

# OnePath Wholesale Balanced Trust

## Product Disclosure Statement

27 February 2012

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### Contact details

If you have any questions or would like more information about the OnePath Wholesale Balanced Trust, please contact us at:

#### Customer Services

Phone 1800 031 810 weekdays between 9.00am and 5.00pm (Sydney time)  
 Email [wholesale.unittrust@onepath.com.au](mailto:wholesale.unittrust@onepath.com.au)  
 Fax 02 9234 6733

#### Address

OnePath Funds Management Limited  
 GPO Box 5306  
 Sydney NSW 2001  
 347 Kent Street Sydney NSW 2000

#### OnePath Wholesale Balanced Trust

ARSN 089 940 134 APIR AJF0802AU

#### Issued by OnePath Funds Management Limited

ABN 21 003 002 800 AFSL 238342

## 1. About OnePath Funds Management Limited

OnePath Funds Management Limited (ABN 21 003 002 800, AFSL 238342) (OnePath Funds Management) is the Responsible Entity of the OnePath Wholesale Balanced Trust (the Trust) and is the issuer of this PDS. As Responsible Entity of the Trust, we are responsible for ensuring the Trust operates in accordance with the Trust's constitution, the *Corporations Act 2001 (Corporations Act)* and other relevant laws.

In this PDS, the terms 'us', 'we' and 'our' refer to OnePath Funds Management.

### About OnePath

OnePath is one of Australia's leading providers of wealth, insurance and advice solutions. We have been helping Australians grow and protect their wealth for over 130 years, previously as Mercantile Mutual and more recently as ING Australia.

Now as a wholly owned subsidiary of Australia and New Zealand Banking Group Limited (ANZ), OnePath operates as part of ANZ's specialist wealth business.

ANZ operates in 32 markets globally with representation in Australia, New Zealand, Asia Pacific, Europe, America and the Middle East. ANZ provides products and services to more than 8 million retail customers worldwide and employs over 48,000 people.

This Product Disclosure Statement (PDS) is a summary of significant information about investing in the OnePath Wholesale Balanced Trust.

You should consider all this information before making a decision about the OnePath Wholesale Balanced Trust.

If you invest in the OnePath Wholesale Balanced Trust, you can access a copy of this PDS from our website at [onepath.com.au](http://onepath.com.au). Alternatively, you can request a copy of this PDS free of charge by contacting Customer Services. This PDS has been prepared in accordance with the shorter PDS regime. The information provided in this PDS is general information only and does not take account of your personal financial situation or needs. You should obtain financial advice tailored to your personal circumstances.

**The invitation to invest in the Trust is only available to persons receiving this PDS in Australia. It is not made, directly or indirectly to persons in any other country.**

This is a OnePath multi-manager trust that currently combines active management with passive index investments.

Investment in the Trust is available to:

- investors who wish to invest directly into the Trust (direct investors); and
- investors who wish to invest in, or via, a service operator (indirect investors).

A Service Operator refers to an Investor Directed Portfolio Service (IDPS) or IDPS-like scheme or nominee or custody service (collectively referred to as a master trust or wrap service).

OnePath Funds Management has authorised the use of this PDS as disclosure to direct and indirect investors wishing to invest in the Trust in, or via a master trust or a wrap service.

An investment in the Trust is neither a deposit with, nor a liability of, Australia and New Zealand Banking Group Limited (ANZ) (ABN 11 005 357 522) or any other member of the ANZ Group, and is subject to investment risk, including possible delays in repayment and loss of income or loss of principal invested. Neither ANZ nor any other member of the ANZ Group stands behind or guarantees OnePath Funds Management or the capital value or performance of the Trust, unless otherwise stated.

## 2. How the OnePath Wholesale Balanced Trust works

The Trust is a registered managed investment scheme governed by a constitution (as well as the *Corporations Act* and other relevant laws). Like most managed funds, the Trust is a unit trust. In exchange for your invested money you are issued interests in the Trust called 'units'. Your units represent your proportionate share of the Trust and reflect the value of your investment. The price (or value) of your interests in the Trust will vary as the market value of the assets of the Trust rises and falls.

Certain rights (such as a right to any income and a right to vote) are attached to your units. You may also have obligations in respect of your units. Relevantly, the Trust's constitution (together with the *Corporations Act* and other relevant laws) sets out the rights, obligations and entitlements which are attached to your units. In addition, the constitution sets out our powers, duties and obligations as the Responsible Entity, including our right to be indemnified out of the Trust's assets, and the rules and procedures under which the Trust operates, including:

- unit pricing
- application and withdrawal procedures
- the calculation and distribution of income
- meetings of investors
- termination of the Trust.

