	Cash (%)	Australian Equities (%)	International Equities (%)	Australian Fixed Interest (%)	International Fixed Interest (%)	Property (%)	Other (%)
Aberdeen Actively Hedged International Share	CRS0005AU	30/06/16	0.71	0.00	99.29	0.00	0.00	0.00	0.00
		30/06/17	0.59	0.00	99.41	0.00	0.00	0.00	0.00
Aberdeen Multi-Asset Real Return Fund	CRS0002AU	30/06/16	6.64	19.48	9.01	17.89	26.48	7.25	13.25
		30/06/17	5.65	21.39	13.59	4.97	37.79	2.93	13.67
Alphinity Wholesale Australian Share Fund	HOW0019AU	30/06/16	4.76	95.24	0.00	0.00	0.00	0.00	0.00
		30/06/17	3.99	96.01	0.00	0.00	0.00	0.00	0.00
AMP Capital Balanced Growth Class A	AMP0441AU	30/06/16	13.57	29.19	27.65	12.94	3.35	12.79	0.51
		30/06/17	11.46	26.39	31.47	14.26	6.22	9.50	0.70
AMP Capital Equity Class A	AMP0370AU	30/06/16	6.47	84.66	0.85	0.00	0.00	8.02	0.00
		30/06/17	5.32	91.45	0.00	0.00	0.00	1.75	1.48
Arrow Street Global Equities	MAQ0464AU	30/06/16	2.45	0.00	94.70	0.00	0.00	2.84	0.00
		30/06/17	1.47	0.00	98.40	0.00	0.00	0.13	0.00
AMP Wholesale Global Equity Growth	NML0318AU	30/06/16	5.56	0.00	92.96	0.00	0.00	0.00	1.48
		30/06/17	6.36	0.00	92.54	0.00	0.00	0.00	1.10
BlackRock Scientific Diversified Growth	BAR0813AU	30/06/16	3.41	35.99	22.78	4.41	12.52	5.34	15.55
		30/06/17	3.33	30.96	26.03	1.96	12.77	4.84	20.11
BlackRock Scientific Diversified Stable	BAR0811AU	30/06/16	22.28	15.98	8.82	22.03	20.37	1.86	8.66
		30/06/17	16.95	11.14	10.13	22.11	23.34	3.99	12.33
BT Wholesale Balanced Returns	BTA0806AU	30/06/16	4.32	25.45	16.26	15.98	14.95	9.15	13.89
		30/06/17	2.53	25.93	23.62	13.90	11.34	7.37	15.30
BT Wholesale Conservative Outlook	BTA0805AU	30/06/16	16.34	10.24	7.20	22.02	23.24	7.01	13.95
		30/06/17	14.84	12.35	9.52	24.61	19.17	4.87	14.63
Colonial First State Wholesale Diversified	FSF0008AU	30/06/16	6.19	32.55	27.04	18.65	10.74	4.83	0.00
		30/06/17	5.32	31.88	26.77	19.20	11.47	5.37	0.00
Colonial First State Wholesale Imputation	FSF0003AU	30/06/16	3.17	96.83	0.00	0.00	0.00	0.00	0.00
		30/06/17	1.87	98.13	0.00	0.00	0.00	0.00	0.00
Colonial First State Wholesale Property Securities	FSF0004AU	30/06/16	2.48	0.00	0.00	0.00	0.00	97.52	0.00
		30/06/17	2.98	0.00	0.00	0.00	0.00	97.02	0.00
IFP Global Franchise	MAQ0404AU	30/06/16	4.42	0.00	95.58	0.00	0.00	0.00	0.00
		30/06/17	3.18	0.00	96.82	0.00	0.00	0.00	0.00
Macquarie Australian Equities	MAQ0278AU	30/06/16	0.23	90.90	0.00	0.00	0.00	8.87	0.00
		30/06/17	0.26	99.74	0.00	0.00	0.00	0.00	0.00
Macquarie Australian Fixed Interest	MAQ0061AU	30/06/16	0.00	0.00	0.00	93.70	6.30	0.00	0.00
		30/06/17	15.38	0.00	0.00	80.00	4.62	0.00	0.00
Macquarie Balanced	MAQ0058AU	30/06/16	27.99	24.76	16.98	6.29	21.72	2.26	0.00
		30/06/17	21.95	25.37	14.51	11.64	21.90	0.00	4.63
Macquarie Capital Stable	MAQ0059AU	30/06/16	39.63	10.75	6.04	8.31	34.16	1.11	0.00
		30/06/17	29.26	11.13	7.24	33.16	15.23	0.00	3.98
Macquarie Diversified Fixed Interest	MAQ0274AU	30/06/16	0.00	0.00	0.00	63.50	36.50	0.00	0.00
		30/06/17	0.00	0.00	0.00	52.90	47.10	0.00	0.00
Macquarie Growth	MAQ0081AU	30/06/16	0.70	47.60	24.40	8.30	3.80	10.40	4.80
		30/06/17	5.80	47.90	23.20	6.80	1.50	10.00	4.80
Macquarie OneChoice	MAQ0426AU	30/06/16	0.00	29.00	19.80	25.10	0.00	26.10	0.00
		30/06/17	0.00	30.10	20.50	24.70	0.00	24.70	0.00
Macquarie Property Securities	MAQ0415AU	30/06/16	4.60	0.00	0.00	0.00	0.00	95.40	0.00
		30/06/17	4.20	0.00	0.00	0.00	0.00	95.80	0.00
Macquarie Small Companies Growth	MAQ0085AU	30/06/16	4.97	83.96	0.00	0.00	0.00	11.07	0.00
		30/06/17	0.27	99.73	0.00	0.00	0.00	0.00	0.00
Maple-Brown Abbott Imputation Fund	ADV0046AU	30/06/16	3.45	96.55	0.00	0.00	0.00	0.00	0.00
		30/06/17	6.59	93.41	0.00	0.00	0.00	0.00	0.00
NovaPort Australian Smaller Companies	HOW0016AU	30/06/16	10.01	89.99	0.00	0.00	0.00	0.00	0.00
		30/06/17	11.82	88.18	0.00	0.00	0.00	0.00	0.00
OnePath Wholesale Blue Chip Imputation	MMF0340AU	30/06/16	8.60	89.20	0.00	0.00	0.00	2.20	0.00
		30/06/17	8.83	89.88	0.00	0.00	0.00	1.29	0.00



