



# CRESCENT WEALTH SUPERANNUATION FUND ANNUAL REPORT 2015-2016

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

Issuer: Diversa Trustees Limited ABN: 49 006 421 638, AFSL: 235153, RSE: L0000635

ABN of the Fund: 71 302 958 449

Fund registration number: R1075182

The Crescent Wealth Superannuation Fund is issued by Diversa Trustees Limited. Crescent Wealth Funds Management (Aust) Ltd. (ABN 32 144 560 172 AFSL No: 365260) is the Fund's promoter and is licensed to deal in the Fund.

# Crescent Wealth Super Fund



## Message from the Trustee

The Trustee is pleased to present this annual report on the Crescent Wealth Superannuation Fund (the Fund) and its operations for the year ended 30 June 2016. The purpose of this report is to provide information to assist you to understand the Fund in relation to its:

- Management;
- Financial condition; and
- Investment performance

Please read this annual report, together with your Member Benefit Statement. If you have any questions or, if you would like to request further information, please contact the Fund Administrator:

**Telephone:** 1300 926 626  
**Facsimile:** (03) 9640 0787  
**Email:** [super@crescentwealth.com.au](mailto:super@crescentwealth.com.au)

Crescent Wealth Superannuation Fund  
 GPO Box 4559  
 Melbourne Vic 3001

accordance with the Trust Deed and governing legislation. The Trustee works on members' behalf to ensure the best possible management and performance by the Fund and the Trustee's first and foremost responsibility is to protect and advance the interests of the Fund's members. Diversa Trustees Limited is the issuer of this Annual Report.

The directors of Diversa Trustees Limited at the end of the reporting period were:

- Mark Cerché (Chairperson)
- Murray Jones
- Andrew de Vries
- Vincent Parrott
- Luke Barrett

On 1 July 2016, the Trustee changed its name from The Trust Company (Superannuation) Limited to Diversa Trustees Limited. This has no impact to members and all other trustee details remain unchanged.

## Highlights of the past year

<b>Total Net Assets</b>	<b>\$117,214,697</b>
The Total Net Assets of the Fund as at 30 June 2016 were <b>\$117,214,697</b> .	
<b>Total Inflows</b>	<b>\$44,118,653</b>
CWSF Total Inflows for 2016 financial year <b>\$44,118,653</b> .	
<b>Total Membership</b>	<b>4908 members</b>
There were <b>4908</b> members in the Fund at 30 June 2016.	

## The Trustee

Diversa Trustees Limited (ABN 49 006 421 638, AFSL No. 235153) is the Trustee of the Fund and is responsible for making sure the Fund is run in

## Eligible Rollover Fund (ERF)

Your benefit may be transferred to an ERF in the following circumstances:

- The balance of your personal superannuation account is under \$1,500, and
- We have not received any contributions on your behalf for at least 2 years.

The current ERF for the Fund is Super Money Eligible Rollover Fund (SMERF). Diversa Trustees Limited is also the Trustee of SMERF.

The contact details of SMERF are:  
 PO Box A2499  
 Sydney South NSW 1235  
**Phone:** 1800 114 380  
**Website:** [www.smerf.com.au](http://www.smerf.com.au)

**Questions? 1300 926 626 (8:30am to 6:00pm AEST/AEDT) Email:** [super@crescentwealth.com.au](mailto:super@crescentwealth.com.au) [www.crescentwealth.com.au](http://www.crescentwealth.com.au)

The Crescent Wealth Superannuation Fund (ABN 71 302 958 449) is issued by the Trustee of the Fund, Diversa Trustees Limited, ABN: 49 006 421 638, AFSL: 235153, RSE: L0000635. Crescent Wealth Funds Management (Aust) Ltd. ("Crescent Wealth") (ABN 32 144 560 172 AFSL No: 365260) is licensed to deal and offer interests in the Fund

## Trustee Liability Insurance

The superannuation law requires the Trustee to act in the best interests of the members at all times. The Trustee has liability insurance to protect it and the Fund against certain losses arising as a result of claims made against it (subject to the terms and conditions of the relevant insurance policy).

## Surcharge

Surcharge tax was abolished from 1 July 2005, however the ATO may issue surcharge assessments in respect of prior years. If the Fund received and paid a surcharge assessment in respect of a member during the reporting period, the surcharge tax will have been deducted from the member's account balance and paid to the ATO.

