

ISSUED BY: ST.GEORGE BANK LIMITED

AFS LICENCE NUMBER: 240997

EFFECTIVE DATE: 2 January 2009

Money Market Investment Account

(underlying
account: St.George Australian Dollar At Call Deposit
Account)

IMPORTANT NOTICE

The information set out in this document is general in nature and does not and is not intended to take into account your particular needs, objectives or financial situation. By providing it, St.George does not intend to provide financial advice or any financial recommendations. You should read this Product Disclosure Statement carefully and consider whether this product is appropriate to your particular needs, objectives and financial situations. You may also want to seek independent expert advice before making a decision about whether or not this product is suitable for you. This Product Disclosure Statement is only for use by investors investing through certain Asgard products.

PRODUCT DISCLOSURE STATEMENT

st.george



Important Information

This Product Disclosure Statement (*PDS*) for the MMI Account is issued by St.George Bank Limited ABN 92 055 513 070, Australian Financial Services Licence Number 240997 (*St.George*). It provides information about the MMI Account you will need to consider when deciding whether to invest in this product through your IDPS account.

This PDS is an important document. St.George recommends that you read this PDS in full before you make a decision to invest in the MMI Account through your IDPS account. All information provided in the PDS is general in nature and does not take into account your individual objectives, financial situation or specific needs.

St.George recommends that, after reading the PDS:

- you consider whether, given your circumstances, an investment in the MMI Account through your IDPS account will meet your individual objectives, financial situation or specific needs; and
- you compare an investment in the MMI Account with other bank accounts or cash investments you may be considering and other investment options available through your IDPS account.

The PDS was prepared on 30th December 2008. However, it is intended to be used only after the effective date shown on the cover.

Updating the information in this Product Disclosure Statement

The law requires that the information in this PDS must be up-to-date at the time it is given to you, except for any changes which may occur from time to time that are not materially adverse, provided we give you a means of finding out about these changes. You can do this by ringing the Asgard Contact Centre on 1800 998 185 or, if you are an existing Asgard investor, by checking on Investor *Online*. You can also obtain a paper copy of the updated information free of charge by contacting your financial adviser or the Asgard Contact Centre.

In this PDS:

- **Asgard** means Asgard Capital Management Limited ABN 92 009 279 592 AFSL 240695 RSE licence L0001946.
- **Australian Government** means the Commonwealth of Australia Government.
- **Business Day** means any day St.George is open for business in New South Wales but does not include a Saturday, Sunday or public holiday.
- **Deposit guarantee** means a guarantee from the *government* for a *protected account* up until the 12 October 2011 for all or any part of the *nominated coverage amount*.
- **Financial Claims Scheme** means the Financial System Legislation Amendment (Financial Scheme and other Measures) Act 2008.
- **Guarantee Fee** means the amount payable for the Deposit Guarantee as calculated in the clause headed "Interest" in Section 2 or such other amount *we* may specify from time to time.
- **IDPS** means investor directed portfolio service, IDPS-like scheme, wrap account or master trust.
- **IDPS Disclosure Document** means any product disclosure statement or IDPS guide relating to your IDPS Account.
- **IDPS operator** means Asgard.

- **MMI Account** refers to the Money Market Investment Account referred to in this PDS, which is available to you through your IDPS Account if the IDPS Disclosure Document for your IDPS Account says that it is.
- **MMI Guaranteed Account** refers to the Money Market Investment Account, which has the benefit of a *Government Guarantee*.
- **Protected Account** means an account as defined in section 12 of the *Financial Claims Scheme*.
- **you** or **your** refer to you as an investor in the MMI Account through your IDPS account. If there are more than one of you, “you” means each of you jointly or separately and every two or more of you jointly. “You” includes your successors and assigns.
- **your IDPS account** refers to the account you hold with an IDPS administered by Asgard through which you can invest in the MMI Account.

Indirect Investment

As you will be investing in the MMI Account through your IDPS Account, you will be an indirect investor. The IDPS operator is the owner of the MMI Account in which your funds are invested and you will not be a St.George customer or be able to deal directly with St.George in relation to your investment in the MMI Account.

Any reports or information relating to your investment in the MMI Account will only be available from IDPS operator and any enquiries regarding your investment in the MMI Account should be directed to the Asgard Contact Centre on 1800 998 185 or to your financial adviser.

Structure of this document

To ensure that the information provided in this PDS is provided in a clear, concise and effective way it is divided into the following sections:

Section 1 provides an **overview** of the MMI Account.

Section 2 sets out the **key features and benefits** of the MMI Account.

Section 3 describes **factors**, including the **significant risks, costs and taxation implications** associated with an investment in the MMI Account.

