

Australian Retirement Trust Product update July 2022

This *Product update* contains information about important changes for members who have *Super Savings*, *Super Savings - Business*, or *Super Savings - Corporate* accounts.

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Changes to ongoing fees and costs

Australian Retirement Trust is the super fund formed through the merger of QSuper and Sunsuper that was finalised on 28 February 2022. We're one of Australia's largest super funds taking care of over \$200 billion in retirement savings for more than two million members.

We're committed to returning profits to members as lower fees and better services, as the less you pay in fees on your super account the more you could have to live your best retirement.

Here's what is changing from 1 July 2022.

Administration fee changes

We let members know in January that QSuper and Sunsuper had committed to reducing the fixed weekly (dollar based) administration fees once the merger was completed. We also let you know that there would be no changes to the percentage-based administration fee for most members. However, we've decided to opt-in from 1 July 2022 to the new fee and cost disclosure rules that all super funds are required to meet by 30 September 2022. This means that you'll see an additional percentage-based administration fee disclosed in our *Product Disclosure Statements* from 1 July 2022 to reflect amounts deducted from general reserves but not charged directly to your account. There will also be additional changes to the way we disclose fees and costs as outlined in the *Making fees and costs easier to understand* section below.

Super Savings Accumulation accounts, Super Savings - Business Accumulation accounts, Super Savings Transition to retirement income accounts and Super Savings Retirement income accounts

From 1 July 2022, the dollar based administration fee for these accounts will reduce by 30 cents per week from \$1.50 to \$1.20 per week.

For more information about our administration fees and costs please refer to the *Super Savings Product Disclosure Statement* available at australianretirementtrust.com.au/pds from 1 July 2022.

Super Savings - Corporate Accumulation accounts

From 1 July 2022, members currently paying a dollar based administration fee of more than \$1.20 per week will see this fee reduce to this amount. There will be no change to the dollar based administration fee for members currently paying \$1.20 or below. If your employer already pays all or part of the administration fee on your account, these arrangements will continue to apply.

For more information about our administration fees and costs please refer to the *Changes to ongoing fees and costs* factsheet available at your employer microsite.

Super Savings - Corporate Defined Benefit and Lifetime Pension accounts

All fees and costs associated with *Defined Benefit* and *Lifetime Pension* accounts are paid by your employer and do not impact your benefit. If you have an associated *Additional Accumulation account*, the administration fees and costs which would ordinarily be deducted from your account are also paid by your employer. There will be no changes to these arrangements.



Note that the administration fees and costs disclosed in our *Product Disclosure Statement (PDS)* will be higher, as shown in the following example and as described in the section on the following page.

Changes to ongoing fees and costs

Making fees and costs easier to understand

From 30 September 2022, changes to meet government regulations will require super funds to change the way they disclose fees and costs in their *Product Disclosure Statement/s*. The changes are designed to improve the consistency of disclosure and comparability of fees and costs between superannuation funds.

Australian Retirement Trust has decided to commence this disclosure effective from 1 July 2022.

What are the changes?

Fees and costs disclosure will be simplified and consolidated into three groups – Administration fees and costs, Investment fees and costs, and Transaction costs. These fees and costs groups will be used to calculate a single 'Cost of Product' and simplify how we present the fees and costs in member statements (Annual and Exit Statements). In addition, amounts used from the Fund reserves to meet expenses which exceed the amounts credited to the reserve in the previous financial year will be disclosed. So, administration fees and costs disclosure includes both the administration fees deducted from your account, and additional amounts from General reserves used to cover the costs of managing accounts.



The below Administration fee reduction example and the remainder of this Making fees and costs easier to understand section relate to the fees and costs changes for *Super Savings* accounts and *Super Saving - Business* accounts. For *Super Savings - Corporate* accounts please refer to the *Changes to ongoing Fees and costs* factsheet on your employer microsite for more information.

