

# TIDSWELL MASTER SUPERANNUATION PLAN

# ANNUAL REPORT

# 2016

Issued by Tidswell Financial Services Ltd ABN 55 010 810 607, Australian  
Credit Licence 237628, AFSL 237628, RSEI 10000888 as Trustee for The  
Tidswell Master Superannuation Plan ABN 34 300 938 877 R1004953

**TIDSWELL** *well*  
FINANCIAL

**This page has been left blank intentionally**

## WELCOME

Dear Member

We are pleased to present the Tidswell Master Superannuation Plan (the **Plan**) Annual Report for the financial year ended 30 June 2016.

This report contains our overview of investment markets for the year as well as an interesting feature article titled “Megatrends impacting investment markets”, which we would like to share with you.

Also included is specific information relating to the investment options available through the Plan, which cover a range of asset classes and risk profiles.

We remain committed to offering you investment choice and flexibility through the Plan so that you can tailor an investment strategy specific to your needs.

Thank you again for entrusting your superannuation to us and please do not hesitate to contact Tidswell Financial for further information.

Yours sincerely



**Jeffrey Tidswell**  
Managing Director

## TRUSTEE'S REPORT

We are pleased to present our Annual Report for the financial year ending 30 June 2016. This report incorporates information on the investments in the Plan, together with important general information to Members.

### Investment Overview

This has been an interesting year for investors where the majority of central banks in the world continued to take extraordinary courses of action to maintain, at best, the anaemic growth of the world economy.

The cash rate in Australia has recently fallen (and they are not done yet!) to 1.5% pa, whilst long term interest rates are now negative in many countries.

Lower interest rates are bad news for savers and investors, particularly self-funded retirees. In the current environment first mortgages are one of the best investments on a risk adjusted basis. They have minimal capital risk with very high interest returns compared with cash and term deposits. Our Pooled Mortgage Managed Investment Scheme returned 6.67% for the year ended 30 June 2016, however, it showed the highest return of 8.35% pa for the 10 year period.

Investment returns for the different asset classes as at 30 June 2016 are detailed in the table below:

Asset Class	1 year %	3 years % pa	5 years % pa	10 years % pa
<b>Balanced Fund</b>				
Morningstar Aus Multisector Balanced TR AUD	4.58	8.85	8.91	5.35
<b>Australian Shares</b>				
S&P/ASX200 TR	0.56	7.66	7.40	4.86
<b>Australian Industrial Shares</b>				
S&P/ASX200 Industrial TR	2.93	10.34	13.10	6.60
<b>Australian Resources Shares</b>				
S&P/ASX300 Resources TR AUD	-10.64	-4.36	-10.53	-1.63
<b>International Shares</b>				
MSCI World Ex Australia NR AUD	0.40	14.81	14.92	4.40
<b>Emerging Markets</b>				
MSCI EM NR AUD	-9.22	5.45	3.46	3.52
<b>Australian Property</b>				
S&P/ASX200 A-REIT TR	24.57	18.50	18.07	3.07
<b>International Property</b>				
FTSE EPRA/NAREIT Developed NR Hdg AUD	12.26	11.91	12.04	5.47
<b>Australian Fixed Interest</b>				
Bloomberg AusBond Composite 0 + Yr TR AUD	7.02	6.24	6.74	6.62
<b>International Fixed Interest</b>				
Barclays Global Aggregate TR Hdg AUD	9.34	7.56	7.75	8.07
<b>First Mortgages (Tidswell)</b>				
Pooled Mortgage Managed Investment Scheme	6.67	6.76	7.30	8.35
<b>Cash</b>				
RBA Bank accepted Bills 90 Days	2.20	2.45	2.98	4.22
<b>Consumer Price Index (CPI)</b>	1.02	1.85	1.83	2.37

The highest return was again delivered by Australian real estate investment trusts being 24.57%, whilst the Morningstar Australian Multisector Balanced Index<sup>1</sup> returned approximately 4.58% for the financial year.

Australian and international shares both returned approximately half of one percent! The cash return was 2.20% which is above the Consumer Price Index of 1.02%.

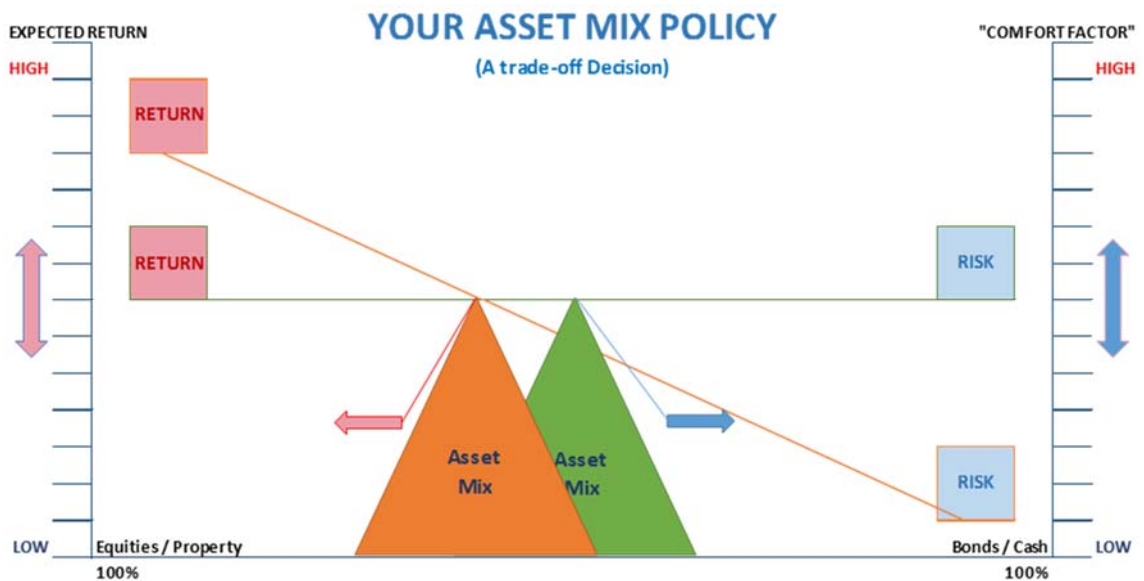
Gold shares made an outstanding recovery returning up to 100% depending on the fund or individual shares.

<sup>1</sup> The funds in the Morningstar Australian Multisector Balanced Index have between 41% and 60% of their assets invested in growth sectors, typically equity and property asset classes.

## Investment Objective & Strategy

The principal investment strategy of the Tidswell Master Superannuation Plan is to provide a range of risk and return options to suit all Members. This has been achieved by adopting a general investment policy that offers access to a wide range of investment options including managed funds, listed securities, real estate, term deposits and other income producing investments such as mortgages. This policy is designed to provide the opportunity to achieve attractive investment returns at acceptable levels of risk.

Members are able to satisfy their objectives by selecting the proportion of their account balance to be invested in each investment option as outlined in the latest Product Disclosure Statement (**PDS**). The higher the proportion allocated to growth assets (e.g. property, Australian and international shares, etc), the higher the expected level of return, but with increased risk. Conversely, when a higher proportion is allocated to defensive assets (e.g. cash, fixed interest, mortgages, etc), a lower level of return and risk may be expected. Refer to the diagram below which highlights that as your asset mix moves towards growth assets such as shares and property, the greater the return is likely to be.



The diversification obtained by establishing an investment portfolio across several asset classes will normally reduce risk because if one asset class does not perform well, it will usually be more than offset by other better performing asset classes.

Historically, portfolios with a higher weighting towards growth assets have outperformed more conservatively invested portfolios. Given the long term nature of investing, it is logical that many people weight their portfolios towards growth assets. However, when constructing your portfolio you should consider the need for diversification to ensure that the investment options selected meet your individual needs, risk tolerance and investment timeframe.

Research also shows that redeeming investments in a poorly performing asset class to re-invest in the previous year's best performing asset class is seldom a productive strategy.

The Trustee does not have any direct exposure to derivatives, however, some of the underlying managed funds may have.

## Trustee

The Trustee of the Plan, under the Trust Deed governing the rules of the Plan, is Tidswell Financial Services Ltd (**Tidswell**) ABN 55 010 810 607, RSEL L0000888, AFSL 237628.

The Directors of the Trustee at the end of the reporting period were Mr Ronald Beard, Mr Stephen Heath, Mr Michael Terlet AO and Mr Jeffrey Tidswell.

The Trustee holds professional indemnity insurance.

The Trustee has agreed to act as the independent corporate Trustee and the Plan is administered by the Trustee.

## Custodian

The independent corporate Custodian of the Plan, under a written agreement with the Trustee, is:

Australian Executor Trustees Limited  
ABN 84 007 869 794

Level 22, 207 Kent Street  
SYDNEY NSW 2000

## Compliance

The Trustee believes that the Plan has satisfied the Superannuation Industry (Supervision) Act (**SIS**) for the 3 years ended 30 June 2016, and that the Australian Prudential Regulation Authority (**APRA**) will be satisfied that the Plan is operating in accordance with SIS. The Trustee believes that the Plan has satisfied SIS for the period beginning 1 July 2016 to the date on which this Annual Report was completed.

## Audit

Grant Thornton has completed an audit and signed the accounts for the Plan on 27 September 2016. The abridged financial information for the Plan is provided on pages 41 and 42 of this Annual Report. A full copy of the accounts and auditor's report is available at [www.tidswell.com.au](http://www.tidswell.com.au).

## Policy Committee

Where a sub-fund within the Plan has more than four but fewer than 50 Members, a policy committee may be established upon written request to the Trustee by at least five Members of the sub-fund. Under the equal representation requirements, each policy committee must consist of an equal number of member and employer representatives.

It is the policy of the Trustee to establish a policy committee if requested to do so by five or more Members. The functions of the policy committee provide an avenue for Members to inquire about the investment strategy, performance or management of the sub-fund and any other information required by Members.

## Privacy

The Trustee is required to notify you of certain matters relating to the collection and handling of your personal information. More details concerning our practices and procedures are set out in our Privacy Policy, a copy of which is available on our website [www.tidswell.com.au](http://www.tidswell.com.au).

The purpose for which your personal information is collected is to:

- send you information that you request;
- issue you with your superannuation interest (including assessing your application and identifying you);
- manage and administer your superannuation interest in accordance with your instructions;
- deal with any inquiries or complaints you may have; and
- auditing and compliance purposes.

If we are unable to collect your personal information we may not be able to process your application or manage and administer the product or service you require.

We will generally only use or disclose your personal information for the purpose for which we collected it and for related purposes we consider will be within your reasonable expectations. Otherwise, we will seek your consent prior to using or disclosing your personal information for another purpose unless we are required or permitted by law to do so without seeking your permission.

## Fee Policy

The Trust Deed governing the Plan, dated 17 June 1988 (as amended), allows for the following expenses:

<b>Contribution fee</b>	Up to 7% of each contribution.
<b>Administration fee</b>	Up to 2.88% pa of your account balance.
<b>Investment charge</b>	Up to 3% pa of your investment upon written agreement.

The fee policy for the financial year ended 30 June 2016 was:

<b>Contribution fee</b>	Nil
<b>Administration fee</b>	1.56% pa of your account balance up to \$1,999,000 (threshold amount) and 0.78% pa of the balance in excess of this amount. The threshold amount may be increased annually by the Consumer Price Index ( <b>CPI</b> ).
<b>Investment charge</b>	We do not intend to make an investment charge, unless there are exceptional circumstances.

## Contributions

The Trustee believes that all contributions due and payable to your Member's account have been received during the reporting period, unless the Member has been advised accordingly. Members should check their individual benefit statements to confirm that total contributions have been received from their employer for the year ended 30 June 2016.

Under the compulsory Superannuation Guarantee (**SG**) scheme, employers must contribute 9.5% of an employee's ordinary time earnings (**OTE**) to a complying superannuation fund. These contributions must be made within 28 days of the end of the quarter.

The SG payment rate is legislated to remain at 9.5% until 2020/21 after which it will increase by 0.5% each year until it reaches 12% by 1 July 2025.

## Investment Reserve Policy

The net earnings of the Plan, including gains and losses, are distributed in full on the average daily balance of each Member's account. No investment gains or losses are held in reserve for future years, unless the relevant Members have been advised accordingly.

## Inquiries & Complaints Procedures

The Trustee has procedures in place to ensure your inquiries and complaints are dealt with fairly and promptly. If you have a complaint about the Plan, please call us on (08) 8223 1676 or write to:

Inquiries & Complaints Officer  
Tidswell Financial Services Ltd  
50 Hindmarsh Square  
ADELAIDE SA 5000

**E** mail@tidswell.com.au

## General Complaints

If the matter cannot be resolved by the Trustee to your satisfaction within 90 days, you can lodge an appeal to an external forum, known as the Superannuation Complaints Tribunal (**SCT**). The SCT is an independent body, established by the Commonwealth Government to resolve disputes between superannuation funds and their members and/or potential beneficiaries if the internal complaints procedure of the superannuation fund has failed to resolve the complaint. Acting as a mediator, the SCT aims to resolve issues by mutual agreement. If a mutual agreement cannot be reached, the SCT may review the matter and make a binding decision.

The complaints which the SCT can deal with are limited. If you wish to find out whether the SCT can deal with your complaint and, if so, what information you will need to supply, you may contact them at:

Superannuation Complaints Tribunal  
Locked Bag 3060  
MELBOURNE VIC 3001

**T** 1300 884 114  
**E** info@sct.gov.au

## Financial Product Advice

If your complaint relates to financial product advice provided by the Trustee or a representative of the Trustee, and you are not happy with the response to your complaint or dispute, or you have not received a response within 45 days, you may be able to lodge a complaint with the Financial Ombudsman Service (**FOS**).