## Investment objectives and strategies

Under Ultra Ethical investing, certain social and moral considerations, which are in accordance with Islamic Investment principles, are taken into account when determining the investment objectives of the underlying funds in which the Fund invests.

For example, investment in assets which may give exposure to income from gambling, adult material, alcohol or weaponry is avoided. These principles are highly relevant to the acquisition of assets in the underlying funds. The Trustee has outsourced the investment management of the Fund to Crescent Wealth. Crescent Wealth has developed three Investment Options which are designed to meet the various investment needs of a broad range of investors. Each Investment Option invests in a range of managed investment schemes (the underlying funds) for which Crescent Wealth is the responsible entity.

The three Investment Options are:

- Crescent Wealth Conservative
- Crescent Wealth Balanced
- Crescent Wealth Growth

### Asset class characteristics

#### Defensive Assets

Income assets tend to be lower risk and geared for investors with a focus on income generation rather than capital appreciation. Income assets include cash, term deposits and bonds.

#### Growth Assets

Growth assets seek to maximise capital appreciation or increases in the value of a portfolio over the long term.

Growth assets tend to carry higher risk than income assets and include assets such as property and equities.

## Crescent Conservative

### Investment Objective

The investment objective for the Crescent Wealth Conservative Strategy shall be the achievement, in the longer term:

- To achieve an average net return which is 1.5% p.a. above inflation over rolling 3 year periods;
- To provide a stable income with some potential for capital growth, with the emphasis on income producing investments with low volatility; and
- To limit the frequency of a negative return to 1 in 30 years.

### Investment Strategy

The Trustee shall authorise and make such investments on the basis of professional advice, as it prudently believes from time to time are necessary, to achieve the Strategy's Investment Objective, utilising the following guidelines:

Asset Class	Strategic Benchmark*
<b>Growth Assets</b>	
Australian Shares	10%
International Shares	5%
Diversified Australian Property & Infrastructure	15%
<b>Total growth assets</b>	<b>30%</b>
<b>Defensive Assets</b>	
Islamic Cash and Fixed Income	70%
<b>Total Defensive assets</b>	<b>70%</b>
	<b>100%</b>

\* Percentage of total investment strategy assets

**Note:** Target allocation and benchmark allocation are strategic benchmarks only. Actual allocations may vary within the prescribed ranges as set out in the Investment Choice guide, available at [www.crescentwealth.com.au/pds](http://www.crescentwealth.com.au/pds)

## Crescent Balanced

### Investment Objective

The investment objective for the Crescent Wealth Balanced Strategy shall be the achievement in the longer term:

- To achieve an average net return which is 3% p.a. above inflation over rolling 5 year periods;
- To provide a balance of income and capital growth, with the emphasis on long term capital growth; and
- To limit the frequency of a negative return to 1 in 7 years

### Investment Strategy

The Trustee shall authorise and make such investments on the basis of professional advice, as it prudently believes from time to time are necessary, to achieve the Strategy's Investment Objective, utilising the following guidelines:

Asset Class	Strategic Benchmark*
<b>Growth Assets</b>	
International Shares	20%
Australian Shares	25%
Diversified Australian Property & Infrastructure	25%
<b>Total growth assets</b>	<b>70%</b>
<b>Defensive Assets</b>	
Islamic Cash and Fixed Income	30%
<b>Total defensive assets</b>	<b>30%</b>
	<b>100%</b>

\* Percentage of total investment strategy assets

**Note:** Target allocation and benchmark allocation are strategic benchmarks only. Actual allocations may vary within the prescribed ranges as set out in the Investment Choice guide, available at [www.crescentwealth.com.au/pds](http://www.crescentwealth.com.au/pds)

## Crescent Growth

### Investment Objective

The investment objective for the Crescent Wealth Growth Strategy shall be the achievement, in the longer term:

- To achieve an average net return which is 4% p.a. above inflation over rolling 7 year periods;
- To provide a balance of income and capital growth, with the emphasis on long term capital growth; and
- To limit the frequency of a negative return to 1 in 5 years.