Administration fee reduction example

Paul has a *Super Savings Accumulation account* of \$50,000, invested in the default MySuper investment option; Lifecycle Investment Strategy. During the year he has no further contributions to his account.

As can be seen, Paul will see **higher administration fees and costs disclosed** but will have a **lower amount deducted from** his account. Note that this example is for illustrative purposes and only includes administration fees and costs. Additional fees and costs will apply.

Before 1 July 2022	
Administration fee	\$1.50 per week, plus 0.10% p.a. of the first \$800,000 of your account balance
Amount deducted from Paul's account	\$128.00
From 1 July 2022	
Administration fees & costs	\$1.20 per week, plus 0.10% p.a. of the first \$800,000 of your account balance, plus 0.07% p.a.*
* The Administration fees and costs include 0.07% deducted from General reserves [^] and not deducted from Paul's account balance.	
Amount deducted from Paul's account	\$112.40

[^] For a definition of General reserves, please see our *Product Disclosure Statement*.

Changes to ongoing fees and costs

Making fees and costs easier to understand (*continued*)

Fees and costs in detail

The below tables show the fees and other costs for the default investment option for *Super Savings Accumulation accounts* and *Super Savings - Business Accumulation accounts*, and the default investment option for *Super Savings Income accounts* effective 1 July 2022. This information can be used to compare costs between different superannuation products. These fees and other costs may be deducted from your account, from the returns on your investment or from the assets of Australian Retirement Trust as a whole. For further information refer to the relevant *Product Disclosure Statement* available at australianretirementtrust.com.au/pds from 1 July 2022 or your employer microsite.

Fees and costs summary – *Super Savings* and *Super Savings - Business Accumulation accounts*

<i>Super Savings</i> and <i>Super Savings - Business</i> - Lifecycle Investment Strategy (MySuper)		
Type of fee or cost	Amount	How and when paid
Ongoing annual fees and costs¹		
Administration fees and costs	\$1.20 per week plus 0.10% p.a. of the first \$800,000 of your account balance, plus 0.07% p.a.	<p>Fees deducted from your account</p> <p>Dollar based administration fee of \$1.20 is generally deducted from your account balance weekly. Not pro-rated for partial weeks.</p> <p>Percentage administration fee of 0.10% p.a. of the first \$800,000 of your account balance is generally deducted from your account balance weekly. Pro-rated for partial weeks.</p> <p>Costs not deducted from your account</p> <p>0.07% p.a. is not deducted from your account balance but is deducted from the Fund's general reserve.</p>
Investment fees and costs²	0.59% to 0.66% p.a. of your account balance.	Deducted daily from the investment option as part of the calculation of unit prices.
Transaction costs²	0.14% to 0.16% p.a. of your account balance.	Deducted daily from the investment option as part of the calculation of unit prices.
Member activity related fees and costs		
Buy-sell spread	Nil	Not applicable
Switching fee	Nil	Not applicable
Other fees and costs³	Refer to <i>Additional explanation of fees and costs</i> in the <i>Super Savings Guide</i> from 1 July 2022 for details about other fees and costs that may apply to your account.	

Changes to ongoing fees and costs

Making fees and costs easier to understand (*continued*)

Fees and costs summary – *Super Savings Income account*

Fees and costs and how and when paid for *Super Savings Income accounts* are the same as for *Super Savings Accumulation accounts* except as detailed in the following table.

Super Savings Income accounts - Retirement option		
Type of fee or cost	Amount	How and when paid
Ongoing annual fees and costs¹		
Administration fees and costs	\$1.20 per week plus 0.10% p.a. of the first \$800,000 of your account balance, plus 0.07% p.a.	<p>Fees deducted from your account</p> <p>Dollar based administration fee of \$1.20 is generally deducted from your account balance weekly. Not pro-rated for partial weeks.</p> <p>Percentage administration fee of 0.10% p.a. of the first \$800,000 of your account balance is generally deducted from your account balance monthly. Pro-rated for partial months.</p> <p>Costs not deducted from your account</p> <p>0.07% p.a. is not deducted from your account balance but is deducted from the Fund's general reserve.</p>
Investment fees and costs²	0.65% p.a. of your account balance.	Deducted daily from the investment option as part of the calculation of unit prices.
Transaction costs	0.16% p.a. of your account balance.	Deducted daily from the investment option as part of the calculation of unit prices.
Member activity related fees and costs		
Other fees and costs³	Refer to <i>Additional explanation of fees and costs</i> in the <i>Super Savings Guide</i> from 1 July 2022 for details about other fees and costs that may apply to your account.	

