

FINANCIAL SERVICES GUIDE

PART ONE GENERAL DETAILS

WE ARE REQUIRED BY LAW TO GIVE YOU A FINANCIAL SERVICES GUIDE (FSG), THAT HELPS EDUCATE, PROTECT AND ASSIST YOU TO MAKE AN INFORMED DECISION ABOUT THE FINANCIAL SERVICES WE OFFER.

Financial Wisdom Limited
ABN 70 006 646 108
Australian Financial Services Licence No. 231138

11 Harbour Street
Sydney NSW 2000
Telephone 1800 024 864

Issue date: 1 July 2014
Version number: 2.00

FINANCIAL
WISDOM



Information about this Financial Services Guide

Financial Wisdom Limited ABN 70 006 646 108 ('Financial Wisdom') is providing you with this Financial Services Guide (FSG) to assist you in making an informed decision about the financial services and products they offer. Financial Wisdom ('we,' 'us' or 'our') provides financial services through its Australian Financial Services License (AFSL No. 231138).

Your financial adviser ('Adviser') is an Authorised Representative of Financial Wisdom and provides services on behalf of Financial Wisdom. Financial Wisdom is responsible for the services and product advice provided to you by your Adviser, as well as the content and distribution of this FSG.

This FSG is divided into two parts and both parts must be read together.

Part One – General details provides information about:

- Financial Wisdom, their relationship with your Adviser and other entities.
- Other documents you may receive.
- Financial services and products we provide.
- Collecting your personal information and providing instructions.
- What you can do if you are not satisfied with our services.

Part Two – Adviser details provides information about:

- Who your Adviser is and how they can be contacted.
- Financial services and products your Adviser is authorised to provide.
- Fees or other costs your Adviser may charge.
- How Financial Wisdom, your Adviser and any other relevant parties are remunerated.

Part One – General Details

1. About Financial Wisdom

We are a financial planning organisation that has built a reputation for ‘considered thinking’ in offering financial advice.

We have been a respected name in financial planning for over twenty years and during that time have earned an enviable reputation for high quality advisory services, based on a broad range of skills and a high calibre of specialist knowledge.

Our Advisers

Each of our Advisers are backed by a powerful network of support services, including active investment research resources, compliance support, technical support, ongoing educational support and professional development as well as access to a broad range of investment, superannuation and insurance products.

This skill and knowledge is applied to develop services and solutions for clients that actively adds value to their financial planning, allowing them to take advantage of the expanding opportunities available.

Our relationship with the Commonwealth Bank Group

We are a wholly owned, but non-guaranteed subsidiary of the Commonwealth Bank of Australia, one of Australia’s largest financial services organisations.

We have associations with and may deal or provide advice on products issued by, the following entities within the Commonwealth Bank Group:

- Commonwealth Bank of Australia (CBA)
- Commonwealth Financial Planning Limited
- The Colonial Mutual Life Assurance Society Limited (CMLA) trading as CommInsure
- Colonial First State Investments Limited
- Commonwealth Securities Limited (CommSec)
- Avanteos Investments Limited
- Acadian Asset Management (Australia) Limited
- Realindex Investments Pty Limited

Any references to ‘Commonwealth Bank Group product’ in this FSG relate to products issued by the Commonwealth Bank of Australia or its subsidiaries.

We are a Professional Partner of the Financial Planning Association of Australia (FPA). The FPA is the professional association for qualified financial advisers in Australia and we are committed to its Code of Ethics and Code of Professional Conduct.

2. Other documents you may receive

You may receive other documents in addition to this FSG when your Adviser provides you with personal financial advice or recommends a financial product.

Statement of Advice

Any advice that you receive from your Adviser which takes your personal objectives, financial situation and needs into account, will be presented to you in writing in your Statement of Advice (SoA), also referred to as your financial plan.

The SoA is an important document as it sets out what your Adviser is recommending and why it is suitable and appropriate for you. It will contain enough detail for you to make an informed decision about whether to act on the advice and will outline:

- Your Adviser’s recommendations and the basis on which they are given.

- The costs of the advice and information about fees, commissions or other benefits that we, your Adviser or a related party may receive.
- Details of any relationships or associations that we or your Adviser may have with product providers or related parties.

