

Praemium SMA

A better way to invest

The Praemium SMA gives you a professionally managed investment portfolio, like a managed fund. Better than a managed fund, you can also see what is in your portfolio and you are the beneficial owner of the underlying shares

What is a Separately Managed Account (SMA)

The Praemium Separately Managed Account (SMA) is an investment platform that gives you a professionally managed portfolio of shares and other listed securities.

Your portfolio can be held either inside or outside of your superannuation. Because of the way the SMA is structured you do not have the extensive administration burden associated with direct investing. You also have much more portfolio transparency than if you were to invest via managed funds.

How does it work?

Praemium offers a wide range of model portfolios to suit investors' varying needs and stages in life.

Your adviser will be able to design an investment portfolio from these model portfolios to suit your specific requirements.

Once invested, you will be able to see the shares and other securities that you hold, and to access via the internet up-to-date reports on your portfolio. You will be able to view your portfolio performance and valuations, review your dividends and associated franking credits, and see all investment trades and any fees and costs. This information is available to you 24 hours a day 7 days a week for your convenience.

Things you should know

Who manages your investments ?

Your investments will be managed by a professional investment manager who monitors and researches investment markets. They will filter the available information to select the investments that best meet the objectives of the model portfolio as described in the Product Disclosure Statement.

Where does an SMA invest your funds?

The Praemium SMA has models that invest in the following asset classes:

- Australian shares
- Ethical investments
- Listed property
- Alternative investments
- International shares
- Fixed income
- Hybrid securities
- Diversified
- Cash

Who actually owns the investments ?

You (or the trustee of your superannuation fund) are the beneficial owner of the underlying securities/investments. This means that you receive the dividends and any franking credits from the underlying securities that make up your portfolio.

How are my returns paid?

Your dividends and other returns will be paid into your account. When your adviser helps you set up your account you can choose to take the dividends as cash or to reinvest them into your portfolio. If you elect to reinvest, additional shares will be purchased on your behalf and added to your portfolio.

Praemium SMA

More reasons it matters to you....

Safe custody



The safe custody of your investments is essential for your peace of mind. We partner with some of the world's most prestigious and reputable financial institutions to provide the security our clients expect.

Your portfolio



You have 'beneficial ownership' of your investments, which means that the underlying shares in your portfolio are held by a regulated trustee on your behalf. This is in contrast to managed funds, where you are issued 'units' in a fund but have no direct link to the underlying shares.

You have access to view your portfolio 24/7. Monitor performance, valuations and much more.

No inherited liability



The SMA optimises your tax outcomes by allowing you and your adviser to minimise or maximise capital gains, manually select share parcels, switch between methods and use a "what if" tool to assess the CGT impact of any proposed transactions to determine the best outcome for you.

More tax effective



When investor portfolios are to be updated, all trades in a security are first netted across all investor holdings sharing in that change. A single net trade is then sent to market and brokerage costs are shared across all participating investors. Trades are executed at wholesale rates, giving you extremely low brokerage costs.

Less paperwork



Investing directly in the share market is a lot of work. Contract notes, tax paperwork, corporate actions instructions and share price monitoring are just the beginning. With the Praemium SMA all you have to do is select the most appropriate model portfolios for your situation and we take care of the rest. We even prepare accountant-ready reports for your tax returns.

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