

Version 8.1.1 03/03/2017

Our Active Wealth Managers office:

Address: Suite 9, Level 1, 176 Main Street
Osborne Park WA 6017
Phone Number: (08) 9349 2700

Web: www.activewealthmanagers.com.au

Who is my Adviser?

Here at the Active Wealth Managers office your adviser will be:

Michael Berinson Dip FS (FP), AFA
Senior Financial Planner
Authorised Representative - No. 298694
Credit Representative – No. 378183

Adviser Authorisation and Remuneration

The Active Wealth Managers office is operated by Michael Berinson through, Michael J Berinson Pty Ltd (ABN 89 117 994 555). Michael J Berinson Pty Ltd, receives 95% of all fees and or commission; the licensee, Infocus Securities Australia Pty Ltd (Infocus), receives the balance, being 5%.

Michael J Berinson Pty Ltd is a corporate authorised representative (No. 321571 for financial services and No. 478584 for credit) of Infocus. Michael is an authorised representative and credit representative of Infocus and is authorised to provide the full range of financial services and products offered by Infocus as outlined in the FSG Brochure provided with this insert except as follows.

Michael is not authorised to provide advice in Securities and Self-Managed Superannuation Funds.

Michael is remunerated by means of a salary, fees and commissions generated.

Referral Fees

A third-party referrer may receive a referral fee or commission for introducing you to Active Wealth Managers, or we may receive your details as a referral from others. The payment of any fee for a referral, whether received or payable will not involve an additional cost to you. Any referral fees will be disclosed at the time of the referral and/or detailed in your Statement of Advice.

Shareholding

Your adviser, Michael Berinson, either directly or indirectly, holds ordinary shares in Infocus Wealth Management Ltd (ABN 28 103 551 015).

How Will I Pay for the Services Provided?

There are various ways that you may pay for the services we provide, including:

- **Professional Fees** - where you pay a fee to Active Wealth Managers for all the services that we provide (including the Statement of Advice (SOA) and implementation and review of the advice). This may be charged by direct invoice, deductions from your investment products or a combination of both;
- **Brokerage/commissions** - where the investment product provider pays Active Wealth Managers upon your initial investment (initial fees and charges) and/or regularly throughout the life of your investment (ongoing fees and charges); or
- **A combination of both** - where you pay for the cost of the SOA and a percentage for the product/investment placement, which may include initial fees and charges and/or ongoing fees and charges.

A breakdown of the types of payments we may receive is set out in the following pages.

TYPE OF ADVICE/SERVICE	FEE or REMUNERATION
<p>Advice</p>	<p>Fees may be invoiced directly or collected from the product. An upfront fee for service may be charged based on either a fixed dollar amount on the value of the funds invested, or a combination of these methods.</p> <p>Fee for service for the preparation of your advice.</p> <p>This fee is based on an hourly rate of \$330 per hour with a minimum fee of \$1,650 and a maximum fee of \$22,000.</p> <p>Hourly rates for the Active Wealth Managers office are:</p> <ul style="list-style-type: none"> • Senior Financial Adviser \$330.00 per hour • Planning Assistant \$165.00 per hour <p>Alternatively, we may agree to charge a flat \$ fee based on the complexity of the advice and the work involved. This fee is negotiated with you and can range from \$1,100 to \$3,300.</p>
<p>Implementation</p>	<p>The cost of implementing your financial strategy will usually cost between \$0 and \$1,100, depending on the products, strategies and time involved.</p> <p>These costs may be in addition to any advice fee and will be set out in your advice document.</p> <p>You can choose to receive an invoice for your implementation fee. Alternatively, we may be able to deduct the fee from your financial products. Your adviser will discuss and agree payment options with you.</p> <p>Additional fees may also be incurred for ongoing services (please refer to the Ongoing Service section).</p>
<p>Ongoing Service – Adviser Service Fee</p>	<p>Providing service on an ongoing basis allows you to have the confidence that you have access to a professional that knows you and your circumstances. It can fund the cost of strategic advice and/or portfolio advice in a changing environment.</p> <p>Fees may be invoiced directly or collected from the product. Ongoing fees may be charged based on either a fixed dollar amount, the value of the funds invested, or a combination of these methods. This fee will be negotiated with you and can range from \$1,650 to \$22,000. In addition, a Market Linked Fee of 0.22% pa may be charged for the reviewing and maintenance of your funds.</p> <p>Alternatively, an Adviser service fee of up to 2.2% of funds under management (e.g. if your investment amount is \$100,000, then Infocus may receive up to \$2,200pa). These fees will typically be paid on an ongoing basis while the investment is still in place.</p> <p>The services provided as part of your ongoing professional fee are detailed in a Client Service Agreement, which we will provide to you with your Statement of Advice.</p>
<p>Other Services</p>	<p>Ad-hoc services can be provided on an as needs basis. Fees will be agreed before any work commences and may be based on time to complete at a cost of between \$165 to \$330 per hour or as a fixed fee up to \$3,300.</p> <p>The Active Wealth Strategy is an investment concept designed to assist clients who are keen to reduce their private debt as fast as possible and to build up investment assets using the equity in their home. It is a disciplined approach to saving and investing. The Strategy involves your adviser working with you to achieve debt reduction and tax effective wealth creation through the implementation of a disciplined cash flow monitoring system. The results of the Active Wealth</p>

Strategy can be significant, particularly in terms of private debt repayment and increased retirement savings.