Investment name	APIR Code	As at	Cash (%)	Australian Equities (%)	International Equities (%)	Australian Fixed Interest (%)	International Fixed Interest (%)	Property (%)	Other (%)
OnePath Wholesale Managed Growth	MMF0115AU	30/06/16	6.50	22.40	27.30	8.20	9.10	5.90	20.60
		30/06/17	5.99	24.12	28.17	7.16	9.07	5.30	20.19
Perpetual's Wholesale Balanced Growth	PER0063AU	30/06/16	9.31	29.51	30.89	16.08	7.58	4.28	2.35
		30/06/17	13.29	24.08	29.45	21.57	2.54	7.08	1.98
Perpetual's Wholesale Industrial	PER0046AU	30/06/16	8.61	90.67	0.58	0.00	0.00	0.14	0.00
		30/06/17	5.69	86.11	4.13	0.00	0.00	4.08	0.00
Platinum International	PLA0001AU	30/06/16	12.90	0.81	86.29	0.00	0.00	0.00	0.00
		30/06/17	9.30	0.03	90.67	0.00	0.00	0.00	0.00
Schroder Wholesale Australian Equity	SCH0101AU	30/06/16	2.59	97.41	0.00	0.00	0.00	0.00	0.00
		30/06/17	2.61	97.39	0.00	0.00	0.00	0.00	0.00
SuperOptions Macquarie Deposit Option	N/A	30/06/16	100.00	0.00	0.00	0.00	0.00	0.00	0.00
		30/06/17	100.00	0.00	0.00	0.00	0.00	0.00	0.00
UBS Australian Bond	SBC0813AU	30/06/16	1.97	0.00	0.00	102.11	-4.08	0.00	0.00
		30/06/17	-6.11	0.00	0.00	106.09	0.02	0.00	0.00
UBS Australian Share	SBC0817AU	30/06/16	4.59	90.11	0.00	0.00	2.86	2.44	0.00
		30/06/17	4.48	94.26	0.00	0.00	0.00	1.26	0.00
UBS Defensive Investment	SBC0814AU	30/06/16	16.26	13.87	10.45	41.52	11.56	5.72	0.62
		30/06/17	14.11	17.10	13.67	36.10	14.83	4.41	-0.23

## How the asset allocation is determined

Investments held through the Macquarie Life policy represented 100 per cent of SuperOptions as at 30 June 2017.

