

# StatePlus Personal Retirement Plan & Allocated Pension Fund

## Important Changes



Formerly State Super Financial Services

## Return objectives

*We've recently changed the return objectives for the Personal Retirement Plan and Allocated Pension Fund to reflect how we charge fees.*

Previously, the return objectives for each investment option across these products were calculated net of investment fees and taxes.

### What's changed?

The changes are effective from 1 July 2017.

We've made the following changes to the return objectives for the Personal Retirement Plan and the Allocated Pension Fund:

- the return objectives for the Cash Fund and Fixed Interest Fund are now on a before fees basis
- factoring in the fees we charge into the return objectives for the diversified and equity funds
- stating that the returns objectives are gross of tax (that is, before tax on earnings, and adding the value of franking credits back in).

The changes to the treatment of tax gives consistency between tax structures (investments, superannuation and pension) because the return objectives don't need to factor in the differing tax amounts that apply.

### What are the new Return Objectives?

The return objectives for the Personal Retirement Plan and Allocated Pension Fund are shown below.

Fund	New return objective
Cash	To meet or exceed the returns of a cash benchmark before investment fees and taxes over rolling 12 month periods.
Fixed Interest	To meet or exceed the return of a blend of Australian fixed interest and Global fixed interest benchmarks before investment fees and taxes over rolling three year periods.
Capital Stable	CPI + 1.25% gross of tax <sup>1</sup> and net of investment fees over rolling three year periods.
Moderate	CPI + 2.25% gross of tax <sup>1</sup> and net of investment fees over rolling four year periods.
Balanced	CPI + 3.0% gross of tax <sup>1</sup> and net of investment fees over rolling five year periods.
Growth	CPI + 3.25% gross of tax <sup>1</sup> and net of investment fees over rolling seven year periods.
Growth Plus	CPI + 3.5% gross of tax <sup>1</sup> and net of investment fees over rolling ten year periods.
Australian Equities	To meet or exceed the return of the benchmark over rolling five year periods gross of tax <sup>1</sup> and net of investment fees.
International Equities	To meet or exceed the return of the benchmark over rolling five year periods gross of tax <sup>1</sup> and net of investment fees.

1. Gross of tax means prior to tax being taken out and with the value of franking credits added back in.

### What this means to you

These changes mean that the return objectives for all the investment options in the Personal Retirement Plan and Allocated Pension Fund are now lower.

*The information in this notice is general information only and doesn't take into account your financial situation or needs. You may wish to consult your financial planner to obtain financial advice, and you should read the applicable product disclosure statement for the StatePlus Personal Retirement Plan or StatePlus Allocated Pension Fund (the 'Products'), before making any decisions concerning the Products.*

*A paper or electronic copy of the product disclosure statement for any of the Products, their Booklets and any updated information concerning any of the Products (including this notice) may be obtained without charge from your financial planner or by calling 1800 620 305.*