FOS is an independent body set up to assist consumers in the resolution of complaints relating to the financial services industry; in particular, the provision of financial products and advice. FOS may be able to assist you to resolve your complaint. You can contact FOS at:

Financial Ombudsman Service  
GPO Box 3  
MELBOURNE VIC 3001

**T** 1300 780 808  
**E** info@fos.org.au

## Withdrawal Benefit Components

### Preserved Benefits

Preserved benefits can only be paid if the Member satisfies one of the following conditions of release:

- retires from employment and has reached preservation age (see table below);
- terminates employment on or after age 60, irrespective of future work intentions;
- dies;
- is permanently incapacitated;
- suffers severe financial hardship;
- reaches age 65;
- qualifies on compassionate grounds;
- receives a non-commutable income stream during a period of temporary incapacity;
- has reached preservation age and takes the benefits as a non-commutable income stream;
- is a former temporary resident who has departed from Australia;
- transfers their superannuation to a New Zealand KiwiSaver Scheme;
- suffers from a terminal illness; or
- has given a release authority to the fund for amounts to be released.



Preservation age varies according to your date of birth as detailed below:

Date of Birth	Preservation Age
Before 1 July 1960	55
1 July 1960 to 30 June 1961	56
1 July 1961 to 30 June 1962	57
1 July 1962 to 30 June 1963	58
1 July 1963 to 30 June 1964	59
After 30 June 1964	60

### Restricted Non-Preserved Benefits

Restricted non-preserved benefits include benefits accruing to a member in an employer superannuation scheme which accrued before 1 July 1999 and which are not preserved but are not yet payable because the member is still an employee of the employer. These benefits can be withdrawn in the same circumstances as preserved benefits but may also be withdrawn on the member terminating employment with that employer, which can be before preservation age.

### Unrestricted Non-Preserved Benefits

Unrestricted non-preserved benefits are benefits which the member could have withdrawn but which have been rolled over to another superannuation fund. These include employment termination payments that were rolled into a fund rather than taken as cash. These benefits are not subject to preservation and can be withdrawn at any age.

### Unclaimed Benefits

In certain circumstances the Trustee is required to report and transfer unclaimed superannuation benefits to the Australian Taxation Office.

These unclaimed superannuation benefits include:

- unclaimed superannuation money for
  - a member 65 years old or older;
  - a non-member spouse; or
  - a deceased member.
- unclaimed superannuation money of former temporary residents;
- certain accounts belonging to lost members;
- small amounts (where the balance is less than \$2,000); and
- inactive accounts (of unidentifiable lost members).

To enquire about unclaimed superannuation money you can contact the Australian Taxation Office on 13 10 20.

To search for lost superannuation, you can access the Super Seeker tool at the Australian Taxation Office website at [www.ato.gov.au](http://www.ato.gov.au) or by phoning 13 28 65 and following the prompts. Super Seeker is a free service available 24 hours a day, 7 days a week. To use Super Seeker online or by phone you will need to provide:

- your name;
- date of birth; and
- Tax File Number (TFN)

## Trustee Investments

The Trustee is also the investment manager and Responsible Entity of the following investments, which make up part of the Plan's overall assets:

Investment	Amount Invested	% of Plan Assets
Commonwealth House Unit Trust Managed Investment Scheme ARSN 099 744 000	\$5,559,053	9.70%
Direct Mortgage Managed Investment Scheme ARSN 095 540 659	\$1,133,800	1.98%
Pooled Mortgage Managed Investment Scheme ARSN 095 540 597	\$21,756,500	37.97%

As at 30 June 2016 the Commonwealth House Unit Trust Managed Investment Scheme and Pooled Mortgage Managed Investment Scheme were the only two investments that exceeded 5% of the Plan's assets.

## Member's Right to Request Information

Members have the right to request copies of the following information from the Trustee:

- the provisions of the governing rules of the Plan which relate to the person's membership or would affect the entitlements or rights of the Member.
- the audited accounts and Auditor's Report.
- the most recent Actuarial Report.
- the most recent Annual Report to Members.
- any other information a Member reasonably requires to understand their benefit entitlements.

This information must be provided within 30 days of receiving the Member's request.

## Further Information

We encourage you to review your individual benefit statement with this Annual Report. If you would like to discuss any aspect of your statement, the underlying investments or this Annual Report, please contact your financial adviser or Tidswell Financial on (08) 8223 1676.

## FEATURE ARTICLE

Oliver's Insights | AMP Capital

26 July 2016 | Edition 24

### Megatrends impacting investment markets

#### Key points

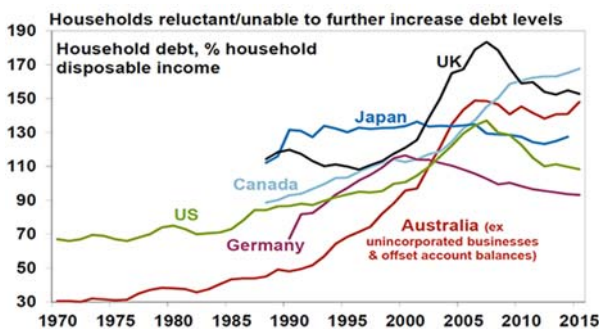
- Key megatrends relevant for investors are: slower growth in household debt; the backlash against economic rationalism & rise of populism; geopolitical tensions; aging and slowing populations; low commodity prices; technological innovation & automation; the Asian ascendancy & China's growing middle class; rising environmental awareness; and the energy revolution.
- Most of these are constraining growth and hence investor returns. However, technological innovation remains positive for profits and some of these point to inflation bottoming.

#### Introduction

Recent developments – including the rise of populism, developments in the South China Sea and around commodity prices along with relentless technological innovation – have relevance for longer term trends likely to affect investors. So this note updates our analysis on longer term themes that will likely impact investment markets over the medium term, say the next 5-10 years. Being aware of such megatrends is critical given the short term noise that surrounds markets.

#### The super cycle slowdown in household debt

Household debt to income ratios surged from the late 1980s fuelled by low starting point debt levels, financial deregulation and the shift from high to low interest rates. But it's likely run its course as the GFC and constrained economic growth have left consumers wary of adding to already high debt levels and banks' lending standards are now tougher. This has seen growth in debt slow & households run higher savings rates.

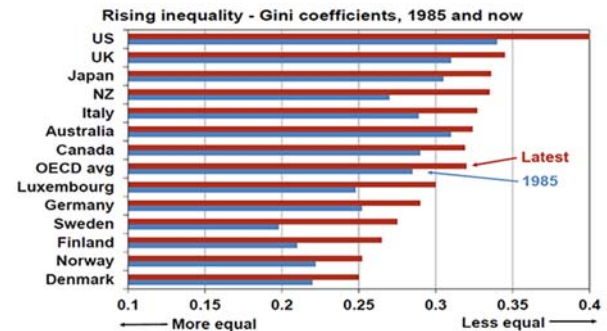


Source: OECD, RBA, AMP Capital

**Implications** – slower growth in household debt likely means slower growth in consumer spending, lower interest rates and central banks having to ease more to achieve a desired stimulus. Slower credit growth is also a drag for banks.

#### The backlash against economic rationalism

It's arguable that support for economic rationalist policies (deregulation, privatisation and globalisation) peaked over a decade ago. The corporate scandals that followed the tech wreck and the financial scandals that came with the GFC have seen an increase in regulation, the Doha trade round has been stalled for years and now the combination of slow post GFC growth and rising inequality (see the next chart) in the absence of the ability to take on more debt to maintain consumption growth are leading to growing populist angst. This is evident in the success of Donald Trump, the Brexit vote and the recent Australian Federal election. Of course this is just the way the secular political pendulum swings - from favouring free markets in the 1920s to regulation and big government into the 1970s, back to free markets in the 1980s and 1990s and now back the other way with each swing ultimately sowing the seeds for the next. But the risk is that the shift away from economic rationalist policies in favour of more populist policies will lead to slower productivity growth and ultimately rising inflation as the supply side of economies are damaged & easy fiscal policy is adopted.



Data is after taxes and welfare transfers. Source: OECD, AMP Capital

**Implications** – populist policies could slow productivity and set the scene for the next upswing in inflation.

#### Geopolitical tensions

The end of the cold war and the stabilising influence of the US as the dominant global power in its aftermath helped drive globalisation and the peace dividend post-1990. Now the relative decline of the US, the rise of China, Russia's attempt to revisit its Soviet past and efforts by other countries to fill the gap left by the US in various parts of the world are creating geopolitical tensions – what some have called a multi-polar world. This is evident in increasing tension in the Middle East between (Sunni) Saudi Arabia and (Shia) Iran; Russia's intervention in Ukraine; and tensions in the South China Sea (which have recently been increased by a UN sponsored international court ruling in favour of The Philippines regarding island disputes) and between China and Japan.

**Implications** – geopolitical tensions have the potential to disrupt investment markets at times.

## Aging and slowing populations

The demographics of aging and slowing populations have long been talked about but their impact is now upon us. We are living longer and healthier lives (eg, average life expectancy in Australia is already around 83 years and is projected to rise to 89 years by 2050) but falling fertility rates are leading to lower population growth. The impact is more significant in some countries, which are seeing their populations fall (eg, Japan, Italy and even China) than others (eg, Australia, where immigration and higher fertility is providing an offset) and others still where population growth remains rapid (eg, India, Africa and the Middle East).

**Implications** – at the macro level this means: slowing labour force growth which weighs on potential economic growth; increasing pressure on government budgets from health and pension spending and a declining proportion of workers relative to retirees; a "war for certain types of talent"; and pressure to work longer. At the industry level it will support growth in industries like healthcare and leisure. At the investment level it will likely see an ongoing focus on strategies generating income (yield) while at the same time providing for "more stable" growth to cover longevity.

## The commodity super cycle may be close to bottom

Since around 2008 (for energy) and 2011 (for metals) the commodity super cycle has been in decline as the supply of commodities rose in response to last decade's commodity price boom combined with somewhat slower growth in China.

However, after 50 to 80% peak to trough price declines and with supply starting to adjust for some commodities (eg oil) it's quite likely that we have seen the worst (in the absence of a 1930s style recession). This doesn't mean the next super cycle commodity upswing is near – rather a long period of base building is likely as we saw in the 1980s and 90s.



Source: Global Financial Data, Bloomberg, AMP Capital

**Implications** – Low commodity prices will act as a constraint on inflation and interest rates but the likelihood that we have seen the worst may also mean that the deflationary threat will start to recede. In other words it adds to the case for a bottom in global inflation. A range bound environment less clearly favours commodity user countries over producers.

## Technological innovation & automation

The impact of technological innovation is continuing to escalate as everything gets connected to the internet. The work environment is being revolutionised enabling companies to increasingly locate parts of their operation to wherever costs are lowest and increasingly to automate and cut costs via automation, nanotechnology, 3D printing, etc. The intensified focus on labour saving is likely good for productivity and profit margins but ambiguous for consumer spending as it may constrain wages and worsen inequality and could ultimately hamper growth in emerging countries. There is also the ongoing debate that with so many "free" apps and productivity enhancements, growth in activity (GDP and hence productivity) is being underestimated/inflation overestimated and consumers are doing a lot better than weak wages growth implies. So fears around inequality and stagnant real incomes may be exaggerated. Time will tell.

**Implications** – technological innovation remains a reason for inflation to stay low and profit margins to remain high. But also a potential positive for growth.

## Asian ascendancy & China's growing middle class

Low levels of urbanisation, income and industrialisation continue to mean that the emerging world offers far more growth potential than the developed world. While big parts of the emerging world have dropped the ball (South America and Russia particularly), the reform and growth story remains mostly alive in Asia – from China to India. Both China and India are seeing a surging middle class, with China's growing from just 5 million people 15 years ago to now 225 million. This means rising demand for services like healthcare, leisure & tourism.

**Implications** – favour non-Japan Asian shares (allowing of course for risk). Tourism and services should benefit particularly from the rising middle class in China and India.

## The environment and social values

Concern about the environment is continuing to grow and higher social standards are being demanded of governments and corporates. This reflects a range of developments including increasing evidence of the impact of human activity on the environment, younger generations demanding higher standards and social media that can destroy reputations in a flash.

**Implications** – this will favour companies that adhere to high environmental, social and governance standards.

## The energy revolution

Renewables share of power production will only grow as alternatives like solar continue to collapse in cost and solar energy storage becomes mainstream. Likewise advances in battery technology are seeing a massive expansion in the use of electric cars which will feed on itself.

**Implications** – this has huge negative implications for oil and coal and along with the impact of shale oil production will keep a ceiling on energy prices.

## Implications

At a general level there are several implications for investors:

- Firstly – several of these trends will help keep inflation low, slower growth in household debt, low commodity prices automation & the energy revolution. By the same token if commodity prices have seen the worst and government policy shifts towards stimulus we may have seen the worst of deflationary and disinflationary pressures.
- Secondly – several are also consistent with constrained economic growth, notably aging and slowing populations, slower growth in debt, the backlash against free markets and geopolitical tensions. This is not universal though as increasing automation is positive for profits.
- This is all still consistent with ongoing relatively low interest rates (albeit we are likely around the bottom) and relatively constrained medium term investment returns.

Several sectors stand out as winners including health care and leisure but producers of energy from fossil fuels are potential losers.

### **Dr Shane Oliver** **Head of Investment Strategy and Chief Economist** **AMP Capital**

**Important note:** While every care has been taken in the preparation of this document, AMP Capital Investors Limited (ABN 59 001 777 591, AFSL 232497) and AMP Capital Funds Management Limited (ABN 15 159 557 721, AFSL 426455) make no representations or warranties as to the accuracy or completeness of any statement in it including, without limitation, any forecasts. Past performance is not a reliable indicator of future performance. This document has been prepared for the purpose of providing general information, without taking account of any particular investor's objectives, financial situation or needs. An investor should, before making any investment decisions, consider the appropriateness of the information in this document, and seek professional advice, having regard to the investor's objectives, financial situation and needs. This document is solely for the use of the party to whom it is provided.