The Trust's constitution has been lodged with the Australian Securities and Investments Commission (ASIC) and is available free of charge from your Service Operator (if you are an indirect investor) or by contacting Customer Services on 1800 031 810 (if you are a direct investor).

We may amend the constitution if we reasonably consider that the amendments will not adversely affect the rights of investors. Otherwise, we may alter the constitution by calling an investors' meeting (unless an exemption from that requirement is available under relevant law or ASIC policy).

In the event of any inconsistency between this PDS and the terms of the Trust's constitution, the Trust's constitution will prevail.

### Investing in the Trust

#### Direct investors

Simply complete the Application Form for this Trust and return it with a cheque for the amount of money you wish to invest. If we accept your application, we will issue units to you (which represent the interests that you hold in the Trust) and you will become an investor in the Trust.

You may increase your investment in the Trust by acquiring additional interests in the Trust via BPAY<sup>®</sup>, Electronic Funds Transfer (EFT) or by cheque. Before making an additional investment you should ensure you have read the current version of the PDS.

You may also request to withdraw your investment in the Trust at any time by disposing of part or all of your investment by writing to us. Withdrawal requests will normally be paid by us within five business days from the date we determine to accept your request and can be deposited directly into your nominated financial institution account or paid by cheque.

The following are the minimum transaction amounts.

Minimum Transaction Amounts*	Amount
Minimum initial investment	\$50,000
Minimum additional investment	\$10,000
Minimum withdrawal	\$10,000
Minimum balance	\$20,000

\* We reserve the right to vary these minimum amounts.

® Registered to BPAY Pty Ltd ABN 69 079 137 518.

#### Indirect investors

The minimum transaction amounts are determined by us and your Service Operator. Please complete the relevant form(s) available from your Service Operator. You will not become an investor in the Trust, but instead, it is generally the Service Operator that invests in the Trust on your behalf, and is therefore the investor in the Trust.

You may also increase or decrease your investment in the Trust by directing your Service Operator to acquire or dispose of all or part of your investment in the Trust. To increase or decrease your investment in the Trust, you will need to complete the relevant forms available from your Service Operator. Withdrawal requests will normally be paid to your Service Operator within a specified timeframe determined by us and your Service Operator.

**Please note** that we have absolute discretion to accept or refuse any application without giving any reason.

## Suspension and when the Trust becomes illiquid

We may have a right to suspend the withdrawal of units or delay the processing of withdrawal requests for such time as permitted by the Trust's constitution. The Trust's constitution sets out the circumstances in which we may suspend the Trust. You can request a copy of the constitution free of charge by contacting Customer Services. When the Trust is suspended, you may not be able to withdraw your funds from the Trust within the usual period.

When the Trust becomes illiquid, investors may only withdraw from the Trust if we make a withdrawal offer. We are not obliged to make such an offer, however, if we do so, any withdrawals will be made in accordance with the *Corporations Act* and any procedures that we may prescribe for that purpose.

## Distributions

The Trust distributes quarterly after the end of March, June, September and December each year. The amount distributed to each investor will be based on the number of units held at the end of each distribution period. Distributions may be comprised of income or capital gains and will normally be paid within 14 days of the end of a distribution period and must be paid or reinvested within two months of that date.

Your distribution amount will normally vary depending on factors like market conditions, asset class and investment performance. As a result of these factors, there may be times when you do not receive any distributions.

### Direct investor

Distributions will be made to you, and you can choose to receive your distributions in cash or for them to be reinvested in the Trust.

### Indirect investor

Distributions will be made to your Service Operator if you are an indirect investor. If distributions are paid to you by your Service Operator, your Service Operator may pay distributions at times that vary from the above.

## 3. Benefits of investing in the OnePath Wholesale Balanced Trust

The Trust, which is part of the OnePath Wholesale range of trusts, offers you a range of benefits and features including:

- **Potential for capital growth and income** to meet your investment needs.
- **Investor flexibility** as the Trust is open to both direct investors and indirect investors who wish to invest in the Trust in or via a master trust or a wrap service (i.e. a Service Operator).
- **Online account access for direct investors** is available through 'My OnePath' and 'Account Access' which allows you to view account balances, recent transactions, distribution and transaction statements and update personal details. Indirect investors should make contact with their Service Operator.
- **Online education** through an interactive online system providing information on topics such as performance history, asset allocations, unit prices, market commentaries and updates as well as access to the necessary brochures and forms.