The asset allocation for each investment option is determined and provided by the investment managers. Asset allocations in SuperOptions may vary from the underlying unit trusts due to SuperOptions investment options holding additional cash for liquidity and taxation purposes (where applicable).

Asset allocation can vary over time within ranges specified by the individual investment managers.

# Investment strategies

The Trustee formulates and gives effect to investment strategies and objectives for the fund. In formulating the investment strategies and objectives, the Trustee has regard to the whole of the circumstances of the fund including, but not limited to investment risk, diversification, liquidity and the ability of the fund to discharge liabilities.

In line with our obligations, the Trustee reviews these strategies on an ongoing basis. The following table outlines the current investment strategies available through Macquarie SuperOptions.

SuperOptions allows you to spread your super or pension account across many investment strategies, choosing from a range of investment options and product issuers. Generally, these strategies fall into one of the following categories.

Investment strategy	Cash	Australian fixed interest
Objective	Aims to achieve returns over the short-term with a high level of capital security.	Aims to achieve returns via income and capital growth over the medium to long-term with a high to medium level of capital security.
Strategy	Exposure to short-term money market securities and fixed interest securities with maturities of less than 12 months.	Exposure to money market securities and fixed interest securities, both long and short-term, of Australian governments, semi-government, companies and asset backed securities.
Target return (% pa)	3.0% to 4.5%	3.0% to 5.0%
Target risk (% pa)	0.5% to 1.5%	2.5% to 5.0%
Standard Risk Measure (SRM) range	1	1 to 5
Suggested minimum timeframe	No minimum	4 years
Sub strategy	N/A	<ul style="list-style-type: none"> <li>• Term deposits</li> <li>• Annuities</li> <li>• Sector specific</li> <li>• Enhanced</li> <li>• Specialist</li> <li>• Diversified</li> <li>• Unsecured notes</li> </ul>
Investment options available	Macquarie Deposit	<ul style="list-style-type: none"> <li>• Macquarie Australian Fixed Interest<sup>4</sup></li> <li>• UBS Australian Bond</li> </ul>

Investment strategy	Global fixed interest	Australian property
Objective	Aims to achieve returns over the medium to long-term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over a medium to long-term via income and capital growth with a medium to low level of capital security.
Strategy	Exposure to money market securities and fixed interest securities, both long and short-term, of global government, semi-government companies and asset backed securities.	Exposure to Australian property equity, in listed, unlisted and direct forms.
Target return (% pa)	3.0% to 5.5%	6.0% to 8.0%
Target risk (% pa)	3.0% to 6.0%	8.0% to 18.0%
SRM range	4 to 6	5 to 7
Suggested minimum timeframe	4 years	6 years
Sub strategy	<ul style="list-style-type: none"> <li>• Sector specific</li> <li>• Enhanced</li> <li>• Specialist</li> <li>• Diversified</li> </ul>	<ul style="list-style-type: none"> <li>• Listed</li> <li>• Unlisted</li> <li>• Diversified</li> </ul>
Investment options available	Macquarie Diversified Fixed Interest	<ul style="list-style-type: none"> <li>• Colonial First State Wholesale Property Securities<sup>5</sup></li> <li>• Macquarie Property Securities<sup>4,5</sup></li> </ul>

<sup>4</sup> This investment is closed to new applications.

<sup>5</sup> The Trustee recommends this investment be held as part of a diversified portfolio.