Record of Advice

If your Adviser provides you with further personal advice, you may receive a Record of Advice (RoA). A RoA will be provided if your circumstances and basis of advice are not significantly different from the initial advice you received from your Adviser. Where your circumstances have significantly changed, any further personal advice that is provided to you will be documented in a SoA.

You may request a copy of the advice records that we keep. Any request must be made within seven (7) years of the provision of the advice, and should be directed to your Adviser.

Product Disclosure Statement

If your Adviser recommends a particular financial product or transacts on your behalf and at your request, you will receive a Product Disclosure Statement (PDS), or other relevant product disclosure material. The PDS contains important information about a particular financial product and will include its fees, features and risks, and will assist you in making an informed decision about that product.

3. Financial services and products we provide

We can provide personal financial advice, and transact on your behalf, in relation to the following types of financial products:

- Securities
- Managed investment schemes
- Investment and funeral bonds
- Deposit products
- Government debentures, stocks or bonds
- Personal and business risk insurance
- Superannuation products
- Margin or investment loans.

Some of the financial services or products that we are authorised to provide may be beyond those which we authorise your Adviser to offer.

Your Adviser can only recommend products listed on the Financial Wisdom Approved Product List. This list contains Commonwealth Bank Group products and financial products issued by third parties.

When it is appropriate, your Adviser may recommend a financial product from the Approved Product List, or depending on your objectives, financial situation and needs, your Adviser may need to recommend a financial product that is not on the Approved Product List. If this happens, any other product that your Adviser may recommend must meet our selection criteria and approval process.

The financial services or products that your Adviser is authorised to offer are outlined in Part Two of this FSG at ‘Financial services and product types your Adviser can provide.’

4. Your personal information and providing instructions

Collecting your information

We collect personal information about you when you meet with your Adviser, request or use our products or services, email us, phone us or visit our websites. This information may include:

- your personal objectives

- details of your current situation
- other relevant information.

We may also collect information about you from others, such as service providers, agents, advisers, brokers, employers or family members.

When collecting sensitive information, such as health and lifestyle information, usually for insurance purposes, we will ask you for your consent.

You do not have to disclose all of your personal information, however without it your Adviser may not be able to provide advice that is appropriate for your objectives, financial situation and needs.

To access your personal information, please contact your Adviser. If your personal information is incorrect, we can correct it.

Exchanging your information

We may exchange your personal information with other members of the Group who can use this information in the same way we can. We disclose information to third parties as permitted by law or for the uses listed below.

Third parties include service providers where we outsource activities, persons acting on your behalf, other financial institutions, auditors, insurers, employers and government agencies. We may disclose your information overseas to overseas Group members, service providers or other third parties who operate or hold data outside Australia, or when required for a particular transaction or by overseas law. Australian law may not apply to some of these overseas parties.

Using your information

We collect, exchange and use your information so that we can:

- provide advice that is appropriate for your objectives, financial situation and needs
- manage our relationship with you
- price, design and administer our services or inform you about other products and/or services that may be of interest to you; manage our risks, help identify and investigate illegal activity, comply with our legal obligations, and assist government and law enforcement agencies.

The law requires us to establish your identity and assess applications for products and services by confirm its accuracy. In particular, your Adviser will need to verify your full name, date of birth and residential address and to do so, they will need to sight and maintain records of various identification documents such as a driver licence or passport.

Your Adviser may sometimes use programs, calculators or worksheets as illustrative tools when you meet with them. Your Adviser uses these tools to find out about your relevant objectives, financial situation or needs. You should not rely or act on any representations made in these meetings as any personal advice that you receive will be set out in your SoA.

Instructing your Adviser

You generally need to instruct your Adviser in person as your signature will be required for verification. For some products and services though, special arrangements can be put in place to instruct your Adviser by phone, email or fax.

Your Adviser can also take instructions from you to transact on your behalf and place a financial product (that they are able to offer) without providing personal financial advice.

Respecting your privacy

We are committed to ensuring the privacy and security of your personal information. As part of our continuing commitment to client service and maintenance of client confidentiality, we have adopted the principles set out in the Privacy Act. The

Group's Privacy Policy will assist you in ascertaining how to complain, how your complaint is dealt with and provide further information on our personal information handling practices. Please refer to the Group's Privacy Policy available at www.commbank.com.au/security-privacy/general-security/privacy.html, or from your Adviser.