- **Ability to keep track of investments for direct investors** by providing:
  - distribution statements containing details of distributions
  - transaction statements detailing your applications, withdrawals and opening and closing balances (including unit prices)
  - personalised annual taxation statements, providing all the relevant information you will need to complete your tax return
  - audited financial reports of the Trust (unless you elect not to receive them). These will be sent to you within 90 days of the end of each financial year
  - where applicable, personalised capital gains tax statements providing details of partial and full withdrawals to assist you in completing your tax return
  - confirmation of your previous transactions and any other additional information about your investments by calling us on the number provided or via email at [wholesale.unittrust@onepath.com.au](mailto:wholesale.unittrust@onepath.com.au)
  - up to date performance information by calling us on the number provided, at [onepath.com.au](http://onepath.com.au) or asking your financial adviser.

## For indirect investors

**Please note** for indirect investors, information about your investment in the Trust will be provided by your Service Operator. We will also provide reports on the Trust to your Service Operator who will use these reports to provide you with their own regular reporting. Your Service Operator should be your first point of reference for any investor queries.

## 4. Risks of managed investment schemes

All investments carry risk and different strategies may carry different levels and types of risk, depending on the assets that make up the strategy. For instance, assets with the highest long-term returns may also carry the highest level of short-term risk. Investors should consider the level and type of risk involved with a particular investment and whether the potential returns justify those risks before investing.

When considering the risks associated with your investment, it is important to keep the following in mind:

- the value of investments will vary
- the returns you receive from your investment will vary and future returns may be different to past returns
- returns are not guaranteed and you may lose some of your money
- your investment may be affected by changes in legislation in the future that may affect taxation, investment laws and regulations relating to managed investment schemes
- the level of risk you face will vary depending on a range of factors, including your age, investment timeframes, where other parts of your wealth are invested and your risk tolerance.

It is not possible to predict the returns that will be achieved by the Trust. Investment returns are volatile and cannot be guaranteed and past performance is not indicative of future performance. You may lose money regardless of the investments made by the Trust.

The actual return that you receive will also be affected by factors such as the date on which you invest, the length of time you hold your investment and when you choose to withdraw. In general, the longer you hold your investment, the less likely it is that an overall loss will be incurred.

## Risks associated with investing in the Trust

The significant risks associated with investing in the Trust may include:

- **Market risk:** The risk that prices on the markets for the securities held may fall. In this event the Trust's value will fall.
- **Interest rate risk:** The possibility that the value of a fixed income investment, such as a government bond, will decrease because of an increase in interest rates.
- **Currency risk:** The possibility that changes in relative currency values will affect import or export driven companies, or that the Trust may be faced with an unfavourable rate of exchange when a foreign investment is sold (although this is more likely to occur in relation to overseas investments).
- **Inflation (purchasing power risk):** The buying power of your capital or interest income may decrease over time due to inflation.
- **Business, credit or financial risk:** The possibility that an individual business entity to which the Trust has exposure may fail due to factors such as poor management and changes in consumer demand or market share.
- **Political or social risk:** The risk that changes in government policy, laws and regulations may adversely affect the value or tax treatment of the Trust, or that a political upheaval such as an uprising or revolution may adversely affect an investment in the Trust (although this is more likely to occur in relation to overseas investments).
- **Liquidity risk:** Liquidity risk arises when it is difficult to sell an asset at short notice (i.e. within 30 days). Assets such as shares, listed property securities and cash are generally considered liquid as they are typically traded on active markets where assets can be more easily realised. Private and unlisted assets such as direct property, leveraged leases, private placements, mortgages, loans and infrastructure are generally considered illiquid as they are not normally traded on active markets and can take longer to convert to cash.
- **Alternative assets risk:** Alternative assets that may be included in the investment mix may behave differently to traditional assets such as shares, fixed interest and cash. They may provide higher returns but generally have a higher level of volatility and a higher chance of a negative return.
- **Gearing risk:** Gearing is where a fund borrows money in order to invest a greater amount. This strategy can magnify potential gains and losses as a geared investment carries more risk than a comparable investment without gearing.
- **Derivative risk:** A derivative is a financial product that is derived from another financial product. For example, an option over shares is derived from the shares themselves. Derivatives are used by the Trust to gain exposure to an investment market or to protect against changes in the values of financial products and their use involves market risk, liquidity risk and counterparty risk, all described in this section.

- **Short-selling strategies used by the investment manager:** The investment manager will sell securities they do not hold on the expectation that the price of the securities may fall. The risk with this strategy is that the price of the securities may rise instead of fall as anticipated and the investment manager will need to purchase the securities at a higher price than at which they were sold.
- **Long/Short strategies used by the investment manager:** The investment manager will sell securities (i.e. take a short position) when they expect a decline in the securities' value while they will purchase securities (i.e. take a long position) when they expect the securities' value will increase. The risk is that the investment manager may short-sell securities that increase in value and purchase securities that fall in value.
- **Counterparty risk:** The other party in a derivative transaction may not be able to meet its financial obligations.
- **Changes to investment funds:** The risk that an investment fund's characteristics may be changed.
- **Tax risk:** Unplanned tax events may result when major investors undertake transactions. This risk is mitigated by a diverse and large investor base.