## INVESTMENT INFORMATION

An extensive range of carefully selected investment options are available through the Tidswell Master Superannuation Plan. Our research considers a broad range of products when constructing the list of investments being offered and we select only those that we believe are worthy of recommending to our clients. We also monitor the performance of the available investment options to ensure they remain competitive.

### Index

Aberdeen Emerging Opportunities Fund .....	15
Baker Steel Gold Fund.....	15
BankSA Business Cheque Account Plus.....	16
BlackRock Global Allocation Fund (Aust) (Class D Units) .....	16
BlackRock International Gold Fund (Class D Units) .....	17
BT Wholesale Balanced Returns Fund .....	17
BT Wholesale Conservative Outlook Fund .....	18
BT Wholesale Smaller Companies Fund .....	18
Colonial First State Wholesale Global Resources Fund .....	19
Commonwealth House Unit Trust B Class .....	19
Commonwealth House Unit Trust D Class.....	20
Commonwealth House Unit Trust E Class.....	20
Fidelity Australian Equities Fund .....	21
Franklin Global Growth Fund .....	21
Franklin Templeton Multisector Bond Fund .....	22
Ironbark GTP Global Equity Agribusiness Fund.....	22
Magellan Global Fund .....	23
Nikko AM Australian Bond Fund .....	23
Nikko AM-Tyndall Australian Share Wholesale Portfolio.....	24
Perpetual Wholesale Australian Share Fund.....	24
Perpetual Wholesale Balanced Growth Fund.....	25
Perpetual Wholesale Conservative Growth Fund.....	25
PIMCO EQT Wholesale Australian Bond Fund .....	26
PIMCO EQT Wholesale Diversified Fixed Interest Fund .....	26
PIMCO EQT Wholesale Global Bond Fund .....	27
Platinum Asia Fund .....	27
Platinum European Fund .....	28
Platinum International Fund.....	28
Platinum International Technology Fund .....	29
Platinum Japan Fund.....	29
Pooled Mortgage Managed Investment Scheme .....	30
Schroder Balanced Fund Wholesale Class.....	30
UBS Clarion Global Property Securities Fund .....	31
Vanguard® Australian Government Bond Index Fund .....	31
Vanguard® Australian Property Securities Index Fund .....	32

## Aberdeen Emerging Opportunities Fund

### Objective

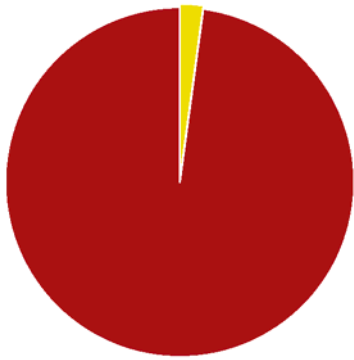
To provide investors with high capital growth over the medium to long term (3-5 years) by seeking exposure to emerging stock markets worldwide or companies with significant activities in emerging markets.

### Strategy

The Fund invests primarily in a concentrated portfolio of around 40-70 emerging market listed securities with the potential for capital growth and increased earning potential.

Our emerging markets equities managers, located in Sao Paulo, London, Singapore, Bangkok, Hong Kong, Jakarta and Kuala Lumpur, seek to identify and invest in good quality emerging markets equities through first hand company visits.

### Asset Allocation



Cash	2.15%
International Shares	97.85%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-1.54%	1 year	-1.54%
30 June 2015	13.04%	3 years pa	5.72%
30 June 2014	6.18%	5 years pa	6.78%
30 June 2013	17.34%	10 years pa	8.34%
30 June 2012	0.12%		

## Baker Steel Gold Fund

### Objective

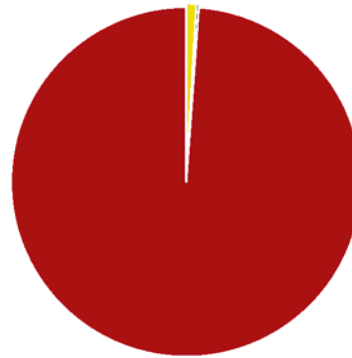
Over rolling 5 year periods:

- to provide capital growth by investing in a portfolio consisting principally of globally listed gold and precious metals equities and their related instruments, and
- to outperform the FTSE Gold Mines Index<sup>2</sup> (expressed 50% in USD and 50% in AUD) after fees and expenses

### Strategy

Actively managed by Baker Steel, the Fund is a portfolio of globally listed gold and precious metals equities, with a small to mid-cap focus. The investment strategy involves utilising bottom up valuation driven analysis to identify the best investment opportunities. The Fund consists principally of the equities of gold and precious metal companies globally, but with an ability to have up to 50% of its net asset value invested in gold and precious metal exchange traded funds, futures and commodities, and up to 25% of its net asset value invested in cash.

### Asset Allocation



Cash	0.91%
Australian Shares	0.24%
International Shares	98.85%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	98.67%	1 year	98.67%
30 June 2015	-0.84%	3 years pa	30.81%
30 June 2014	13.61%	5 years pa	-5.70%
30 June 2013	-54.17%	10 years pa	-0.04%
30 June 2012	-27.30%		

<sup>2</sup> FTSE™ is a trademark of London Stock Exchange and The Financial Times Limited and is used by FTSE International Limited.

## BankSA Business Cheque Account Plus

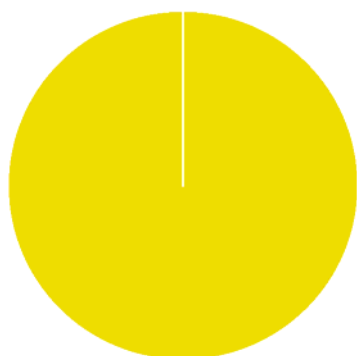
### Objective

The BankSA Business Cheque Account Plus is a cash management account with the objective of achieving the security of a cash investment with an appropriate return.

### Strategy

To be fully invested in a bank guaranteed cash account.

### Asset Allocation



Cash 100%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	1.97%	1 year	1.97%
30 June 2015	2.31%	3 years pa	2.27%
30 June 2014	2.53%	5 years pa	2.86%
30 June 2013	3.15%	10 years pa	4.04%
30 June 2012	4.34%		

## BlackRock Global Allocation Fund (Aust) (Class D Units)

### Objective

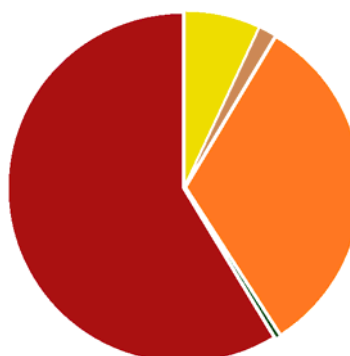
The Fund aims to provide high total investment returns through a fully managed investment policy utilising international equity securities, debt and money market securities, the combination of which will be varied from time to time both with respect to types of securities and markets in response to changing market and economic trends.

Currency is actively managed in the Fund around a fully hedged Australian Dollar benchmark.

### Strategy

The Fund seeks to achieve its objective by investing in both equity and debt securities, including money market securities and other short-term securities or instruments, of issuers located around the world. There is no limit on the percentage of assets the Fund can invest in a particular type of security. Generally, the Fund seeks diversification across markets, industries and issuers as one of its strategies to reduce volatility. This flexibility allows the Fund to look for investments in markets around the world that the investment manager believes will provide the best relative asset allocation to meet the Fund's investment objective.

### Asset Allocation



Cash	6.96%
Australian Fixed Interest	1.62%
International Fixed Interest	32.33%
Australian Shares	0.42%
International Shares	58.67%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-2.51%	1 year	-2.51%
30 June 2015	9.23%	3 years pa	6.62%
30 June 2014	13.81%	5 years pa	7.14%
30 June 2013	15.05%	10 years pa	6.94%
30 June 2012	1.25%		



## BlackRock International Gold Fund (Class D Units)

### Objective

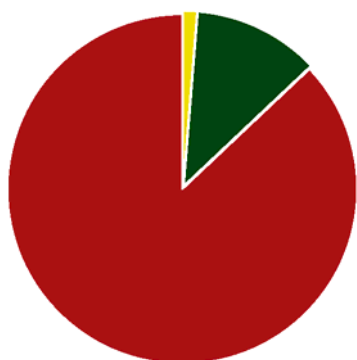
The Fund seeks to maximise capital growth over the medium to long-term by investing primarily in gold mining shares throughout the world, including Australia.

### Strategy

The Fund seeks investments primarily in gold companies that the Manager considers to offer the best long-term exposure to gold prices within an acceptable risk level. The Fund aims to invest in companies with strong management track records and with growth potential, both through existing operations and via the construction of new mines. Pure exploration companies would typically comprise only a small part of the portfolio.

Investment will be primarily in gold mining companies in countries including South Africa, Australia, Canada, USA and other mining companies.

### Asset Allocation



Cash	1.28%
Australian Shares	11.67%
International Shares	87.05%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	58.05%	1 year	58.05%
30 June 2015	-15.61%	3 years pa	14.69%
30 June 2014	13.10%	5 years pa	-4.96%
30 June 2013	-33.64%	10 years pa	-1.90%
30 June 2012	-22.52%		

## BT Wholesale Balanced Returns Fund

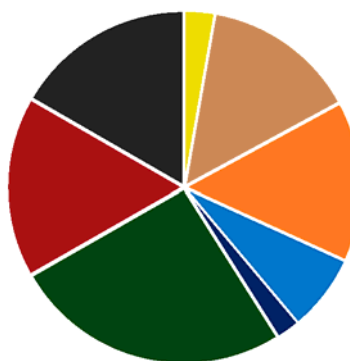
### Objective

The Fund aims to provide a return (before fees, costs and taxes) that exceeds the Fund's benchmark over the medium to long term.

### Strategy

The Fund is designed for investors who want the potential for long term capital growth and income, diversification across a broad range of asset classes and are prepared to accept some variability of returns. The Fund invests in Australian and international shares, Australian and international property securities, Australian and international fixed interest, cash and alternative investments. The Fund may also use derivatives. The Fund has a higher weighting towards growth assets than defensive assets.

### Asset Allocation



Cash	2.77%
Australian Fixed Interest	14.29%
International Fixed Interest	14.77%
Australian Property	7.08%
International Property	2.15%
Australian Shares	25.66%
International Shares	16.63%
Other	16.65%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	2.96%	1 year	2.96%
30 June 2015	10.61%	3 years pa	8.31%
30 June 2014	11.57%	5 years pa	7.82%
30 June 2013	13.73%	10 years pa	4.63%
30 June 2012	0.85%		

## BT Wholesale Conservative Outlook Fund

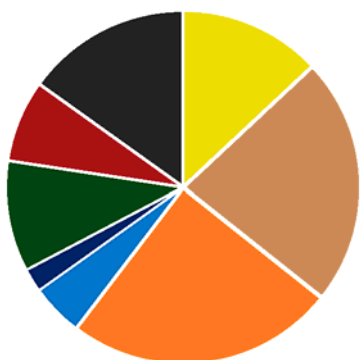
### Objective

The Fund aims to provide a return (before fees, costs and taxes) that exceeds the Fund's benchmark over the medium term.

### Strategy

The Fund is designed for investors who want the potential for long term capital growth and income, diversification across a broad range of asset classes and are prepared to accept some variability of returns. The Fund invests in Australian and international shares, Australian and international property securities, Australian and international fixed interest, cash and alternative investments. The Fund may also use derivatives. The Fund has a significant weighting towards defensive assets.

### Asset Allocation



Cash	13.00%
Australian Fixed Interest	22.71%
International Fixed Interest	24.63%
Australian Property	4.77%
International Property	2.15%
Australian Shares	10.14%
International Shares	7.51%
Other	15.09%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	4.88%	1 year	4.88%
30 June 2015	7.90%	3 years pa	6.93%
30 June 2014	8.03%	5 years pa	6.71%
30 June 2013	7.45%	10 years pa	5.06%
30 June 2012	5.32%		

## BT Wholesale Smaller Companies Fund

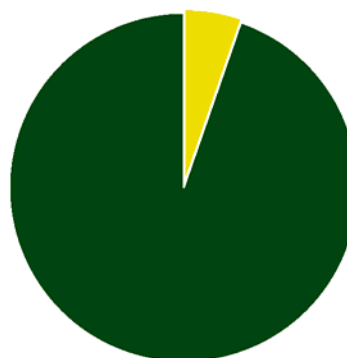
### Objective

The Fund aims to provide a return (before fees, costs and taxes) that exceeds the S&P/ASX Small Ordinaries Accumulation Index over the medium to long term.

### Strategy

This Fund is designed for investors who want the potential for long term capital growth and tax effective income, diversification across a broad range of smaller companies and industries and are prepared to accept higher variability of returns. The Fund invests primarily in companies outside the top 100 listed on the Securities Exchange. The Fund may also invest in equivalent companies listed on the New Zealand Stock Exchange, hold cash and may use derivatives.

