

IMPORTANT INFORMATION AND UPDATES

– AS AT 30 JUNE 2023

With so many things vying for your attention these days it's easy to forget your super. But like an old friend, your super will be with you for the long haul and ready for you when it's time for you to enjoy a bit more me-time. So why not take a short break now and catch up one-on-one with your super today? This brochure details the product and legislation updates impacting your super account over the past year, upcoming changes and some other resources we think you'll find useful.



REGULATORY UPDATES

Temporary reduction in minimum pension requirements ended 30 June 2023

The Government's temporary 50% reduction in minimum drawdown requirements for account-based (allocated) pensions and term allocated pensions over the 2019/20, 2020/21, 2021/22 and 2022/23 financial years ended on **30 June 2023**.

The measure was implemented to assist retirees by reducing their need to sell investments to meet minimum payment requirements over a period when market prices may have been under pressure.

If you had previously elected the minimum draw-down rate, we automatically applied the increased minimum to your account from **1 July 2023**. This meant from 1 July 2023, you've been receiving a higher pension payment.

To make a change to your pension payments, contact your adviser or call us.

Expansion of the Downsizer Scheme

The downsizer contribution is aimed at helping older Australians put part or all the proceeds of the sale of their home into super to boost retirement savings. From **1 January 2023**, the eligible age reduced from 60 years old or older to 55 years old or older.

For full eligibility criteria please speak to your financial adviser or refer to the ato.gov.au

Changes to contributions caps and thresholds

Caps and thresholds	Up to 30 June 2023	From 1 July 2023	Change
Concessional contributions cap	\$27,500	\$27,500	–
Non-concessional contributions cap	\$110,000	\$110,000	–
Low-rate cap threshold	\$230,000	\$235,000	↑
CGT small business cap	\$1.650 million	\$1.705 million	↑
Government co-contributions lower income threshold	\$42,016	\$43,445	↑
Government co-contributions upper income threshold	\$57,016	\$58,445	↑
General transfer balance cap	\$1.7 million	\$1.9 million	↑



INVESTMENTS

OnePath and OptiMix Diversified Investment Option Changes

(Applies to ANZ OneAnswer Term Allocated Pension, OneAnswer Term Allocated Pension and Optimix Term Allocated Pension).

In **May 2023**, we made some changes to our OnePath and OptiMix diversified investment options offered through our Term Allocated Pension products. These include updates to the investment objective, investment strategy, asset allocation and Standard Risk Measure. Our aim in making these changes is to improve investment outcomes for our members. You can view the relevant Product Update for a side-by-side comparison showing the changes for each investment option.

For OneAnswer Term Allocated Pension and OptiMix Term Allocated Pension members visit onepathsuperinvest.com.au/performance/product-updates > OneAnswer/OptiMix section (as applicable)

Standard Risk Measure

For details on how Standard Risk Measure works, please refer to the relevant Product Disclosure Statement available at onepathsuperinvest.com.au

Updated Standard Risk Measures

Option Name*	Previous Risk Band	Previous Risk Label	Current Risk Band	Current Risk Label	Change
ANZ Cash Advantage	2	Low	1	Very Low	↓
SG Hiscock Property Fund	7	Very High	6	High	↓
Bentham Global Income Fund	6	High	5	Medium to high	↓
Schroder Real Return Fund	5	Medium to high	4	Medium	↓
T. Rowe Price Dynamic Global Bond Fund	6	High	5	Medium to high	↓
OnePath Geared Australian Shares Index	7	Very High	6	High	↓
OnePath Global Listed Infrastructure Index	7	Very High	6	High	↓
OnePath Australian Property Securities Index Fund	7	Very High	6	High	↓
OnePath Balanced Index Fund	6	High	5	Medium to high	↓
Investment options applicable Term Allocated Pension products only*					
OnePath Diversified Credit	4	Medium	6	High	↑
OnePath Stable	6	High	4	Medium	↓
OptiMix Conservative	5	Medium to high	4	Medium	↓
OnePath Conservative	5	Medium to high	4	Medium	↓
OnePath Income	6	High	5	Medium to high	↓

* Investment options in the above table may not be offered through all products.

Note: For Term Allocated Pension members, the table above is based on SRMs prior to recent OnePath and OptiMix diversified investment option changes and the current SRMs have been updated since this flyer was published in July 2023.



GENERAL

Changes to investment costs

The following fees and costs for each investment fund offered through your product for the year ending 30 June may have changed from those that applied in the previous year:

- Investment fees and costs – Performance Fees
- Investment fees and costs – Other Costs
- Transaction costs

These fees and costs that applied to your investment are shown in the 'Fees and costs deducted from your investment' section of your Annual Statement.