All managed investment schemes are generally subject to some or all of the risks described above. Your financial adviser can help you establish an investment profile that suits your needs to minimise these risks.

## 5. How we invest your money

When choosing a trust in which to invest your money, you should consider the level and type of risk and likely investment return and your investment timeframe.

### OnePath Wholesale Balanced Trust – Fund information

#### Description

The Trust is suitable for investors seeking higher long-term returns through investing in a broad exposure to the Australian equity market with a strong bias towards growth assets.

#### Investment objective

The Trust aims to achieve returns (before fees, charges and taxes) that on average exceed inflation by at least 4.5% p.a., over periods of four years or more.

#### Investment strategy

The Trust invests in a diversified mix of Australian and international assets spread across growth and defensive asset classes. The Trust blends active and passive management styles from a selection of leading investment managers.

#### Size of Trust

\$169.71m (as at 31 December 2011)

#### Commencement date

May 1993

#### Minimum time horizon

4 years

## OnePath Wholesale Balanced Trust – Fund information

### Risk profile

Moderate – Moderate investment trusts are more likely to suit you if you seek higher medium-term returns and are willing to accept the possibility of negative returns.

### Asset allocation

Asset class	Benchmark (%)*	Range (%)
Australian shares	20	10-30
International shares	19	9-29
Property securities	2	0-9
International property securities	4	0-11
Australian fixed interest	15	0-35
International fixed interest	20	5-35
Cash	8	0-28
Alternative assets	12	6-20

\* The benchmark is the neutral allocation for each asset class.

**Note:** The maximum investment in shares and property securities is 75%.

### The investment process

This OnePath multi-manager Trust adopts an active approach, constructing portfolios on the basis of in-depth analysis and research from active managers, combined with passive investments in index funds.

Detailed economic analysis and tactical asset allocation for OnePath multi-manager investment trusts is provided by our highly experienced team of investment and research specialists.

Factors considered include domestic and overseas economic growth forecasts, inflation settings and government policy. Taking all these factors into account, our team determines whether, in the short-term, certain asset classes are expected to outperform others. Where this is believed to be the case, we will change our weightings towards these asset classes without compromising the Trust's long-term objectives. Our team may also use derivatives, such as futures, to implement these tactical asset allocation decisions.

The active managers' investment teams consist of experienced analysts who are responsible for undertaking comprehensive ongoing research to assess the earnings prospects and relative valuations of the stocks in its investment universe. Analysts are responsible for assessing each company's competitive position and the relative attractiveness of the industry in which it operates.

OnePath multi-manager trusts strive to achieve the 'right' mix of active and passive management to satisfy the investor trend for lower risk investment choices – including a preference for passive management and more conservative investment options during a significant period of prolonged investor uncertainty.

In a combined active/passive investment structure, a passive 'core' of diversifying assets is complemented by active 'satellites' that seek to outperform the market. The core is intended to provide a strong foundation from which to achieve investor objectives, while the satellites provide for risk controlled enhanced performance.

The manager may hedge any currency exposure associated with international shares into Australian dollars.

### The Trust investments

In order to gain exposure to the investment markets, the Trust may invest directly or indirectly via other unlisted trusts. The Trust will not incur additional management, entry or exit fees for this type of investing.

The Trust may invest in derivatives, including futures, options, warrants and swaps to gain exposure to investment markets and to manage risks associated with market price, interest rate and currency fluctuations.

Derivatives are not currently used to gear the Trust's assets. Please refer to 'Risks of managed investment schemes' for details on the risks of derivatives.

### Labour standards and environmental, social and ethical considerations

We do not take into account labour standards or environmental, social and ethical considerations when appointing specialist investment managers and when selecting counterparties (including a counterparty to an option).

### Changing investments

We may change the Trust's underlying funds, strategies, asset ranges, asset allocation and investment managers, including adding or removing available asset classes, at any time. Any changes will be made in accordance with our continuous disclosure obligations as set out in this PDS.

## 6. Fees and costs

### DID YOU KNOW?

**Small differences in both investment performance and fees and costs can have a substantial impact on your long term returns.**

**For example, total annual fees and costs of 2% of your fund balance rather than 1%, could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100,000 to \$80,000).**

**You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.**

**You may be able to negotiate to pay lower contribution fees and management costs where applicable. Ask the fund or your financial adviser.**

### TO FIND OUT MORE

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a managed investment fee calculator to help you check out different fee options.