Investment strategy	Conservative	Balanced	Growth
Objective	Aims to achieve returns over the short to medium-term via income and capital growth with a medium to high level of capital security.	Aims to achieve returns over the medium to long-term via income and capital growth with a medium to low level of capital security.	Aims to achieve returns over the long-term via income and capital growth with a low level of capital security.
Strategy	A diversified mix of income assets such as money market, and fixed interest securities, and growth assets such as property and shares. The weighting to growth assets will generally not exceed 33%. May include absolute return, private equity and other alternative investments.	A diversified mix of income assets such as money market, and fixed interest securities, and growth assets such as property and shares. The weighting to growth assets will generally fall between 33% and 67%. May include absolute return, private equity and other alternative investments.	A diversified mix of income assets such as money market, and fixed interest securities, and growth assets such as property and shares. The weighting to growth assets will generally exceed 67%. May include absolute return, private equity and other alternative investments.
Target return (% pa)	4.0% to 6.5%	5.0% to 7.5%	6.0% to 8.5%
Target risk (% pa)	3.5% to 7.0%	5.0% to 13.0%	11.0% to 16.5%
SRM Range	3 to 4	4 to 6	6
Suggested minimum timeframe	3 years	5 years	7 years
Sub strategy	Not applicable	Not applicable	Not applicable
Investment options available	<ul style="list-style-type: none"> <li>• BT Wholesale Conservative Outlook<sup>4</sup></li> <li>• Macquarie Capital Stable option</li> <li>• UBS Defensive Investment<sup>4</sup></li> <li>• van Eyk Blueprint Capital Stable Fund<sup>6</sup></li> </ul>	<ul style="list-style-type: none"> <li>• Aberdeen Multi-Asset Real Return<sup>4</sup></li> <li>• BlackRock Scientific Diversified Stable</li> <li>• BT Wholesale Balanced Returns<sup>4</sup></li> <li>• Macquarie Balanced option</li> <li>• Macquarie OneChoice option<sup>4</sup></li> </ul>	<ul style="list-style-type: none"> <li>• AMP Capital Balanced Growth Fund Class A</li> <li>• BlackRock Scientific Diversified Growth</li> <li>• Colonial First State Wholesale Diversified<sup>4</sup></li> <li>• Macquarie Growth option</li> <li>• OnePath Wholesale Managed Growth<sup>4</sup></li> <li>• Perpetual's Wholesale Balanced Growth</li> <li>• van Eyk Blueprint Balanced Fund<sup>6</sup></li> <li>• van Eyk Blueprint High Growth Fund<sup>6</sup></li> </ul>

<sup>4</sup> This investment is closed to new applications.

<sup>6</sup> This investment is terminating at the time of printing this report.

Investment strategy	Australian shares	Global shares	Specialised global shares
Objective	Aims to achieve returns over a medium to long-term via income and capital growth with a low level of capital security.	Aims to achieve returns over a medium to long-term via income and capital growth with a low level of capital security.	Aims to achieve returns over a medium to long-term via income and capital growth with a low level of capital security.
Strategy	Exposure to equity of Australian companies, via shares and other securities primarily listed on the ASX.	Exposure to equity of global companies, via shares and other securities primarily listed on approved exchanges.	Exposure to equity of global companies, via shares and other securities primarily listed on approved exchanges. Investments may focus on specific sectors, themes, countries or regions.
Target return (% pa)	6.5% to 10.0%	6.0% to 8.0%	5.5% to 8.5%
Target risk (% pa)	15.5% to 21.0%	11.0% to 17.0%	11.0% to 23.0%
SRM range	6 to 7	6 to 7	6 to 7
Suggested minimum timeframe	6 years	6 years	8 years
Sub strategy	<ul style="list-style-type: none"> <li>• Small cap</li> <li>• Sector specific</li> <li>• Specialist</li> <li>• Diversified</li> </ul>	<ul style="list-style-type: none"> <li>• Index</li> <li>• Diversified</li> </ul>	<ul style="list-style-type: none"> <li>• Specialist</li> <li>• Unlisted</li> <li>• Sector specific</li> </ul>
Investment options available	<ul style="list-style-type: none"> <li>• Alphinity Wholesale Australian Share</li> <li>• AMP Capital Equity Fund Class A<sup>4</sup></li> <li>• Colonial First State Wholesale Imputation<sup>4</sup></li> <li>• Macquarie Australian Equities option</li> <li>• Macquarie Small Companies<sup>5</sup></li> <li>• Maple-Brown Abbot Imputation</li> <li>• NovaPort Australian Smaller Companies<sup>4,5</sup></li> <li>• OnePath Wholesale Blue Chip Imputation<sup>4</sup></li> <li>• Perpetual's Wholesale Industrial<sup>5</sup></li> <li>• Schroder Wholesale Australian Equity</li> <li>• UBS Australian Share<sup>4</sup></li> </ul>	<ul style="list-style-type: none"> <li>• Aberdeen Actively Hedged International Shares</li> <li>• AMP Capital Wholesale Global Equity Growth<sup>4</sup></li> <li>• Arrowstreet Global Equities</li> <li>• Macquarie IFP Global Franchise<sup>4</sup></li> </ul>	Platinum International Fund

<sup>4</sup> This investment is closed to new applications.

