

Pooled Superannuation Trust

Annual Report 2014

Colonial First State Investments Limited
ABN 98 002 348 352
AFS Licence 232468
RSE Licence L0002196



Dear Investor

Your Annual Report

We are pleased to present the Annual Report for the financial year ended 30 June 2014.

Colonial First State Pooled Superannuation Trust ('the Trust'), RSE Registration R1056167, incorporating the investment products known as the Colonial First State Pooled Superannuation Trust.

This Annual Report is the final component of the reporting information for the 2013–14 financial year.

If you have any questions about the Annual Report please call us on **13 13 36** Monday to Friday, 8am to 7pm, AEST.

Yours sincerely,



Linda Elkins
Executive General Manager
Colonial First State



Investments in Colonial First State Pooled Superannuation Trust are offered from the Colonial First State FirstChoice Superannuation Trust ABN 26 458 298 557 ('FirstChoice' or 'the fund'), by Colonial First State Investments Limited ABN 98 002 348 352 AFS Licence 232468 ('the trustee' or 'Colonial First State'). The information contained in this annual report is general advice and information only and does not take into account your individual objectives, financial situation or needs. You should read this information carefully and assess whether the information is appropriate for you and consider talking to a financial adviser before making an investment decision. For further information about these products refer to the product disclosure statement available at colonialfirststate.com.au or by calling us on 13 13 36.

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**The Trustee, Colonial First State Investments Limited,
can be contacted as follows:**

Postal Address: 11 Harbour Street Sydney NSW 2000

Phone Number: 13 13 36 (for all investor enquiries)

Fax Number: (02) 9303 3200

These accounts were prepared on 30 November 2014.

Investment options

Pooled Superannuation Trust

Australian Share Option

Objective

To provide long-term capital growth by investing in a broad selection of Australian companies.

Strategy

Colonial First State's 'GDP Plus' approach is based on the belief that, over the medium-to-long term, share prices are driven by growth in a company's earnings, despite the existence of sentiment which can lead to short-term price volatility. The strategy of the option is therefore to invest in quality companies, with strong balance sheets, whose earnings are expected to grow at a greater rate than the Australian economy as a whole. The option predominantly invests in Australian companies and therefore does not hedge currency risk.

Underlying manager

Colonial First State Global Asset Management

Conservative Option

Objective

To provide a regular return while maintaining and potentially increasing the value of your capital over the medium term.

Strategy

The broad asset allocation is to be 30% invested in growth assets (shares and property) and 70% in defensive assets (fixed interest and cash). Allocations are reviewed regularly although changes are infrequent, and a reallocation would only be considered in response to a fundamental change in long-term expectations or market demand. We seek to add value through a disciplined approach to selection of the shares and other assets held in the option. For risk management purposes, the option indexes part of its global share exposure and may partially hedge currency risk.

Underlying manager

Colonial First State Global Asset Management

Diversified Option

Objective

To provide medium-to-long-term capital growth, together with some regular return, by investing in cash, fixed interest, property and shares.

Strategy

The broad asset allocation is to be 70% invested in growth assets (shares and property) and 30% in defensive assets fixed interest and cash). Allocations are reviewed regularly although changes are infrequent, and a reallocation would only be considered in response to a fundamental change in long-term expectations or market demand. We seek to add value through a disciplined approach to selection of the shares and other assets held in the option. For risk management purposes, the option indexes part of its global share exposure and may partially hedge currency risk.

Underlying manager

Colonial First State Global Asset Management

Property Securities Option

Objective

To provide medium-to-long-term capital growth, together with some regular return, by investing in cash, fixed interest, property and shares.

Strategy

The option's strategy is to add value by evaluating each underlying property and selecting trusts/companies for anticipated outperformance against other trusts/companies in the sector. The option predominantly invests in Australian listed property investments and therefore does not hedge currency risk.

Underlying manager

Colonial First State Global Asset Management

Asset allocation as at 30 June 2014 (%) Pooled Superannuation Trust

Australian Share Option	Pooled Superannuation Trust	
	2013	2014
Australian shares	97.80	98.17
International shares	0.00	0.00
Property	0.00	0.00
Fixed interest	0.00	0.00
International fixed interest	0.00	0.00
Cash	2.20	1.83

Conservative Option	Pooled Superannuation Trust	
	2013	2014
Australian shares	14.82	14.75
International shares	10.03	9.16
Property	5.01	5.20
Fixed interest	27.39	31.77
International fixed interest	12.89	8.72
Cash	29.86	30.40

Diversified Option	Pooled Superannuation Trust	
	2013	2014
Australian shares	30.22	29.58
International shares	34.47	32.98
Property	4.86	5.12
Fixed interest	15.78	18.48
International fixed interest	9.40	6.90
Cash	5.27	6.94