Section 1 – A brief overview of the MMI Account

The table below sets out a quick reference guide to an investment in the MMI Account.

Feature	MMI Account
At Call	Yes
Pays regular interest	Yes
Minimum term of investment	Not applicable as the MMI Account is an At Call investment. Subject to the terms applying to your IDPS Account, you can access your funds at any time by request to the IDPS operator, made in accordance with those terms.
Maximum term of investment	Not applicable
Minimum opening deposit	No Minimum
Minimum transaction size	No Minimum
Withdrawal notice	There is no notice period for the IDPS operator to notify St.George of a withdrawal. Investors should refer to their IDPS Disclosure Document to check the IDPS operator's requirements in relation to withdrawal.
Interest calculated	Daily
Interest Paid	Monthly in arrears
Interest rate	<p>At the date of issue of this PDS, the rate that St.George pays the IDPS operator on the MMI Account is 4.05% p.a., which is the Cash Rate minus the Margin. The way the interest rate is determined on the MMI Account is described in Section 2.</p> <p>The interest rates are variable and may change at any time.</p> <p>Please note that the interest you are paid by the IDPS operator on your investment is net of any applicable fees, so the interest you earn may be less than interest at the rates set out above. You can see the interest rate you will earn on Investor Online.</p>
Restrictions on the number of withdrawals	Nil

Feature	MMI Account
Third party payments allowed	<p>No – all withdrawals will be made on your behalf by the IDPS operator.</p> <p>Once withdrawal proceeds have been received by the IDPS operator, they will be credited to your IDPS Account</p>
Accessibility	Only available to you through your IDPS Account.
Buy/Sell differential	As the account is a cash account, there is no buy/sell differential that applies to the making of a deposit or withdrawal through the IDPS operator to or from the MMI Account.
Where do I find information about the latest rates	<p>The current interest rate is available from</p> <ul style="list-style-type: none"> • your financial adviser • Investor Services on 1 800 998 185 (9am to 8pm EST Monday to Friday) • Investor Online at www.asgard.com.au • The Cash rate can be obtained at www.rba.gov.au <p>The interest rate applying to the MMI Account may change at any time.</p>

Section 2 - Key features and benefits

Description

The MMI Account is a deposit account held by the IDPS operator with St.George denominated in Australian dollars which offers a competitive interest rate.

An investment in the MMI Account as offered under this PDS is only available through your IDPS account.

Interest

Interest rate payable on the MMI Account

The interest rates payable by St.George to the IDPS operator on the MMI Account are variable.

- St.George pays the IDPS operator interest at the Cash Rate minus the Margin.

For the purpose of interest rate calculations:

- the **Cash Rate** means the overnight cash rate as determined from time to time by the Reserve Bank of Australia. This rate can be obtained at www.rba.gov.au; and
- the **Margin** is, at the date of this PDS, 0.20%.

St.George and the IDPS operator may agree to change the interest rate applying to the MMI Account or the way the interest rate is determined (for example St.George and the IDPS operator may agree a change to the Margin), at any time.

The current interest rate you will receive for your indirect investment in the MMI Account is available from:

- your financial adviser and
- Investor Online at www.asgard.com.au

Where is interest credited

Interest will be paid by St.George directly to the IDPS operator. The IDPS operator will then credit your share of this interest to the cash balance of your IDPS account.

How is interest calculated

Interest is calculated daily by St.George on the balance in the MMI Account held by the IDPS operator at the end of each day. For this purpose, “balance” includes any deposits and withdrawals made on that day. Interest is paid monthly (in arrears) on the first Business Day of the following month

Interest is calculated using the following formula:

$$\frac{\text{Daily Closing Balance}}{365} \times \frac{\text{Interest Rate}}{100}$$

Deposits and withdrawals

Minimums

There is no minimum initial deposit, ongoing balance or transaction size relating to your investment in the MMI Account.

How deposits and withdrawals can be made

To invest in the MMI Account through your IDPS account, you must complete the documentation which the IDPS operator requires. See your IDPS Disclosure Document for details. Enquiries about investing in, and making withdrawals from, the MMI Account, should be directed to the IDPS operator or your financial adviser. You do not need to complete any St.George forms.

Information about your investment in the MMI Account

The IDPS operator will provide you with reports on your investment in the MMI Account.

Information is available through:

- Regular reports issued to you in relation to your IDPS account
- Online access through Investor Online – available 24 hours a day, seven days a week
- Your financial adviser (who has access to information through AdviserNET).

Section 3 – Significant factors

Significant Risks

Use of the Account

As your investment in the MMI Account is not held in your name, any access to the MMI account is controlled through instructions given to the IDPS operator. Your rights in relation to your investment are against the IDPS operator, not St.George.