### Asset Allocation



Cash	5.31%
Australian Shares	94.69%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	14.98%	1 year	14.98%
30 June 2015	5.95%	3 years pa	12.41%
30 June 2014	16.60%	5 years pa	9.80%
30 June 2013	17.84%	10 years pa	8.11%
30 June 2012	-4.64%		

## Colonial First State Wholesale Global Resources Fund

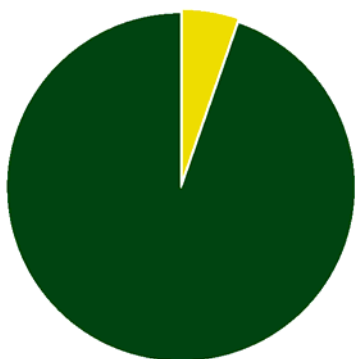
### Objective

To provide long-term capital growth by predominantly investing in resource companies from around the world. The option aims to outperform the Euromoney Global Mining Accumulation Index (75%) and the MSCI All Countries World Energy Index (25%) over rolling five-year periods before fees and taxes.

### Strategy

The option's strategy is to add value over the medium-to-long term by investing in quality global resource companies. Rather than attempting to predict commodity price movements, we choose to focus on quality resource companies around the world. These companies typically have strong balance sheets, quality management, high quality assets and a low cost of production. The option does not hedge currency risk.

### Asset Allocation



Source: Morningstar

Cash	2.25%
Australian Shares	21.16%
International Shares	76.59%

### Performance as at 30 June 2016

Annual Returns	Compound Annual Returns
30 June 2016	1 year
30 June 2015	3 years pa
30 June 2014	5 years pa
30 June 2013	10 years pa
30 June 2012	

## Commonwealth House Unit Trust B Class

### Objective

The objective of this direct property strategy is to provide moderate to high levels of regular income.

### Strategy

The investment strategy was to purchase the leasehold interest on two retail properties at Lots 1 & 23 Dyson Road within the Noarlunga Regional Centre, and to hold these for the long term. There are multiple subleases on the properties, which include a number of major national tenants. To maintain the value of the initial purchase price, the investment strategy was amended in December 2004 by the acquisition of an office property at Unit 3, 60 Hindmarsh Square, Adelaide using the cash flow from the leasehold interest. This office property was leased to a major bank until 31 January 2014 when they moved to their new premises. The property is currently vacant and being advertised for lease.

### Asset Allocation



Source: Morningstar

Unlisted Property	100%
-------------------	------

### Performance as at 30 June 2016

Annual Returns	Compound Annual Returns
30 June 2016	1 year
30 June 2015	3 years pa
30 June 2014	5 years pa
30 June 2013	10 years pa
30 June 2012	

## Commonwealth House Unit Trust D Class

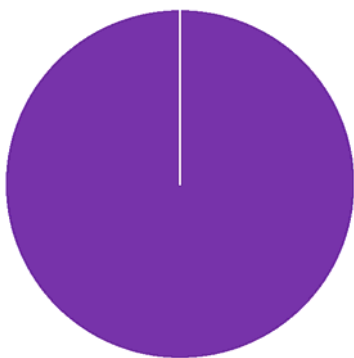
### Objective

The objective of this direct property strategy is to provide moderate to high levels of regular income with the opportunity for capital growth over the long term.

### Strategy

The investment strategy was to purchase an industrial property at 53A-55 Lavinia Street, Athol Park and to hold the property for the long term. The premises are currently tenanted by SA Management Solutions Pty Ltd, who have entered into a 4-year lease from 1 January 2016, with a 5-year right of renewal.

### Asset Allocation



Source: Morningstar



### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	27.05%	1 year	27.05%
30 June 2015	-6.88%	3 years pa	6.34%
30 June 2014	-1.14%	5 years pa	6.81%
30 June 2013	4.40%	10 years pa	13.17%
30 June 2012	10.64%		

## Commonwealth House Unit Trust E Class

### Objective

The objective of this direct property strategy is to provide moderate to high levels of regular income with the opportunity for capital growth over the long term.

### Strategy

The investment strategy was to purchase an office building at 176 Grenfell Street, Adelaide, which is leased to the South Australian Police, and to hold the property for the long term. The current lease expires on 28 February 2017 and has a further 5-year right of renewal.

### Asset Allocation



Source: Morningstar



### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	24.90%	1 year	24.90%
30 June 2015	12.64%	3 years pa	14.91%
30 June 2014	7.19%	5 years pa	12.14%
30 June 2013	8.24%	10 years pa	11.03%
30 June 2012	7.73%		

## Fidelity Australian Equities Fund

### Objective

To achieve a return (before fees, costs and taxes) that exceeds the S&P/ASX 200 Accumulation Index over a period of five to seven years.

### Strategy

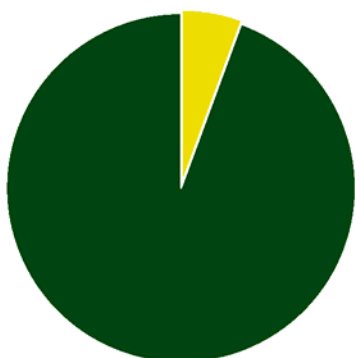
The Fund invests in a diversified selection of around 30 to 50 Australian companies.

Fidelity believes that markets are semi-efficient and share prices don't always reflect inherent value. Through in-house, bottom-up company research, Fidelity aims to uncover the opportunities that it believes offer the greatest scope for outperformance.

Based on this research approach, Fidelity seeks out stocks that it believes are undervalued and likely to generate growth.

The companies selected for the portfolio must demonstrate good management, strong competitive advantages and enjoy favourable industry dynamics.

### Asset Allocation



Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	3.61%	1 year	3.61%
30 June 2015	6.73%	3 years pa	9.93%
30 June 2014	20.13%	5 years pa	9.88%
30 June 2013	25.66%	10 years pa	7.45%
30 June 2012	-4.05%		

## Franklin Global Growth Fund

### Objective

The investment objective of the Fund is to outperform the MSCI World ex Australia Index, in Australian dollar terms after fees and expenses (but before taxes), over the medium to long term.

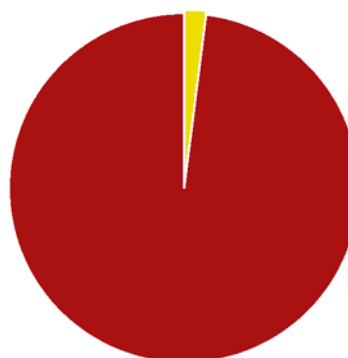
### Strategy

The fund invests in a diversified portfolio of equity securities listed on recognised stock markets in both developed and emerging markets around the world (other than Australia).

We employ a disciplined investment process which aims to build a portfolio of approximately 40 stocks that we believe can provide strong returns, while remaining cognizant of the importance of selecting a diversified group of stocks to help manage risk in the portfolio.

This approach seeks to identify high-quality growth companies with sustainable business models, attractive levels of free-cash flow and proven management teams focused on the creation of shareholder value.

### Asset Allocation



Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	2.34%	1 year	2.34%
30 June 2015	27.72%	3 years pa	15.55%
30 June 2014	18.04%	5 years pa	14.22%
30 June 2013	28.89%	10 years pa	9.39%
30 June 2012	-2.23%		

## Franklin Templeton Multisector Bond Fund

### Objective

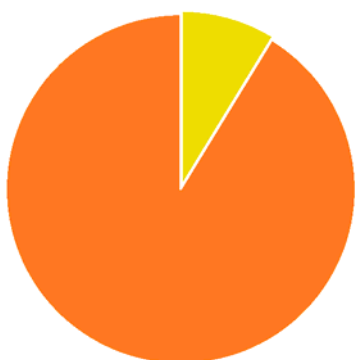
The investment objective of the Fund is to maximise total investment return consisting of a combination of interest income, capital appreciation and currency gains by investing in fixed income securities and debt obligations.

### Strategy

The Fund will seek to achieve its objective by investing primarily in a portfolio of fixed income securities and debt obligations of government, government-related and corporate issuers worldwide. The Fund may also invest in securities linked to the assets or currencies of any nation.

The flexible and opportunistic nature of the Fund's investment strategy allows the investment team to take advantage of different market environments.

### Asset Allocation



Cash	8.73%
International Fixed Interest	91.27%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	4.90%	1 year	-4.0%
30 June 2015	-0.31%	3 years pa	1.35%
30 June 2014	9.83%	5 years pa	4.54%
30 June 2013	16.28%	10 years pa	8.72%
30 June 2012	3.11%		

## Ironbark GTP Global Equity Agribusiness Fund

### Objective

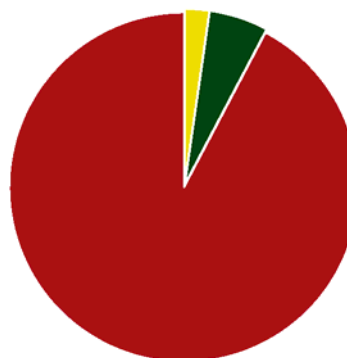
To provide investors with exposure to an actively managed portfolio of global agribusiness securities in sectors such as agrochemicals, biotechnology and food processing.

### Strategy

The Fund intends to invest in 70 to 140 global listed securities in all of the main global agribusiness sectors as well as exploiting additional opportunities by investing in promising companies along the whole value chain, such as: producers, biotechnology, agrochemicals, agro technology and agricultural commodities. The Fund will from time to time also have some exposure to cash investments.

The Fund may have exposure to derivatives for investment and currency management purposes. In particular, derivatives may be used by the Investment Manager for hedging to protect an asset in the Fund against market value fluctuations; to reduce volatility in the Fund; as a substitute for a physical security; or when adjusting asset exposures within the investment parameters of the Fund.

### Asset Allocation



Cash	-2.38%
Australian Shares	5.71%
International Shares	96.67%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-20.40%	1 year	-20.40%
30 June 2015	5.24%	3 years pa	-1.90%
30 June 2014	12.70%	5 years pa	-0.33%
30 June 2013	8.74%	10 years pa	2.07%
30 June 2012	-4.19%		

## Magellan Global Fund

### Objective

The primary objectives of the Fund are to achieve attractive risk-adjusted returns over the medium to long-term, while reducing the risk of permanent capital loss. The suggested timeframe for holding this investment is 7 to 10 years.

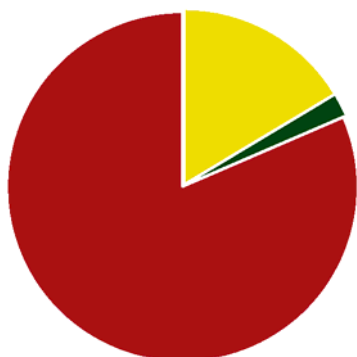
### Strategy

While Magellan is extremely focused on fundamental business value, it is not a typical 'value' investor. The Magellan Global Fund will invest in companies that have relatively high price-to-earnings and price-to-book multiples, provided that their businesses are outstanding and their shares are trading at an appropriate discount to their assessed intrinsic value. Equities that appear undervalued on the basis of a low price-to-earnings or price-to-book multiples will often prove to be poor investments if the underlying business is fundamentally weak and exhibits poor returns on capital.

Magellan focuses on risk-adjusted returns, rather than benchmark-relative returns. As a result, the Magellan Global Fund's investment process is designed to generate an unconstrained, concentrated portfolio of high-quality companies.

Magellan believes that an appropriately structured portfolio of 20 to 40 investments can provide sufficient diversification to ensure that investors are not overly correlated to any single company, industry-specific or macroeconomic risk.

### Asset Allocation



Cash	16.38%
Australian Shares	2.12%
International Shares	81.50%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-0.09%	1 year	-0.09%
30 June 2015	29.48%	3 years pa	13.07%
30 June 2014	11.75%	5 years pa	19.01%
30 June 2013	39.67%	Since start 29/6/07pa	10.57%
30 June 2012	18.25%		

## Nikko AM Australian Bond Fund

### Objective

The Fund aims to outperform the Bloomberg AusBond Composite 0 + YR Index over any three-year rolling period, before fees, expenses and taxes.

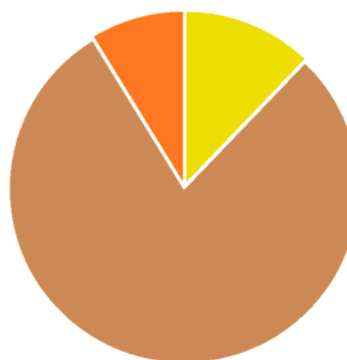
### Strategy

The fixed income team uses multiple strategies such as duration, curve positioning, sector rotation and credit, rather than one single strategy, allowing them to take advantage of opportunities in all parts of the fixed income market in all market conditions.

The funds characteristics are:

- Active, opportunistic & disciplined investment style
- Diversified across all Australian fixed income sectors
- Only invests in securities rated BBB- and above
- 'Top-down' value-adding process merged with 'bottom-up' quantitative portfolio construction and credit process
- Typically invests in 80-130 securities
- Modified duration of +/- 1.5 years

### Asset Allocation



Cash	12.12%
Australian Fixed Interest	79.15%
International Fixed Interest	8.73%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	6.53%	1 year	6.53%
30 June 2015	5.36%	3 years pa	6.10%
30 June 2014	6.40%	5 years pa	6.45%
30 June 2013	3.37%	10 years pa	6.55%
30 June 2012	10.73%		

## Nikko AM-Tyndall Australian Share Wholesale Portfolio

### Objective

The Fund aims to outperform the S&P/ASX 200 Accumulation Index by more than 2.5% p.a. over rolling five-year periods, before fees, expenses and tax.

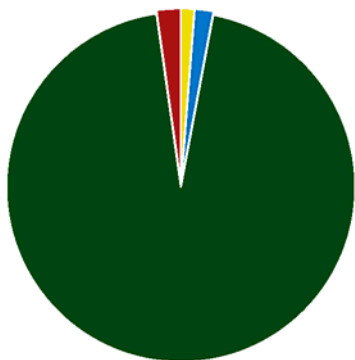
### Strategy

The Fund's primary performance/risk objective is to provide higher than benchmark returns over rolling five-year periods with reasonably controlled volatility for what is a concentrated product.