Property Securities Option	Pooled Superannuation Trust	
	2013	2014
Australian shares	0.00	0.00
International shares	0.00	0.00
Property	97.90	96.01
Fixed interest	0.00	0.00
International fixed interest	0.00	0.00
Cash	2.10	3.99

Performance and returns as at 30 June 2014 (%)

Pooled Superannuation Trust

Investment options	Annual effective rate of net earnings ¹					5 year compound average rate of return	Since inception
	2014	2013	2012	2011	2010		
Australian Share PST	18.64	26.12	-7.52	11.22	14.51	12.00	10.86
Conservative PST	7.27	9.21	1.18	5.57	8.24	6.26	5.91
Diversified PST	13.60	17.54	-0.89	6.90	11.23	9.49	6.95
Property Securities PST	6.85	20.15	7.68	4.59	14.56	10.62	4.81

1. The annual effective rate of net earnings is calculated on an exit price to exit price basis, net of taxes payable and after ongoing fees and expenses, but excluding entry fees and individual taxes.

All Unitholders of the Trust share in the increase or decrease in the value of the net asset pool relevant to their investment option.
Past performance is no indication of future performance.

Information on fees and charges

Application fees and exit fees

There are no application fees or exit fees payable upon entering or leaving the Trust.

Investment transaction costs

The entry and exit unit prices reflect an adjustment to net tangible assets (NTA) to allow for transaction costs (such as stamp duty and brokerage) as follows:

Colonial First State Pooled Superannuation Trust	Transaction Costs on Entry/Exit July 2013 to 30 June 2014		Transaction Costs on Entry/Exit 1 July 2012 to 30 June 2013	
	Entry	Exit	Entry	Exit
PST Conservative Option	0.10	0.10	0.10	0.10
PST Diversified Option	0.20	0.20	0.20	0.20
PST Australian Share Option	0.20	0.20	0.20	0.20
PST Property Securities Option	0.20	0.20	0.20	0.20

Ongoing fees and expenses

Trustee fees

Colonial First State Investments Limited is entitled to receive a fee based on the gross assets of each investment option. The fee is payable at the end of each month. The amount of this fee is shown in the table below.

Ongoing operating expenses

The Trust Deed allows for the ongoing operating expenses (such as registry, audit, taxation advice, expenses prospectus, accounts, stationery and postage) to be paid directly from each investment option. However, until further notice the Trustee will pay such amounts. No limit is placed on the amount of the ongoing expenses that can be paid from each investment option.

Other costs

Transaction costs (bank charges and account transaction charges) are paid out of the options. Some of these costs are recouped by making an adjustment to the NTA for applications and withdrawals.

Abnormal costs (such as costs of investor meetings, changes to the Trust Deed and defending legal proceedings, and special valuations of assets) are payable from the Trust. These costs are relatively unusual, fairly infrequent costs and tend to be relatively insignificant over time.

Information on fees and charges

Trustee fees

The Trustee fees are paid out of the Trust and are expressed as a percentage of the gross assets of each investment option at the following rates:

Colonial First State Pooled Superannuation Trust	Trustee fees 1 July 2013 to 30 June 2014 % pa
PST Conservative Option	0.75%
PST Diversified Option	0.95%
PST Australian Share Option	0.95%
PST Property Securities Option	0.80%

The trust deed allows a maximum trustee fee of 2.00% per annum.

Where monies are invested into other schemes managed by the Trustee, the Trustee's fee is calculated after taking into account management fees charged in the underlying schemes.

As a consequence, the amount shown as Trustee fees in the Statement of Financial Performance reflects only the amount of fees charged directly to the Trust.

Likely developments and expected results of operations

The Trust will continue to pursue its current investment policy in accordance with the objectives as set out in the Product Disclosure Statement.

At the time of preparing this report the Trustee is not aware of any likely developments which would impact upon the future operations of the Trust.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 30 June 2014 that has significantly affected, or may significantly affect:

- (i) the operations of the Trust in future financial years, or
- (ii) the results of those operations in future financial years, or
- (iii) the state of affairs of the Trust in future financial years.

Other important information

The Colonial First State Pooled Superannuation Trust is subject to a maximum 15% earnings tax rate on net investment income and capital gains. The Trust may benefit from tax concessions arising from dividend imputation credits, foreign tax credits, tax-free capital gains due and other taxfree components. The benefit of these credits is passed on to unitholders.

Each investment option in the Trust invests 100% of its assets into an equivalent wholesale trust. The only exception to this would be investments in cash that is held from time-to time.

