

# IconiQ Super Wrap Significant Event Notice

17 July 2025

Issued by Equity Trustees Superannuation Limited ABN 50 055 641 757 AFSL 229757 RSE License No. L0001458 as Trustee of WRAP Super ABN 18 906 079 389 RSE R1078770 (Trustee), of which IconiQ Super Wrap USI 18906079389002 is a division.

Effective from 18 August 2025, a Supplementary Product Disclosure Statement ('SPDS') for IconiQ Super Wrap ('the Division') will be available free of charge through the product website ([www.iconiqwrap.com.au](http://www.iconiqwrap.com.au)), or by contacting your Financial Adviser or the Administrator.

It is important you review the changes detailed within this notice, along with the PDS, Investment Menu, and Guide, to understand how they may affect your account(s) in the Division. You may also like to discuss them with your Financial Adviser to determine how they may personally affect you.

If you have any questions in relation to these changes or would like further information, please contact your Financial Adviser in the first instance or the Client Support Centre on 1300 746 454 or email [clientsupport@iconiqwrap.com.au](mailto:clientsupport@iconiqwrap.com.au).

## Changes to Cash Balance Management within your IconiQ Super Wrap Portfolio

Effective from 18 August 2025, we are making changes to how you can manage your Cash balances including enhanced Automatic Buy and Sell strategies and options. Importantly, on the introduction of these changes, you and your Financial Adviser will have the opportunity to enact these changes in the context of your individual circumstances, should you choose.

### What's Changing

To help ensure that there is sufficient liquidity in your account to meet investment instructions, fees, and pension payments (if applicable), we are updating the requirements and processes around minimum and target Cash balances, and how automatic investment and disinvestment strategies operate. These updates include:

#### (a) Minimum and Target Cash Balance

You are required to maintain a minimum Cash balance in your IconiQ Super Wrap Portfolio. You may also set an optional target Cash balance to establish a cash range. In addition, you may have a minimum Cash balance requirement in any Managed Portfolio(s) you select, and this amount is determined by the Managed Portfolio Model Manager. For information about Managed Portfolio Cash requirements, please refer to the IconiQ SMA PDS.

You and your Financial Adviser are responsible for monitoring and always maintaining your Cash balance.

#### (b) Automatic Buy Strategy

Where you have set a minimum Cash balance only, and your Cash balance exceeds this by a specified amount, the excess cash will be invested as per your investment instructions (where set). Alternatively, where you have a target Cash balance set and your Cash balance exceeds your target Cash balance by a specified amount, the excess cash will be invested as per your investment instructions (where set). In order for the Cash balance sweep to take place, in either scenario, the excess cash must meet any platform and individual investment minimums. If you do not have an Automatic Buy Strategy in place, excess cash will remain as part of your Cash balance.

### (c) Automatic Sell (Disinvestment) Strategy

Should your IconiQ Super Wrap Cash balance drop below the minimum or be insufficient to meet pension payments (where applicable), assets may be sold as outlined below.

There are three (3) options you have when setting an Automatic Sell Strategy, which are described in the table and body below. You must choose an option at Portfolio establishment and it can be altered at any time by contacting your Financial Adviser. If you do not choose an option at Portfolio establishment, you will be allocated the Platform Default option.

Disinvestment Approaches	Description
1. Platform Default	Platform Default strategy will automatically sell instruments in the order defined below. Where you make no selection, this option will automatically be selected.  If you have selected a Define My Own strategy and there are insufficient funds in any of the investment options, then the Automatic Sell Strategy will revert to the Platform Default on that occasion only.
2. Define My Own	Define My Own strategy will automatically sell instruments based on the instrument selections and weightings or ranked order you choose for a Portfolio.
3. Copy Excess Cash Strategy	Copy Excess Cash Strategy will automatically sell instruments in alignment to selections and weightings as defined in your Invest Excess Cash or Automatic Buy strategy.

All automatic sell strategies will exclude guaranteed investments and term deposits.

To the extent permitted by law, the Trustee and its service providers do not have any liability to you in relation to any divestment in accordance with the Automatic Sell Strategy process.

If your selected strategy cannot be implemented due to insufficient holdings in any of the investment options, the Platform Default shall be applied for that specific disinvestment.

