

StatePlus Tailored Super Plan & Flexible Income Plan

Important Changes



Formerly State Super Financial Services

Return objectives

We've recently changed the return objectives for the Tailored Super Plan and Flexible Income Plan 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.

For the Tailored Super Plan and the Flexible Income Plan, we've made the following changes to the return objectives:

- the return objectives for the Cash Fund and Fixed Interest Fund are now on a before fees basis
- the return objectives for the remaining funds are now 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 Tailored Super Plan and Flexible Income Plan 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 3 year periods.
Capital Stable	CPI + 2.0% gross of tax ¹ and net of investment fees over rolling three year periods.
Moderate	CPI + 3.0% gross of tax ¹ and net of investment fees over rolling four year periods.
Balanced	CPI + 3.75% gross of tax ¹ and net of investment fees over rolling five year periods.
Growth	CPI + 4.0% gross of tax ¹ and net of investment fees over rolling seven year periods.
Australian Equities	To meet or exceed the return of the benchmark over rolling five year periods gross of tax ¹ and net of investment fees.
International Equities	To meet or exceed the return of the benchmark over rolling five year periods gross of tax ¹ 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 Tailored Super Plan and Flexible Income Plan 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 Tailored Super Plan and StatePlus Flexible Investment Plan (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.