

**2015**

# **ANNUAL REPORT**

## **Pooled Superannuation Trust**

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

**Colonial**  
**First State**



Dear Investor

**Your Annual Report**

We are pleased to present the Annual Report for the financial year ended 30 June 2015.

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 2014–15 financial year.

If you have any questions about the Annual Financial Report please call Investor Services on 13 13 36 Monday to Friday, 8am to 7pm, Sydney time.

Yours sincerely,

A handwritten signature in black ink, appearing to be 'L Elkins', written in a cursive style.

Linda Elkins  
Executive General Manager

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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 2015.

# 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 2015 (%) Pooled Superannuation Trust

<b>Australian Share Option</b>	Pooled Superannuation Trust	
	2014	2015
Australian shares	98.17	96.93
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	1.83	3.07

<b>Conservative Option</b>	Pooled Superannuation Trust	
	2014	2015
Australian shares	14.75	14.38
International shares	9.16	9.53
Property	5.20	5.00
Fixed interest	31.77	29.93
International fixed interest	8.72	10.18
Cash	30.40	30.98

<b>Property Securities Option</b>	Pooled Superannuation Trust	
	2014	2015
Australian shares	0.00	0.00
International shares	0.00	0.00
Property	96.01	97.85
Fixed interest	0.00	0.00
International fixed interest	0.00	0.00
Cash	3.99	2.15

<b>Diversified Option</b>	Pooled Superannuation Trust	
	2014	2015
Australian shares	29.58	29.71
International shares	32.98	33.02
Property	5.12	5.03
Fixed interest	18.48	18.46
International fixed interest	6.90	7.41
Cash	6.94	6.37

## Performance and returns as at 30 June 2015 (%)

### Pooled Superannuation Trust

Investment options	Annual effective rate of net earnings <sup>1</sup>					5 year compound average rate of return	Since inception
	2015	2014	2013	2012	2011		
Australian Share <sup>2</sup>	7.44	18.64	26.12	-7.52	11.22	10.58	10.68
Conservative <sup>2</sup>	4.93	7.27	9.21	1.18	5.57	5.60	5.86
Diversified <sup>2</sup>	8.24	13.60	17.54	-0.89	6.90	8.90	7.02
Property Securities <sup>2</sup>	13.71	6.85	20.15	7.68	4.59	10.45	5.28

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.

2 Closed to new applications.

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 2014 to 30 June 2015		Transaction Costs on Entry/Exit 1 July 2013 to 30 June 2014	
	Entry	Exit	Entry	Exit
Conservative Option	0.10	0.10	0.10	0.10
Diversified Option	0.20	0.20	0.20	0.20
Australian Share Option	0.20	0.20	0.20	0.20
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.

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 2014 to 30 June 2015 % pa
Conservative Option	0.75%
Diversified Option	0.95%
Australian Share Option	0.95%
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.

### 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

### **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 2015 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 2014 to 30 June 2015. 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. 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

Investors may also request the following additional information from Colonial First State by calling Investor Services on 13 13 36:

- full audited financial statements of the Trust
- a copy of the most recent Product Disclosure Statement covering the relevant investment strategies and options 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 <sup>1</sup>	Market value (\$'000)
Colonial First State Wholesale Diversified Fund	8,456
Colonial First State Wholesale Australian Share Fund	103,540
Colonial First State Wholesale Property Securities Fund	7,352

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 Trust as at 30 June 2015 and the results of its operations for the year ended 30 June 2015. Set out below is an abridged version of the accounts for the Trust for the year to 30 June 2015 along with comparatives for the year to 30 June 2014. The abridged financial report is unaudited and only the annual financial report has been audited. 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 2015.

	2015		2014	
	\$'000	\$'000	\$'000	\$'000
<b>Income</b>				
Interest income	10		8	
Distribution income	16,548		7,680	
Changes in fair value of financial assets held for trading	(5,882)	10,676	15,020	22,708
<b>Expenses</b>				
Trustee fees	(38)	(38)	(43)	(43)
Net Comprehensive Income for the Year before Tax		10,638		22,665
Income tax benefit		535		566
<b>Net Comprehensive Income for the Year after Tax</b>		<b>11,173</b>		<b>23,231</b>

The net assets at 30 June 2015 and 30 June 2014 were made up as follows:

	2015		2014	
	\$'000	\$'000	\$'000	\$'000
<b>Assets</b>				
Cash and cash equivalents	343		622	
Financial assets held for trading:				
– unlisted related managed investment schemes	125,042		137,319	
Trade and other receivables:				
– application monies	62		69	
– interest	1		1	
– others	1		1	
Income tax receivable	672		648	
Deferred tax assets	1,436		1,573	
<b>Total Assets</b>		<b>127,557</b>		<b>140,233</b>
<b>Liabilities</b>				
Trade and other payables:				
– redemptions payable	(13)		(316)	
– fees payable to trustee	(4)		(4)	
<b>Total Liabilities excluding Net Assets Attributable to Unitholders</b>		<b>(17)</b>		<b>(320)</b>
<b>Net Assets Attributable to Unitholders</b>		<b>127,540</b>		<b>139,913</b>

## Enquiries

Investor Services: **13 13 36**

Website: [colonialfirststate.com.au](https://colonialfirststate.com.au)

Email: [contactus@colonialfirststate.com.au](mailto:contactus@colonialfirststate.com.au)



Investments in Colonial First State Pooled Superannuation Trust are offered from the Colonial First State Pooled Superannuation Trust ABN 51 982 884 624 ('the Trust'), 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](https://colonialfirststate.com.au) or by calling us on 13 13 36.

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