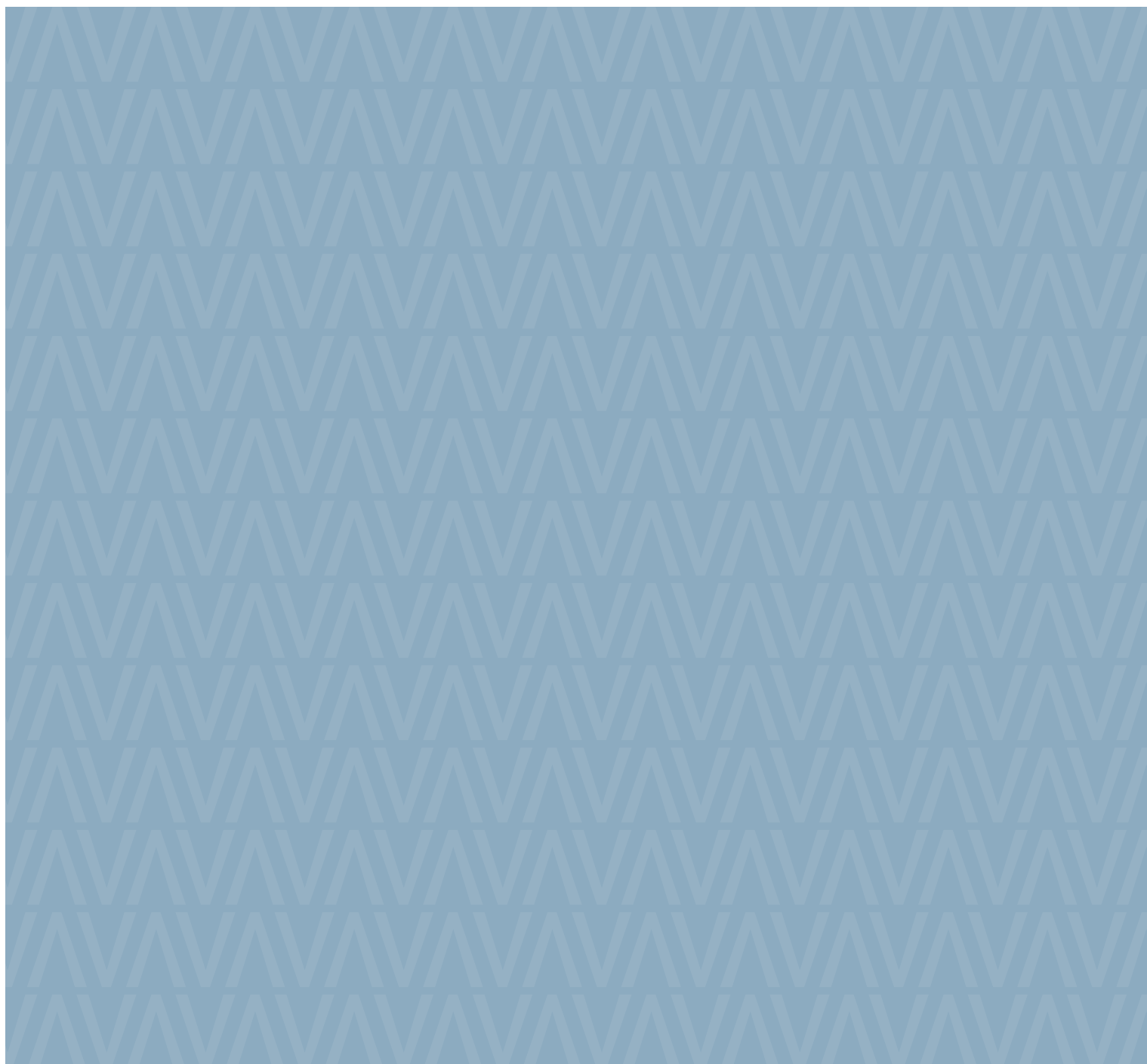


ADVANCE RETIREMENT SUITE –
PERSONAL SUPER
ALLOCATED PENSION

Annual Report for the year ended 30 June 2020

Issued by BT Funds Management Limited ABN 63 002 916 458 AFSL 233724



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In this Annual Report

- > 'Account' or 'Accounts' refers to either or all of the Advance Super Account and Advance Allocated Pension Account.
- > 'Advance Retirement Suite' refers to all of the Accounts.
- > 'Super Account' refers to the Advance Super Account.
- > 'BTFM', 'we', 'us' and 'our' are references to BT Funds Management Limited ABN 63 002 916 458 AFSL 233724.
- > 'Advance' refers to Advance Asset Management Limited ABN 98 002 538 329 AFSL 240902.

Important information

BTFM is the trustee of the Advance Retirement Suite ABN 95 068 282 166 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 Accounts 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 open or 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 and Advance

Advance has entered into an agreement with us relating to the establishment and administration of the Advance Retirement Suite and, under this Agreement, Advance may ask us to retire as the trustee of the Advance Retirement Suite and we must do all things reasonably required by Advance to facilitate the appointment of a person nominated by Advance as our replacement. You'll be notified if we're asked to retire as the trustee. When we retire, we'll be released from any future obligations in relation to the Advance Retirement Suite and the replacement trustee will agree to take on all duties and obligations of the trustee.