### Investment Strategy

The Trustee shall authorise and make such investments on the basis of professional advice, as it prudently believes from time to time are necessary, to achieve the Strategy's Investment Objective, utilising the following guidelines:

Asset Class	Strategic Benchmark*
<b>Growth Assets</b>	
International Shares	20%
Australian Shares	30%
Diversified Australian Property & Infrastructure	35%
<b>Total growth assets</b>	<b>85%</b>
<b>Defensive Assets</b>	
Islamic Cash and Fixed Income	15%
<b>Total defensive assets</b>	<b>15%</b>
	<b>100%</b>

\* Percentage of total investment strategy assets

**Note:** Target allocation and benchmark allocation are strategic benchmarks only. Actual allocations may vary within the prescribed ranges as set out in the Investment Choice guide, available at [www.crescentwealth.com.au/pds](http://www.crescentwealth.com.au/pds)

## Investment Performance

The table below details the performance of the relevant investment options, after fees and taxes, for the one year period to 30 June 2016.

Investment Option	Performance (p.a)
Growth	2.92%
Balanced	1.51%
Conservative	1.51%

Please note that past performance is not an indication of future performance.

## Asset Allocation

The Trustee is required to separately disclose the following investments as they represent 5% or more of the Fund's total assets based on the net market values as recorded in the Fund's financial statements for the year ended 30 June 2016:

Investments	30/6/2016 \$	% of Total Assets
Crescent Wealth Australian Equity Fund	27,017,111.21	23.24
Crescent Wealth Cash Fund	32,852,304.77	28.26
Crescent Wealth Property Fund	30,806,370.78	26.50
Crescent Wealth International Equity Fund	21,770,694.61	18.72

The Trustee continually reviews the Fund's asset allocation with a view to ensuring that it allows for solid long-term growth whilst seeking to ensure protection of the capital base.

## Derivative Risk

The underlying funds do not use derivatives for speculative or gearing purposes. Derivatives may be used within an underlying fund as a way to manage liquidity for the underlying fund.

## Investment Managers

The trustee held \$112,446,481.37 in investments with the following investment manager during the financial year ending 30 June 2016:

**Crescent Wealth Funds Management (Aust) Ltd. AFSL: 365 260.**

## Financial Statements

The financial statements of the Fund for the year ended 30 June 2016 have been audited by the Fund's auditor, Ernst & Young. An abridged version of the audited financial statements is provided below for your information. A copy of the Fund's full audited financial statements can be requested by calling us on 1300 926 626.

	2016 \$	2015 \$
<b>Net Assets Available to Pay Benefits at the Beginning of the Year</b>	76,450,688	30,694,095
<b>Plus:</b>		
<b>Investment Revenue</b>		
Interest	-	-
Trust Distributions Received	4,008,253	1,138,627
Changes in Net Market Values	(1,364,834)	3,326,316
Management Fee Rebate	193,062	115,757
<b>Contributions Revenue</b>		
Employer Contributions	15,361,383	9,462,528
Member Contributions	498,785	155,188
Transfers from Other Plans	29,145,188	36,619,564
<b>Other Revenue</b>		
Other Income	-	162
<b>Total Income</b>	<b>47,841,837</b>	<b>50,818,142</b>
<b>Less:</b>		
<b>Expenses</b>		
Insurance Premiums	96,524	46,448
No TFN Contributions Tax	53,917	38,435
General Administration Expenses	789,949	473,789
Benefits Paid	3,771,820	2,638,836
Income Tax Expense	2,307,059	1,864,041
<b>Total Expenses</b>	<b>7,019,269</b>	<b>5,061,549</b>
<b>Net Assets Available to Pay Benefits at the End of the Year</b>	<b>117,214,697</b>	<b>76,450,688</b>
<b>This is represented by:</b>		
<b>Investments</b>		
Investments in Trusts	112,446,482	73,668,150
Term Deposits	-	-
<b>Other Assets</b>		
Cash at Bank	2,146,588	2,596,682
Other Assets	-	-
Receivables	4,572,393	1,410,251
Deferred Tax Asset	14,001	7,951
<b>Total Assets</b>	<b>119,179,464</b>	<b>77,683,034</b>
<b>Less:</b>		
<b>Liabilities</b>		
Sundry Creditors	507,489	96,850
Deferred Tax Liability	938,626	671,701
Provision for Income Tax	518,652	463,795
<b>Total Liabilities</b>	<b>1,964,767</b>	<b>1,232,346</b>
<b>Net Assets Available to Pay Benefits</b>	<b>117,214,697</b>	<b>76,450,688</b>

## Fund Reserves

The Fund maintains an Expense Reserve. The reserve is used collectively to pay the costs of running the Fund including the payment of administration fees, custody fees, trustee expenses, professional services and other Fund expenses. Funds are held in the Fund's bank account until such time as they are required to meet the Fund's expenses.