<sup>5</sup> The Trustee recommends this investment be held as part of a diversified portfolio.

<sup>6</sup> This investment is terminating at the time of printing this report.

# Important information

## The Fund's trust deed

For a copy of the current trust deed for the Fund, please visit [macquarie.com.au/yourwrap](http://macquarie.com.au/yourwrap)

## Significant events

Following the end of this financial year, a significant event notice was issued on 29 September 2017 to all holders of a pension to notify them of the introduction, from 1 July 2017, of a limit on the amount that can be transferred into a tax free pension and the possible tax implications of breaching this limit.

More information on these changes can be found in the Legislative updates section of this Annual Report. A copy of all significant event notices can be accessed at [macquarie.com.au/yourwrap](http://macquarie.com.au/yourwrap)

## Ongoing electronic disclosure

On 28 July 2015, the Australian Securities and Investment Commission (ASIC) issued an updated *Regulatory Guide 221 Facilitating online financial services disclosure* (RG221). RG221 enables financial product providers (including superannuation trustees) to more easily provide ongoing disclosure to clients through electronic or digital delivery methods, including by:

- sending the information to an email address the client or their agent has provided to the financial product provider;
- publishing or hosting the information on a website the financial product provider has nominated for that purpose.

As a result of these changes, we may communicate with you by using any email address nominated by you or your financial adviser or by making a communication or other information available to you on the online portal accessible from [online.macquarie.com.au](http://online.macquarie.com.au) or any other relevant website, app or online portal used for Macquarie SuperOptions in the future.

If you would like to update your email address please speak to your adviser or contact us on 1800 801 651. Any email address provided to us for these purposes should be an email address which you access regularly and you or your adviser must notify the Trustee if you change this email address. By providing your email address and/or registering for online access, you acknowledge that it is your responsibility to regularly check your email address or online website to access ongoing disclosure in relation to your account.

## Ongoing changes to investment strategies and available investment options

The investment strategies and investment options available within the Fund are subject to change from time to time, at the discretion of the Trustee. A copy of the investment strategies and available investment options can be accessed at [macquarie.com.au/yourwrap](http://macquarie.com.au/yourwrap)

## Investment option changes

The following investment options available through SuperOptions terminated during the financial year:

- EQT Dundas Global Equity
- Goldman Sachs International Wholesale
- APN Unlisted Property Fund
- GMO Global Equity
- Macquarie Geared Growth.

## Operational Risk Financial Requirement

The Trustee has formulated a strategy for establishing, implementing, managing and maintaining an Operational Risk Financial Requirement (ORFR) in accordance with applicable superannuation laws. The ORFR is funded by the Trustee through shareholder capital and does not form part of the administration fee or any other fee described within the PDS.

## Fund reserve

The Trustee maintains a reserve within the Fund to facilitate the Trustee's voluntary acquisition of certain illiquid investments from members exiting the Fund. This reserve did not have a balance as at 30 June 2017.

## Consolidation of multiple accounts

Each year, the Trustee is obliged to identify and review members who hold more than one superannuation account within the Fund. Where the Trustee reasonably determines that it is in the best interests of the member, the member's superannuation benefits may be consolidated into a single account. Members may be provided with the opportunity to elect not to consolidate their accounts. The next review will be conducted from January 2018.

## Financial Services Council

Macquarie Investment Management Limited complies with the Financial Services Council Standard 20: *Superannuation Governance Policy*.