Advance and BTFM are subsidiaries of Westpac Banking Corporation (Westpac) ABN 33 007 457 141. An investment in the Advance Retirement Suite 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 Retirement Suite.

Introduction

We're pleased to present the Annual Report for the Accounts at 30 June 2020. 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.

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

Recent developments in superannuation

2020/21 superannuation thresholds

The superannuation contributions caps and various other superannuation thresholds that apply for the current financial year are as follows:

Concessional contributions cap	\$25,000¹
Non-concessional contributions cap	\$100,000²
Capital Gains Tax (CGT) cap (lifetime limit)	\$1,565,000
Government Co-contributions	
– Maximum co-contribution ³	\$500
– Lower threshold	\$39,837
– Upper threshold (cut off)	\$54,837
Superannuation Guarantee (SG) rate⁴	9.5%
Low rate cap	\$215,000

1 Members with a total super balance less than \$500,000 at the end of the previous financial year can make additional concessional contributions by utilising unused cap amounts accrued from 1 July 2018, for up to five financial years..

2 If you were under age 65 on 1 July 2020 and satisfy other conditions you may be able to make larger non-concessional contributions over two or three financial years. Once your total super balance has reached \$1.6 million, your non-concessional contribution cap will be nil. Your total super balance is assessed at 30 June of the previous financial year.

3 The maximum co-contribution payable is phased out by 3.333 cents for every dollar of total income over the lower threshold, until it reaches zero at the upper threshold.

4 The SG rate is currently 9.5% where it will remain until 30 June 2021. From 1 July 2021, the SG rate will increase to 10% and thereafter will increase by 0.5% each financial year until it reaches 12% at 1 July 2025.

Work test changes

From 1 July 2020, if you are aged 65 or 66 you can make voluntary super contributions without meeting the work test.

The work test means that you must be 'gainfully employed' for at least 40 hours in any 30 consecutive day period in the financial year in which the super contribution is made.

If you are aged 67-74 you may be exempt from the work test if you met it in the previous financial year and your total super balance was less than \$300,000 at 30 June in the same year. This means you may be able to make additional contributions to super in the financial year after you retire. The work test exemption can only be used once in your lifetime.

Spouse contributions

The age limit for spouse contributions has increased to age 74. This means from 1 July 2020 you can make super contributions to your spouse if they are under 75, with those aged 65 and 66 no longer needing to meet a work test.

COVID-19 early release

You can apply to access your super on compassionate grounds if you are financially affected by the COVID-19 pandemic. If you are eligible, you can access \$10,000 from 1 July until 31 December 2020.

You can submit your application to the Australian Taxation Office (ATO) through MyGov and if approved the payment will be made to you from your nominated super account.

Refer to ato.gov.au/coronavirus for more information.

Employer Super Guarantee opt-out

If you receive compulsory SG contributions from multiple employers and are concerned about exceeding your concessional contribution cap, you may be able to apply to the ATO for an exemption certificate which would allow your employer to choose to cease paying SG contributions on your behalf.

Refer to ato.gov.au for more information.

Adviser commissions

All commission payments that are currently paid to financial advisers from investment or super accounts will be banned from 1 January 2021. This measure was recommended as part of the Royal Commission into Banking, Superannuation and Financial Services Industry.

Choice of super fund extended

Currently employees covered under enterprise agreements and workplace determinations, may not have the option to elect which super fund into which they want their employer super contributions to be paid. From 1 January 2021, this restriction will be removed for new enterprise agreements and workplace determinations allowing employees employed under these arrangements the right to choose where to direct their super.

Proposed changes to superannuation

The following proposed changes are not yet law and are subject to change:

Bring Forward Non-Concessional Contributions

The government has proposed changes to the bring forward provisions for non-concessional contributions allowing individuals aged 65 and 66 to make non-concessional contributions over two or three financial years. This would align with the recent changes allowing individuals aged 65 and 66 to make voluntary super contributions without meeting the work test.

Removal of eligible rollover funds

Currently super funds can transfer accounts of members to an eligible rollover fund (ERF). The government has proposed that from 1 May 2021 super funds can no longer transfer super accounts to an ERF.

Transfer Balance Cap Increase

There is a limit on how much you can transfer to a super income stream where earnings are tax free called the transfer balance cap. The general transfer balance cap is currently \$1.6 million. The transfer balance cap may be indexed to \$1.7 million from 1 July 2021.

Your personal transfer balance cap may differ from the general cap from that date.

SMSF membership

It is proposed that the maximum number of allowable members in a self-managed super fund (SMSF) will be increased from four to six. This means larger families will be able to include all their family members in their SMSF.

Your future, your super

The government proposed a number of measures in the 2020 Federal Budget to enhance the super system for Australians.

The first proposal is to create a YourSuper online comparison tool to help individuals compare super products that may best suit their needs. Funds will also be subject to an annual performance test, and those funds that do not meet the benchmarks imposed by the test, will be identified in the YourSuper comparison tool.

The government also proposed that super accounts will be 'stapled' to individuals when they change jobs. This means when you start a job with a new employer, your employer will contribute to your existing account if you don't provide them with instructions to contribute to another super fund.

Understanding your investment

Advanced thinking...

Advance offers a wide choice of quality investments and the security of ongoing monitoring and analysis. The Advance investment team provides in-depth analysis of the underlying investment funds and the managers behind them, with the aim of offering broad diversification, quality risk management and access to some of the world's best investment managers.