¹If your account balance for a product offered by Australian Retirement Trust is less than \$6,000 at the end of the entity's income year (30 June), certain fees and costs charged to you in relation to administration and investment are capped at 3% of the account balance. Any amount charged in excess of that cap must be refunded.

²Investment fees and costs for the Balanced Pool within the Lifecycle Investment Strategy include an amount of 0.30% for performance fees. Investment fees and costs for the Retirement option and the Retirement Pool within the Lifecycle Investment Strategy include an amount of 0.28% for performance fees. The calculation basis for these amounts will be set out under the *Additional explanation of fees and costs* section in the *Super Savings Guide* from 1 July 2022. The estimated investment fees and costs totalling 0.59% p.a. and the 0.14% Transaction costs are estimated based on 90% Retirement Pool, 10% Cash Pool. ³Refer to the *Additional explanation of fees and costs* section in the *PDS* and *Super Savings guide* available at australianretirementtrust.com.au/pds from 1 July 2022.

Note: If you have more than one *Super Savings* account with Australian Retirement Trust: The fee cap for balances greater than \$800,000 applies to each individual account and is not aggregated across multiple accounts. The fee cap for balances less than \$6,000 takes into account your aggregate balance across all *Super Savings* accounts you hold with Australian Retirement Trust.

Changes to ongoing fees and costs

Making fees and costs easier to understand (*continued*)

Example of annual fees and costs – *Super Savings and Super Savings – Business Accumulation accounts*

This table gives an example of how the ongoing annual fees and costs for the Lifecycle Investment Strategy¹ for *Super Savings* and *Super Savings – Business Accumulation accounts* can affect your superannuation investment over a 1-year period. You should use this table to compare this superannuation product with other superannuation products.

Example – <i>Accumulation account</i> (Lifecycle Investment Strategy - Balanced Pool)		Balance of \$50,000
Administration fees and costs²	\$1.20 p.w. plus 0.17% p.a. of your account balance.	For every \$50,000 you have in the superannuation product you will be charged or have deducted from your investment \$85 in administration fees and costs, plus \$62.40 regardless of your balance.
PLUS Investment fees and costs³	0.66% p.a. of your account balance.	And , you will be charged or have deducted from your investment \$330 in investment fees and costs.
PLUS Transaction costs³	0.16% p.a. of your account balance.	And , you will be charged or have deducted from your investment \$80 in transaction costs.
EQUALS Cost of product		If your balance was \$50,000 at the beginning of the year, then for that year you will be charged fees and costs of \$557.40⁴ for the superannuation product.

¹The default investment option for *Accumulation accounts* is the Lifecycle Investment Strategy. ²A portion of the administration fees and costs are paid from the fund's reserves, being 0.07%, which for a \$50,000 balance equals \$35 of fees that will therefore not be deducted from your account. Refer to the *Additional explanation of fees and costs* in the *Super Savings Guide* from 1 July 2022. ³Investment fees and costs and transaction costs shown are estimated for a 100% investment in the Lifecycle Investment Strategy (Balanced Pool). ⁴Additional fees and costs may apply. If you have insurance, premiums and fees may apply. Refer to the *Super Savings Insurance guide* available at australianretirementtrust.com.au/pds from 1 July 2022.

Example of annual fees and costs – *Super Savings Income accounts*

This table gives an example of how the ongoing annual fees and costs for the Retirement investment option¹ for *Super Savings Income accounts* can affect your superannuation investment over a 1-year period. You should use this table to compare this superannuation product with other superannuation products.