To view the latest estimates we have for these fees and costs as well as the latest estimates for those fees and costs for investment options you do not hold, please refer to the latest Product Disclosure Statement or OneAnswer Frontier Fees Guide (for all Super and Pension customers) available at onepathsuperinvest.com.au. We may also make updates to the information in these documents from time to time by publishing a notice under the Product Updates section of our website. For term allocated pension members equivalent information is provided below for investment options not included in the OneAnswer Frontier Fees Guide.

Please note the above fees and costs were previously referred to as 'indirect costs' however we have now updated our reporting of fees and costs charged to you in line with regulatory requirements.

Term Allocated Pension members:

Investment Fund	Estimated Other Costs (% p.a.)	Estimated Performance Fees (% p.a.)	Estimated Transaction Costs (% p.a.)
OnePath Active Growth	0.31	0.17	0.02
OnePath Balanced	0.31	0.15	0.02
OnePath Capital Guaranteed	0.00	0.00	0.00
OnePath Cash	0.00	0.00	0.00
OnePath Conservative	0.29	0.11	0.00
OnePath Diversified Credit	0.00	0.00	0.00
OnePath High Growth	0.16	0.09	0.05
OnePath Income	0.00	0.03	0.00
OnePath Managed Growth	0.31	0.17	0.04
OnePath Tax Effective Income	0.00	0.00	0.09
OptiMix Balanced	0.31	0.17	0.03
OptiMix Conservative	0.29	0.11	0.01
OptiMix Growth	0.22	0.14	0.04
OptiMix High Growth	0.16	0.09	0.05
OptiMix Moderate	0.31	0.15	0.02
AMP Capital Equity	0.02	0.00	0.03
OnePath Stable	0.10	0.07	0.01

Note: The table above provides estimated investment costs as at 30 June 2022.

Levies and expense recoveries

Where appropriate, levies and expense recoveries are deducted annually to recover some of the costs related to the running of the Retirement Portfolio Services super fund.

The cost of this levy for the 12 months to 30 June 2023 has been passed on by OnePath Custodians Pty Ltd (the Trustee) of the Retirement Portfolio Service superannuation fund (the Fund) to its members as a 0.007% p.a. charge applied against the investments of the Fund on 24 February 2023. This deduction did not include cash investment options and guaranteed products (which do not have a unit price).

To illustrate the impact of this deduction, for a member of the Fund with a \$50,000 balance, the cost of this deduction would be \$3.50.

Levies and expense recoveries are expected to increase to 0.02% p.a for the year ended 30 June 2024. The actual levy charged will be confirmed as part of next year's annual statement.

Your Fund Annual Report

Your fund Annual Report will be available online in December at onepathsuperinvest.com.au

If you would like to receive a printed copy call us on 133 665 and we'll mail one to you.

Fees and costs deducted from your investment

The fees and costs that are shown under 'Fees and costs deducted from your investment' in your Annual Statement are explained below.

Investment Fee/Management Fee/Ongoing Fee – the cost of managing the investment fund and the underlying fund manager's Investment Management Fee (IMF). The IMF charged by the underlying fund manager includes the fees, charges and some estimated expense recoveries that relate specifically to the management of each investment fund.

Other investment related costs which include:

- **Performance Fees** – fees that the underlying fund manager are entitled to receive if the underlying investment fund outperforms an agreed investment benchmark.
- **Other Costs** – costs that are incurred by the underlying fund manager. Examples of these costs include expense recoveries and over the counter derivative management costs.
- **Transaction Costs** – costs that are incurred by the underlying fund manager related to the buying and selling of assets. These include costs such as brokerage costs, settlement costs and stamp duty. Transaction costs do not include buy-sell spreads.

Administration fees and costs (under Fees and costs deducted from your investment – applicable to super and pension members only)

– includes any levies and expense recoveries that have been deducted from the assets of each investment fund. This includes the APRA levy charged to all super funds and some of the costs to comply with the Government's superannuation regulatory changes.

Buy-Sell Spread – an additional cost reflected in the daily unit prices of an investment fund that is not charged separately. It is used to allocate the costs of buying and selling assets in an investment fund to those investors who are transacting on that fund rather than to members who are not transacting. As your account is valued at the sell unit price, all investments into an investment fund are reduced by the buy-sell spread at the time of the investment.

If you have any questions about the fees and costs on your statement, please contact Customer Services on 133 665.