5. Reviewing your portfolio

We recommend you review your financial situation at least annually or when your personal or financial circumstances change. Reviewing your financial plan is an important step in the financial planning process as it makes sure you are on track to achieving your goals and objectives, whilst also ensuring that the advice remains appropriate for you.

6. What you should do if you are not satisfied with our services

If you are not happy with your Adviser or the services provided to you, we encourage you to:

- Discuss your complaint with your Adviser in the first instance.
- If you would prefer not to discuss your complaint with your Adviser directly or if your complaint has not been resolved to your satisfaction, you can contact the Advice Customer Resolution team.

The Advice Customer Resolution team is a specialist support function for Financial Wisdom to deal with any concerns you may have in relation to the advice or services your Adviser provides. You can contact Advice Customer Resolution by:

Writing: Advice Customer Resolution
Level 3C
11 Harbour Street
Sydney NSW 2000
Email: AdviceCustRes@cba.com.au
Phone: 1800 611 113

- If after speaking with your Adviser or the Advice Customer Resolution team, your complaint is still not resolved, you can contact Group Customer Relations. Group Customer Relations is the Commonwealth Bank Group's primary escalation point for customer feedback with a particular responsibility for resolving complaints. You can contact them by:

Writing: Group Customer Relations
Reply Paid 41
GPO Box 41
Sydney NSW 2001
Email: customerrelations@cba.com.au
Phone: 1800 805 605
Fax: 1800 028 542

- If you are still not satisfied, you can refer the matter to the Financial Ombudsman Service Limited (FOS), of which Financial Wisdom is a member. The FOS provides an independent dispute resolution process between consumers, as well as some small businesses and member financial services providers, and covers financial services disputes including general insurance, life insurance, financial planning, investments and pooled superannuation trusts. You can contact the FOS by:

Financial Ombudsman Service Limited
GPO Box 3
Melbourne VIC 3001
Phone: 1300 780 808

7. Our professional indemnity insurance

Our professional indemnity insurance satisfies the compensation arrangements required under Australian law, being section 912B of the Corporations Act. Financial Wisdom is covered for claims against former Authorised Representatives, whilst they acted on our behalf.

FINANCIAL SERVICES GUIDE

PART TWO ADVISER DETAILS

Presidio Financial Services Pty Ltd trading as WB Financial
ABN 67 118 833 168

Financial Wisdom Limited
ABN 70 006 646 108
Australian Financial Services Licence No. 231138

11 Harbour Street
Sydney NSW 2000
Telephone 1800 024 864

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Information about this Financial Services Guide

This is Part Two of the Financial Wisdom Limited Financial Services Guide (FSG), which is divided into two parts. Part One and Part Two must be read together.

Your financial adviser ('Adviser,' 'I', 'we' or 'my') is an Authorised Representative of Financial Wisdom and provides services on behalf of Financial Wisdom.

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- Financial services and products we provide.
- Collecting your personal information and providing instructions.
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Part Two – Adviser details provides information about:

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Part Two - Adviser Details

1. Your Adviser and how you can contact them

I am an Authorised Representative of Financial Wisdom and can be contacted using the following details:

Name: Presidio Financial Services Pty Ltd trading as WB Financial

ASIC adviser identification number: 312532

**Address: Level 1, 32 Logan Road
Woolloongabba QLD 4102**

**Postal Address: PO Box 1186
Coorparoo DC QLD 4151**

Telephone: 07 3391 7199

Facsimile: 07 3217 3310

Email: enquiries.presidio@wb.com.au

The following individual is authorised by Financial Wisdom to provide personal financial advice Presidio Financial Services Pty Ltd trading as WB Financial:

Jason Cook

ASIC Adviser identification number: 286296

Jason Cook has combined experience since 1995 in the banking, financial services and planning industry. Jason has gained an appreciation of the value of investing having been a Financial Adviser and Company Director since 2006; and prior to that, as a Personal Adviser to a high-valued portfolio of clients for one of Australia's leading banks.

Jason is a firm believer that there is a strong, long-term relationship between financial advice and the achievement of lifetime goals and objectives. That is, everyone can benefit from having a financial "coach" to assist them in moving towards financial independence. However, this is best achieved with constant communication and monitoring so that the client has a good understanding of the strategies and how they are tracking.

Jason holds a Diploma of Financial Services Financial Planning; is a Member of the SMSF Professionals' Association of Australia (SPAA), and holds an SMSF Specialist Adviser accreditation through SPAA.