About the Accounts

All administrative, accounting, reporting and audit requirements of the investment are provided for investors through the Accounts.

We're responsible for the day-to-day management of these Accounts. Our duties include administering individual investor accounts, organising the payment of benefits, dealing with tax matters relating to your investments and providing you with regular, consolidated reports. When necessary, we'll engage external experts, such as accountants and solicitors, to provide assistance.

We provide you with detailed information on the individual investment performance of your account, the overall market performance and individual exposure to asset classes within each investment portfolio in consolidated Investor Reports (issued half-yearly). Other information may be available on request.

The Accounts were closed to new members from 19 June 2012, however existing members can continue to contribute into the Accounts.

On 17 September 2020, BT Funds Management Limited in its capacity as the trustee of the Advance Retirement Suite resolved to transfer all members and assets to Retirement Wrap (ABN 39 827 542 991 RSE Registration R1001327) by way of Successor Fund Transfer (SFT). Personal Super members will join BT Super and Allocated Pension members will join BT Super for Life – Retirement. Following completion of the SFT, the Advance Retirement Suite will be terminated and wound up.

Contributing to your super via the BPAY® payment facility

BPAY® is a quick and easy way for you to make deposits directly into your superannuation account. All you need is your customer reference number and the relevant Biller Code.

Depending on what type of contribution you're making, different Biller Codes apply (see table below).

CONTRIBUTION TYPE	BILLER CODE
Personal deducted	66472
Personal undeducted	66480
Salary sacrifice	66456
Super guarantee	66449
Employer	66464
Spouse	68007

® Registered to BPAY Pty Ltd ABN 69 079 137 518

Note: by using a Biller Code to make a BPAY® deposit, you acknowledge you've received PDSs for the investments in your account (including information about significant events or matters affecting them) electronically on Investor *Online*. You can access these documents via the 'PDS' menu option on the Investor *Online* homepage.

Investment Information

Investment choice

As an investor in the Advance Retirement Suite, you have access to a quality investment menu.

The diagram below illustrates the types of investments available to you, including diversified and sector multi-manager options (known as multi-manager funds) and a range of discretionary investments (known as single manager funds). From these managed investment options, you and your financial adviser can build an investment profile to suit your individual needs.

You also get investment flexibility. As your investment needs or objectives change, you can switch your investments at any time, quickly and easily.

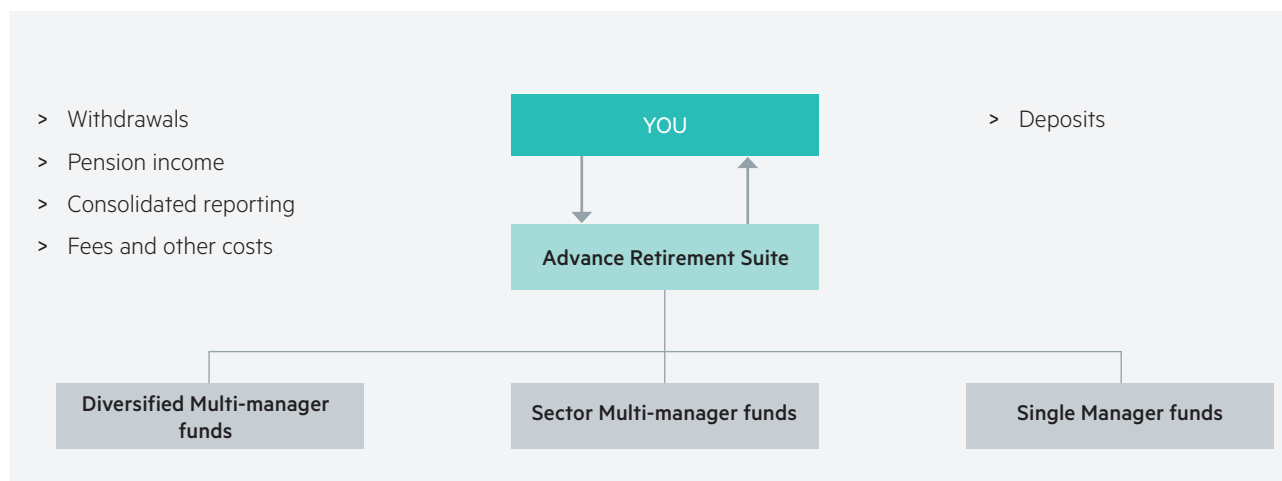
Investment Option profiles

The Investment Option profile section gives you a snapshot of each Investment Option together with other information including:

- > the full range of Investment Options available within the Accounts;
- > the investment objectives and strategy of each Investment Option;
- > asset allocation information, including strategic range, allocations for 30 June 2020 and the neutral position for the diversified multi-manager funds.

How the Advance Retirement Suite works

Please note the managed investment options offered may change from time to time and without prior notice to you.