This PDS shows fees and other costs that you may be charged. These fees and costs may be paid directly from your account or deducted from the return on your investment or from the Trust's assets. Unless stated otherwise, the fees and costs disclosed in this section of the PDS are inclusive of Goods and Services Tax (GST) and net of any applicable Reduced Input Tax Credit (RITC) that is available to the Trust.

You should read all the information about fees and costs because it is important to understand their impact on your investment in the Trust.

You can use the information in the table below to compare the fees and costs of the Trust with those for other managed investment schemes.

## OnePath Wholesale Balanced Trust

TYPE OF FEE OR COST	AMOUNT
<b>Fees when your money moves in or out of the fund</b>	
<b>Establishment Fee</b>	Nil
<b>Contribution Fee<sup>#</sup></b>	Nil
<b>Withdrawal Fee<sup>#</sup></b>	Nil
<b>Termination Fee</b>	Nil
<b>Management costs</b>	
The fees and costs for managing your investment	<b>Management Fee<sup>*</sup></b> 0.50% p.a. of the gross asset value of the Trust
	<b>Expenses<sup>**</sup></b> 0.40% p.a. of the gross asset value of the Trust.

<sup>#</sup> You may also incur transaction costs when you invest in or withdraw from the Trust. Please refer to 'Transaction cost factors (buy/sell spreads)' for more information.

<sup>\*</sup> The amount of this fee can be negotiated by investors, including the Service Operator.

<sup>\*\*</sup> Abnormal costs may be recovered in addition to the 0.40% p.a. expense recovery.

### Transaction cost factors (buy/sell spreads)

Transaction costs, including brokerage, stamp duty, settlement and other transaction expenses, are incurred by the Trust when buying and selling Trust assets. Transaction costs are recovered by what is called a 'buy/sell spread' (the difference between the issue ('buy') or withdrawal ('sell') price of a unit and the unit price), which is based on an estimate of those costs.

Buy/sell spreads are designed to protect investors in the Trust by ensuring that the expense of buying and selling Trust assets is borne by those who invest in, or withdraw from, the Trust.

The buy/sell spread is an additional cost to you, reflected in the unit price at the time you invest in the Trust or withdraw from the Trust and is not charged separately. As transaction costs may change, the buy/sell spread may also change. Up to date information on the current 'buy' and 'sell' spreads for the Trust is available at [onepath.com.au](http://onepath.com.au) > Personal > Performance & updates > Fund details, unit prices & performance history or by contacting Customer Services on 1800 031 810.

## Fee changes

We may waive or defer our entitlement to any fees and costs without giving you any notice. The Trust's constitution also allows us to deduct expenses and charge additional and higher fees as outlined in the table below. We reserve the right to change fees and costs up to the maximums below without your consent. We will notify you (or your Service Operator if you are an indirect investor) of these changes in accordance with the relevant law.

Type of fee	Maximum amount
<b>Contribution Fee</b>	8.0% of the issue price of the unit
<b>Management Fee</b>	0.5% p.a. of the gross asset value of the Trust
<b>Withdrawal Fee</b>	3.0% of the redemption price
<b>Dishonour Fee</b>	Up to \$10 as at 30 June 1999, adjusted quarterly for CPI

## Reimbursable and indirect expenses

In addition to the fees stated above, we are entitled to recover costs and expenses incurred in the performance of our duties as Responsible Entity of the Trust and in the administration and management of the Trust. These reimbursable expenses include abnormal costs such as defending legal proceedings associated with the Trust and asset transition costs.

Where the Trust invests in an underlying trust, expenses may also be incurred at each underlying investment trust. This may be reflected in the unit price of the underlying investment trust.

## Differential fees

We may also negotiate and agree different fees as permitted by the *Corporations Act* and ASIC policy. For example, we may agree to a reduced management fee for certain investors who qualify as wholesale investors, including, where relevant, the Service Operator.

## Payments to your Service Operator

If you are an indirect investor, your Service Operator may also charge you a fee which will be described in the offer document the Service Operator gives you.

In addition, we may make product access payments to your Service Operator for offering the Trust on its investment menu. These payments are not an additional cost to you and are paid from the management fee we receive. We may also rebate up to 100% of the management fee to your Service Operator so that the management fee we receive is less than the amount charged to the Trust.

Details of the payments will be set out in the documents you receive from your Service Operator.

## Financial adviser payments

**Additional fees may be paid by investors to a financial adviser if a financial adviser is consulted.** Refer to the Statement of Advice which will be provided by your financial adviser which sets out the details of the fees.

## Example of annual fees and costs for the OnePath Wholesale Balanced Trust

This table gives an example of how the fees and costs in the OnePath Wholesale Balanced Trust can affect your investment over a one year period. You should use this table to compare this product with other managed investment products.

