

MySuper

What it means for you
and your employees



MySuper – one of a range of upcoming reforms to superannuation – is coming. Suncorp's MySuper product will ensure that you're MySuper ready by 1 January 2014.

So, what is MySuper?

My Super is part of the Government's 'Stronger Super' reforms. From 1 January 2014, if super funds wish to accept Superannuation Guarantee (SG) contributions from default members who have not actively selected their own investment strategy, they'll need to offer a new MySuper product.

MySuper is intended to be a superannuation product for people who aren't actively involved in their super. It's designed to make super easier to understand, to improve simplicity, transparency and comparability of super funds, with standard features like:

- A single diversified or lifecycle investment strategy
- Life and permanent incapacity insurance
- Limited standard fees and no adviser commissions.

Where a person has not provided the trustee of the superannuation fund a written direction to invest their contributions in a specified investment option, the person's contributions will be paid into a MySuper product from 1 January 2014

What will MySuper offer?

At Suncorp we're focused on ensuring we have the best possible product for you and your employee members and that you continue to meet your employer superannuation obligations. We also want to make sure the transition is as smooth and simple as possible for you.

We've already been granted a MySuper Authorisation by the Australian Prudential Regulatory Authority (APRA).

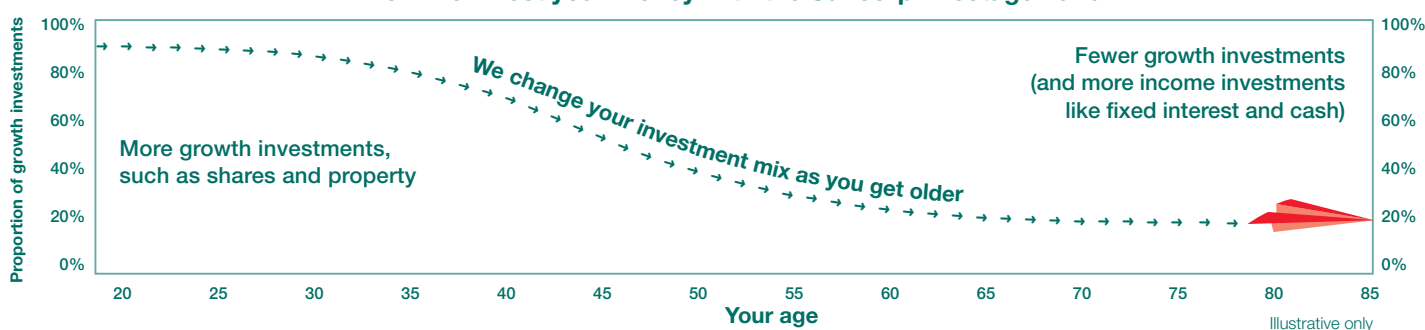
Our MySuper product will have competitive fees and minimum levels of death and permanent incapacity insurance cover. It will offer a lifestage approach to investing – this provides a more effective and low-cost solution than a 'one size fits all' single balanced default investment option.

About the Suncorp Lifestage Fund

Our MySuper product will use a lifestage investment strategy. This means we'll allocate a diversified investment mix determined by age and automatically change the mix over time. So, when someone is younger, we'll put more of their money in growth-oriented investments such as shares and property, because they have a long time before retirement to ride the ups and downs of investment markets. And as they get older, we'll put more of their money in income-oriented investments (such as fixed income, infrastructure and cash) better suited to investors with shorter term horizons. The emphasis changes from capital growth to capital preservation and income as they get older.

The illustration below shows how this works:

How we invest your money with the Suncorp Lifestage Fund



When we receive a contribution from a member, unless they choose otherwise, it will be invested in the Suncorp Lifestage Fund for their year of birth. For example, if a member were born in 1982, they'll be invested in the Suncorp Lifestage Fund 1980-1984.

The table below shows the detail behind the Suncorp Lifestage Funds: the strategic asset allocation and changing mix of income and growth-oriented investments for each age range.