The Fund is a high conviction portfolio characterised by holding a relatively low number of stocks (20-35 stocks).

The Fund is managed using an active high conviction style with stock selection based on a ranking of expected return (i.e. Internal Rate of Return) determined by in-depth fundamental company research with a medium-term outlook.

### Asset Allocation



Cash	1.24%
Australian Property	1.73%
Australian Shares	94.79%
International Shares	2.24%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-1.54%	1 year	-1.54%
30 June 2015	7.97%	3 years pa	7.71%
30 June 2014	17.55%	5 years pa	7.48%
30 June 2013	24.56%	10 years pa	5.31%
30 June 2012	-7.84%		

## Perpetual Wholesale Australian Share Fund

### Objective

Aims to:

- provide long-term capital growth and regular income through investment in quality industrial and resource shares
- outperform the S&P/ASX 300 Accumulation Index (before fees and taxes) over rolling three-year periods.

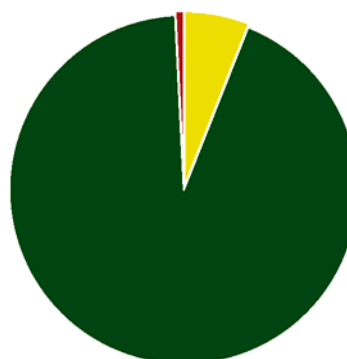
### Strategy

Perpetual researches companies of all sizes using consistent share selection criteria. Perpetual's priority is to select those companies that represent the best investment quality and are appropriately priced. In determining investment quality, investments are carefully selected on the basis of four key investment criteria:

- conservative debt levels
- sound management
- quality business and
- in the case of industrial shares, recurring earnings.

Derivatives may be used in the management of the Fund.

### Asset Allocation



Cash	6.01%
Australian Shares	93.19%
International Shares	0.80%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-0.16%	1 year	-0.16%
30 June 2015	2.39%	3 years pa	6.55%
30 June 2014	18.33%	5 years pa	8.01%
30 June 2013	26.73%	10 years pa	5.91%
30 June 2012	-4.10%		



## Perpetual Wholesale Balanced Growth Fund

### Objective

Aims to:

- provide long-term capital growth and regular income through investment in a diversified portfolio with an emphasis on Australian and international share investments
- outperform a composite benchmark reflecting its allocation to the various asset types over rolling three-year periods.

### Strategy

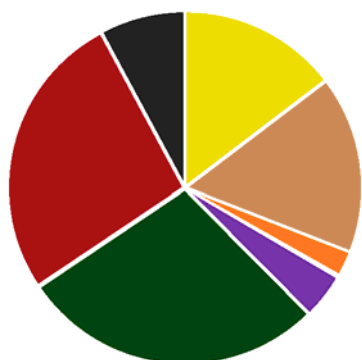
The Fund invests in a diverse mix of growth, defensive and other assets, with a focus on Australian and international shares.

Tactical asset allocation strategies may be applied, which involves the Fund adjusting its exposure to asset classes on a regular basis within the investment guidelines.

Currency hedges may be used from time to time.

Derivatives and exchange traded funds may be used in managing each asset class.

### Asset Allocation



Cash	14.62%
Australian Fixed Interest	16.31%
International Fixed Interest	2.27%
Australian Property	0.17%
International Property	0.10%
Unlisted Property	4.12%
Australian Shares	27.98%
International Shares	26.60%
Other	7.83%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	1.74%	1 year	1.74%
30 June 2015	7.05%	3 years pa	7.59%
30 June 2014	14.35%	5 years pa	8.94%
30 June 2013	20.78%	10 years pa	5.04%
30 June 2012	2.02%		

## Perpetual Wholesale Conservative Growth Fund

### Objective

Aims to:

- provide moderate growth over the medium term and income through investment in a diversified portfolio with an emphasis on cash, enhanced cash and fixed income securities
- outperform a composite benchmark reflecting its allocation to the various asset types over rolling three-year periods.

### Strategy

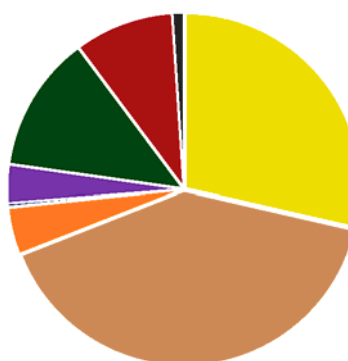
The Fund invests in a diverse mix of assets growth, defensive and other assets, with a focus on cash, enhanced cash and fixed income securities.

Tactical asset allocation strategies may be applied, which involves the Fund adjusting its exposure to asset classes on a regular basis within the investment guidelines.

Currency hedges may be used from time to time.

Derivatives and exchange traded funds may be used in managing each asset class.

### Asset Allocation



Cash	28.66%
Australian Fixed Interest	40.56%
International Fixed Interest	4.32%
Australian Property	0.10%
International Property	0.30%
Unlisted Property	3.50%
Australian Shares	12.62%
International Shares	9.14%
Other	1.07%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	3.15%	1 year	3.15%
30 June 2015	4.90%	3 years pa	5.55%
30 June 2014	8.67%	5 years pa	6.92%
30 June 2013	12.19%	10 years pa	5.81%
30 June 2012	5.90%		

## PIMCO EQT Wholesale Australian Bond Fund

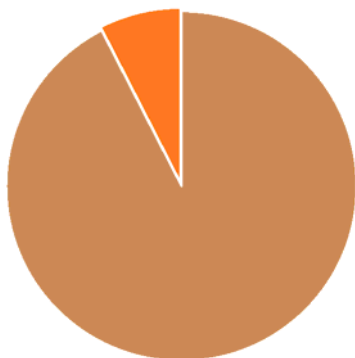
### Objective

To achieve maximum total return by investing in fixed interest securities predominantly denominated in Australian or New Zealand currencies and to seek to preserve capital through prudent investment management.

### Strategy

In pursuing the Fund investment objective, PIMCO applies a wide range of diverse strategies including Duration analysis, Credit Analysis, Relative Value analysis, Sector Allocation and Rotation and individual security selection. PIMCO's investment strategy emphasises active decision making with a long-term focus and seeks to avoid extreme swings in Duration or maturity with a view to creating a steady stream of returns.

### Asset Allocation



Australian Fixed Interest	108.87%
International Fixed Interest	-8.87%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	6.69%	1 year	6.69%
30 June 2015	5.59%	3 years pa	6.00%
30 June 2014	5.73%	5 years pa	6.67%
30 June 2013	3.22%	10 years pa	7.14%
30 June 2012	12.33%		

## PIMCO EQT Wholesale Diversified Fixed Interest Fund

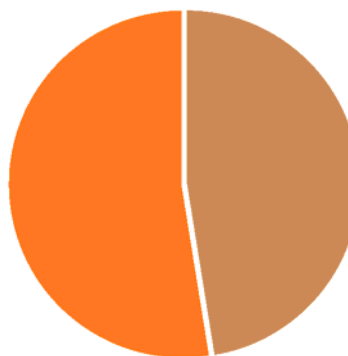
### Objective

To achieve maximum total return by investing in Australian and overseas bonds and to seek to preserve capital through prudent investment management.

### Strategy

In pursuing the Fund investment objective, PIMCO applies a wide range of diverse strategies including Duration analysis, Credit Analysis, Relative Value analysis, Sector Allocation and Rotation and individual security selection. PIMCO's investment strategy emphasises active decision making with a long-term focus and seeks to avoid extreme swings in Duration or maturity with a view to creating a steady stream of returns.

### Asset Allocation



Australian Fixed Interest	47.46%
International Fixed Interest	52.54%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	7.56%	1 year	7.56%
30 June 2015	5.54%	3 years pa	6.75%
30 June 2014	7.16%	5 years pa	7.10%
30 June 2013	4.12%	10 years pa	7.66%
30 June 2012	11.23%		

## PIMCO EQT Wholesale Global Bond Fund

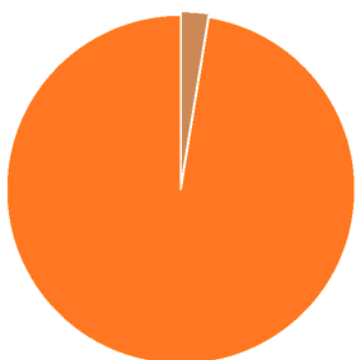
### Objective

To achieve maximum total return by investing in global fixed interest securities and to seek to preserve capital through prudent investment management.

### Strategy

In pursuing the Fund investment objective, PIMCO applies a wide range of diverse strategies including Duration analysis, Credit Analysis, Relative Value analysis, Sector Allocation and Rotation and individual security selection. PIMCO's investment strategy emphasises active decision making with a long-term focus and seeks to avoid extreme swings in Duration or maturity with a view to creating a steady stream of returns.

### Asset Allocation



Australian Fixed Interest	2.57%
International Fixed Interest	97.43%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	8.34%	1 year	8.34%
30 June 2015	5.90%	3 years pa	7.62%
30 June 2014	8.63%	5 years pa	7.62%
30 June 2013	5.17%	10 years pa	8.34%
30 June 2012	10.14%		

## Platinum Asia Fund

### Objective

To provide capital growth over the long-term through searching out undervalued listed (and unlisted) investments in the Asian region, excluding Japan.

### Strategy

The Fund primarily invests in listed securities of Asian companies. Asian companies may list their securities on securities exchanges other than those in Asia and the Fund may invest in those securities. The Fund may invest in companies not listed in Asia, but where their predominant business is conducted in Asia.

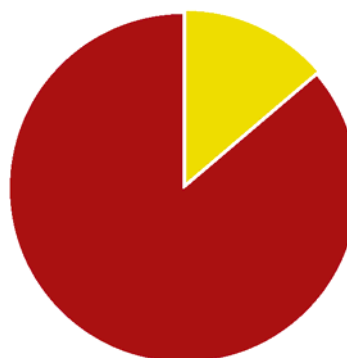
Platinum defines "Asia" as all countries that occupy the eastern part of the Eurasian landmass and its adjacent islands and is separated from Europe by the Ural Mountains, and includes the Russian Far East.

Investors in the Fund might expect the Portfolio to contain listed companies based in China, Hong Kong, Taiwan, Korea, Malaysia, Singapore, India, Thailand, Indonesia, Philippines, Sri Lanka, Pakistan and Vietnam.

The Portfolio will ideally consist of 75 to 150 securities that Platinum believes to be undervalued by the market. Cash may be held when undervalued securities cannot be found. Platinum may short sell securities that it considers overvalued.

The Portfolio will typically have 50% or more net equity exposure. The Portfolio is constructed in accordance with Platinum's 'Investment Strategy'.

### Asset Allocation



Cash	13.78%
International Shares	86.22%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-10.28%	1 year	-10.28%
30 June 2015	29.87%	3 years pa	11.02%
30 June 2014	17.43%	5 years pa	10.46%
30 June 2013	28.55%	10 years pa	8.79%
30 June 2012	-6.50%		

## Platinum European Fund

### Objective

To provide capital growth over the long-term through searching out undervalued listed (and unlisted) investments in the European region.

### Strategy

The Fund primarily invests in the listed securities of European companies. European companies may list their securities on exchanges other than those in Europe and the Fund may invest in those securities. The Fund may invest in companies not listed in Europe but where their predominant business is conducted in Europe.

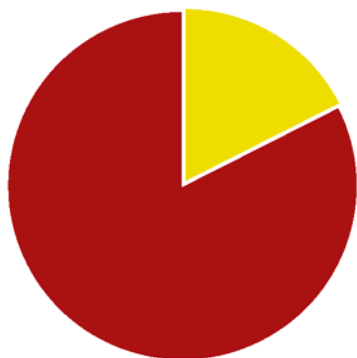
Platinum defines "Europe" as all countries from the UK to the Ural Mountains, a line which runs from the Arctic to the Caspian Sea and then to the Black Sea, and including the Russian Federation, Kazakhstan, Uzbekistan, Kyrgyzstan, Tajikistan, Turkmenistan, Azerbaijan, Armenia and Georgia.

The Portfolio will ideally consist of 30 to 70 securities that Platinum believes to be undervalued by the market. Cash may be held when undervalued securities cannot be found. Platinum may short sell securities that it considers to be overvalued.

The Portfolio will typically have 50% or more net equity exposure.

The Portfolio is constructed in accordance with Platinum's 'Investment Strategy'.

### Asset Allocation



Cash	22.38%
International Shares	77.62%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-6.51%	1 year	-6.51%
30 June 2015	15.49%	3 years pa	8.57%
30 June 2014	18.54%	5 years pa	10.37%
30 June 2013	31.31%	10 years pa	6.72%
30 June 2012	-2.56%		

## Platinum International Fund

### Objective

To provide capital growth over the long-term through searching out undervalued listed (and unlisted) investments around the world.

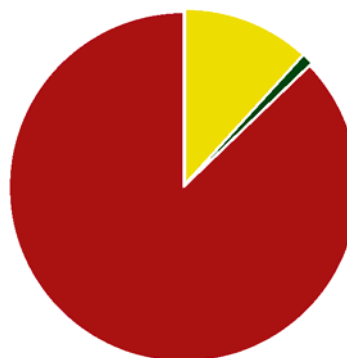
### Strategy

The Fund primarily invests in listed securities. The portfolio will ideally consist of 100 to 200 securities that Platinum believes to be undervalued by the market. Cash may be held when undervalued securities cannot be found. Platinum may short sell securities that it considers overvalued.

The Portfolio will typically have 50% or more net equity exposure.

The Portfolio is constructed in accordance with Platinum's 'Investment Strategy'.