## Trustee Board

The Board of the Trustee is comprised of independent directors. Information about the Trustee's directors and Executive Officers is available from [macquarie.com.au/yourwrap](http://macquarie.com.au/yourwrap)

## Accessing your Annual Report

You can view the latest Annual Report for the Fund online at any time by visiting [macquarie.com.au/yourwrap](http://macquarie.com.au/yourwrap)

## Further information

More information about the Fund is available from [macquarie.com.au/yourwrap](http://macquarie.com.au/yourwrap), including:

- the Trustee company's constitution and financial statement for the previous financial year
- the trust deed for the Fund
- information about the Trustee's directors and Executive Officers
- policies relating to conflicts management and proxy voting.

## Legislative updates

Since the beginning of the 2016/17 financial year, the following changes affecting superannuation occurred. These changes are now law unless otherwise stated.

### SuperStream

Measures aimed at improving the administration and management of member accounts, known as SuperStream, were introduced from 1 July 2013. These measures included the introduction of a new data and payment standard for the electronic processing of rollovers and employer contributions. This standard applies to all contributions made by all employers with small employers having a deferred deadline of 28 October 2016 to comply with the new rules.

### Removal of the temporary budget repair levy

The temporary budget repair levy of 2 per cent on certain payments relating to the 2014/15, 2015/16 and 2016/17 years ceased to apply from 1 July 2017. The level of withholding on payments that were subject to the levy will reduce accordingly.

### Increase to low rate cap

The low rate cap increased from \$195,000 for the 2016/17 financial year to \$200,000 for the 2017/18 financial year as a result of indexation. The low rate cap limits the amount of taxable component benefits an individual may withdraw from their superannuation between preservation age and age 60 where a zero rate of tax is applied. Amounts withdrawn above the limit are generally taxed at 15 per cent plus Medicare levy.

### Lost member accounts

The threshold below which superannuation funds are required to transfer small lost accounts increased from \$4,000 to \$6,000 from 31 December 2016.

### The 2016 Federal Budget superannuation reforms

The 2016 Federal Budget contained a raft of superannuation changes aimed at improving the sustainability, flexibility and integrity of Australia's superannuation system. A number of amendments were made to the initial proposals and have now become law, with the following applying from 1 July 2017:

- an annual concessional contributions cap of \$25,000 irrespective of an individual's age
- an annual non-concessional contributions cap of \$100,000. Bring forward rules will allow individuals to contribute a higher amount in certain situations. Individuals with a total superannuation balance of \$1.6 million or more on 30 June 2017 will not be able to make non-concessional contributions in 2017/18
- introducing a cap of \$1.6 million on the amount that can be transferred into certain tax free pensions
- lowering the income threshold above which individuals will be required to pay an additional 15 per cent tax on certain concessional contributions, from \$300,000 to \$250,000
- introducing a Low Income Superannuation Tax Offset, which will provide a contribution of up to \$500 to offset the tax paid on concessional contributions for individuals with income of up to \$37,000
- allowing all individuals who make a personal contribution into an eligible superannuation fund to be able to claim a tax deduction for the contribution
- removing the earnings tax exemption for income and capital gains on assets supporting a transition to retirement pension that is not in the retirement phase. A transition to retirement pension will be in the retirement phase where the individual is 65 or over or has notified the fund that they have retired, they are permanently incapacitated or have a terminal medical condition
- removing the 'anti-detriment' payment on lump sum death benefit payments where an individual dies on or after 1 July 2017 or if the individual died before 1 July 2017, the death benefit is paid on or after 1 July 2019
- allowing the roll-over of death benefits to another superannuation fund
- increasing the spouse income threshold from \$13,800 to \$40,000 for eligibility to the spouse contribution tax offset.

In addition, from 1 July 2018 individuals will be able to carry forward their unused concessional contributions cap on a rolling five year basis. The carried forward cap can be used in a financial year when their total superannuation balance is less than \$500,000 at the previous 30 June.

### 2017 Federal Budget superannuation changes

The Government announced a number of changes to the superannuation rules in the 2017 Federal Budget, including:

- the introduction of a 'downsizer' contribution of up to \$300,000 from the sale of an individual's main residence, provided they are aged 65 or more and the contract for sale is entered into on or after 1 July 2018. The contribution is excluded from the non-concessional contributions cap and the normal contribution eligibility requirements (eg's work test and age 75 limitation) do not apply
- the First Home Super Saver Scheme (FHSSS), allowing those aged 18 or more to access their voluntary personal and employer contributions plus an earnings amount for the purpose of buying their first home. The proposal limits the amount of contributions that can be released to \$15,000 per financial year and \$30,000 in total. The FSSS is intended to apply to contributions made from 1 July 2017 and access to commence from 1 July 2018.