EXAMPLE: OnePath Wholesale Balanced Trust		BALANCE OF \$50,000 WITH A CONTRIBUTION OF \$5,000 DURING YEAR
Contribution fees	Nil	For every additional \$5,000 you put in, you will be charged \$0.
<b>PLUS</b> Management costs	0.90% p.a.	<b>And</b> for every \$50,000 you have in the Trust you will be charged \$450 each year.
<b>EQUALS</b> Cost of fund		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000* during that year, you would be charged fees of \$495#.
<b>What it costs you will depend on the fees you negotiate with your fund or with your Service Operator or financial adviser.</b>		

\* You may also incur transaction costs when you invest in or withdraw from the Trust. Please refer to 'Transaction cost factors (buy/sell spreads)' for more information.

# The actual fee you are charged will depend on the date of your additional investment.

**Note:** There is a calculator provided by ASIC on its MoneySmart website which can be used to calculate the effect of fees and costs on account balances. Go to [www.moneysmart.gov.au](http://www.moneysmart.gov.au)

## 7. How managed investment schemes are taxed

**You should note, that investing in a registered managed investment scheme is likely to have tax consequences. You are strongly advised to seek professional tax advice.**

We intend to distribute the Trust's net income to investors so that the Trust will not incur a liability for income tax. You should note, that registered managed investment schemes do not pay tax on behalf of investors. Investors are assessed for tax on any income and capital gains generated by the registered managed investment scheme.

The Trust's distributions may include different components (such as interest income, dividend income (franked and unfranked), imputation credits, net realised capital gains, other Australian income, foreign income, foreign tax offsets, tax-free amounts, tax-deferred amounts and return of capital amounts), each of which has different tax implications for you. In addition to the distributions, you may also be assessed on any capital gains made when you withdraw or transfer units in the Trust. In these circumstances, a capital gain arises when the withdrawal price exceeds your tax cost base. Depending on your individual circumstances, you may be entitled to a capital gains tax discount of up to 50%.

The components of your distribution and capital gains on your Trust units will be disclosed on your end of financial year tax statement.

If you are an indirect investor, your end of financial year tax statement will be provided by your Service Operator.

The tax implications will depend on your individual circumstances.

To find out more, speak with your tax adviser. It is important that you seek professional advice before investing or making any changes to your current investment.

## Goods and Services Tax (GST)

Investments in and transfers and withdrawals from the Trust will not give rise to you being liable for GST. Further, the distributions you receive from the Trust are not subject to GST.

The fees and costs paid in respect of acquisitions made by the Trust (such as the management fee) are generally subject to GST. Where an acquisition is subject to GST, the Trust may be entitled to claim an RITC at the applicable rate. This means that the effective cost of an acquisition made by the Trust will be net of any applicable RITC.

## Providing your Tax File Number (TFN)

### Direct investors

You are not required to supply us with your TFN. However, if you do not provide your TFN and you do not have an exemption, we will deduct tax from your income distributions at the highest marginal tax rate, plus the Medicare levy.

If you are eligible to claim an exemption you must specify the exemption being claimed on the Application Form, for example:

**Type 1:** Age, disability support or service pension

**Type 2:** Wife, widow, special needs pensions, carer or parenting (singles) payments

**Type 3:** Company which is not required to lodge a tax return or a non-resident investor.

### Indirect investors

You are not required to supply us with your TFN. However, your Service Operator may ask you to supply your TFN. Please refer to the offer document the Service Operator gives you.

## 8. How to apply

### Direct investors

Direct investors can invest in the Trust by completing the Application Form for the Trust and returning it with a cheque for the amount of money you wish to invest, to the address on the front page of this PDS. Your cheque should be made payable to OnePath Funds Management Limited.

### Indirect investors

Indirect investors can invest in the Trust by completing the relevant form(s) available from your Service Operator. You do not need to complete any of our forms. You will not become an investor in the Trust but instead, it is generally the Service Operator that invests in the Trust on your behalf that becomes an investor in the Trust. Therefore, we do not directly send you confirmation of transactions, distribution statements, annual reports or tax statements. Information about your investment in the Trust will be provided by your Service Operator.

## Cooling-off period

### Direct investors

A 14 day 'cooling-off period' will generally apply to your initial investment in the Trust if you are a retail client under the *Corporations Act*. If, during the 14 day cooling-off period, you decide that the investment does not meet your needs, then simply advise us in writing.

The 14 day period starts when your initial transaction confirmation is received by you, or five business days after your units are issued, whichever is earlier.

We will refund your investment, which will be reduced or increased for market movements and transaction costs. We will also deduct any tax or duty incurred and a reasonable amount for administration costs. As a result, the amount returned to you may be less than your original investment.