Nigel Gralton

ASIC Adviser identification number: 001236502

Nigel Gralton's involvement in the financial planning industry begun in earnest in 2012 when he started a year-long internship with a boutique planning firm as part of his 2nd university degree. It was during this internship that he inherited a desire to become an important part of a profession that not only utilises his ability to connect with people but also changes lives.

By mid-2013 he began working with WB Financial where he was given the opportunity to bring this hidden passion to life through taking on a combined CRM & Paraplanning role. By working closely with an experienced adviser Nigel gained a

"grass roots" understanding of how an adviser delivers quality advice and began developing the skills required to both understand & meet a client's goals.

Nigel holds a Bachelor of Business majoring in Finance & eCommerce and a Bachelor of Commerce majoring in Financial Planning; is a member of Association of Financial Advisers and has won a number of Griffith University – Best Presentation on Financial Planning awards.

2. Financial services and product types your Adviser can provide

I am authorised to provide personal financial advice, general financial advice, and transact on your behalf (dealing) in relation to the following types of financial products:

- Securities*
- Managed investment schemes
- Investment and funeral bonds
- Deposit products
- Government debentures, stocks and bonds
- Personal and business risk insurance
- Superannuation
- Margin loans
- Retirement Savings Accounts

* I am only permitted to deal in relation to a securities product and am not authorised to provide personal financial advice in relation to a securities product.

Limits on the advice that can be provided

It is important to note that I cannot provide advice on the following:

- General insurance
- Direct share investments
- Derivatives
- Foreign exchange

In addition, if I identify that you require specialist advice on a particular product or service, such as estate planning, I may refer you to a specialist who can help.

I am registered with the Tax Practitioners Board as a Registered Tax (Financial) Adviser. Based on the information collected from you, my advice considers the tax consequences that relate directly to the financial advice being provided. However I am not a Registered Tax Agent and consequently this advice does not include an assessment of your overall tax position. As such, I strongly recommend you review this advice with a Registered Tax Agent.

Securities

If I identify that you require securities advice, I may refer you to CommSec Advisory for personal advice on direct share investments or existing portfolios. Financial Wisdom and I may receive a fee as a result of this referral. Any referral fee that is received will be disclosed in your SoA.

Alternatively, I may seek portfolio research advice from CommSec Adviser Services and incorporate this research into the advice that they provide to you. The cost of this advice will be incorporated into the total advice fee and detailed in your SoA.

3. Referrals

You do not have to consult any professional that I may refer you to. You may want to consult a professional you have an

existing relationship with, or choose another. The professional you choose to consult is responsible for the advice they provide to you. Financial Wisdom and I may receive a fee or other benefit as a result of that referral. We may also receive a referral fee or other benefit from the business that is transacted on your behalf.

4. Fees and other costs that may apply to you

A range of fees and other costs may be payable to Financial Wisdom for the advice you receive and the financial products used.

Outlined below are the types of payments that you may be charged. Before I provide you with any financial advice, I will discuss these options with you and help you select the best payment method for you.

Where we are aware that you have used borrowed funds (i.e. funds that are either secured or unsecured) to invest through us, we will charge you a flat dollar advice fee.

In all cases, details of payments required for the services provided will be given to you at the time of any personal financial advice or when executing a transaction on your behalf. You will be provided with a tax invoice for any services provided and payment is generally made to Financial Wisdom in accordance with the terms of the invoice and is payable by cheque or money order.

These amounts, where they can be determined, will be documented in your SoA. If at the time you receive your SoA the amounts cannot be determined, the manner in which they are calculated will be disclosed instead.

Fee for Service

- Initial consultation: a fee of up to \$330 (including GST) for the initial consultation with your Adviser.
- SOA preparation: a set fee between \$990 and \$6,600 (including GST) for the preparation of a SOA. This fee covers the costs associated with the enquiries we need to make to confirm your current financial position, the analysis of your personal and financial circumstances, the development of suitable strategies to address your short and long term goals and objectives, selection of suitable investment and risk products to meet your needs as well as the preparation of our advice. This fee will vary based on the complexity and type of strategy but will be discussed with you prior to commencement. The fee also includes the cost of our data collection and the time spent with your Adviser leading up to the presentation of our advice.
- Implementation of advice: a set fee between \$990 and \$11,000 (including GST) for the implementation of advice. If you elect to proceed, this fee covers the implementation of the recommended strategies, purchase and placement of the recommended investments and risk products and, if you have elected to take part, provision of our cash flow and asset management system that incorporates ongoing real time recording and reporting on your cash flow and expenditure as well as ongoing risk counselling.