Example – <i>Income account</i> (Retirement Investment option)		Balance of \$50,000
Administration fees and costs²	\$1.20 p.w. plus 0.17% p.a. of your account balance.	For every \$50,000 you have in the superannuation product you will be charged or have deducted from your investment \$85 in administration fees and costs, plus \$62.40 regardless of your balance.
PLUS Investment fees and costs³	0.65% p.a. of your account balance.	And , you will be charged or have deducted from your investment \$325 in investment fees and costs.

Changes to ongoing fees and costs

Making fees and costs easier to understand (*continued*)

Example of annual fees and costs – *Super Savings Income accounts (continued)*

Example – <i>Income account</i> (Retirement Investment option)		Balance of \$50,000
PLUS Transaction costs ³	0.16% p.a. of your account balance.	And , you will be charged or have deducted from your investment \$80 in transaction costs.
EQUALS Cost of product		If your balance was \$50,000 at the beginning of the year, then for that year you will be charged fees and costs of \$552.40 ⁴ for the superannuation product.

¹The default investment option for *Income accounts* is the Retirement Investment Option. ²A portion of the administration fees and costs are paid from the fund's reserves, being 0.07%, which for a \$50,000 balance equals \$35 of fees that will therefore not be deducted from your account. Refer to the *Additional explanation of fees and costs* in the *Super Savings Guide* from 1 July 2022. ³Investment fees and costs and transaction costs shown are estimated for a 100% investment in the Retirement Investment Option. ⁴Additional fees and costs may apply. If you have insurance, premiums and fees may apply. Refer to the *Super Savings Insurance guide* available at australianretirementtrust.com.au/pds from 1 July 2022.

Investment fees and costs

The below table shows the investment fees and costs and transaction costs, effective 1 July 2022. For further information refer to the *Super Savings Guide* available at australianretirementtrust.com.au/pds or your employer microsite from 1 July 2022.

Investment Option	Investment fees and costs ¹ (%p.a.)	Transaction costs (%p.a.)	Per \$50,000 invested
Lifecycle Investment Strategy - Balanced Pool	0.66%	0.16%	\$410
Lifecycle Investment Strategy - Retirement Pool	0.65%	0.16%	\$405
Lifecycle Investment Strategy - Cash Pool	0.07%	0.00%	\$35
Growth	0.77%	0.16%	\$465
Balanced	0.66%	0.16%	\$410
Balanced - Indexed	0.10%	0.01%	\$55
Socially Conscious Balanced	0.40%	0.12%	\$260
Diversified Alternatives	2.01%	0.38%	\$1,195
Retirement	0.65%	0.16%	\$405
Conservative	0.59%	0.16%	\$375
Shares	0.25%	0.05%	\$150
Australian Shares	0.33%	0.11%	\$220
Australian Shares – Index	0.09%	0.00%	\$45

Changes to ongoing fees and costs

Investment fees and costs (*continued*)

Investment Option	Investment fees and costs ¹ (%p.a.)	Transaction costs (%p.a.)	Per \$50,000 invested
International Shares – Index (Hedged)	0.10%	0.01%	\$55
International Shares – Index (Unhedged)	0.10%	0.00%	\$50
Emerging Markets Shares	0.09%	0.02%	\$55
Property	0.50%	0.34%	\$420
Australian Property Index	0.13%	0.01%	\$70
Diversified Bonds	0.15%	0.03%	\$90
Diversified Bonds - Index	0.12%	0.02%	\$70
Cash	0.07%	0.00%	\$35

¹Investment fees and costs include an amount of between 0.00%-1.22% for performance fees. Refer to the *Super Savings Guide* available at australianretirementtrust.com.au/pds or your employer microsite from 1 July 2022 for the specific performance fee that applies to each investment option.



Your *Annual Statement* will detail all fees and costs deducted from your account each financial year.