ADVANCE DEFENSIVE MULTI-BLEND FUND ARS

Objective	To provide secure income with a low risk of capital loss over the short to medium term with some capital growth over the long term.
Strategy	The Fund invests in a diverse mix of assets with a majority (about 70%) in the defensive assets of cash and fixed income, and a modest investment (about 30%) in growth assets such as shares. The Fund's exposure to these asset classes will be obtained primarily by investing directly into our sector specific funds. The Fund may also hold assets directly including derivatives, currency and other unit trusts.
Investment management	Angelo, Gordon & Co., L.P AMP Capital Investors Limited AQR Capital Management, LLC Ardevora Asset Management LLP BlackRock Investment Management (Australia) Limited CVC Credit Partners LLC Mellon Investments Corporation FIL Investment Management (Australia) Limited First Sentier Investors Realindex Pty Limited Heitman Real Estate Securities LLC Intermediate Capital Managers (ICG) Limited Janus Henderson Investors (Australia) Institutional Funds Management Limited Kapstream Capital Pty Limited Nikko AM Limited Pacific Investment Management Company (PIMCO) LLC Pandal Institutional Limited Platypus Asset Management Pty Ltd PIMCO Australia Pty Ltd Principal Global Investors (Australia) Limited River & Mercantile Asset Management LLP Solaris Investment Management Limited TCW Asset Management Company LLC TwentyFour Asset Management Limited LLP T. Rowe Price International Ltd Vinva Investment Management Limited Wellington Management Australia Pty Ltd Wellington Management Hong Kong Limited Wellington Management Singapore Pte Ltd Western Asset Management Company Pty Ltd
Investment timeframe	3 years +

ASSET CLASS AS AT 30 JUNE 2020	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
Equity – Australian Listed	10.62	11	0-31
Equity – International Listed	11.4	11	0-31
Property – Australian Listed	1.49	2	0-20
Property – International Listed	4.48	2	
Property International unlisted	0	1	
Infrastructure - unlisted	0.08	2	0-17
Commodities	1.03	1	0-6
Other – Growth Alternatives	0	1.50	0-22
Other – Defensive Alternatives	4.49	5.50	
Fixed Income – Australian	24.16	22	2-42
Fixed Income – International	23.03	27	7-47
Cash	19.22	14	0-34
Total	100		

ADVANCE MODERATE MULTI-BLEND FUND ARS

Objective	To provide relatively stable total returns (before fees and taxes) over the short to medium term with some capital growth over the long term through a diversified mix of growth and defensive assets.
Strategy	The Fund invests in a mix of defensive assets (around 50%) such as cash and fixed interest and growth assets (around 50%) such as shares and property. The Fund's exposure to these asset classes will be obtained primarily by investing directly into our sector specific funds. The Fund may also hold assets directly including derivatives, currency and other unit.
Investment management	Angelo, Gordon & Co.,L.P AMP Capital Investors Limited AQR Capital Management, LLC Ardevora Asset Management LLP BlackRock Investment Management (Australia) Limited CVC Credit Partners LLC Mellon Investments Corporation FIL Investment Management (Australia) Limited First Sentier Investors Realindex Pty Limited Heitman Real Estate Securities LLC Intermediate Capital Managers (ICG) Limited Janus Henderson Investors (Australia) Institutional Funds Management Limited Kapstream Capital Pty Limited Nikko AM Limited Pacific Investment Management Company (PIMCO) LLC Pental Institutional Limited Platypus Asset Management Pty Ltd PIMCO Australia Pty Ltd Principal Global Investors (Australia) Limited River & Mercantile Asset Management LLP RV Capital Management Private Ltd Solaris Investment Management Limited TCW Asset Management Company LLC TwentyFour Asset Management Limited LLP T. Rowe Price International Ltd Vinva Investment Management Limited Wellington Management Australia Pty Ltd Wellington Management Hong Kong Limited Wellington Management Singapore Pte Ltd Western Asset Management Company Pty Ltd
Investment timeframe	4 years +

ASSET CLASS AS AT 30 JUNE 2020	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
Equity – Australian Listed	18.24	19	0–39
Equity – International Listed	21.43	21	0–41
Property – Australian Listed	2.02	2	0–21
Property – International Listed	6.06	2	
Property International unlisted	0	2	
Infrastructure – unlisted	0.13	3	0–18
Commodities	1.02	1	0–6
Other – Growth Alternatives	0	1.50	0–22
Other – Defensive Alternatives	4.39	5.50	
Fixed Income – Australian	16.31	15	0–35
Fixed Income – International	16.33	19	0–39
Cash	14.07	9	0–29
Total	100		

ADVANCE BALANCED MULTI-BLEND FUND ARS

Objective	To provide moderate to high total returns (before fees and taxes) over the medium term from a combination of capital growth and income through a diversified mix of growth and defensive assets.
Strategy	The Fund invests in a diverse mix of assets with both income-producing assets (around 30%) of cash and fixed interest, and growth assets (around 70%) including shares and property. The Fund's exposure to these asset classes will be obtained primarily by investing directly into our sector specific funds. The Fund may also hold assets directly including derivatives, currency and other unit trusts.
Investment management	Angelo, Gordon & Co.,L.P AMP Capital Investors Limited AQR Capital Management, LLC Ardevora Asset Management LLP BlackRock Investment Management (Australia) Limited CVC Credit Partners LLC Mellon Investments Corporation FIL Investment Management (Australia) Limited First Sentier Investors Realindex Pty Limited Heitman Real Estate Securities LLC Intermediate Capital Managers (ICG) Limited Janus Henderson Investors (Australia) Institutional Funds Management Limited Kapstream Capital Pty Limited Nikko AM Limited Pacific Investment Management Company (PIMCO) LLC Pental Institutional Limited Platypus Asset Management Pty Ltd PIMCO Australia Pty Ltd Principal Global Investors (Australia) Limited River & Mercantile Asset Management LLP RV Capital Management Private Ltd Solaris Investment Management Limited TCW Asset Management Company LLC TwentyFour Asset Management Limited LLP T. Rowe Price International Ltd Vinva Investment Management Limited Wellington Management Australia Pty Ltd Wellington Management Hong Kong Limited Wellington Management Singapore Pte Ltd Western Asset Management Company Pty Ltd
Investment timeframe	5 years +