### Asset Allocation



Cash	11.78%
Australian Shares	1.03%
International Shares	87.19%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-6.25%	1 year	-6.25%
30 June 2015	20.22%	3 years pa	9.77%
30 June 2014	17.35%	5 years pa	11.19%
30 June 2013	37.34%	10 years pa	6.38%
30 June 2012	-6.45%		

## Platinum International Technology Fund

### Objective

To provide capital growth over the long-term by taking advantage of the opportunities created by developments in information technology, telecommunications and electronics.

### Strategy

The Fund primarily invests in technology and telecom securities listed on securities markets around the world.

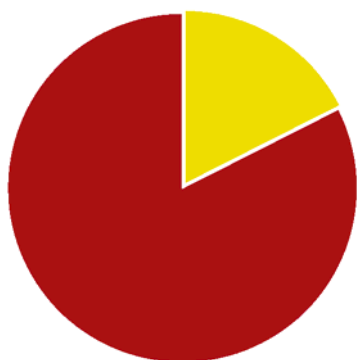
The Fund will also invest in providers of computing, networking and telecommunications equipment, software, semi-conductors and related capital equipment providers, IT services, as well as network operators, content providers and "Internet" based businesses.

The Portfolio will ideally consist of 40 to 100 securities that Platinum believes to be undervalued by the market. Cash may be held when undervalued securities cannot be found. Platinum may short sell securities that it considers overvalued.

The Portfolio will typically have 50% or more net equity exposure.

The Portfolio is constructed in accordance with Platinum's 'Investment Strategy'.

### Asset Allocation



Cash	17.53%
International Shares	82.47%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-5.44%	1 year	-5.44%
30 June 2015	20.38%	3 years pa	11.49%
30 June 2014	21.73%	5 years pa	11.50%
30 June 2013	26.48%	10 years pa	6.46%
30 June 2012	-1.66%		-5.44%

## Platinum Japan Fund

### Objective

To provide capital growth over the long-term through searching out undervalued listed (and unlisted) investments in the Japanese and Korean region.

### Strategy

The Fund primarily invests in the listed securities of Japanese and Korean companies. These companies may list their securities on exchanges other than those in Japan and Korea and the Fund may invest in them. The Fund may invest in companies not listed in Japan or Korea, but where their predominant business is conducted in Japan or Korea.

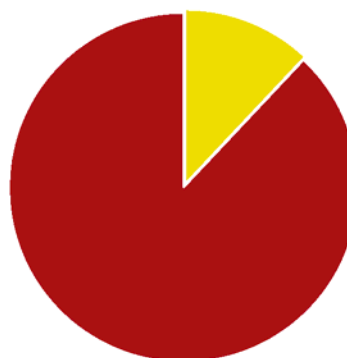
The Portfolio will ideally consist of 40 to 80 securities that Platinum believes to be undervalued by the market. Cash may be held when undervalued securities cannot be found. Platinum may short sell securities that it considers overvalued.

The Portfolio will typically have 50% or more net equity exposure.

The proportion of Korean securities in the Portfolio will be limited to a maximum of 25% of the value of the Portfolio, at the time of investment.

The Portfolio is constructed in accordance with Platinum's 'Investment Strategy'.

### Asset Allocation



Cash	12.00%
International Shares	88.00%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	-3.93%	1 year	-3.93%
30 June 2015	41.05%	3 years pa	15.76%
30 June 2014	14.49%	5 years pa	19.07%
30 June 2013	61.11%	10 years pa	7.34%
30 June 2012	-4.25%		

## Pooled Mortgage Managed Investment Scheme

### Objective

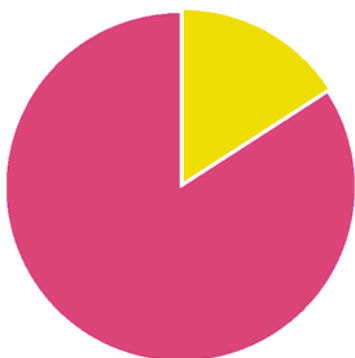
To provide regular income from a diversified range of first mortgage loans.

### Strategy

The investment strategy is a pooled arrangement where money is loaned to a number of third parties (the borrowers), usually at a fixed rate of interest over a fixed term, where the loans are secured by first mortgages registered with the relevant State Lands Title Office over a range of properties. Under the terms of the Constitution, no loan may exceed 75% of the value of the property securing the loan, as determined by an approved valuer. The majority of loans are for a 12 month period, but occasionally loans may be made for longer periods.

Where the Pooled Mortgage Managed Investment Scheme holds excessive amounts of cash, this may be invested in other first mortgage or fixed interest managed investment schemes which are registered with the Australian Securities & Investments Commission (ASIC) and approved by Tidswell Financial Services Ltd.

### Asset Allocation



Cash	15.87%
Mortgages	84.13%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	6.67%	1 year	6.67%
30 June 2015	6.72%	3 years pa	6.76%
30 June 2014	6.88%	5 years pa	7.30%
30 June 2013	7.71%	10 years pa	8.35%
30 June 2012	8.51%		

## Schroder Balanced Fund Wholesale Class

### Objective

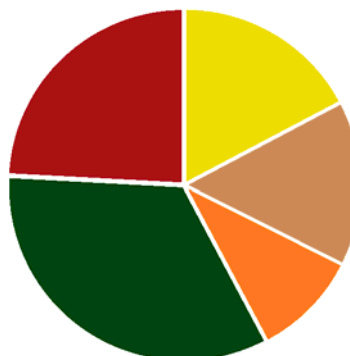
To deliver an investment return before fees of 5% p.a. above Australian inflation over the medium to long term. Inflation is defined as the RBA's Trimmed Mean, as published by the Australian Bureau of Statistics.

### Strategy

The Schroder Balanced Fund is an investment strategy which adopts a traditional multi-asset investment approach. The strategic asset allocation is formulated with Schroders' proprietary medium term asset class return projections and risk expectations. Investment allocations are adjusted for shorter term considerations to derive the most suitable tactical asset allocation to add value and manage risk. This is complemented further by active security selection within asset classes to generate excess return relative to the benchmark indices.

A multi-faceted risk management framework is incorporated in the decision making process to manage volatility and mitigate inherent downside risks within the Fund. The resulting portfolio is diversified across a broad array of assets and securities, with strong emphasis on delivering the objectives with an acceptable level of risk.

### Asset Allocation



Cash	17.25%
Australian Fixed Interest	15.16%
International Fixed Interest	9.84%
Australian Shares	33.60%
International Shares	24.15%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	0.33%	1 year	0.33%
30 June 2015	7.82%	3 years pa	6.94%
30 June 2014	13.05%	5 years pa	7.79%
30 June 2013	17.42%	10 years pa	6.31%
30 June 2012	1.35%		

## UBS Clarion Global Property Securities Fund

### Objective

The Fund aims to provide investors with a total return (after management costs) in excess of the Benchmark when measured over rolling three year periods.

Note: there is no guarantee that the objective will be achieved.

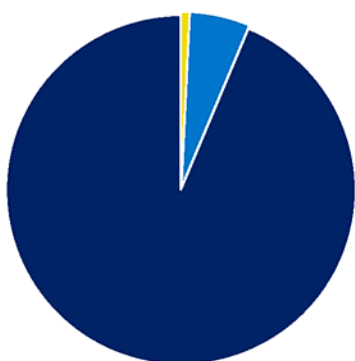
### Strategy

Eligible investments of the Fund comprise real estate securities listed, or in the process of being listed, on any recognised stock exchange in the developed or emerging markets, cash, derivatives and currency instruments.

The Fund seeks to provide investors with attractive returns over the long term through the construction of a diversified portfolio of publicly traded securities in real estate companies/trusts. As an active manager, the Portfolio Manager seeks to outperform its benchmark by taking meaningful positions at the company or trust level, having regard to property type and geography, and by seeking to identify the best opportunities to add value.

The strategy places an emphasis on analysing countries and property sectors experiencing the strongest fundamentals. The Portfolio Manager invests in companies run by quality management teams, who it considers are likely to maintain conservative balance sheets and deliver above average cash flow yield and earnings growth.

### Asset Allocation



Cash	0.76%
Australian Property	5.56%
International Property	93.68%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	14.09%	1 year	14.09%
30 June 2015	9.87%	3 years pa	13.29%
30 June 2014	15.99%	5 years pa	12.18%
30 June 2013	15.91%	10 years pa	N/A
30 June 2012	5.41%		

## Vanguard® Australian Government Bond Index Fund

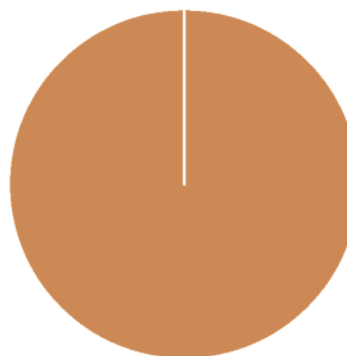
### Objective

The fund seeks to track the return (income and capital appreciation) of the Bloomberg AusBond Govt 0+ Yr Index before fund fees and expenses.

### Strategy

The fund offers a true to label fixed interest strategy that preserves the diversification and risk characteristics of the asset class by investing in a broad range of high grade securities. The fund has been developed to provide investors with the reliability which Government and semi-Government bonds offer. The fund aims to hold all of the securities in the index (at most times) allowing for individual security weightings to vary marginally from the index from time to time. The fund may invest in Government or semi-Government bonds that have been or are expected to be included in the index.

### Asset Allocation



Australian Fixed Interest	100%
---------------------------	------

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	7.38%	1 year	7.38%
30 June 2015	5.60%	3 years pa	6.21%
30 June 2014	5.65%	5 years pa	6.60%
30 June 2013	1.42%	10 years pa	N/A
30 June 2012	13.31%		

## Vanguard® Australian Property Securities Index Fund

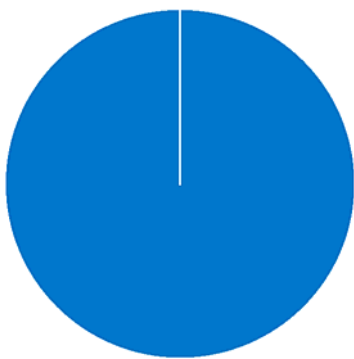
### Objective

The fund seeks to track the return (income and capital appreciation) of the S&P/ASX 300 A-REIT Index, before taking into account fund fees and expenses.

### Strategy

The fund is managed to closely track the risk characteristics of the index, while minimising transaction costs and effectively managing index changes. The fund will hold all of the property securities in the index (at most times), allowing for individual security weightings to vary marginally from the index from time to time.

### Asset Allocation



Australian Property 100.0%

Source: Morningstar

### Performance as at 30 June 2016

Annual Returns		Compound Annual Returns	
30 June 2016	24.45%	1 year	24.45%
30 June 2015	19.97%	3 years pa	18.31%
30 June 2014	10.93%	5 years pa	17.80%
30 June 2013	23.77%	10 years pa	2.99%
30 June 2012	10.67%		