KEY DEFINITIONS

Nomination of beneficiary

If you have nominated a beneficiary, it will appear on your statement. A valid non-lapsing beneficiary nomination ensures that in the event of your death, your superannuation benefit will be paid in accordance with your wishes. 'Non-lapsing' means it does not expire or need to be updated, but it must meet certain requirements to be valid.

See conditions below:

- We will ordinarily pay the benefits to the nominated beneficiaries in the proportions you have specified, if the requirements are met.
- If your circumstances change such as, if you marry, enter into a de facto relationship or become separated on a permanent basis, your nomination will become invalid.
- You can revoke or change your nomination by completing a valid Nomination of Beneficiary Form.
- For your Nomination of Beneficiary Form to be valid, you need to sign and date it in the presence of two witnesses, who are over 18 and not named as beneficiaries.

A will does not ordinarily control what happens to your super benefit upon death. Generally, if there is no valid non-lapsing beneficiary nomination in place, the Trustee will pay the benefit to your legal personal representative if your estate is solvent.

In addition, as you hold a pension account, your nomination may be a reversionary pensioner and/or a non-lapsing beneficiary. You can nominate your spouse as a reversionary pensioner when you set up your pension account. In the event of your death, your pension will continue to be paid to the reversionary pensioner. A valid reversionary pensioner nomination will override a valid non-lapsing nomination. If your nominated reversionary pensioner dies before you or is no longer your spouse, the Trustee will pay your benefit in accordance with any valid non-lapsing nomination. Please note: If you have nominated a reversionary pensioner on your pension account, this cannot be removed, revoked or changed.

Withdrawal benefit

A withdrawal benefit is the sum you receive if you withdraw your super balance. Due to a legislative requirement, we must show how much your benefit would be worth on 30 June, but this does not mean you can access your super.

To withdraw your super, you must first meet a 'Condition of release' such as:

- you have reached your preservation age and have permanently retired.
- You have reached age 60 and subsequently ceased a gainful employment relationship.
- you are aged 65 or over.
- you are permanently incapacitated.

For full details of when you can access your super, contact your financial adviser or Customer Services.

Preservation status

Unrestricted Non-Preserved Benefit is the amount of the withdrawal benefit at the close of the reporting period that you can access at any time.

Restricted Non-Preserved Benefit is the amount of the withdrawal benefit at the close of the reporting period that you can access, if you leave an employer who has contributed to this fund on your behalf, or when preserved benefits are payable.

Preserved Benefit is the amount of withdrawal benefit at the close of the reporting period required to be preserved by the Trust Deed and super legislation governing your benefits. Generally, you cannot access this amount until age 65, or once you have reached your preservation age (between age 55 and 60, depending on your date of birth) or you have met another condition of release, such as retirement.

What is included in your annual statement pack?

Annual Review Letter – outlines three important pieces of information:

1. Your total pension or annuity (income stream) payment for this financial year
2. The amount you should expect to receive per payment, and
3. The number of payments that will be made in the 2023/24 financial year.

Annual Statement – includes all transactions that have been processed on your account during the 2022/23 financial year, and your account balance as at 30 June 2023.

Payment Alteration Form – can be used to change the amount or frequency of your income stream payments, the investment fund/s from which payments are drawn or the bank details to which your payments are credited. You can also change your income payments at any time using the Pension Update Form available from our website, or by calling Customer Services. Please note, payments can only be made via electronic funds transfer (EFT) and not cheque.

Centrelink Schedule – outlines the income you will receive from your pension or annuity account for the 2022/23 financial year. If you are applying for, or receive a means-tested Social Security entitlement, you may need to supply the information on the Schedule to Centrelink.

Why is the Centrelink schedule included in the annual statement pack?

When you are assessed by Centrelink for the Age Pension, you are assessed on income and assets over a full financial year. To facilitate this, Centrelink Schedules are issued with information needed for Centrelink to perform this assessment. Please note we provide twice-yearly reporting to Centrelink directly so you may not need to provide a schedule if your circumstances have not changed.

Centrelink Schedules display an annualised value of income stream payments being received, shown as the Gross Annual Payment. The annualised value may not equal the actual value of payments you will receive in the financial year, especially if you have commenced your income stream account part way through the financial year or have changed the payment amounts you receive.

Each time you change your nominated income stream payment amount for the year, a revised Centrelink Schedule can be downloaded from our website and provided to Centrelink if relevant to your circumstances. For further information contact your financial adviser or Centrelink.

How are annual payment amounts calculated?

The standard income payment is a set amount calculated by dividing your account balance as at 1 July each year by the Term Allocated Payment Factor for the remaining term.

If you have nominated a reversionary beneficiary on your Term Allocated Pension account, their details may also be considered when calculating your annual payment amount.

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Contact us

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