

1 July 2023

Product Update

Additional information to the Product Disclosure Statements (PDSs) and/or documents incorporated by reference, issued 31 March 2023 for the following products:

- Shadforth Portfolio Service – Super
- Shadforth Portfolio Service – Pension
- Shadforth Portfolio Service Pension – Term Allocated Pension

Changes to super thresholds and rates from 1 July 2023

The following super thresholds and rates apply from 1 July 2023 due to indexation or other legislative measures.

	New (1 July 2023)	Previous	Description
Superannuation Guarantee (SG)	11.0%	10.5%	Compulsory employer super contributions paid as a percent of eligible employee income.
Minimum annual pension payments	Standard annual pension payment amounts	50% reduction of annual pension payment amounts	Minimum amounts to be paid in a financial year for relevant super pension accounts.
Lump-sum withdrawal (low-rate cap)	\$235,000	\$230,000	Cap applicable to lump-sum super withdrawals before tax is attributable for individuals under age 60.
Co-contribution income threshold	\$58,445 and \$43,445	\$57,016 and \$42,016	Income thresholds for eligible government super co-contributions. (Subject to general transfer balance cap.)
General transfer balance cap	\$1.9 million	\$1.7 million	Limit an individual can transfer super to tax-exempt retirement pension environment.
Capital Gains Tax (CGT) cap	\$1.705 million	\$1.65 million	Lifetime cap for the proceeds of certain small business asset sales contributed to super.
Defined benefit income cap	\$118,750	\$106,250	Cap after which income tax applies to defined benefit income payments.
SG maximum contribution base	\$62,270 (per quarter)	\$60,220 (per quarter)	Maximum employee quarterly income beyond which employer SG contributions aren't compulsory.
Non-concessional contribution cap	\$110,000 (no change) – \$0 if total super balance (TSB) \$1.9m or above. Bring-forward arrangements: <ul style="list-style-type: none"> • \$330,000 (three year-cap) if TSB under \$1.68m • \$220,000 (two year-cap) if TSB between \$1.68m and \$1.79m. 	\$110,000 (no change) – \$0 if total super balance (TSB) \$1.7m or above. Bring-forward arrangements: <ul style="list-style-type: none"> • \$330,000 (three year-cap) if TSB under \$1.48m • \$220,000 (two year-cap) if TSB between \$1.48m and \$1.59m. 	Limit to making after-tax contributions without triggering excess contribution consequences.
Concessional contributions cap	\$27,500 (no change)	\$27,500	Limit to making pre-tax contributions without triggering excess contribution consequences.

More information

For more information on super thresholds and rates, refer to the ATO website at www.ato.gov.au. Alternatively, speak with your financial adviser or contact **Shadforth ClientFirst** on **1800 931 792** or portfolioservice@sfg.com.au.