A significant risk of making an investment in the MMI Account is that it may not be suitable for you or meet your particular needs.

IDPS operator Deposit with St.George

St.George is an Australian authorised deposit-taking institution under the Banking Act 1959. In order to qualify for this status, St.George has to operate in accordance with the requirements of the Australian Prudential Regulation Authority (*APRA*), as well as the Reserve Bank of Australia. The purpose of some of those requirements is to ensure the protection of deposits made by customers. Those requirements are principally set out in Sections 12-16 of the Banking Act 1959, which have been amended as discussed below. The IDPS operator, as the depositor with St.George, has the same protection with St.George as it would have with any other Australian bank. If St.George became unable to meet its obligations, its assets in Australia would be available to meet its deposit liabilities in Australia in priority to all its other liabilities.

From 28 November 2008, the Financial System Legislation Amendment (Financial Scheme and other Measures) Act 2008 came into effect. This established a Financial Claims Scheme under which a Deposit Guarantee can be obtained for a Protected Account by payment of a Guarantee Fee until the 12 October 2011. Your IDPS operator has opted not to have the benefit of the Deposit Guarantee on the MMI Account. If you would like to have an indirect investment in an account where the IDPS operator does have the benefit of the Deposit Guarantee, you can ask your IDPS operator to transfer your funds to the MMI Guaranteed Account covered by a Deposit Guarantee. The interest rate you will earn on the MMI Guaranteed Account will be reduced by the Guarantee Fee.

Fees and Charges

Fees and Charges payable on the MMI Account

As you are an indirect investor, there are no transaction fees or monthly service fees payable by you directly to St.George in relation to an investment in the MMI Account and, currently, there are no fees and charges payable by the IDPS operator to St.George for the day-to-day administration and operation of the MMI Account. However, St.George may introduce new fees, or change any fees, at any time. If it does St.George will notify the IDPS operator at least 30 days before the change takes effect.

If the Government introduces or changes a government charge payable directly or indirectly by the IDPS operator, St.George will notify the IDPS operator in writing unless the introduction or change is publicised by a Government, Government Agency or Representative Body.

Service Fees

- The IDPS operator may receive a service fee from St.George for performing client service activities and transaction reporting on the MMI Account and/or for the introduction of you as an indirect investor. The IDPS operator is entitled to keep this service fee itself. It has no obligation to pass some or all of it on to you. This service fee is calculated as a percentage of

the daily balance of your investment in the MMI Account. At the effective date of this PDS, that percentage is 0.30% per annum on the daily closing balance in the Account

Taxation

Taxation law is complex and its application to you will depend upon your own particular circumstances. For this reason, you should obtain professional advice. The information below is general in nature only.

Interest earned on an investment in the MMI Account through an IDPS that is not a superannuation fund must be declared by you when it is time for you to lodge your tax return.

If you are an Australian resident and do not provide the IDPS operator with your Tax File Number (*TFN*) or Australian Business Number (*ABN*), the IDPS operator may withhold tax calculated at the highest marginal tax rate plus the Medicare Levy (46.50% at the date of the PDS) from the interest and remit the withheld amount to the Australian Taxation Office.

Changes to the PDS

The PDS can be changed by St.George at any time if St.George changes it in accordance with any applicable law or code of conduct.

St.George will notify the IDPS operator of:

- (a) any change to any of the matters specified in the PDS; and
- (b) any event that affects any of the matters specified in the PDS.

Your IDPS Disclosure Document will set out how and when the IDPS operator will notify you of any changes which affect you or your indirect investment in the MMI Account.

Your Privacy

St.George does not collect or store your personal information in connection with an investment in the MMI Account. You should refer to your IDPS Disclosure Document for details about how your personal information is collected, stored and used in connection with your IDPS account.

Complaints Resolution

The IDPS operator has established procedures for dealing with enquiries and complaints that meet the Australian Standard for Complaints Handling. If you have any enquiries or complaints about the operation or management of your MMI Account, you can:

- call the Contact Centre on 1800 998 185
- email asgard.investor.services@asgardwealthsolutions.com.au
- write to the Contact Centre PO Box 7490, Cloisters Square PERTH WA 6850

The IDPS operator will acknowledge your query within 48 hours of receipt, and attempt to resolve it within 28 days.

Labour standards, environmental, social and ethical considerations

St.George has not taken into account labour standards or environmental, social or ethical considerations for the purpose of offering the MMI Account to the IDPS operator so that you can make an indirect investment in it.

Cooling-off

As you will be investing through your IDPS account, no cooling-off rights apply to any investment through your IDPS account in the MMI Account.