How we invest your money in the Suncorp Lifestage Funds

Your year of birth	Standard Risk Measure	Recommended minimum time to keep the investment	Strategic Asset Allocation (This shows the percentage of your money that we put into each type of investment. They add up to 100%.) [†]								
			Income investments (%)				Growth investments (%)				
			Cash	Aus fixed interest	Intl fixed interest	Infrastructure	Total income	Property	Aus shares	Intl shares	Total growth
1995-1999	6 – High	10 years +	1	4	4	1	10	18	36	36	90
1990-1994	6 – High	10 years +	2	5	4	1	12	19	37	32	88
1985-1989	6 – High	10 years +	3	5	4	1	13	20	38	29	87
1980-1984	6 – High	10 years +	2	6	5	1	14	21	39	26	86
1975-1979	6 – High	10 years +	4	9	6	1	20	21	37	22	80
1970-1974	5 – Med to high	10 years +	6	13	9	2	30	20	33	17	70
1965-1969	5 – Med to high	10 years +	10	20	12	2	44	17	27	12	56
1960-1964	4 – Med	10 years +	15	26	14	3	58	13	21	8	42
1955-1959	4 – Med	10 years +	19	31	15	3	68	11	16	5	32
1950-1954	3 – Low to med	7 years +	22	34	15	4	75	9	13	3	25
1945-1949	3 – Low to med	5 years +	24	36	15	4	79	8	11	2	21
1940-1944	3 – Low to med	5 years +	24	37	14	4	79	8	11	2	21
1935-1939	3 – Low to med	5 years +	27	37	12	4	80	8	11	1	20
1934 and earlier	3 – Low to med	5 years +	27	37	12	4	80	8	11	1	20

[†] These percentages can vary to allow our investment manager to maintain the long-term objective of each Suncorp Lifestage Fund. To keep things simple, we've rounded these numbers up or down to the nearest full one per cent, and where the resulting totals haven't added up to 100 per cent, we've adjusted cash.

Our Suncorp Lifestage Fund was created with our investment partner Ibbotson Associates Australia Limited, a world leader in investing. They bring together the skill and expertise from a number of quality investment managers from Australia and around the world – making super investing easy.

In addition to the new MySuper product, our superannuation plans will continue to offer a wide range of investment options for members who want to make an active choice on their super.



What do you need to do?

You don't need to do anything right now. Our MySuper product will be fully compliant, ensuring you meet your compliance obligations from 1 January 2014. We'll do all the hard work and implement the changes for you – ensuring there's minimum impact on your day-to-day business operations and your employees.

What happens next?

Around November we'll be writing to you with details on our MySuper product, including information on what you and your employees need to do. We'll also send information packs to your employee fund members, so they understand what is happening, what to consider and what they may need to do.

Key dates for MySuper	
November 2013	We'll write to you and your adviser with more detailed information
November 2013	Information packs get sent to your employee members
January 2014	Employee members who have not provided a written direction to invest in a specific investment strategy will have their future contributions directed to the new MySuper product
1 July 2017	Government deadline for all accrued default amounts to be transferred to a MySuper product.

MySuper – how it stacks up

Making it easy – a simple, easy to understand MySuper product for members

Competitive fees – means more of your employees' money is working harder

Simple, low cost insurance – with no medical evidence required, giving your employees and their families the financial security when they need it[#]

Investing made easy – our new Lifestage Fund will automatically adjust investment strategy to suit an employee's stage of life

World-leading investment expertise – access leading investment managers from Australia and around the world

Great support for your business – services like Suncorp EASE™ make managing super easy for you, meaning more time for running your business

Comprehensive member support – access to information, education and advice to help members make the most of their super

[#]There will be some exceptions. For example, pre-existing conditions may not be covered and some high risk occupations won't receive the minimum death cover.

Need more information now?

Speak with your financial adviser, or call us on 13 11 55.

You can also find more MySuper information for employers and their employees on our website at www.suncorp.com.au/super/employers/your-responsibilities

Important information

This information is current as at 16 September 2013 and may be subject to change. This information is general advice and doesn't take into account a person's objectives, financial situation or needs. A person should consider the appropriateness of the advice and the Product Disclosure Statement (PDS) available at www.suncorp.com.au before making any decision about this product. This product is not a bank deposit or other bank liability. Products and services are provided by different entities in the Suncorp Group and each entity is not responsible for, does not guarantee and is not liable in any respect for products or services of other Suncorp entities.

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