Merger costs

The merger to create Australian Retirement Trust has resulted in some costs that are expected to be offset by the long-term benefits provided to members. Most of these costs are being met from the Fund reserves.

In addition, there are some short-term investment costs due to the merger, e.g., due to the transfer of investment assets, and these investment costs will be met from the relevant investment options. These merger costs are expected to reduce the unit prices by up to an estimated 0.03% over the next two to three years depending on the investment options (this would equate to an estimated \$15 for a \$50,000 balance). These investment costs will be reflected in our disclosed Investment fees and costs and Transaction costs for each investment option (i.e. the estimated 0.03% is not in addition to those disclosed amounts). The Investment fees and costs and Transaction costs for each investment option from 1 July 2022 are set out in the *Investment Fees and costs* section above and, for *Super Savings – Corporate accounts*, the *Changes to ongoing fees and costs fact sheet* available on your employer microsite.

Investment changes

Asset class name change

Effective 1 July 2022, the Private Capital asset class will be renamed to Private Equity.

Change to Strategic Asset Allocations

From 1 July 2022, the Asset Allocations for the *Super Savings* Growth, Balanced, Socially Conscious Balanced, Diversified Alternatives, Retirement and Conservative options, as well as the Balanced and Retirement Pools in the *Super Savings* Lifecycle Investment Strategy will be updated as outlined in the table below (with the changes highlighted).

Growth				
	To 30 June 2022		From 1 July 2022	
	Strategic %	Allowable range %	Strategic %	Allowable range %
Australian shares	34	0-50	32.5	0-50
International shares	32	0-70	35	0-70
Private Equity	10	0-20	10	0-20
Property	8.5	0-30	7.5	0-30
Infrastructure	8.5	0-20	8	0-20
Fixed Income	2	0-20	7	0-20
Alternative Strategies	5	0-20	0	0-20
Cash	0	0-20	0	0-20

Balanced and Lifecycle Investment Strategy Balanced Pool				
	To 30 June 2022		From 1 July 2022	
	Strategic %	Allowable range %	Strategic %	Allowable range %
Australian shares	26.5	0-50	24.5	0-50
International shares	27	0-70	30.5	0-70
Private Equity	6.5	0-15	6.5	0-15
Property	9.5	0-30	8.5	0-30
Infrastructure	8.5	0-20	8.5	0-20
Fixed Income	12.5	0-30	17.5	0-30
Alternative Strategies	5.5	0-25	0	0-25
Cash	4	0-25	4	0-25

Investment changes

Change to Strategic Asset Allocations (*continued*)

Socially Conscious Balanced				
	To 30 June 2022		From 1 July 2022	
	Strategic %	Allowable range %	Strategic %	Allowable range %
Australian shares	25.5	0-50	24	0-50
International shares	26.5	0-70	28	0-70
Private Equity	8	0-15	8	0-15
Property	10	0-30	15	0-30
Infrastructure	10	0-20	5	0-20
Alternative Strategies	-	-	0	0-25
Fixed Income	18	0-45	18	0-30
Cash	2	0-25	2	0-25

Diversified Alternatives				
	To 30 June 2022		From 1 July 2022	
	Strategic %	Allowable range %	Strategic %	Allowable range %
Private Equity	35	20-45	35	20-45
Infrastructure	35	20-45	35	20-45
Alternative Strategies	25	20-45	12.5	0-45
Fixed Income	-	-	12.5	0-45
Cash	5	0-10	5	0-10

Investment changes

Change to Strategic Asset Allocations (*continued*)

Retirement and Lifecycle Investment Strategy Retirement Pool				
	To 30 June 2022		From 1 July 2022	
	Strategic %	Allowable range %	Strategic %	Allowable range %
Australian shares	19	0-50	17.5	0-50
International shares	15.5	0-55	19	0-55
Private Equity	5.5	0-15	5.5	0-15
Property	9.5	0-30	8	0-30
Infrastructure	8	0-20	8	0-20
Fixed Income	26.5	0-50	33	0-50
Alternative Strategies	7	0-15	0	0-15
Cash	9	0-25	9	0-25