ASSET CLASS AS AT 30 JUNE 2020	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
Equity – Australian Listed	25.17	26	6–46
Equity – International Listed	32.12	32	12–52
Property – Australian Listed	2.26	2	0–22
Property – International Listed	6.77	3	
Property International unlisted	0	2	
Infrastructure – unlisted	0.12	3	0–18
Commodities	1.98	2	0–7
Other – Growth Alternatives	0	1	0–22
Other – Defensive Alternatives	4.89	6	
Fixed Income – Australian	7.04	6	0–26
Fixed Income – International	9.81	12	0–32
Cash	9.84	5	0–25
Total	100		

ADVANCE GROWTH MULTI-BLEND FUND

Objective	To provide moderate to high total returns (before fees and taxes) over the medium to long term largely through capital growth by investing in a mix of growth and defensive assets.
Strategy	The Fund invests in a diverse mix of assets with an emphasis (about 85%) on the growth oriented assets of Australian and international shares, and investment (about 15%) in the defensive assets of cash and fixed interest providing some income and stability of returns. The Fund's exposure to these asset classes will be obtained primarily by investing directly into our sector specific funds. The Fund may also hold assets directly including derivatives, currency and other unit trusts.
Investment management	Angelo, Gordon & Co.,L.P AMP Capital Investors Limited AQR Capital Management, LLC Ardevora Asset Management LLP BlackRock Investment Management (Australia) Limited CVC Credit Partners LLC Mellon Investments Corporation FIL Investment Management (Australia) Limited First Sentier Investors Realindex Pty Limited Heitman Real Estate Securities LLC Intermediate Capital Managers (ICG) Limited Janus Henderson Investors (Australia) Institutional Funds Management Limited Kapstream Capital Pty Limited Nikko AM Limited Pacific Investment Management Company (PIMCO) LLC Pandal Institutional Limited Platypus Asset Management Pty Ltd PIMCO Australia Pty Ltd Principal Global Investors (Australia) Limited River & Mercantile Asset Management LLP RV Capital Management Private Ltd Solaris Investment Management Limited TCW Asset Management Company LLC TwentyFour Asset Management Limited LLP T. Rowe Price International Ltd Vinva Investment Management Limited Wellington Management Australia Pty Ltd Wellington Management Hong Kong Limited Wellington Management Singapore Pte Ltd Western Asset Management Company Pty Ltd
Investment timeframe	6 years +

ASSET CLASS AS AT 30 JUNE 2020	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
Equity – Australian Listed	30.96	32	12–52
Equity – International Listed	39.61	40	20–60
Property – Australian Listed	2.47	2	0–23
Property – International Listed	7.40	3	
Property International unlisted	0	3	
Infrastructure - unlisted	0.12	3	0–18
Commodities	1.95	2	0–7
Other – Growth Alternatives	0	1	0–21
Other – Defensive Alternatives	3.85	5	
Fixed Income – Australian	2.02	2	0–22
Fixed Income – International	3.12	4	0–24
Cash	8.50	3	0–23
Total	100		

ADVANCE HIGH GROWTH MULTI-BLEND FUND

Objective	To provide superior total returns (before fees and taxes) over the long term through capital growth by investing primarily in growth assets.
Strategy	The Fund invests primarily in growth assets such as Australian and international shares and property. The Fund's exposure to these asset classes will be obtained primarily by investing into our sector specific funds. The Fund may also hold assets directly including derivatives, currency and other unit trusts.
Investment management	<p>AQR Capital Management, LLC</p> <p>Ardevora Asset Management LLP</p> <p>BlackRock Investment Management (Australia) Limited</p> <p>FIL Investment Management (Australia) Limited</p> <p>First Sentier Investors Realindex Pty Limited</p> <p>Heitman Real Estate Securities LLC</p> <p>Janus Henderson Investors (Australia) Institutional Funds Management Limited</p> <p>Kapstream Capital Pty Limited</p> <p>Nikko AM Limited</p> <p>Pendal Institutional Limited</p> <p>PIMCO Australia Pty Ltd</p> <p>Platypus Asset Management Pty Ltd</p> <p>Principal Global Investors (Australia) Limited</p> <p>River & Mercantile Asset Management LLP</p> <p>Solaris Investment Management Limited</p> <p>T. Rowe Price International Ltd</p> <p>Vinva Investment Management Limited</p> <p>Wellington Management Australia Pty Ltd</p> <p>Western Asset Management Company Pty Ltd</p>
Investment timeframe	7 years +

ASSET CLASS AS AT 30 JUNE 2020	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
Equity – Australian Listed	38.73	40	20–60
Equity – International Listed	43.32	44	24–64
Property – Australian Listed	2.72	3	0–24
Property – International Listed	8.17	3	
Property International unlisted	0	3	
Infrastructure - unlisted	0.12	3	0–18
Commodities	1.92	2	0–7
Other – Growth Alternatives	0	0	0–15
Other – Defensive Alternatives	0	0	
Cash	5.02	2	0–15
Total	100		

