

Investor Name
Address Line 1
Address Line 2
SUBURB STATE POSTCODE

2021 Annual Statement

Generation Life Tax Effective Equity Income Fund



16 August 2021

Dear Investor

Thank you for trusting Generation Life with your investment in 2021. We are proud to manage your investment and look forward to continuing our partnership and helping you reach your financial goals.

Please find enclosed your Annual Statement for the financial year ended 30 June 2021. The statement provides an overview of your investment with Generation Life, and a summary of the activity on your investment account during the 2021 financial year reporting period.

Market review

This financial year we saw a strong year of growth for the Australian share market with the S&P/ASX 200 Index rising 27.8%.¹ This was the highest one-year growth rate for the Australian share market since 2007. Companies continue to benefit from the strong bounce back in global economic conditions and significant deployment of capital from investors into financial assets.

Email

enquiry@genlife.com.au

Investor services

1800 806 362

Postal address

GPO Box 263
Collins Street West
Melbourne VIC 8007

genlife.com.au

Fund review

Since inception of the Generation Life Tax Effective Equity Income Fund Class A units on 7 April 2021, Class A units have returned 3.2% (after fees and tax). This included an after fees and tax payment yield for the June quarter of 0.67% compared to the fund's underlying investment portfolio pre-tax yield of 0.69%.

The fund's underlying investment portfolio was established on 5 November 2020. The portfolio has exceeded its franked income objectives for the period to 30 June 2021, posting a pre-tax franked income yield of 4.1% against the S&P/ASX 200 Accumulation Index franked income yield of 2.8% - a 48% premium.



On an after fees and tax basis the underlying portfolio achieved an overall total return of 15.93%. At the sector level, non-bank financials and banks were the largest positive contributors to the portfolio's absolute return, while utilities and industrials detracted.

Dividend yields

Over the August reporting season we are expecting to see strong growth in the dividend income available from the market and for this to be supported by sound capital management activities from high quality Australian companies. 2020 was clearly a difficult environment for income, as was seen in the February 2021 reporting season, however Australian company earnings have begun to rebound along with the strong economic recovery underway in Australia.

The fund's portfolio forecast dividend yield for the next 12 months before fees and tax is 5.0%, compared to the S&P/ASX 200 Index's forecast yield of 3.8%.²

We're here to help

If you have any questions about your 2021 Annual Statement, or questions more generally, please contact your financial adviser, or call us on 1800 806 362 from 9:00am to 5:30pm (Melbourne time) Monday to Friday. You can also email us at enquiry@genlife.com.au.

Thank you for your continued support of Generation Life. As a long established and leading provider of investment bonds we are continually focused on delivering tax-effective investment solutions for our investors. The recent launch of the Generation Life Tax Effective Equity Income Fund is an example of our innovative approach to providing attractive after-tax returns without added investment risk.

As we enter the 2022 financial year, we look forward to providing further innovations in tax-effective investing.

Yours sincerely



Grant Hackett OAM
Chief Executive Officer

- 1 The strategy is not constrained by a benchmark, however the Index is shown for comparison purposes.
2. Source: Martin Currie Australia; MSCI; as of 30 June 2021. Data calculated for the representative Martin Currie Australia Equity Income account. Yield forecast is calculated using the weighted average of broker consensus forecasts of each portfolio holding and research conducted by Legg Mason Australia, and excludes the fund's fees, costs and tax. Actual yield may differ due to various factors, including changes in the prices of the underlying securities and the number of units on issue. Neither the yield forecast nor past performance is a guarantee of future results.

Generation Life Limited ABN 68 092 843 902 AFSL 225408 is the issuer of the policy interests in the Generation Life Tax Effective Equity Income Fund. The information in this statement does not take into account the objectives, financial situation or needs of any individual and is not intended for use as financial or investment advice or a recommendation. Generation Life Limited excludes, to the maximum extent permitted by law, any liability (including negligence) that might arise from this information or any reliance on it. Generation Life Limited does not make any guarantee or representation as to any particular level of investment returns. The disclosure document is available at genlife.com.au or by calling us and its contents should be considered before making an investment decision.