Conservative				
	To 30 June 2022		From 1 July 2022	
	Strategic %	Allowable range %	Strategic %	Allowable range %
Australian shares	9.25	0-30	8.5	0-30
International shares	7.25	0-30	12	0-30
Private Equity	4.5	0-10	4.5	0-10
Property	8	0-20	6.5	0-20
Infrastructure	6.5	0-20	6	0-20
Fixed Income	34.5	0-70	40.5	0-70
Alternative Strategies	8	0-15	0	0-15
Cash	22	0-100	22	0-100

Investment changes

Performance benchmark changes

From 1 July 2022, the performance benchmarks for the Asset Allocations for the *Super Savings* Shares, Australian Shares and Australian Shares – Index will be updated as outlined in the table below (with the changes highlighted).

	To 30 June 2022	From 1 July 2022
Shares option	50% S&P/ASX 300 Accumulation Index; 19% MSCI World ex Australia Investable Market Index (IMI) in \$A unhedged; 6% MSCI EM Investable Market Index (IMI) in \$A unhedged; and 25% MSCI World ex Australia Investable Market Index (IMI) hedged to \$A.	50% MSCI Australia 300 Index ; 18% MSCI World ex Australia Investable Market Index (IMI) in \$A unhedged; 7% MSCI EM Investable Market Index (IMI) in \$A unhedged; and 25% MSCI World ex Australia Investable Market Index (IMI) hedged to \$A.
Australian Shares option	S&P/ASX 300 Accumulation Index	MSCI Australia 300 Index
Australian Shares - Index option	S&P/ASX 300 Accumulation Index	MSCI Australia 300 Index

Investment option objective changes

From 1 July 2022, the investment option objectives for the *Super Savings* Shares, Australian Shares, Australian Shares – Index, International Shares – Index (hedged), International Shares – Index (unhedged) and Emerging Markets Shares will be updated as outlined in the table below (with the changes highlighted).

	To 30 June 2022	From 1 July 2022
Shares	Beat the performance benchmark by 0.25% p.a. before investment taxes* but after investment fees and costs, over rolling 3-year periods.	Beat the performance benchmark by 0.25% p.a. before investment taxes* but after investment fees and costs, over rolling 3-year periods whilst maintaining a materially lower weighted carbon intensity than the performance benchmark.
Australian Shares	Beat the performance benchmark by 0.25% p.a. before investment taxes* but after investment fees and costs, over rolling 3-year periods.	Beat the performance benchmark by 0.25% p.a. before investment taxes* but after investment fees and costs, over rolling 3-year periods whilst maintaining a materially lower weighted carbon intensity than the performance benchmark.
Australian Shares - Index	Closely match the return of the performance benchmark, before investment tax* and investment fees and costs.	Closely match the return of the performance benchmark, before investment tax* and investment fees and costs whilst maintaining a materially lower weighted carbon intensity.

Investment changes

Investment option objective changes (*continued*)

	To 30 June 2022	From 1 July 2022
International Shares – Index (hedged)	Closely match the performance benchmark, before investment tax* and investment fees and costs.	Closely match the performance benchmark, before investment tax* and investment fees and costs whilst maintaining a materially lower weighted carbon intensity.
International Shares – Index (unhedged)	Closely match the performance benchmark, before investment tax* and investment fees and costs.	Closely match the performance benchmark, before investment tax* and investment fees and costs whilst maintaining a materially lower weighted carbon intensity.
Emerging Markets Shares	Closely match the return of the performance benchmark, before investment tax* and investment fees and costs.	Closely match the return of the performance benchmark, before investment tax* and investment fees and costs whilst maintaining a materially lower weighted carbon intensity.

*No investment tax generally applies for *Retirement income accounts*. Refer to the *Super Savings guide* for information on investment tax.