ADVANCE INTERNATIONAL SHARES MULTI-BLEND FUND ARS			
Objective	To provide investors with a total investment return (before fees and taxes) that outperforms the benchmark over periods of five years or longer.		
Benchmark	MSCI World ex Australia (Standard) Index (Net Dividends) in Australian dollars.		
Strategy	The Fund invests in a wide range of international shares listed, or expected to be listed, on world stock exchanges, including emerging markets and across a diverse range of industries.		
Investment management	AQR Capital Management, LLC Ardevora Asset Management LLP First Sentier Investors Realindex Pty Limited River & Mercantile Asset Management LLP T. Rowe Price International Ltd Wellington Management Australia Pty Ltd		
Investment timeframe	5 years +		
SECTOR	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
International Shares	100	100	95-100
Cash	0	0	0-5

ADVANCE MONEY MARKET FUND ARS			
Objective	To provide investors with a total investment return (before fees and taxes) that outperforms the benchmark over one year, maintaining liquidity, avoiding unnecessary risk and therefore seeking to maintain capital value.		
Benchmark	Bloomberg AusBond Bank Bill Index SM		
Strategy	The Fund invests in various types of money market and short dated Australian fixed interest securities and instruments. Liquidity, credit and duration risks are managed by analysing the monetary policy cycle and other economic factors.		
Investment management	Pandal Institutional Limited BlackRock Investment Management (Australia) Limited		
Investment timeframe	1 year +		
SECTOR	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
Cash	100	100	100

ADVANCE AUSTRALIAN SHARES FUND ARS			
Objective	To provide investors with a total investment return (before fees and taxes) that outperforms the benchmark over periods of five years or longer.		
Benchmark	S&P/ASX 300 Accumulation Index		
Strategy	The Fund invests in a wide range of Australian shares listed or expected to be listed, on the Australian Securities Exchange.		
Investment management	FIL Investment Management (Australia) Limited First Sentier Investors Realindex Pty Limited Nikko AM Limited Pandal Institutional Limited Platypus Asset Management Pty Limited Solaris Investment Management Limited Vinva Investment Management Limited		
Investment timeframe	5 years +		
SECTOR	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
Australian Shares	100	100	95-100
Cash	0	0	0-5

ADVANCE AUSTRALIAN GEARED EQUITY FUND			
Objective	To provide magnified long-term capital growth by borrowing to invest in securities listed, or expected to be listed, on the Australian Stock Exchange. The Fund aims to provide investors with a total investment return (before fees and taxes) that outperforms the S&P/ASX 200 Accumulation Index over periods of five years or longer.		
Strategy	To invest in a wide range of Australian shares listed, or expected to be listed, on the Australian Securities Exchange. Currently it is intended that the Fund's strategy be implemented by investing in the Maple-Brown Abbott Sharemarket Fund. Most of the investment will comprise companies in the S&P/ASX 200 Index.		
Investment management	Maple-Brown Abbott		
Investment timeframe	5 years +		
SECTOR	ACTUAL ALLOCATION (%)	TARGET SAA (%)	SAA RANGE (%)
Australian Shares	100	100	95-100
Cash	0	0	0-5

Investments exceeding 5%

The following investments exceeded 5% of the Retirement Suite's total assets at 30 June 2020:

DIRECT ASSETS	%	INDIRECT ASSETS	%
Advance Balanced Multi-Blend Fund	55	BT Wholesale Multi-Manager International Share Fund	27
Maple-Brown Abbott Sharemarket Fund	17	Advance Australian Shares Multi-Blend Fund	16
Advance Defensive Multi-Blend Fund	10	Advance International Shares Multi-Blend Fund	10
Advance International Shares Multi-Blend Fund	5	Advance Australian Fixed Interest Multi-Blend Fund	10
		Advance Cash Multi-Blend Fund	5

There are no further combinations of investments that the Trustee knows or ought reasonably to know are invested, directly or indirectly, in a single enterprise or single group of associated enterprises and that have a combined value in excess of 5% of the total assets of the Retirement Suite.

Understanding the risks of investing

No matter which Investment Option you choose to invest in, there will always be some level of investment risk. The variability of returns is known as investment risk. Generally, the higher level of risk you are prepared to accept, the higher the potential returns, or losses.

Risk can be managed and even minimised, but not eliminated and there's always a chance you may lose money on any investments you make. You should be aware of these risks when investing and understand that not all risks are foreseeable.

Some common types of investment risks are outlined in the table below.