## POOLED MORTGAGE MANAGED INVESTMENT SCHEME

### Loan Portfolio Summary as at 30 June 2016

Mortgage Number	Date Mortgage Settled	Loan Amount	Interest Rate Range	Mortgage Security Type	Geographic Region of Security	Loan-to-Valuation Ratio Range	Interest Debt
68	10/02/2017	\$212,000.00	10 - 11.99%	Rural	Adelaide Hills	40 - 59.99%	
232	17/11/2006	\$3,950,000.00	12 - 13.99%	Residential	Eyre & Western SA	60 - 74.99%	\$584,500.00
246	14/02/2007	\$178,000.00	12 - 13.99%	Commercial	Fleurieu and Kangaroo Island	60 - 74.99%	\$11,155.75
255	13/04/2007	\$908,000.00	10 - 11.99%	Residential	Murray & Mallee	20 - 39.99%	
263	30/05/2007	\$881,500.00	10 - 11.99%	Residential	Metropolitan Adelaide	75 - 100%	
297	2/05/2008	\$150,000.00	10 - 11.99%	Residential	Eyre & Western SA	40 - 59.99%	
355	10/06/2011	\$20,000.00	12 - 13.99%	Residential	Yorke & Mid North SA	20 - 39.99%	
358	18/12/2009	\$245,000.00	10 - 11.99%	Residential	Barossa	40 - 59.99%	\$4,083.34
385	15/10/2010	\$140,000.00	8 - 9.99%	Residential	Adelaide Hills	60 - 74.99%	
397	10/05/2011	\$1,990,000.00	10 - 11.99%	Residential	Adelaide Hills	40 - 59.99%	
400	7/10/2011	\$818,400.00	10 - 11.99%	Residential	Metropolitan Adelaide	20 - 39.99%	\$85,932.00
417	20/07/2012	\$33,000.00	12 - 13.99%	Commercial	Far North	20 - 39.99%	
426	11/12/2012	\$960,000.00	10 - 11.99%	Residential	Fleurieu and Kangaroo Island	60 - 74.99%	
441	5/09/2013	\$750,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	40 - 59.99%	
450	28/01/2014	\$1,462,500.00	0 - 7.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
451	28/01/2014	4,398,750.00	0 - 7.99%	Residential	Metropolitan Adelaide	75 - 100%	\$51,138.82
454	18/03/2014	\$948,500.00	10 - 11.99%	Residential	Metropolitan Adelaide	20 - 39.99%	\$25,561.36
455	4/04/2014	\$360,000.00	8 - 9.99%	Commercial	Metropolitan Adelaide	40 - 59.99%	
469	23/09/2014	\$715,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	\$53,625.00
474	21/11/2014	\$686,779.34	10 - 11.99%	Construction & Development	Metropolitan Sydney	0 - 19.99%	
478	16/12/2014	\$1,587,612.00	10 - 11.99%	Construction & Development	Metropolitan Sydney	20 - 39.99%	
484	10/06/2016	\$396,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	0 - 19.99%	
488	21/04/2015	\$1,330,000.00	0 - 7.99%	Mtge Scheme - Direct	Metropolitan Sydney	60 - 74.99%	
492	2/09/2015	\$1,920,000.00	8 - 9.99%	Construction & Development	Metropolitan Adelaide	60 - 74.99%	
493	17/09/2015	\$2,500,000.00	8 - 9.99%	Mtge Scheme - Direct	Metropolitan Melbourne	40 - 59.99%	
494	25/09/2015	\$520,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
495	28/09/2015	\$1,537,178.86	10 - 11.99%	Construction & Development	Metropolitan Sydney	60 - 74.99%	
497	22/10/2015	\$2,105,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
498	9/11/2015	\$2,441,776.39	10 - 11.99%	Construction & Development	Metropolitan Sydney	20 - 39.99%	
499	12/11/2015	\$1,582,541.40	10 - 11.99%	Construction & Development	Metropolitan Sydney	20 - 39.99%	
500	10/09/2015	\$200,000.00	10 - 11.99%	Residential	Metropolitan Adelaide	20 - 39.99%	\$1,750.00
501	22/12/2015	\$910,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
503	8/02/2016	\$1,250,000.00	8 - 9.99%	Commercial	Metropolitan Adelaide	60 - 74.99%	
504	8/02/2016	\$300,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
505	5/02/2016	\$1,116,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
506	25/02/2016	\$467,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	20 - 39.99%	
507	8/03/2016	\$350,000.00	8 - 9.99%	Construction & Development	Metropolitan Adelaide	20 - 39.99%	
508	17/03/2016	\$410,000.00	8 - 9.99%	Construction & Development	Metropolitan Adelaide	40 - 59.99%	
509	18/03/2016	\$1,057,000.00	8 - 9.99%	Construction & Development	Metropolitan Adelaide	20 - 39.99%	
510	11/03/2016	\$3,500,000.00	8 - 9.99%	Mtge Scheme - Direct	Metropolitan Melbourne	40 - 59.99%	
511	24/03/2016	\$149,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
512	24/03/2016	\$2,562,099.50	10 - 11.99%	Construction & Development	Metropolitan Sydney	20 - 39.99%	
513	20/04/2016	\$373,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
514	5/06/2016	\$170,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
515	17/05/2016	\$184,315.00	10 - 11.99%	Construction & Development	Metropolitan Brisbane	0 - 19.99%	
516	30/05/2016	\$900,000.00	10 - 11.99%	Construction & Development	Metropolitan Brisbane	0 - 19.99%	
517	3/06/2016	\$1,143,500.00	8 - 9.99%	Residential	Metropolitan Adelaide	40 - 59.99%	
518	17/06/2016	\$220,000.00	8 - 9.99%	Construction & Development	Metropolitan Adelaide	20 - 39.99%	
519	24/06/2016	\$627,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
520	24/06/2016	\$859,500.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
521	29/06/2016	\$1,620,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
522	30/06/2016	\$1,030,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	60 - 74.99%	
523	30/06/2016	\$400,000.00	8 - 9.99%	Residential	Metropolitan Adelaide	40 - 59.99%	
<b>Total Mortgages</b>		<b>\$55,525,952.49</b>					
Cash and cash equivalent		\$10,477,761.53					
<b>Total Portfolio Balance</b>		<b>\$66,003,714.02</b>					<b>\$817,746.27</b>

Mortgage Security Type	Total Number per Mortgage Security Type	% According to Number	Total \$ per Mortgage Security Type	% According to Mortgage Value
Residential	32	60.38%	\$30,723,650.00	55.33%
Commercial	4	7.55%	\$1,821,000.00	3.28%
Industrial	0	0.00%	\$0.00	0.00%
Rural	1	1.89%	\$212,000.00	0.38%
Construction & Development	13	24.53%	\$15,439,302.49	27.81%
Land Division	0	0.00%	\$0.00	0.00%
Mtge Scheme - Direct	3	5.66%	\$7,330,000.00	13.20%
Mtge Scheme - Pool	0	0.00%	\$0.00	0.00%
<b>Total</b>	<b>53</b>	<b>100.00%</b>	<b>\$55,525,952.49</b>	<b>100.00%</b>

Geographic Region of Security	Total Number per Region of Security	% According to Number	Total \$ per Region of Security	% According to Mortgage Value
Adelaide Hills	3	5.66%	\$2,342,000.00	4.22%
Barossa	1	1.89%	\$245,000.00	0.44%
Eyre & Western SA	2	3.77%	\$4,100,000.00	7.38%
Far North	1	1.89%	\$33,000.00	0.06%
Fleurieu and Kangaroo Island	2	3.77%	\$1,138,000.00	2.05%
Limestone Coast	0	0.00%	\$0.00	0.00%
Metropolitan Adelaide	31	58.49%	\$27,927,650.00	50.30%
Metropolitan Brisbane	2	3.77%	\$1,084,315.00	1.95%
Metropolitan Melbourne	2	3.77%	\$6,000,000.00	10.81%
Metropolitan Sydney	7	13.21%	\$11,727,987.49	21.12%
Murray & Mallee	1	1.89%	\$908,000.00	1.64%
Yorke & Mid North SA	1	1.89%	\$20,000.00	0.04%
Interstate	0	0.00%	\$0.00	0.00%
<b>Total</b>	<b>53</b>	<b>100.00%</b>	<b>\$5,525,952.49</b>	<b>100.00%</b>

Maturity Profile of Loans	Total Number per Maturity Profile	% According to Number	Total \$ per Maturity Profile	% According to Mortgage Value
Maturing In 1 year or less	53	100.00%	\$55,525,952.49	100.00%
Maturing In 1-2 years	0	0.00%	\$0.00	0.00%
<b>Total</b>	<b>53</b>	<b>100.00%</b>	<b>\$55,525,952.49</b>	<b>100.00%</b>

Loan-to-Valuation Ratio Range	Total Number per Loan-to-Valuation Ratio Range	% According to Number	Total \$ per Loan-to-Valuation Ratio Range	% According to Mortgage Value
0 - 19.99%	4	7.55%	\$2,167,094.34	3.90%
20 - 39.99%	14	26.42%	\$13,195,929.29	23.77%
40 - 59.99%	11	20.75%	\$11,660,500.00	21.00%
60 - 74.99%	22	41.51%	\$23,222,178.86	41.82%
75 - 100%	2	3.77%	\$5,280,250.00	9.51%
<b>Total</b>	<b>53</b>	<b>100.00%</b>	<b>\$55,525,952.49</b>	<b>100.00%</b>

Interest Rate Range	Total Number per Interest Rate Range	% According to Number	Total \$ per Interest Rate Range	% According to Mortgage Value
0 - 7.99%	3	5.66%	\$7,191,250.00	12.95%
8 - 9.99%	28	52.83%	\$25,358,000.00	45.67%
10 - 11.99%	18	33.96%	\$18,795,702.49	33.85%
12 - 13.99%	4	7.55%	\$4,181,000.00	7.53%
14 - 15.99%	0	0.00%	\$0.00	0.00%
<b>Total</b>	<b>53</b>	<b>100.00%</b>	<b>\$55,525,952.49</b>	<b>100.00%</b>

Top 10 Borrowers	Loan Amount	Loan % compared to Scheme Portfolio	Existing Loans with Funds yet to be Drawn	Mortgage Number	Expected Settlement Date
451	\$4,398,750.00	6.66%	\$602,220.66	474	As required
232	\$3,950,000.00	5.98%	\$433,888.00	478	As required
510	\$3,500,000.00	5.30%	\$51,821.14	495	As required
512	\$2,562,099.50	3.88%	\$670,723.61	498	As required
493	\$2,500,000.00	3.79%	\$659,958.60	499	As required
498	\$2,441,776.39	3.70%	\$53,000.00	506	As required
497	\$2,105,000.00	3.19%	\$150,000.00	507	As required
397	\$1,990,000.00	3.01%	\$100,000.00	508	As required
492	\$1,920,000.00	2.91%	\$1,000,000.00	509	As required
521	\$1,620,000.00	2.45%	\$570,900.50	512	As required
<b>Total</b>	<b>\$26,987,625.89</b>		<b>\$9,929,697.51</b>		

The earning rate of the Pooled Mortgage Managed Investment Scheme (PMMIS) for the year ended 30 June 2016 was 6.67%.

At 30 June 2016, loan numbers 232, 246, 358, 400, 451, 454, 469 and 500 were in arrears. At the time of writing some of the interest on loans 246, 358, 451 and 454 had been received and in our opinion, the remaining outstanding interest debt (as disclosed) will be recovered.

## COMMONWEALTH HOUSE UNIT TRUST B CLASS

### Lots 1 & 23 Dyson Road, Noarlunga Unit 3, 60 Hindmarsh Square, Adelaide

#### Financial Information Summary as at 30 June 2016

For the 12 months to 30 June 2016, the Commonwealth House Unit Trust B Class returned negative 0.32%, which was comprised of 3.17% income distribution and an unrealised capital loss of 3.49%. Lots 1 and 23, Dyson Road, Noarlunga were valued at 30 June 2016 for \$1,925,000. This is a decrease of \$465,000 from last year's value of \$2,390,000. Unit 3, 60 Hindmarsh Square, Adelaide was valued at 30 June 2016 for \$2,400,000. This is an increase of \$325,000 from last year's value of \$2,075,000.

The premises at Unit 3, 60 Hindmarsh Square have remained untenanted since Bendigo & Adelaide Bank Ltd vacated the premises on 31 January 2014. Enquiries have increased in recent months; however, we have not leased the premises at the present time.

We estimate that the income return for the year ending 30 June 2017 will be 2.79% unless Unit 3, 60 Hindmarsh Square is leased.

<b>Assets:</b>	
Cash at Bank	\$32,596.69
Accounts Receivable	\$26,939.82
Prepaid Expenses	\$11,857.57
Leasehold Interest	\$1,925,000.00
Land & Buildings (incl. Capital Expenditure)	\$2,400,000.00
Lease Asset	\$205,970.12
<b>Total Assets</b>	<b>\$4,602,364.20</b>
<b>Liabilities:</b>	
Accounts Payable	\$422,740.05
Provision for Capital Expenditure	\$2,715.30
<b>Total Liabilities</b>	<b>\$425,455.35</b>
<b>Income:</b>	
Rent Received	\$1,126,263.45
Interest	\$942.57
Outgoings Recoveries	\$57,484.38
Tenant Expenses Incurred Recovery	\$3,255.00
<b>Total Income</b>	<b>\$1,187,945.40</b>
<b>Expenditure:</b>	
Administration Expenses	\$26,292.00
Air Conditioning	\$18,652.00
Cleaning Expenses (Public Toilets & Graffiti Removal)	\$26,469.00
Electricity	\$12,956.99
Fire Services	\$2,988.52
General Expenses (Legal/Audit/Custodian/Security/Valuations)	\$25,960.68
Insurance	\$16,010.67
Land Lease Fees	\$483,532.60
Lease Incentives	\$51,872.38
Leasing Expense	\$42,427.24
Legal Fees	\$11,425.33
Property Management Fees	\$31,689.67
Rates & Taxes	\$148,063.26
Repairs & Maintenance	\$21,773.65
Strata Levy (including Sinking Fund Contribution)	\$60,409.80
<b>Total Expenditure</b>	<b>\$980,523.79</b>
<b>Total Income – Total Expenditure</b>	<b>\$207,421.61</b>
<b>Total Distributed</b>	<b>\$130,400.00</b>

## COMMONWEALTH HOUSE UNIT TRUST C CLASS

15-17 Waldaree Street, Gepps Cross

### Profit and Loss Statement July 2015 – June 2016

This property was sold during the financial year, and the Commonwealth House Unit Trust C Class was operationally wound up on 2 March 2016 with statutory wind up yet to be completed.

<b>Revenue:</b>	
Bank of SA	\$7,292.13
Profit on sale of property	\$130,410.47
<b>Total Revenue</b>	<b>\$137,702.60</b>
<b>Expenses:</b>	
Audit Fees	\$862.65
Bank Fees	\$0.48
Grounds Maintenance	\$329.09
General Expenses	\$8.14
Insurance	\$1,929.89
Custodian Fees	\$202.42
Administration Expense - Other	\$720.84
Council Rates	\$7,990.07
E & W.S.	\$2,310.90
Land Tax	\$3,845.43
Emergency Services Levy	\$3,451.69
Repairs & Maintenance	\$3,960.00
<b>Total Expenses</b>	<b>\$25,611.60</b>
<b>Operating Profit</b>	<b>\$112,091.00</b>
Other Income	0.00
Other Expenses	0.00
<b>Net Profit/(Loss)</b>	<b>\$112,091.00</b>

## COMMONWEALTH HOUSE UNIT TRUST D CLASS

55 Lavinia Street, Athol Park

### Financial Information Summary as at 30 June 2016

For the 12 months to 30 June 2016, the Commonwealth House Unit Trust D Class returned 27.05%, which was comprised of 4.87% income distribution and an unrealised capital gain of 22.18%. The property was valued at 30 June 2016 for \$1,450,000. This is an increase of \$220,000 from last year's value of \$1,230,000.

The premises are currently tenanted by SA Management Solutions Pty Ltd, who have entered into a 4-year lease from 1 January 2016, with a 5-year right of renewal.

We expect the income return for the financial year ending 30 June 2017 to be 6.77%.