**Please note** that the cooling-off period will lapse if you transact on your account within the 14 day period. Under normal circumstances, refunds are made within seven working days of you notifying us (and where relevant, once we have established your identity). For more information, please call Customer Services on 1800 031 810.

**Please note** that cooling-off does not apply to certain additional investments (including if you elect to reinvest your distributions or any applicable rebates on Management Fees).

### Indirect investors

Any cooling-off provisions that apply will be provided by your Service Operator. You should consult your Service Operator for details.

## Customer concerns

We pride ourselves on our customer service and will endeavour to solve your concerns quickly and fairly. If you have an enquiry or complaint regarding your investment, you should either phone us on 1800 031 810 or email us at [wholesale.unittrust@onepath.com.au](mailto:wholesale.unittrust@onepath.com.au). Alternatively you can write to:

### The Complaints Resolution Manager

OnePath Funds Management Limited  
GPO Box 5306  
Sydney NSW 2001

Email [yourfeedback@onepath.com.au](mailto:yourfeedback@onepath.com.au)

### Further help options

If you are not satisfied with the outcome of your complaint, you can contact the Financial Ombudsman Service which is a free dispute resolution service external to OnePath.

**Please note** that before they can investigate your complaint, they generally require you to have first provided us with the opportunity to address the complaint.

### Financial Ombudsman Service (FOS)

FOS is an external dispute resolution scheme that was established to provide free advice and assistance to consumers to help them in resolving complaints relating to members of the financial services industry, including life insurance companies, superannuation providers, financial planners, investment managers, general insurance companies and their agents.

### Write to:

Financial Ombudsman Service  
GPO Box 3  
Melbourne VIC 3001

Phone 1300 780 808  
Fax +61 3 9613 6399  
Email [info@fos.org.au](mailto:info@fos.org.au)  
Website [fos.org.au](http://fos.org.au)

## Additional information

### Unit pricing discretions policy

We have a unit pricing permitted discretions policy. It sets out how we will exercise discretion in relation to unit pricing. If we exercise discretion that is not currently documented, or in a way that involves a departure from the documented policy that is current at the time of exercise, then we will prepare and record a written explanation as to how that discretion was exercised and why it was reasonable.

You can obtain a copy of the policy free of charge by contacting your Service Operator (if you are an indirect investor) or Customer Services on 1800 031 810 (if you are a direct investor).

### Investor liability

The Trust's constitution limits an investor's liability in relation to the Trust to the value of the units held by that investor. However, as the courts have not yet conclusively determined the liability of investors, we cannot state with certainty that liability is limited to an investor's investment in all circumstances.

### Continuous disclosure obligations

As the Trust is a 'disclosing entity', we are subject to ongoing reporting and disclosing obligations. Copies of documents lodged with ASIC in relation to the Trust may be obtained from or inspected at any ASIC office. These include:

- the Trust's annual financial report most recently lodged with ASIC
- any half-yearly financial reports lodged with ASIC after lodgement of the Trust's most recently lodged annual financial report
- any continuous disclosure notices given by the Trust after lodgement of the Trust's most recently lodged annual financial report.

### Direct investors

Any new continuous disclosure notices in relation to the Trust will be made available on our website at [onepath.com.au](http://onepath.com.au) > Personal > Performance & updates > Product updates, in accordance with ASIC's good practice guidance on website disclosure. Please visit that web page regularly to ensure you have all important information in relation to the Trust. You may also request paper copies of such material information free of charge by contacting Customer Services on 1800 031 810.

### Indirect investors

You should consult your Service Operator regularly to ensure you have all important information in relation to the Trust. You may also obtain a paper copy of the Trust's continuous disclosure information free of charge by contacting your Service Operator.

# OnePath Wholesale Trust

## Additional Information Guide

27 February 2012

This Additional Information Guide provides additional information that does not form part of the PDS.

### Alternative form of remuneration register

OnePath maintains an Alternative Form of Remuneration Register (Register) in accordance with Financial Services Council Industry Code of Practice on Alternative Forms of Remuneration in the Wealth Management Industry. The Register outlines the alternative forms of remuneration which are paid and received from givers and receivers of such remuneration. If you would like to view the Register or receive a paper copy of the Register, please contact Customer Services on 1800 031 810.

### Confirmation of transactions

#### Direct investors

You can request confirmation of your previous transactions and any other additional information about your investments in the following convenient ways:

- contact Customer Services on 1800 031 810 between 9.00am and 5.00pm (Sydney time) weekdays and have your query answered over the phone or request written confirmation of the transactions to be sent to you
- email us at [wholesale.unittrust@onepath.com.au](mailto:wholesale.unittrust@onepath.com.au)

#### Indirect investors

Information about your investment in the Trust will be provided by your Service Operator. Enquiries regarding your investment should be directed to your Service Operator.