RISK TYPE	DESCRIPTION OF RISK
Market risk	Markets are subject to a host of factors, including economic conditions, government regulations, market sentiment, local and international political events, and environmental and technological issues. Market risk may have different impacts on each investment and investment style in that market at different times.
Security specific risk	An investment in a company may be affected by unexpected changes in that company's operations (such as changes in management or loss of a big customer) and business environment.
International investments risk	Investing internationally in one of the major asset classes will give exposure to different or potentially greater risks that are not associated with investing in Australia. International investments may be more affected by political and economic uncertainties, lower regulatory supervision, movements in foreign currency and interest rates, and more volatile, less liquid markets.
Currency risk	For investments in international assets, a rise in the Australian dollar relative to other currencies, may negatively impact investment values and returns.
Interest rate risk	Changes in interest rates can have a direct or indirect impact on the investment value and/or returns of all types of assets. Interest rates may affect a company's cost of borrowings as well as the value of fixed interest securities.
Credit risk	Credit risk refers to a risk of loss arising from the failure of a borrower or other party to a contract to meet its obligations. This may arise in securities such as derivatives, fixed interest securities and mortgage securities.
Liquidity risk	This is the risk that an investment may not be easily converted into cash with little or no loss of capital and minimum delay because of either inadequate market depth or disruptions in the market place. Securities of small companies in particular may, from time-to-time, and especially in falling markets, become less liquid.
Derivative risk	The value of derivatives is linked to the value of the underlying assets and can be highly volatile. Potential gains and losses from derivative transactions can be substantial.

Other important information

Earnings paid to your account

Earnings, in the form of capital growth, income distributions or dividends, received from your investments are credited to your account. Your investment earnings will depend on the performance of the investments you choose and the amount of money invested in each.

Gains and losses are reflected through changes in the value (unit price) of your investments. Distribution payments from your investments are credited to your account when received.

Use of derivative financial instruments

The Accounts are not directly exposed to, or involved in, the use of derivative financial instruments. The investment strategy of the Accounts is not to enter, hold or issue derivative financial instruments for trading purposes. However, the Advance managed investments available through the Accounts are permitted to invest in options, futures and other derivative contracts and may use some hedging to help protect the market value of their investments. This may have a positive or negative effect on the value of these investments.

The International Shares Multi-Blend Fund may seek to add value by actively investing in currencies. As a result, the total currency position of this Fund may vary over time. For the Advance Australian Geared Equity Fund, derivatives are permitted to be used to leverage (or gear) the Fund as an alternative to borrowings. For further information, please refer to the PDS for the relevant managed investment.

Investor Online

Investor *Online* is fast and secure, and gives you access to the information you need to know about your account online, such as account balances, investments held, transaction details, insurance details and asset allocation.

You can also:

- > change your address, contact and email details;
- > change your PIN;
- > submit your Tax File Number;
- > download the Product Disclosure Statement (PDS);
- > access all your Investor Reports;
- > download a range of forms;
- > view tax and distribution information.

Using your account number and Personal Identification Number (PIN), your account information is available in an easy-to-read format by visiting advance.com.au and logging on to Investor *Online*. If you've forgotten your Investor *Online* PIN, or have any other questions about Investor *Online*, email investorservices@advance.com.au or call our Customer Relations team.

Providing information to you electronically

We're progressively increasing the range of reporting, transaction and product information you can electronically access through Investor *Online*.

Through Investor *Online* you can electronically access PDSs for the investments in your portfolio. We'll also provide you with the following information electronically.

- > Notifications of any adverse changes and significant adverse events affecting your managed investments.
- > Notice of any proposal to introduce new fees and/or other costs, or to increase current fees or costs, affecting your account. This includes notice of our intention to receive and retain, as an additional fee for its services, any rebate, fee, commission or other payment in relation to an investment in your account.
- > This Annual Report.

We may also use Investor *Online* in the future to provide you with any information (including Investor Reports) which may be sent, given or made available to you, under the trust deed or superannuation law.

You will of course also continue to have access to all of this information through your financial adviser and we may still choose to send some or all of this information to you. Additionally, unless you've previously agreed to receive this information and other notifications electronically, you can ask us to send the required information to you in paper form free of charge, by contacting us in advance and placing yourself on our paper distribution list.

Closed accounts

Under the trust deed, if an amount is received for a former member (with a closed account), the trustee is able to determine that the member is not entitled to some, or all, of that amount.

Accordingly, the trustee has determined that former members will not be entitled to all amounts less than \$50 credited to their closed accounts and these amounts will be applied for the general benefit of all current members of the fund.

Eligible rollover fund

SuperTrace Eligible Rollover Fund (ABN 73 703 878 235) (SuperTrace) is currently our nominated Eligible Rollover Fund. We may transfer your benefits to SuperTrace if the value of your account is less than \$2,000 and we are not obliged to forward your balance to the ATO under the unclaimed money laws.

If your benefits are transferred into SuperTrace:

- > you will no longer be a member of the Advance Retirement Suite and any insurance cover you may have held through us will cease on the date of transfer;
- > no further contributions may be made to your account;
- > you will not be able to make contributions to SuperTrace;
- > you will not have any investment choice – the trustee of SuperTrace will nominate the investment strategy that will apply; and
- > the trustee of SuperTrace must ensure that all benefits are subject to its governing rules and the superannuation law, irrespective of the size of the benefit.

Refer to the SuperTrace product disclosure statement for more information on SuperTrace which you should receive shortly after the time that your benefits are transferred.

For further information speak to your financial adviser or contact:

SuperTrace Eligible Rollover Fund
Locked Bag 5429
Parramatta NSW 2124
Telephone: 1300 788 750

Professional indemnity insurance

As trustee of the Advance Retirement Suite, BTFM is responsible for the day-to-day administration and ensuring it complies with all relevant laws and the provisions of the trust deed. To cover any potential liabilities, BTFM has taken out professional indemnity insurance.