- Systems – Cash flow and Asset Management: If you elect to adopt one of our systemised strategies you will also be charged an ongoing review fee of between \$2,200 per annum to \$5,500 per annum. The cost will be dependent upon the level of ongoing service you elect to receive from your Adviser who will provide you with a choice of service packages. Each service package will incorporate regular reviews with your Adviser to assess the progress of your personal plan against agreed benchmarks.
- Ongoing Service Fee: If you elect to become a client you may be charged an ongoing service fee, ranging between \$2,200 per annum to \$7,700 per annum. The cost will be based on the level of ongoing service you seek, and the complexity and type of work involved. The services to be provided and the agreed fee will be determined before proceeding.
- We may charge an asset based fee of your portfolio, the fee will range from 0% to 1% of your total portfolio per annum. The review fee will be included in your initial and subsequent Statement of Advice. A review may cause the need for an additional Statement of Advice to be completed. The exact level of fees to be charged will be disclosed before any work is undertaken. GST is included in the above fees.

Hourly Rate Direct Charges

I may charge an hourly rate for financial services. The current rate is \$250 per hour or part thereof. Part or all of the initial commissions received from a product provider may be rebated to you if this charging option is used.

Before going ahead, I will provide you an estimate of the time that I may need.

Revenue, Adviser Service fees and Commissions

Revenue

Financial Wisdom may receive payments from certain product providers whose products I recommend. These payments are based on the level of investments by Financial Wisdom clients in those products or level of insurance premiums applicable.

Adviser Service Fee

The Adviser Service Fee is a fee that you and I agree on for the ongoing advice and service that I am to provide, and is payable to Financial Wisdom. Financial Wisdom may pass all or part of that fee on to me. Some products offer the option to deduct the Adviser Service Fee from your funds on a periodic basis.

Direct Share Investments

I may charge you a fee over and above the brokerage fee charged by CommSec Adviser Services for trading shares. A management fee based on the value of your direct share investment may also be charged. These fees are optional and have no minimum or maximum.

Commissions

Financial Wisdom may receive initial or ongoing commission payments when you invest in a product or commence an insurance policy through me. Under this arrangement, Financial Wisdom may receive commission payments directly from product providers.

An initial commission is a one-off payment made upon entry to a financial product and an ongoing commission is paid each year for which a financial product is maintained.

Commission payments are based on a percentage of the funds you invest or the insurance premiums you pay. They are not paid directly by you and are instead deducted from the investment, superannuation, loan or insurance premium by the product provider and paid to Financial Wisdom.

Investment and superannuation products

The initial commission that Financial Wisdom may receive on an investment or superannuation product can be up to 5.50% of the investment amount.

The ongoing commission that Financial Wisdom may receive can be up to 1.10% per annum of the investment amount.

Financial Wisdom only receives initial or ongoing commission payments on investment or superannuation products, where they are entitled to receive these payments through existing arrangements with product providers.

Insurance policies

The initial commission that Financial Wisdom may receive on insurance policies can be up to 135% of the first year's premium.

The ongoing commission that Financial Wisdom can receive may be up to 38.50% per annum of the renewal premium.

We only receive commission payments where we are entitled to receive these payments through existing arrangements with product providers.

Any commission payments that Financial Wisdom or I receive are not an additional cost to you.

Margin Lending

Financial Wisdom may receive commission payments on margin loans which are based on a percentage of the loan amount. This commission is paid on an annual basis and Financial Wisdom may pass this on to me. Financial Wisdom will only receive initial or ongoing commission payments on margin loans, or additional drawdowns to these products, where they are entitled to receive these payments through existing arrangements with product providers.

5. What Financial Wisdom pays me as your Adviser

Fees and Commissions

Once Financial Wisdom receives payment for a service, they may pass on up to 95% of the commission, fee and bonus amount they receive to me and WB Financial Management Pty Ltd will receive 3%. Any remaining amount will be retained by Financial Wisdom.