## Platform Default

An investment to be disinvested will be selected based on the following priority (as applicable to you):

1. Managed Funds
  - (a) The least volatile Managed Fund will be disinvested. Volatility measurements are sourced from a third-party data provider.
  - (b) Should two Managed Funds have the same volatility, the largest holding will be disinvested first.
  - (c) If the least volatile holding does not cover the required disinvestment amount, the second least volatile holding will then be sold, followed by the third least volatile holding and so on.
  - (d) Where two or more Managed Funds have the same volatility and holding value, one of the Managed Funds will be selected at random.
2. Listed fixed interest securities (and hybrids) with fixed maturity
  - (a) The largest listed fixed interest security (or hybrid) holding with fixed maturity will be disinvested first.
  - (b) If the largest holding does not cover the required disinvestment amount, the second largest holding will then be sold, followed by the third largest holding and so on.
3. Listed fixed interest securities (and hybrids) with no fixed maturity
  - (a) If you do not hold listed fixed interest securities with fixed maturity, or the value of your holdings does not meet the required disinvestment amount, the largest listed fixed interest security holding with no fixed maturity will be disinvested.
  - (b) If the largest holding does not cover the required disinvestment amount, the second largest holding will then be sold, followed by the third largest holding and so on.

#### 4. Other listed securities

- (a) If you do not hold listed fixed interest securities (or hybrids), or the value of your holdings does not meet the required disinvestment amount, the largest listed security holding will be disinvested.
- (b) If the largest holding does not cover the required disinvestment amount, the second largest holding will then be sold, followed by the third largest holding and so on.

#### 5. Managed Portfolios

- (a) If your Cash balance is insufficient to meet fee payments, withdrawals or rollovers, any cash held in your Managed Portfolio will first be used to fund the payment. Where there is still a shortfall, disinvestment will be initiated.
- (b) Assets held in the Managed Portfolio will be disinvested based on an 'align to target' strategy. This will create orders for assets which are over-allocated, based on your Investment Program requirements.
- (c) Where you hold multiple Managed Portfolios, the disinvestment process treats each Managed Portfolio independently and will liquidate the first Managed Portfolio prior to beginning the disinvestment process of any subsequent Managed Portfolio(s).
- (d) Where assets and cash held within the Managed Portfolio(s) are insufficient, non-Managed Portfolio holdings will be liquidated using the process outlined below.
- (e) A notification will be sent to your Financial Adviser each time funds are moved out of a Managed Portfolio due to disinvestment.

Should two or more of the same type of listed securities have the same holding value, one of the securities will be selected at random.

## Why This Matters to You

Maintaining the required Cash balance is critical to ensure:

- Timely payment of fees, taxes, and pension withdrawals
- Automatic investment of excess cash
- Avoidance of automatic asset sales at potentially suboptimal times.

These changes are intended to improve liquidity management and better align with your investment instructions.

## Next Steps

Review your current minimum and target Cash balances.

Ensure your Automatic Buy and Sell Strategies are appropriate for your circumstances.

Contact your Financial Adviser to make any changes or for help understanding how these changes affect you.

You can also find the latest interest rate applicable to your Cash balance at [www.iconiqwrap.com.au](http://www.iconiqwrap.com.au).

## Need More Information?

We encourage you to review the information about the changes to IconiQ Super Wrap. Although you cannot opt out of the changes, if you have any questions in relation to these changes or would like further information, including choice of fund, please contact your Financial Adviser in the first instance or the Client Support Centre on 1300 746 454 or email [clientsupport@iconiqwrap.com.au](mailto:clientsupport@iconiqwrap.com.au).

This information is factual information and does not take into account your personal needs, financial circumstances or objectives. Before acting on this information, you should consult your Financial Adviser to obtain financial advice that is tailored to suit your personal circumstances. Members should also read the Product Disclosure Statement and Target Market Determinations before making any investment decisions, which can be found by visiting

[www.iconiqwrap.com.au/disclosures-and-forms/super-wrap/](http://www.iconiqwrap.com.au/disclosures-and-forms/super-wrap/)

IconiQ Super Wrap Client Support Centre

Phone: 1300 746 454

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