Temporary residents

A temporary resident is a holder of a temporary visa under the *Migration Act 1958*.

From 1 April 2009, if you are, or were, a temporary resident and are not an Australian citizen, New Zealand citizen or permanent resident of Australia, or a holder of a retirement visa (Subclass 405 or 410), you can generally only access your preserved super benefits if you become permanently incapacitated, have a terminal medical condition, or have departed Australia permanently and your visa has ceased, or your beneficiaries may access your benefits if you die. You may also be able to access your benefit if you satisfied another condition of release under superannuation law before 1 April 2009.

The Australian Government also requires us to pay temporary residents' unclaimed super to the ATO after at least six months have passed since the later of:

- > the date a temporary resident's visa ceased to be in effect; and
- > the date a temporary resident permanently left Australia.

Applications to claim your benefit can be made using the ATO Departing Australia Superannuation Payment ('DASP') online application system. To access this system and full information regarding DASP procedures and current tax rates visit www.ato.gov.au.

We are permitted under, and rely on, the Australian Securities and Investments Commission (ASIC) relief under ASIC Corporations (Unclaimed Superannuation - Former Temporary Residents) Instrument 2019/873, to not notify or provide an exit statement to a non-resident in circumstances where we pay unclaimed superannuation to the ATO under Division 3 of Part 3A of the *Superannuation (Unclaimed Money and Lost Members) Act 1999*.

Enquiries and complaints

Further financial information, including information about fees and charges and other effects arising from a rollover or transfer of your benefit entitlements, not contained in this Annual Report, is available on request.

If you have any enquiries or complaints about the operation or management of one of the Accounts, please let us know.

Telephone

1800 819 935

Fax

08 9481 4318

Email

investorservices@advance.com.au

Mail

Advance
GPO Box B87
Perth WA 6838

We'll advise you if there is a charge for any information requested.

We'll acknowledge any complaint in writing within five business days and respond in writing within 45 days. If you're not satisfied with our actions, you can contact our Complaints Officer on the above number or address.

If a complaint has not been resolved within 45 days or you're not satisfied with the decision, you may contact the Australian Financial Complaints Authority (AFCA) – an independent dispute resolution scheme for financial services.

Online: www.afca.org.au

Email: info@afca.org.au

Phone: 1800 931 678

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

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:

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

Financial information

The Advance Retirement Suite

This annual report contains unaudited abridged financial information for the financial year ended 30 June 2020 for the Fund. The Fund's audited Financial Statements and Auditor's Report are available upon request by contacting us on 1800 819 935.

ADVANCE RETIREMENT SUITE INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2020		
	2020	2019
	\$'000	\$'000
Superannuation activities		
Distribution income	10,032	10,322
Net gains/(losses) on financial instruments held at fair value through profit or loss	(23,230)	3,417
Other income	851	611
Total net income	(12,347)	14,350
Trustee's fees	279	339
Other expenses	109	113
Total expenses	388	452
Profit/(loss) from superannuation activities before income tax	(12,735)	13,898
Income tax expense/(benefit)	643	(519)
Profit/(loss) from superannuation activities after income tax	(13,378)	14,417
Less: net benefits allocated to members' accounts	13,378	(14,417)
Profit/(loss) after income tax	-	-

ADVANCE RETIREMENT SUITE STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2020		
	2020	2019
	\$'000	\$'000
Assets		
Cash and cash equivalents	427	1,020
Unsettled sales	355	475
Receivables	2	3
Financial assets held at fair value through profit or loss	200,443	240,566
Tax refund due	-	170
Deferred tax assets	1,623	1,941
Total assets	202,850	244,175
Liabilities		
Payables	179	218
Income tax payable	899	-
Total liabilities (excluding member benefits)	1,078	218
Net assets available for member benefits	201,772	243,957
Member benefits	200,149	242,016
Total net assets	1,623	1,941
Equity		
Unallocated benefits	1,623	1,941
Total equity	1,623	1,941

ADVANCE RETIREMENT SUITE STATEMENT OF CHANGES IN MEMBER BENEFITS FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$'000	\$'000
Opening balance of member benefits	242,016	255,536
Employer contributions	3,728	4,194
Member contributions	1,038	1,143
Transfers from other funds	1,602	693
Superannuation co-contributions	63	72
Income tax on net contributions	(547)	(624)
Net after tax contributions	5,884	5,478
Benefit payments	(34,267)	(33,636)
Insurance premiums charged to members' accounts	(508)	(560)
Insurance benefits credited to members' accounts	95	383
Adviser fees	(18)	(32)
Refund of adviser fees	7	-
Net benefits allocated to members' accounts, comprising:		
Net benefits allocated to members' accounts	(13,378)	14,417
Transfer from/(to) unallocated benefits	318	430
Closing balance of member benefits	200,149	242,016

ADVANCE RETIREMENT SUITE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2020		
	2020	2019
	\$'000	\$'000
Unallocated benefits		
Opening balance	1,941	2,371
Net transfer to/(from) unallocated benefits	(318)	(430)
Closing balance	1,623	1,941

Advance Asset Management, **GPO Box B87, Perth WA 6838**

Customer Relations 1800 819 935 Adviser Services 1300 361 864

Email investorservices@advance.com.au Fax (08) 9481 4318

Issued by: BT Funds Management Limited ABN 63 002 916 458AFSL 233724

advance.com.au

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