The exact amounts payable to WB Financial Management Pty Ltd and retained by Financial Wisdom will be disclosed in your SoA. If the amount is not calculated at the time your SoA is provided, the way the amount is calculated will instead be disclosed.

Revenue sharing arrangements that apply to products I recommend

I also have an arrangement with Financial Wisdom where WB Financial Management Pty Ltd will receive payments made to FWL by certain product providers. These arrangements are described below.

For investments

Financial Wisdom receives payments from selected product providers which are based on the volume of funds invested into qualifying products and platforms by its Authorised Representatives. These payments are as follows for the following providers:

Agentia Customised Portfolio Service, Agentia Multi Manager Portfolio Service, and Agentia SuperSMA

Details: A Dealer Group Service fee of 0.16% and a Research Fee of 0.15% per annum are charged on your Agentia account balance. This fee is calculated in arrears.

Example: If an account balance is \$50,000, a Dealer Group Service fee of \$80 per annum and a Research fee of \$75 per annum will be received.

Agentia Australian Equity Multi Manager

Details: Any difference between the investment fee of 0.44% per annum and the actual cost of managing the portfolio is rebated to WB Financial Management Pty Ltd. The fee is calculated monthly in arrears based on the daily value of the portfolio balance.

Example: On a model portfolio balance of \$50,000 the investment fee is 0.44% per annum, or \$220 per annum. The rebatable fee range may be between 0.00% (\$0) and 0.44% (\$220) per annum. So if the actual cost of managing the fund is 0.35% (\$175 per annum), then the difference (0.09% or \$45 per annum) is paid to WB Financial Management Pty Ltd in arrears.

MLC (Navigator investments)

Details: Up to 35% of the net margin payable (what is meant by "net margin payable"?) on MLC Navigator products and platforms.

Macquarie

Details: Up to 0.275% pa of funds invested into the Macquarie Wrap products.

BT Margin Lending

Details: An additional bonus of up to 0.25% of the balance of margin loan values.

Example: For every \$50,000 of loans under management, we will receive a benefit of up to \$125 per annum.

Colonial First State FirstChoice Retail and Wholesale, and Colonial First State FirstWrap

Details: Up to 0.25% of funds invested in Colonial First State First Choice and 25% pa of the FirstWrap administration fees.

Colonial Geared Investments

Details: An additional bonus of up to 0.165% of the balance of margin loan values.

Example: For every \$50,000 of loans under management, FWL will receive a benefit of up to \$82.50 per annum.

If over a three month period, I manage a minimum average of at least \$25,000,000 in qualifying products and platforms, WB Financial Management Pty Ltd becomes entitled to a share of the payments that Financial Wisdom receives above.

The share WB Financial Management Pty Ltd may receive will be a percentage of what Financial Wisdom receives from certain product providers based on the volume of funds under management that I manage in qualifying products and platforms. The percentage can range from 20% to 100%.

For example, if I manage an average of \$25,000,000 in selected Colonial First State platforms over the three month period, I will be entitled to 20% of the amount that Financial Wisdom receives from Colonial First State attributable to that \$25,000,000.

If Financial Wisdom receives the maximum payment of 0.25% per annum (or equating to 0.0625% for the three month period) from Colonial First State, WB Financial Management Pty Ltd will be entitled to a share of \$3,125 (ie \$25,000,000 x 0.0625% x 20%), .

For insurance

Financial Wisdom receives quarterly payments from selected product providers which are based on Financial Wisdom achieving new insurance premium targets and meeting policy lapse rate targets. These payments are as follows for the following providers:

Commlnsure

Details: Up to 15% of the new insurance premiums generated. If I place a minimum of \$25,000 in new insurance premiums with Commlnsure over a rolling 12 month period, provided my policy lapse rate is not 12% or greater over the same period, I am entitled to a percentage of these payments on a quarterly basis.

My entitlement is based on the premiums I place. There will be a tiered reduction in the percentage if my policy lapse rate exceeds 8%.

For example, assume my policy lapse rate is less than 8% and I generate \$25,000 in new insurance premiums over twelve months. If Financial Wisdom receives a payment of \$120,000 for the last quarter of that twelve months from Commlnsure and I am responsible for placing 0.50% of the new insurance premiums for that last quarter; the payment I receive for that last quarter will be \$600 ie ($\$120,000 \times 0.50\%$).