The fee payable for the preparation, implementation and initial ongoing training of our Active Wealth Strategy is based on our hourly rate. An indicative cost would be \$7,700.

TYPE OF ADVICE/SERVICE FEE or REMUNERATION

Commissions

Upfront

This is paid by the issuer of the financial product/s recommended when the product is issued to you. This may be deducted from the initial amount you have invested or it may be payable from the product provider's own resources.

INVESTMENT/SUPERANNUATION

Can be up to 5.5% of the funds under management; based on an account balance of \$1,000, this equates to \$55.

PERSONAL INSURANCES

Can be up to 140% of the premium paid; based on a premium of \$1,000pa, this equates to \$1,400 in year one.

Ongoing

This is paid by the issuer of the financial product/s recommended and is payable on an ongoing basis while the investment/insurance is still in place.

INVESTMENTS/SUPERANNUATION

Can be up to 2.2% of the funds under management; based on an account balance of \$1,000, this equates to \$22.

PERSONAL INSURANCES

Can be up to 45.5% of the premium paid; based on a premium of \$1,000, this equates to \$455.

Your advice document will disclose any benefits or fees received by Infocus and/or your adviser.

Credit Services

Infocus conducts business with a number of credit providers when providing credit assistance in relation to credit contracts.

Suitability of Loans to Your Financial Objectives

By law, before entering into a specific credit contract, we are obliged to conduct a Preliminary Credit Assessment to determine what kind of loans would be suitable for you. In consultation with you, we will explore and discuss with you your financial situation, financial objectives and borrowing needs before we determine which loan product may suit your requirements.

For the purposes of the Preliminary Credit Assessment, we will need to ask you some questions in order to assess

whether the loan or lease is not unsuitable. The law requires us to:

- make reasonable inquiries about your requirements and objectives;
- make reasonable inquiries about your financial situation; and
- take reasonable steps to verify that financial situation.

The assessment will be conducted prior to recommendation of a particular product. The assessment will involve collection and verification of financial information to determine the appropriate loan amount and the loan costs associated with entering a credit contract.

This will ensure that your circumstances will be assessed appropriately and that the options suggested will not place you in financial hardship. Once completed, this Preliminary Credit Assessment is only valid for 90 days. A copy of the Preliminary Credit Assessment will be available to you, on request - this will be available up to 7 years after we provide you with credit assistance.

Prior to the Preliminary Credit Assessment being conducted, we may provide you with Product summaries that highlight various key features and benefits of the product. We may also provide you with Product Comparison documents that allow you to compare the features and benefits of each product and assess the suitability to your requirements.

The following is a listing of the top providers with whom Infocus conducts the most business. Your adviser may recommend products and / or services provided by these or other credit providers:

- Colonial Geared Investments
- Macquarie Bank
- St George Bank
- Liberty Financial
- Commonwealth Bank

Fees, Charges, Commission and Disclosures

Fees payable by you to third parties

When the credit application (loan) is submitted, you may need to pay the lender's application fee, valuation fees, or other fees that are associated with the loan application process, even if the loan is ultimately unsuccessful.

Fees payable by you to the licensee

If a fee is payable by you, this will be disclosed in a Credit Quote that will be provided to you. If a Credit Quote is not supplied, this will indicate that we do not charge consumers any fees.

Payments received by the licensee

Please take notice that the licensee may receive fees, commissions, or financial rewards from Lenders or Lessors in connection with any finance we arrange for you. These fees are not payable by you.

The commission / brokerage amount depends on the amount of the finance and may vary from product to product. We can

provide you with information about a reasonable estimate of those commissions and how the commission is worked out if you require.

Fees payable by the licensee to third parties

We may pay fees to call centre companies, real estate agents, accountants, or lawyers and others for referring you to us. These referral fees are generally small amounts in accordance with usual business practice. These are not fees payable by you. Any referral fees will be disclosed at the time of the referral and/or detailed in your Statement of Advice. From time to time, we may also remunerate other parties through payments, rewards or benefits.

Mortgage and Finance / Leases

Loan products

Initial commissions generally range between 0.33% and 1.485% of the initial loan balance and 0% to 0.55% of the outstanding loan balance each year. For example, if your loan balance was \$100,000 we would receive an upfront payment of between \$330 and \$1,485 and a payment of between \$0 and \$550 per annum. Please note that lenders can change these commission rates at any time.

Consumer leases

We charge a brokerage fee between 0% and 4% of the lease amount sought. For example, if you were seeking \$10,000 credit, the cost to you would be between \$0 and \$400.

All of the above fees and commissions are inclusive of GST.

Infocus Securities Australia Pty Ltd ABN 47 097 797 049
Australian Credit License and AFSL No. 236523 trading as
Infocus Money Management and Infocus Financial Advice.

Note: This Adviser Fee Schedule Insert completes your Financial Services Guide.