

Netwealth Managed Account Service Product Disclosure Updates

Update to the Netwealth Managed Account PDS dated 17 October 2019

24 September 2020 – Investment preferences in the Core option in Wealth Accelerator and Super Accelerator
9 January 2020 – Reduction in fee rate for International Securities

24 September 2020 – Investment preferences in the Core option in Wealth Accelerator and Super Accelerator
Effective from 24 September 2020, clients using the Core option in Wealth Accelerator and Super Accelerator can nominate additional investment preferences such as substitute, don't hold and lock.

Substitute	Where you do not wish to have a particular investment in your managed account, you may instruct us not to buy that investment and to substitute a different investment (that we agree to hold) instead.
Don't hold	Where you do not wish to have a particular investment in your managed account, you may instruct us not to buy that investment and to spread the amount that would otherwise be allocated to the investment across the other investments included in each model which has an allocation to the don't hold investment.
Lock	You may instruct us to retain a holding in a particular investment in your managed account and to not trade (buy or sell) any of that investment during a rebalance.

9 January 2020 – Reduction in fee rate for International Securities

Effective from 9 January 2020, we have changed the way the Management costs – international securities fee is calculated and introduced a tiered fee structure as set out below. This tiered structure will result in a reduction in the amount of the fee for investors who hold over \$1m in international securities in their managed account.

This fee only applies if international securities is held as an underlying investment within your managed account.

Previous Fee

An international securities fee of 0.15% p.a. of the value of international securities held in your managed account.

The international securities fee is calculated daily and deducted monthly in arrears from your managed account cash account (based on the Australian dollar value of the securities).

New Fee

The international securities fee is a tiered fee based on a percentage or percentages of the value of international securities held within your managed account. This fee is calculated as follows:

Value of international securities	% applicable
\$0 to \$1,000,000	0.150% p.a.
\$1,000,000 to \$2,000,000	0.125% p.a.
\$2,000,000 to \$3,000,000	0.100% p.a.
Balance over \$3,000,000	0.050% p.a.

The international securities fee is calculated daily and deducted monthly in arrears from your managed account cash account.

The amount of this fee may be negotiated.

The '% applicable' shown applies to the value of international securities held within your managed account, based on the Australian dollar value of the securities. For example, if we hold \$2 million worth of international securities for you, the annual fee is 0.150% of the first \$2 million plus 0.125% of the next \$1 million.
