

GROW WRAP SUPER AND PENSION SERVICE PRODUCT UPDATE

Issued: 1 July 2023

This Product Update is to be read in conjunction with the Grow Wrap Super and Pension Service (Service) Product Disclosure Statement (PDS) dated 1 July 2022 and any other disclosure documents issued by OnePath Custodians Pty Limited (Trustee) in connection with the Service.

Update to estimate for the Administration Expense Recovery for the year ended 30 June 2024

The Trustee may be reimbursed from the Retirement Portfolio Service (the Fund) for certain expenses incurred in the administration of the Fund. A recent review of the expected expenses for the 12 months to 30 June 2024 has resulted in an increase of the estimated range disclosed for the Administrative Expense Recovery to be 0.00% to 0.02% p.a.

Changes to super thresholds and rates from 1 July 2023

The following super thresholds and rates apply from 1 July 2023 due to indexation or other legislative measures:

	New (1 July 2023)	Previous	Description
Minimum annual pension payments	Standard annual pension payment amounts	50% reduction of annual pension payment amounts	Minimum amounts to be paid in a financial year for relevant super pension accounts.
Lump-sum withdrawal (low-rate cap)	\$235,000	\$230,000	Cap applicable to lump-sum super withdrawals before tax is attributable for individuals under age 60.
Co-contribution income threshold	\$58,445	\$57,016	Higher income threshold for eligible government super co-contributions above which you will not receive any entitlement. (Subject to general transfer balance cap.)
Non-concessional contributions cap	\$110,000 or up to \$330,000 if you apply the 'bring-forward' option	\$110,000 or up to \$330,000 if you apply the 'bring-forward' option	Annual cap on the amount of non-concessional contributions that can be paid into the superannuation system
Concessional contributions cap	\$27,500	\$27,500	Annual cap on the amount of concessional contributions that can be paid into the superannuation system
General transfer balance cap	\$1.9 million	\$1.7 million	Limit an individual can transfer super to tax-exempt retirement pension environment.
Total superannuation balance	\$1.9 million	\$1.7 million	Combined cap of relevant super balances after which non-concessional contributions and other super measures aren't eligible.
Capital Gains Tax (CGT) cap	\$1.705 million	\$1.65 million	Lifetime cap for the proceeds of certain small business asset sales contributed to super.

The 'bring-forward' cap depends on your total super balance as at 30 June of the previous financial year, as shown in the table below:

Total super balance at 30 June 2023	Maximum 'bring-forward' cap for first year	Bring-forward' period
Less than \$1.68 million	\$330,000	3 years
\$1.68 million to less than \$1.79 million	\$220,000	2 years
\$1.79 million to less than \$1.9 million	\$110,000	No 'bring-forward', annual non-concessional contributions cap applies
\$1.9 million or more	Nil	Not applicable

Any questions?

If you have any questions, please:

- call Customer Services on **1800 095 825**
- email service@wrapinvest.com.au