These changes passed through Parliament on 7 November 2017 and will become law when Royal assent is received.

### The APRA levy

To fund the costs associated with implementation of the Government's SuperStream reforms, a temporary SuperStream levy has and continues to be imposed on Australian Prudential Regulation Authority (APRA) regulated superannuation funds from 1 July 2012 until 30 June 2018.

As the fund is regulated by APRA, the next levy instalment will be debited from members' accounts no later than March 2018.

## Trustee and fund management information

The Trustee of the Fund is Macquarie Investment Management Limited ABN 66 002 867 003 AFSL 237492 RSEL L0001281. The board of the Trustee is made up of independent directors.

During the 2016/17 financial year, the Fund held the following assets directly or indirectly with a value of greater than 5 per cent of the Fund's total assets:

- in all trusts for which Macquarie Investment Management Limited acts as responsible entity (\$2.081 billion)
- in Macquarie Group Limited (\$3.182 billion) including the Macquarie Wrap Solutions Cash Account (\$1.318 billion)
- in Dimensional Funds Australia Limited (\$2.637 billion), and
- in Vanguard Investments Australia Limited (\$1.979 billion).

The Trustee is covered by the professional indemnity insurance taken out by the Macquarie Group.

## Use of derivatives

The Fund invests in a number of collective investments. These collective investments are managed by Macquarie and external investment managers. Some of these collective investments invest in derivatives.

Derivatives used by the collective investments are outlined in each PDS.

External investment managers employed by Macquarie have provided their own Derivative Risk Management Statement (DRMS) documents or equivalent information to Macquarie. Should you require further information, a copy of the Macquarie Collective Investment DRMS is available free of charge from your adviser or from Macquarie.

Generally, derivatives used by the external investment managers of the collective investments are set out in the DRMS (Part B) supplied by each of the individual investment managers. A file containing these DRMSs is available from Macquarie on request.

Macquarie is satisfied that the DRMSs do not reveal any material inconsistencies with the investment strategies of Macquarie SuperOptions.

## Eligible Rollover Fund (ERF)

The Trustee has elected and reserves the right to pay all accounts with a balance up to \$1,200 to an ERF, which accepts small amounts. The ERF chosen is called the Super Safeguard Eligible Rollover Fund.

APRA has approved the Super Safeguard Eligible Rollover Fund to operate as an ERF. The Trustee is Diversa Trustees Limited ABN 49 006 421 638 AFSL 235153 RSEL L0000635.

Should your benefit be transferred to the Super Safeguard Eligible Rollover Fund, all subsequent enquiries relating to your benefit should be directed to:

### Super Safeguard Eligible Rollover Fund

GPO Box 3426

Melbourne VIC 3001

Phone: 1300 135 181

Fax: 1300 135 191

Email: [enquiries@supersafeguard.com.au](mailto:enquiries@supersafeguard.com.au)

Website: [supersafeguard.com.au](http://supersafeguard.com.au)

Should your benefit be transferred to the Super Safeguard Eligible Rollover Fund:

- your interest in the Fund, including your insurance cover, will cease
- you will become a member of the Super Safeguard Eligible Rollover Fund and will be subject to its governing rules
- your account will be invested according to the investment strategy of the Super Safeguard Eligible Rollover Fund
- the Super Safeguard Eligible Rollover Fund may charge fees to your account, and
- you may not be offered insurance cover.

Please refer to the PDS for the Super Safeguard Eligible Rollover Fund for more information.

We reserve the right to change the chosen ERF without notice to you.

## Complaints

If you have a complaint, please contact your adviser and discuss your enquiry or complaint with them.

If you are not satisfied with the result, please contact us on 1800 801 651. Alternatively please write to us at the below address.

### Macquarie Investment Management Limited

GPO Box 4045

Sydney NSW 2001

We will respond to your written enquiry or complaint as soon as possible and always within 45 days of receipt.

If you are not satisfied with our handling of your matter, you have the option to request the complaint be reviewed free of charge by our Customer Advocate.