Should the amount of new funds I place into selected Colonial First State platforms and certain Commlnsure investment products, bonds and annuities over a 12 month period exceed the amounts withdrawn over the same period, I may be entitled to an additional share of the payment Financial Wisdom receives. However, where the amount withdrawn exceeds the amount of funds placed for the same period, the share of payments I receive may reduce. All insurance amounts that I am entitled to receive, as described above, will be paid to FWL which will in turn make these payments to WB Financial Management Pty Limited.

MLC (Insurance)

Details: A contribution of up to \$20,000 per annum towards training and development.

OnePath (Insurance)

Details: 6.6% on the growth of net insurance premiums in a calendar year once \$500,000 of new business has been placed in that year.

Example: For every \$1,000 in additional insurance premiums paid once the minimum set of criteria has been met, we will receive \$66.

MLC ProtectionFirst (Insurance)

Details: The following additional benefits once a minimum of \$150,000 per annum is placed for ProtectionFirst insurance premiums over a 12 month rolling period.

- New policies – between 0% and 12.5% based on new business premiums paid and kept in force during a calendar year.
- Existing policies - an additional 2% share of ongoing commission for ProtectionFirst.

Example: On a new business policy premium of \$1,000, FWL will receive between \$0 and \$125. On an existing policy, FWL will receive \$20 per \$1,000 of annual renewal premiums.

Asteron

Details: 5.5% on the growth of net inforce premiums in a calendar year.

Example: For every \$1,000 in additional insurance premiums paid, we will receive \$55.

Any share of payments WB Financial Management Pty Ltd receives from Financial Wisdom with respect to the revenue sharing arrangement described above are not an additional cost to you.

I will manage and will clearly disclose any conflicts in the SoA that I believe may influence my advice to you. In the event a conflict does arise, I will give priority to your interests. The manner in which the revenue sharing arrangements is calculated will also be detailed in the SoA.

In addition, details of any revenue sharing arrangements which may apply to any products recommended to you will be set out in your SoA.

Financial Wisdom and I will continue to receive these payments where we have an entitlement to do so under an arrangement with a product provider prior to 1 July 2013.

WB Financial Management Pty Ltd is a wholly owned subsidiary of WB Financial Holdings Pty Ltd.

Payments to WB Financial Management Pty Ltd, including fees, commissions and other revenue sharing arrangements, may be passed on to advisers in the form of either profit sharing and/or dividends.

Associations and Relationships

A related entity of WB called Agentia Portfolio Management Pty Ltd provides portfolio management services to the Agentia funds, and receive fees for providing these services.

Referral payments

If you were referred by another party, or if Financial Wisdom or I have referred you to someone else, Financial Wisdom or I may pay that referral party a fee or commission. Financial Wisdom or I may receive a referral fee in the event that we refer you to someone. Your SoA will disclose these referral payments and the amounts paid.

Partners in Education

Financial Wisdom may receive sponsorship payments from a number of product providers which are in no way linked to volume of sales. Financial Wisdom offers various package arrangements where product providers can partner with Financial Wisdom to provide education and training services for their Advisers. For a full list of all current partners, please visit www.financialwisdom.com.au.

Other benefits that I may receive

From time to time, I may also receive other benefits which may include:

- Educational conferences and seminars: these are arranged by Financial Wisdom and attendance may be fully or partially subsidised by Financial Wisdom.
- Non-monetary benefits: these may include business lunches, tickets to sporting and cultural events, promotional merchandise or other minor benefits from Financial Wisdom or product providers.
- I may also have access to a Business Valuation Package offered by Financial Wisdom. This is subject to certain conditions and any amount paid by Financial Wisdom depends on factors such as compliance history and financial performance.

These benefits are discretionary in nature and relate to future events. It is therefore not possible to provide an estimated dollar value on these benefits at this point in time.

Any other benefits that Financial Wisdom or I may receive will only be accepted to a value of less than \$300 per provider per year. If other benefits over this limit are received, they will be declined or if delivery has already been made, they will be disposed of. In the instance that a benefit has been received and needs to be disposed of, that benefit will be passed on to charity or disposed of by other means.

Financial Wisdom maintains a public register of all other benefits they receive. Financial Wisdom also maintains a Conflicts of Interest register for circumstances where some or all of your interests may be inconsistent or diverge from some or all of my interests or those of Financial Wisdom. If you would like to see a copy of these registers, you can contact Financial Wisdom.