Annual statement



Generation Life Tax Effective Equity Income Fund (CLASS TYPE)

30 June 2021

Contact and account details

Account number

3100XXXX

Account owner(s)

Investment Owner

Investment commencement date

1 April 2021

Insured person(s)

Person 1; Person 2

Future event facility transferee(s)

Not selected

Future event date

Not selected

Investment balance

\$577,503.19

As at 30 June 2021



If you need to update your details please contact us at enquiry@genlife.com.au or on 1800 806 362.

Investment summary

Initial investment 6 Nov 2020	\$500,000.00
Fee rebate reinvested	\$249.13
Regular quarterly payments	-\$3,859.45
Investment return	\$81,113.51
Investment balance 30 June 2021	\$577,503.19

Investment return breakdown

Regular quarterly payments	\$3,859.45
Portfolio movement	\$77,254.06
Total investment return	\$81,113.51

Investment features

Regular Savings Plan	Not selected
Regular Savings Plan automatic escalation	Not selected
Regular quarterly payments	Selected




You can set up a convenient Regular Savings Plan with as little as \$500 per month. There is also an automatic escalation as a set and forget way of annually increasing your regular savings amount. Please refer to the disclosure document for further details about the Regular Savings Plan.

You can download the Regular Savings Plan form from our website at www.genlife.com.au.

Making additional contributions

The quickest and most convenient way to make an additional contribution to your investment is by using BPAY® and quoting the below biller code and reference number for this investment. Contact your bank or financial institution to arrange to make this payment from your cheque, savings, debit or transaction account. Please allow up to 3 Melbourne business days for your funds to clear.



Biller Code: 345397
Ref: 3100XXXXX

Telephone and internet banking - BPAY®
Call your bank or financial institution to make this payment from your cheque, savings, debit or transaction account. More info: www.bpay.com.au



Your BPAY reference number is unique to your account number.

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Financial adviser details

Adviser name	AFS Licensee
None selected	Not applicable

Investment summary

	Units held	Unit price as at 30 June 2021	Closing balance
Generation Life Tax Effective Equity Income Fund (CLASS A)	500,219.31	\$1.1545	\$577,503.19

Your transactions

Date	Transaction description	Exit unit price	Number of units	Transaction price	Amount
1 Apr 2021	Initial application		500,000.00	\$1.0000	\$500,000.00
4 May 2021	Fee rebate reinvestment		94.15	\$1.1249	\$105.91
1 Jun 2021	Fee rebate reinvestment		125.16	\$1.1443	\$143.22
30 Jun 2021	Regular quarterly payment				-\$3,859.45
	Investment return				\$81,113.51
30 Jun 2021	Closing value	\$1.1545	500,219.31		\$577,503.19

Further information

Total fees, cost, and tax

The total approximate management fees you paid during the period were \$4,004.20 (net of your fee rebate of \$249.13). This amount includes the fees and costs which affect your investment during the period including administration costs, investment management costs, estimated indirect costs and investment transactional costs. These costs are reflected in the unit price and are not an additional cost to you.

Additional explanation of fees and costs

Buy/sell spreads may apply, which are not included in the indirect costs applicable to your investment. The buy/sell spreads are not shown separately in this statement and are reflected in the unit price.

The fees and costs shown include the impact of goods and services tax (GST) and reduced input tax credits where applicable. The benefit of tax deductions the investment is entitled to receive in respect of fees and costs have been passed on to investors as part of the unit price.

The fund's earnings are taxed at a maximum rate of 30%.

Dispute resolution

You should notify us in writing if you have a complaint. We will acknowledge receipt of your complaint and aim to resolve it within 45 days. We will write to you to explain our decision and any further avenues of recourse. We are a member of the Australian Financial Complaints Authority (AFCA), an independent body established to resolve complaints in the financial services industry. If we have not resolved your complaint within a reasonable time or you are not satisfied with our determination of your complaint, you can refer the matter to AFCA for resolution.

Australian Financial Complaints Authority

GPO Box 3, Melbourne, Victoria 3001

www.afca.org.au

Telephone 1800 931 678



Keep us up to date with your information

If any of your details in this statement are incorrect or missing, please advise us by contacting a Client Services Officer at Generation Life.

Postal address

GPO Box 263, Collins Street West
Melbourne VIC 8007

Email

enquiry@genlife.com.au

Enquiries

Investor services: 1800 806 362
Adviser services: 1800 333 657