<b>Assets:</b>	
Cash at Bank	\$14,992.13
Accounts Receivable	\$47,117.06
Prepaid Expenses	\$2,549.95
Land & Buildings (incl. Capital Expenditure)	\$1,450,000.00
<b>Total Assets</b>	<b>\$1,514,659.14</b>
<b>Liabilities:</b>	
Accounts Payable	\$10,118.59
<b>Total Liabilities</b>	<b>\$10,118.59</b>
<b>Income:</b>	
Rent Received	\$137,985.58
Bank Interest	\$331.51
Outgoings Recoveries	\$27,854.19
Tenant Expenses Incurred Recovery	\$37,617.89
<b>Total Income</b>	<b>\$203,789.17</b>
<b>Expenditure:</b>	
Administration Expenses	\$7,636.44
General Expenses (Audit/Custodian/Valuations)	\$5,632.00
Insurance	\$3,545.78
Leasing Expense	\$24,242.37
Legal Fees	\$3,028.25
Property Management Fees	\$5,708.64
Rates & Taxes	\$24,568.33
Repairs & Maintenance	\$16,346.00
<b>Total Expenditure</b>	<b>\$90,707.81</b>
<b>Total Income – Total Expenditure</b>	<b>\$113,081.36</b>
<b>Total Distributed</b>	<b>\$60,000.00</b>

## COMMONWEALTH HOUSE UNIT TRUST E CLASS

176 Grenfell Street, Adelaide

### Financial Information Summary as at 30 June 2016

For the 12 months to 30 June 2016, the Commonwealth House Unit Trust E Class returned 24.90%, which was comprised of 9.30% income distribution and an unrealised capital gain of 15.60%. The property was valued at 30 June 2016 for \$9,500,000. This is an increase of \$1,300,000 from last year's value of \$8,200,000.

The lease for the tenant, South Australian Police, expires on 28 February 2017, and they have a 5-year right of renewal.

We expect the income return for the financial year ending 30 June 2017 to be 5.78%. This reduction is due to capital expenditure of approximately \$200,000 for lighting and lift upgrades.

<b>Assets:</b>	
Cash at Bank	\$144,805.16
Accounts Receivable	\$43,179.77
Prepaid Expenses	\$11,259.43
Pooled Mortgage Managed Investment Scheme	\$400,000.00
Land & Buildings (incl. Capital Expenditure)	\$9,500,000.00
<b>Total Assets</b>	<b>\$10,099,244.36</b>
<b>Liabilities:</b>	
Accounts Payable	\$152,693.33
<b>Total Liabilities</b>	<b>\$152,693.33</b>
<b>Income:</b>	
Rent Received	\$1,060,123.47
Bank Interest	\$4,548.66
Pooled Mortgage MIS Interest	\$24,687.27
Electricity Recovered	\$127,928.30
Outgoings Recovery	\$3,480.85
<b>Total Income</b>	<b>\$1,220,768.55</b>
<b>Expenditure:</b>	
Administration Expenses	\$53,354.64
Air Conditioning	\$6,069.00
Electricity	\$105,735.07
Fire Services	\$692.53
General Expenses (Audit/Custodian/Valuation/Rent Reviews)	\$19,664.44
Insurance	\$15,453.17
Lift Maintenance	\$5,812.16
Property Management Fees	\$13,372.93
Rates & Taxes	\$149,763.40
Repairs & Maintenance	\$8,365.69
<b>Total Expenditure</b>	<b>\$378,283.03</b>
<b>Total Income – Total Expenditure</b>	<b>\$842,485.52</b>
<b>Total Distributed</b>	<b>\$800,000.00</b>

## DIRECT SHARES

### Compound Returns as at 30 June 2016

Company Name	ASX Code	1 Year	3 Years	5 Years	10 Years
AGL Energy Ltd	AGL	30.11%	16.60%	11.71%	4.93%
AMP Ltd	AMP	-7.89%	13.34%	6.95%	-0.72%
APA Group	APA	17.17%	21.89%	22.98%	12.36%
Argo Ord	ARG	-1.49%	7.01 %	7.36%	4.66%
ASX Ltd	ASX	21.64%	17.45 %	14.35%	8.20%
Atrium Coal NL	ATU	-57.47%	-7.52%	N/A	N/A
Australia and New Zealand Banking Group Ltd	ANZ	-17.33%	3.50%	10.28%	5.39%
Australian Foundation InvesCo Ord	AFI	-2.02%	6.14%	7.16%	5.67%
AWE Ltd	AWE	-31.40%	-12.52%	-6.70%	-10.81%
BHP Billiton Ltd	BHP	-25.29%	-6.25%	-7.84%	2.04%
Brambles Ltd	BXB	19.89%	16.14%	16.28%	4.75%
Carnegie Wave Energy Ltd	CWE	-33.33%	0.00%	-16.96%	-0.64%
Century Australia Investment Ord	CYA	-5.02%	4.23%	2.18%	2.20%
CIMIC Group Ltd	CIM	70.67%	37.56%	14.99%	11.40%
Citigold Corp Ltd	CTO	-61.11%	-31.73 %	-28.32%	-26.87%
Commonwealth Bank of Australia	CBA	-5.08%	10.06%	14.30%	10.51%
CSL Ltd	CSL	32.12%	23.78 %	29.02%	21.00%
Dexus Property Group	DXS	29.67%	16.89%	15.35%	3.95%
Energy Resources of Australia Ltd A	ERA	-10.26%	-33.59%	-33.61%	-16.45%
ETFS Physical Gold ETC	GOLD	15.96%	10.41%	4.33%	7.44%
ETFS Physical Silver ETC	ETPMAG	20.12%	5.65%	-5.96%	N/A
Flinders Mines Ltd	FMS	62.50%	-2.78%	-25.99%	3.56%
Focus Minerals Ltd	FML	40.63%	-13.69%	-33.65%	-13.86%
Geodynamics Ltd	GDY	-36.11%	-35.57%	-35.44%	-29.23%
Insurance Australia Group Ltd	IAG	7.65%	9.32%	17.48%	5.38%
iShares Global Healthcare (AU)	IXJ	-1.14%	20.69%	22.52%	N/A
iShares MSCI Taiwan (AU)	ITW	-6.54%	10.73%	8.67%	N/A
KGL Resources Ltd	KGL	57.15%	-5.12%	-25.40%	-17.76%
Kingsgate Consolidated Ltd	KCN	-41.01%	-30.17%	-39.64%	-13.50%
Kogi Iron Ltd	KFE	-69.09%	-41.22%	-45.22%	-39.15%
Macquarie Bank Ltd Stpl Secs Of Debt & Pfd Sh 1999-No Fix	MBLHB	-9.78%	-3.82%	-3.48%	N/A
Magellan Global Equities	MGE	-0.07%	N/A	N/A	N/A
Medibank Private Ltd	MPL	54.09%	N/A	N/A	N/A
Mincor Resources NL	MCR	-47.37 %	-4.79%	-10.20%	2.05%
National Australia Bank Ltd	NAB	-12.08%	6.21%	9.81%	4.25%
National Australia Bank Ltd Stpl Secs Of Nt & Pfd Shs 1999-No Fix	NABHA	-9.75%	-2.68%	-4.14%	N/A
Navigator Resources Ltd	NAV	-98.90%	-77.76%	-75.16%	-57.71%
Newcrest Mining Ltd	NCM	76.65%	32.58%	-8.88%	2.20%
Origin Energy Ltd	ORG	-42.05%	-14.21%	-9.92%	5.19%
Oz Minerals Ltd	OZL	46.98%	14.47%	-12.48%	-10.76%
Paladin Energy Ltd	PDN	-24.49%	-38.18%	-39.35%	-25.84%
QBE Insurance Group Ltd	QBE	-20.57%	-7.76%	-5.02%	-0.18%
Ramsay Health Care Ltd	RHC	19.24%	28.23%	33.54%	23.57%
Red 5 Ltd	RED	-22.92%	-50.76%	-42.23%	-22.11%
Resolute Mining Ltd	RSG	321.31%	28.90%	2.85%	-1.28%
Rio Tinto Ltd	RIO	-7.46%	2.53%	-6.08%	3.33%
Santos Ltd	STO	-28.17%	-19.43%	-11.36%	-0.96%
Sealink Travel Group Ltd CDR	SLK	91.84%	N/A	N/A	N/A
Sonic Healthcare Ltd	SHL	4.80%	17.48%	14.56%	7.32%
Spark Infrastructure Group	SKI	32.40%	17.48%	18.04%	11.68%
SPDR® MSCI Australia Sel Hi Div Yld ETF	SYI	-6.63%	3.37%	7.17%	N/A
SPDR® S&P/ASX 200 ETF	STW	0.29%	7.30%	7.04%	4.54%
Stockland Corp Ltd	SGP	20.85%	16.02%	10.95%	0.61%
Tap Oil Ltd	TAP	-69.00%	-38.08%	-33.06%	-24.52%
Telstra Corp Ltd	TLS	-2.23%	12.76%	21.46%	10.11%
Top End Minerals Ltd	TND	-10.00%	12.65%	-12.27%	N/A
Tyranna Resources Ltd	TYX	106.25%	-23.94%	-43.83%	N/A

<b>Company Name</b>	<b>ASX Code</b>	<b>1 Year</b>	<b>3 Years</b>	<b>5 Years</b>	<b>10 Years</b>
Vanguard Australian Shares High Yld ETF	VHY	-6.60%	4.43%	8.48%	N/A
Wesfarmers Ltd	WES	10.14%	6.60%	10.57%	6.22%
Westpac Banking Corp	WBC	0.48%	9.32%	13.92%	8.41%
Whitefield Ord	WHF	0.31%	9.42%	11.42%	3.30%
Woodside Petroleum Ltd	WPL	-15.25%	1.22%	-0.26%	1.12%
Woolworths Ltd	WOW	-16.37%	-6.90%	1.84%	6.33%
WorleyParsons Ltd	WOR	-28.72%	-22.10%	-16.39%	-2.07%

Source: Morningstar



## STATEMENT OF FINANCIAL POSITION

For the year ended 30 June 2016

	30 June 2016 (\$)	30 June 2015 (\$)
<b>Investments</b>		
Shares in Listed Corporations	7,181,231	12,692,540
Investments in Managed Funds	41,278,739	40,377,323
Real Estate	1,550,000	1,550,000
In-House Loans	67,000	80,000
<b>Total Investments</b>	<b>50,076,970</b>	<b>54,699,863</b>
<b>Other Assets</b>		
Cash and Cash Equivalents	7,226,914	5,840,557
Distributions Receivable	402,572	583,050
Accounts Receivable	87,447	112,165
Outstanding Investment Settlements	-	198,000
Outstanding Redemption Settlements	67,013	7,347
Income Tax Receivable	-	60,922
Deferred Tax Assets	190,646	219,701
<b>Total Other Assets</b>	<b>7,974,592</b>	<b>7,021,742</b>
Less		
<b>Liabilities</b>		
Other Payables	22,218	7,820
Current Tax Liabilities	67,763	-
Deferred Tax Liabilities	200,543	219,701
<b>Total Liabilities</b>	<b>290,524</b>	<b>227,521</b>
<b>Net Assets Available to Pay Benefits</b>	<b>57,761,038</b>	<b>61,494,084</b>
Represented by:		
<b>Liability for Accrued Benefits</b>		
Allocated to Participants' Accounts	57,535,296	61,190,476
Not Yet Allocated		
Reserve Account	225,742	303,608
	<b>57,761,038</b>	<b>61,494,084</b>

This is the abridged financial information for the Plan from the audited accounts dated 27 September 2016. A full copy of the accounts and auditor's report is available at [www.tidswell.com.au](http://www.tidswell.com.au).

## OPERATING STATEMENT

For the year ended 30 June 2016

	30 June 2016 (\$)	30 June 2015 (\$)
<b>Investment Revenue</b>		
Interest	144,575	229,757
Dividends	245,814	448,141
Rent Received	148,516	131,858
Trust Distributions	3,092,330	2,609,118
Movement in Net Market Value of Investments	2,003,068	62,521
<b>Total Investment Revenue</b>	<b>5,634,303</b>	<b>3,481,395</b>
<b>Contributions</b>		
Employers	733,811	703,811
Members	1,605,182	1,825,926
Transfers from other Plans	5,358,260	1,981,311
<b>Total Contributions</b>	<b>7,697,253</b>	<b>4,511,048</b>
<b>Other Revenue</b>		
Insurance Claims	-	-
Sundry Income	5	808
<b>Total Other Revenue</b>	<b>5</b>	<b>808</b>
<b>Total Income</b>	<b>13,331,561</b>	<b>7,993,251</b>
Less		
<b>General Administration Expenses</b>		
Trustee's Remuneration and Fees	746,343	777,704
Other Administration Expenses	70,691	201
Participants' Direct Expenses	156,634	167,463
<b>Total General Administration Expenses</b>	<b>973,668</b>	<b>945,368</b>
<b>Benefits Accrued as a result of Operations before Income Tax</b>	<b>12,357,893</b>	<b>7,047,883</b>
Income Tax Expense (Benefit)	63,943	(8,827)
<b>Benefits Accrued as a result of Operations</b>	<b>12,293,950</b>	<b>7,056,710</b>
Net allocation from / (to) Reserves	77,866	(32,715)
<b>Movements in Accrued Benefits for the year</b>	<b>12,371,816</b>	<b>7,023,995</b>

This is the abridged financial information for the Plan from the audited accounts dated 27 September 2016. A full copy of the accounts and auditor's report is available at [www.tidswell.com.au](http://www.tidswell.com.au).

**This page has been left blank intentionally**

**Contact details**

Tidswell Financial  
50 Hindmarsh Square  
ADELAIDE SA 5000

**T** (08) 8223 1676  
**F** (08) 8232 1675  
**E** [mail@tidswell.com.au](mailto:mail@tidswell.com.au)

[www.tidswell.com.au](http://www.tidswell.com.au)

**TIDS** *well*  
FINANCIAL