Under APRA Prudential Standards, SPS 114: Operational Risk Financial Requirements, the Fund is required to maintain an ORFR reserve of at least 0.25% of the Fund's net assets. The ORFR reserve is part of the financial management of the Fund and is operated in accordance with Operational Risk Reserve Policy which is reviewed annually. The ORFR may be used in certain circumstances to address operational risk events or claims against the Fund arising from operational risk.

### Balance of Fund Reserves at 30 June:

	2014	2015	2016
Expense Reserve	\$65,672	\$13,921	\$87,568
ORFR Reserve	\$12,030	\$68,029	\$322,684

## Management of the Fund

The Trustee appoints various specialists to assist with the management of the Fund. During the year, they were:

### Administrators:

SuperBPO Pty Ltd  
Level 9, 155 Queen Street  
Melbourne Vic 3000  
**Phone:** (03) 9691 2944

### Group Life and Disability Insurers:

TAL Life Limited GPO Box 5380 Sydney NSW 2001	Metlife Insurance Limited GPO Box 3319 Sydney NSW 2001
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### Auditor:

Ernst & Young  
8 Exhibition Street  
Melbourne VIC 3000

## Enquiries / Compliments or Complaints

If you have any enquiries about the Fund, you should refer your question in the first instance to the Fund Administrator (see below). If your question cannot be answered quickly and informally over the telephone, you may be asked to submit details of your enquiry in writing. All attempts will be made to answer enquiries or requests within 90 days. If you have a complaint that has not been resolved within 90 days to your satisfaction, you may submit your complaint to the Superannuation Complaints Tribunal. The role of the Tribunal is to resolve complaints by conciliation leading to mutual agreement

or, if this is not possible, by review that will either confirm or change the decision of the Trustee. Complaints that the Tribunal can consider include decisions made by the Fund that you consider unfair, unreasonable or have been made improperly or unreasonable delays or errors in the payment of benefits.

Contact details for the Tribunal are:

### Superannuation Complaints Tribunal

Locked Bag 3060  
Melbourne VIC 3001  
**Telephone:** 1300 884 114

## Further Information

If you require further information or have any questions about this Fund, please contact the Fund Administrator:

### Crescent Wealth Super Fund

GPO Box 4559  
Melbourne VIC 3001  
**Telephone:** 1300 926 626  
**Email:** [super@crescentwealth.com.au](mailto:super@crescentwealth.com.au)

You may also make a request, at any time, for further information about the Fund. This may include a copy of the audited accounts and auditor's report; a copy of the Fund's governing rules or a copy of the Annual Report. Requests for the above documents will generally be satisfied within one month. You can also obtain information about the Fund and about your entitlement in the Fund at the Fund's website: [www.crescentwealth.com.au/super](http://www.crescentwealth.com.au/super)

### Important Note:

This report is provided to give general information only in relation to the Crescent Wealth Superannuation Fund, its features, management, operations and performance for the year ended 30 June 2016. The Trust Deed and other contracts held by the Trustee determine member's benefits and rights. No legal claim or right to benefits shall arise by virtue of any statement made in or omitted from this report. The information contained in this report is subject to change.

## Privacy Policy

Your Privacy is important to us; we value your trust in managing your information and investments. This policy outlines how we collect and handle your personal information. We collect information from you, in order to administer your superannuation. In addition, this information enables us to identify you and helps keep your information safe. We may need to disclose your personal information to various third parties including the Trustee's service providers or professional advisers in connection with the operation of the funds. The Crescent Wealth Privacy Policy includes information about your rights.

The full privacy policy is available at [www.crescentwealth.com.au/privacy-policy/](http://www.crescentwealth.com.au/privacy-policy/)

**Questions? 1300 926 626 (8:30am to 6:00pm AEST/AEDT) Email: [super@crescentwealth.com.au](mailto:super@crescentwealth.com.au) [www.crescentwealth.com.au](http://www.crescentwealth.com.au)**

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