### Unit Prices

Unit prices are determined in accordance with the Trust's constitution and are usually calculated each business day. A business day is any day other than Saturday, Sunday, or a bank or public holiday in Sydney. The unit price for a class is determined by reference to the net asset value referable to that class, which is equal to the value of all assets in the Trust which we reasonably consider are attributable to that class (including

income as well as realised and unrealised capital gains) less any Trust liabilities which we reasonably consider are attributable to that class.

Unit prices are calculated by dividing the net asset value attributable to a class by the total number of units on issue in that class less any applicable transaction costs (refer to the section 'Transaction cost factors (buy/sell spreads)' in the relevant OnePath Wholesale Trust PDS for more details).

Any income received by the Trust during a distribution period will be reflected in the unit price. At the end of a distribution period, unit prices will generally fall by the amount to be distributed per unit.

Unit prices will fluctuate with changes in the value of the assets held in the Trust's portfolio. The Trust's constitution provides the basis by which the Trust's assets are valued. The value of any assets will be their market value as determined by an independent valuer unless we determine upon some other appropriate method to determine market value.

### The compliance plan

The Trust has a formal compliance plan that sets out the procedures we must follow to ensure that we comply with the Trust's constitution and the *Corporations Act*. The compliance plan must be independently audited annually.

### Privacy

In this section 'we', 'us', and 'our' refer to OnePath Funds Management.

#### Direct investors

We are committed to ensuring the confidentiality, security and privacy of your personal information.

We collect your personal information to provide you with the products and services you request. In order to manage and administer our products and services, we may need to disclose it to certain third parties. Without your personal information, we may not be able to process your application or provide you with the products or services you require.

We may routinely disclose your information to:

- other members within the ANZ Group, to the extent necessary to service our relationship with you and carry on business as a group
- organisations performing administration or compliance functions in relation to our business
- organisations maintaining our information technology systems
- authorised financial institutions
- organisations providing services such as mailing, printing or data verification
- a person who acts on your behalf (such as your financial adviser or your agent)
- our solicitors, valuers and insurers
- lenders who provide lending facilities to you.

We may also disclose your personal information in circumstances where we are required to do so by law.

There are disclosure obligations to third parties for client identification purposes under the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (Cth)*.

We and other members of the ANZ Group may send you information about our financial products and services from time to time. You may elect not to receive such information at any time by contacting Customer Services on 1800 031 810.

You may access the personal information we hold about you, subject to permitted exceptions and subject to us still holding that information, by contacting us at:

**Privacy Officer – OnePath**

GPO Box 75  
Sydney NSW 2001

Phone 02 9234 8111  
Fax 02 9234 5462  
Email [privacy@onepath.com.au](mailto:privacy@onepath.com.au)

If any of your personal information is incorrect or has changed, please let us know by contacting Customer Services.

More information can be found in our Privacy Policy available at [onepath.com.au](http://onepath.com.au)

**Indirect investors**

We do not normally receive or collect any of your personal information from your Service Operator. You should contact your Service Operator for details on the collection, use and storage of your personal information by them.

If we do receive personal information about you from your Service Operator, we will deal with that information in accordance with our privacy policy, which is available at [onepath.com.au](http://onepath.com.au) or by contacting Customer Services on 1800 031 810.

**Contact details**

If you have any questions or would like more information about the OnePath Wholesale Trust, please contact us at:

**Customer Services:**

Phone 1800 031 810 weekdays between 9.00 am and 5.00 pm (Sydney time)  
Email [wholesale.unittrust@onepath.com.au](mailto:wholesale.unittrust@onepath.com.au)  
Fax 02 9234 6733

**Address**

OnePath Funds Management Limited  
GPO Box 5306  
Sydney NSW 2001

347 Kent Street  
Sydney NSW 2000

**Issued by OnePath Funds Management Limited**  
ABN 21 003 002 800, AFSL 238342

OnePath Funds Management Limited ABN 21 003 002 800 AFSL 238342 is the issuer of the OnePath Wholesale Trusts.

Your investment is subject to investment risk, including possible repayment delays and loss of income and principal invested.

This information is current as at February 2012 but may be subject to change. The information is of a general nature and does not take into account your objectives, financial situation or needs. Before acting on this information, you should consider the appropriateness of the information, having regard to your objectives, financial situation and needs. You should read the relevant PDS for the particular OnePath Wholesale Trust(s) available at [onepath.com.au](http://onepath.com.au) or by contacting Customer Services on 1800 031 810 before making a decision to acquire or continue to hold the product.