Update to Product Disclosure Statements

Given the changes to super including those announced in the 2012/13 Federal budget, the following information should be read in conjunction with the current Product Disclosure Statements (PDS) from 1 July 2012.

PDSs to be updated

- OneAnswer Personal Super and Pension, dated 27 February 2012
- OneAnswer Frontier Personal Super and Pension, dated 27 February 2012
- Corporate Super, dated 27 February 2012
- Integra Super, dated 27 February 2012
- PortfolioOne Superannuation and Pension Service, dated 15 November 2010 and Supplementary PDS dated 21 June 2012.

Legislated changes

These changes have been legislated and apply to superannuation accounts.

Concessional contributions cap 2012/13 and 2013/14
The concessional contributions cap for 2012/13 and 2013/14 for all individuals is $25,000. The transitional cap of $50,000 for individuals aged 50 and over expired on 30 June 2012.

One-off option to refund excess concessional contributions
For contributions made on or after 1 July 2011, the first concessional contributions cap breach of $10,000 or less may be refunded. Refunded contributions are taxed at the individual’s personal marginal tax rates instead of incurring excess concessional contributions tax.

Low Income Superannuation Contribution
The legislated Low Income Superannuation Contribution will apply from 1 July 2012. The measure will effectively refund up to $500 of contributions tax on concessional contributions for eligible members with up to $37,000 of adjusted taxable income.

Superannuation Guarantee increases and age limit abolished
The Government has legislated to increase the Superannuation Guarantee (SG) rate progressively from 1 July 2013. The current SG rate of 9% will continue to apply in 2012/13, increase to 9.25% in 2013/14 and progressively increase to 12% by 2019/20. From 1 July 2013, the SG age limit of 70 will be removed, requiring employers to pay SG for eligible employees aged 70 and over from this date.
Extension of minimum drawdown relief
The Government has legislated an extension to the temporary relief on minimum pension payments to the 2012/13 financial year. Minimum pension payments will remain at 75% of the standard legislated minimum.

Proposed changes
These proposed changes require legislation to successfully pass through Parliament and receive Royal Assent before they can be implemented and may be subject to further changes during this process.

Concessional contribution cap from 1 July 2014
The Government has proposed that from 1 July 2014, individuals aged 50 years or older with superannuation balances below $500,000, would be able to make $25,000 of additional concessional contributions over and above the general concessional contributions cap.

Increased contributions tax for very high income earners
It is proposed that from 1 July 2012 certain concessional super contributions will be taxed at 30% for some high income earners. The increased tax will apply where an individual’s adjusted income (including concessional super contributions) is greater than $300,000. Concessional contributions include personal contributions that are allowed as a tax deduction and employer contributions (e.g. SG and salary sacrifice). The higher rate will not apply to concessional contributions exceeding the concessional contributions cap.

Reduction to Government co-contribution amounts
The Government has proposed reductions to the co-contributions scheme from 1 July 2012. The maximum co-contribution is to reduce from $1,000 to $500, the co-contribution rate is to reduce from $1.00 to $0.50 and the upper income threshold is to decrease from $61,920 to $46,920.

Further information
If you have any questions or would like further information:

<table>
<thead>
<tr>
<th>Product</th>
<th>Phone number</th>
<th>Hours (weekdays, AEST)</th>
<th>Email</th>
<th>Fax number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Corporate Super</td>
<td>1800 627 625</td>
<td>8.30am – 8pm</td>
<td><a href="mailto:corpsuper@onepath.com.au">corpsuper@onepath.com.au</a></td>
<td>02 9234 6668</td>
</tr>
<tr>
<td>Integra Super</td>
<td>133 665</td>
<td>8.30am – 6.30pm</td>
<td><a href="mailto:customer@onepath.com.au">customer@onepath.com.au</a></td>
<td>02 9234 6668</td>
</tr>
<tr>
<td>OneAnswer (suite of products)</td>
<td></td>
<td></td>
<td><a href="mailto:wrap@portfoliomee.oneypath.com.au">wrap@portfoliomee.oneypath.com.au</a></td>
<td>1800 025 741</td>
</tr>
<tr>
<td>PortfolioOne</td>
<td>1800 675 831</td>
<td>8am – 7pm</td>
<td></td>
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</tr>
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