Amounts for fees, expenses or charges have been deducted from a common fund for the period 1 July 2013 to 30 June 2014. These deductions are borne indirectly by the holders of the product and may affect the return to the holders. Further information about the deductions can be obtained by contacting us on 13 13 36.

Guarantee under RSE Licence

The Trustee has the benefit of a guarantee of \$5 million from Commonwealth Bank of Australia (CBA) (ABN 48 123 123 124) in respect of the performance of its duties as an RSE Licensee.

CBA is the ultimate holding company of the Trustee. The guarantee is available for inspection by contacting the Company Secretary of the Trustee. CBA and its subsidiaries do not guarantee the performance of or the repayment of capital by Colonial First State Pooled Superannuation Trust. With the exception of FirstRate, investments in Colonial First State Pooled Superannuation Trust are not deposits or other liabilities of CBA or its subsidiaries, and the investment-type products are subject to investment risk, including loss of income and capital invested.

Taxation matters

Taxation considerations are general and based on present taxation laws and may be subject to change. You should seek independent, professional tax advice before making any decision based on this information.

Colonial First State is also not a registered tax (financial) adviser under the Tax Agent Services Act 2009 and you should seek tax advice from a registered tax agent or a registered tax (financial) adviser if you intend to rely on this information to satisfy the liabilities or obligations or claim entitlements that arise, or could arise, under a taxation law.

Other important information

Further information you may request to receive

Unitholders may also request the following additional information from the Trustee at any time, free of charge:

- please refer to our website to download a Product Disclosure Statement at www.colonialfirststate.com.au
- full audited financial statements of the Trust
- additional financial information for each investment option including Statement of Financial Performance, Statement of Financial Position and Statement of Cash Flows
- a copy of the most recent Product Disclosure Statement covering the relevant investment strategies and options, contribution levels and insurance cover of the Trust
- audited financial statements of Colonial First State Investments Limited
- the Trust Deed governing the Colonial First State Pooled Superannuation Trust
- information published on any of the underlying schemes that the investment options invest in, and
- performance reports for each of the investment options comprising the Colonial First State Pooled Superannuation Trust, which are updated quarterly.

Investments with a market value of over 5% of the Trust

Pooled Superannuation Trust ('the Trust')

Investments ¹	Market value (\$'000)
Colonial First State Wholesale Conservative Fund	7,608
Colonial First State Wholesale Diversified Fund	9,632
Colonial First State Wholesale Australian Share Fund	112,504
Colonial First State Wholesale Property Securities Fund	7,575

1. More than one option of the Trust invests into each of these investments.

Abridged financial report

The financial report of the Colonial First State Pooled Superannuation Trust (the Trust) has been audited by PriceWaterhouseCoopers, and in their opinion, present fairly in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia, the financial position of the Fund as at 30 June 2014 and the results of its operations for the year ended 30 June 2014.

Set out below is an abridged version of the accounts for the Fund for the year to 30 June 2014 along with comparatives for the year to 30 June 2013. For a better understanding of the financial report and auditor's report, the abridged financial information should be read in conjunction with the annual financial report for the year ended 30 June 2014.

	2014		2013	
	\$'000	\$'000	\$'000	\$'000
Income				
Interest income	8		13	
Distribution income	7,680		4,699	
Changes in fair value of financial assets held for trading	15,020		26,776	
Other income	–	22,708	7	31,495
Expenses				
Trustee fees	(44)		(53)	
Other expenses	–	(44)	(1)	(54)
NET (LOSS)/PROFIT ATTRIBUTABLE TO UNITHOLDERS BEFORE TAX		22,664		31,441
Income tax benefit/(expense)		567		345
Change in Net Assets Attributable to Unitholders from Operations After Tax		23,231		31,786

The net assets at 30 June 2014 and 30 June 2013 were made up as follows:

	2014		2013	
	\$'000	\$'000	\$'000	\$'000
Assets				
Cash and cash equivalents	622		403	
Financial assets held for trading:				
– unlisted related managed investment schemes	137,320		144,708	
Trade and other receivables:				
– application monies	69		–	
– interest	1		–	
– others	1		1	
Deferred tax assets	1,573		1,656	
Provision for income tax	648		861	
Total Assets		140,234		147,629
Liabilities				
Trade and other payables:				
– redemption payables	(316)		–	
– fees payable to Trustee	(4)		(4)	
Total Liabilities excluding Net Assets Attributable to Unitholders		(320)		(4)
Net Assets Attributable to Unitholders		139,914		147,625

Enquiries

Investor Services: 13 13 36
Website: colonialfirststate.com.au
Email: contactus@colonialfirststate.com.au