The Customer Advocate's role, should you decide to pursue this avenue, is to review the reasonableness and fairness of the outcome of your complaint.

You may contact our Customer Advocate via the following:

### The Customer Advocate

Macquarie Bank Limited

GPO Box 4294

Sydney NSW 1164

Phone: 1800 898 307

Email: [customeradvocate@macquarie.com](mailto:customeradvocate@macquarie.com)

If you are not satisfied with our response after 90 days, you may wish to refer the matter to the Superannuation Complaints Tribunal, an independent body set up by the Federal Government to review trustee decisions relating to individual members. You can contact the tribunal on 1300 884 114.

## Further information

Further information is available from either:

- your adviser (if applicable)
- by contacting us on 1800 801 651.



# Financial statements of the Fund<sup>7</sup>

## Income statement for the year ended 30 June 2017

	2017 \$'000	2016 \$'000
<b>Superannuation activities</b>		
<b>Investment revenue</b>		
Interest	24,068	27,078
Distributions from unit trusts	606,200	546,932
Dividends	143,493	139,912
Changes in investments measured at fair value	583,198	(412,016)
<b>Total investment revenue</b>	<b>1,356,959</b>	<b>301,906</b>
<b>Total revenue</b>	<b>1,356,959</b>	<b>301,906</b>
<b>Expenses</b>		
Operating expenses	188,664	176,054
<b>Total expenses</b>	<b>188,664</b>	<b>176,054</b>
Net Income from superannuation activities	1,168,295	125,852
Income tax benefit	52,097	87,749
<b>Profit before income tax</b>	<b>1,220,392</b>	<b>213,601</b>
<b>Less: Net benefits allocated to members' accounts</b>	<b>1,220,392</b>	<b>213,601</b>
<b>Net result</b>	<b>-</b>	<b>-</b>

## Statement of financial position as at 30 June 2017

	2017 \$'000	2016 \$'000
<b>Assets</b>		
Cash and cash equivalents	758,265	521,851
Investments	16,593,553	14,964,804
Receivables	227,479	191,471
Current tax asset	14,889	25,196
Deferred tax asset	-	-
<b>Total assets</b>	<b>17,594,186</b>	<b>15,703,322</b>
<b>Liabilities</b>		
Trade and other payables	16,737	15,355
Deferred tax liability	50,132	11,399
<b>Total liabilities excluding member benefits</b>	<b>66,869</b>	<b>26,754</b>
Net assets available for member benefits	17,527,317	15,676,568
Allocated to members	17,498,207	15,663,395
<b>Total net assets</b>	<b>29,110</b>	<b>13,173</b>
<b>Equity</b>		
Tax reserve	29,110	13,173
<b>Total equity</b>	<b>29,110</b>	<b>13,173</b>

<sup>7</sup> This annual report contains abridged financial information for the financial year ended 30 June 2017 for the Fund. The full financial information is available upon request by contacting your adviser or us on 1800 801 651.

## Statement of changes in member benefits as at 30 June 2017

	2017 \$'000	2016 \$'000
Opening balance of member benefits	15,676,568	14,683,270
<b>Contributions</b>		
Transfers in from other superannuation plans	1,548,519	1,419,512
Member	939,027	650,732
Employer	301,878	283,363
Government co-contributions	524	535
<b>Income tax on contributions</b>		
Contributions tax	(48,846)	(47,594)
Contributions surcharge tax	–	(1)
Contributions net of tax	2,741,102	2,306,547
Transfers out to other superannuation plans	(898,145)	(586,452)
Benefits paid to members	(1,152,078)	(879,680)
Insurance premiums charged to members' accounts	(80,098)	(77,940)
Death and disability benefits credited to members' accounts	19,576	17,222
<b>Benefits allocated to members' accounts comprising</b>		
Net investment income	1,356,959	301,906
Operating expenses	(188,664)	(176,054)
Income tax benefit	52,097	87,749
<b>Closing balance of member benefits</b>	<b>17,527,317</b>	<b>15,676,568</b>

# Contacts

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For more information, advisers call 1800 801 651 or  
visit **[macquarie.com.au/yourwrap](http://macquarie.com.au/yourwrap)**

Existing members, call 1800 801 651 or fax 1800 025 175.