Standard Risk Measure changes

From 1 July 2022, the Standard Risk Measure for the *Super Savings* Balanced, Retirement, Socially Conscious Balanced, Diversified Alternatives, Conservative, Shares, International Shares – Index (unhedged) and Property options, as well as the Balanced and Retirement Pools in the Lifecycle Investment Strategy will be updated as outlined in the table below (with the changes highlighted).

	To 30 June 2022	From 1 July 2022
Balanced & Lifecycle Investment Strategy Balanced Pool	Expected number of years of negative returns over any 20-year period: 3 to less than 4 Risk Label: Medium to High Risk Band: 5	Expected number of years of negative returns over any 20-year period: 4 to less than 6 Risk Label: High Risk Band: 6
Retirement & Lifecycle Investment Strategy Retirement Pool	Expected number of years of negative returns over any 20-year period: 2 to less than 3 Risk Label: Medium Risk Band: 4	Expected number of years of negative returns over any 20-year period: 3 to less than 4 Risk Label: Medium to High Risk Band: 5
Socially Conscious Balanced	Expected number of years of negative returns over any 20-year period: 3 to less than 4 Risk Label: Medium to High Risk Band: 5	Expected number of years of negative returns over any 20-year period: 4 to less than 6 Risk Label: High Risk Band: 6

Investment changes

Standard Risk Measure changes (*continued*)

To 30 June 2022		
Diversified Alternatives	<p>Expected number of years of negative returns over any 20-year period: 2 to less than 3</p> <p>Risk Label: Medium</p> <p>Risk Band: 4</p>	<p>Expected number of years of negative returns over any 20-year period: 3 to less than 4</p> <p>Risk Label: Medium to High</p> <p>Risk Band: 5</p>
Conservative	<p>Expected number of years of negative returns over any 20-year period: 0.5 to less than 1</p> <p>Risk Label: Low</p> <p>Risk Band: 2</p>	<p>Expected number of years of negative returns over any 20-year period: 1 to less than 2</p> <p>Risk Label: Low to Medium</p> <p>Risk Band: 3</p>
Shares	<p>Expected number of years of negative returns over any 20-year period: 4 to less than 6</p> <p>Risk Label: High</p> <p>Risk Band: 6</p>	<p>Expected number of years of negative returns over any 20-year period: 6 or greater</p> <p>Risk Label: Very High</p> <p>Risk Band: 7</p>
International Shares – Index (unhedged)	<p>Expected number of years of negative returns over any 20-year period: 4 to less than 6</p> <p>Risk Label: High</p> <p>Risk Band: 6</p>	<p>Expected number of years of negative returns over any 20-year period: 6 or greater</p> <p>Risk Label: Very High</p> <p>Risk Band: 7</p>
Property	<p>Expected number of years of negative returns over any 20-year period: 3 to less than 4</p> <p>Risk Label: Medium to High</p> <p>Risk Band: 5</p>	<p>Expected number of years of negative returns over any 20-year period: 4 to less than 6</p> <p>Risk Label: High</p> <p>Risk Band: 6</p>

Legislative changes

Improving visibility of super assets in family law proceedings

From 1 April 2022, the Australian Taxation Office can share information with the Courts on superannuation assets held by parties during family law disputes. The Federal Government notes this will help deliver fairer and more equitable outcomes for women going through separation proceedings by reducing the scope for former partners to under disclose their assets.

Removal of the \$450 per month income threshold for Super Guarantee (SG) contributions

Legislation will come into effect on 1 July 2022 that removes the \$450 per month income threshold that employees currently need to earn to be paid the superannuation guarantee by their employer.

The Federal Government notes the measure will improve the retirement savings of around 300,000 lower income workers per month, 200,000 of whom are women.

Expansion of the First Home Super Saver Scheme

The First Home Super Saver Scheme (FHSSS) allows for voluntary contributions to be saved in super and then later released to purchase a first home. As an individual you can currently contribute up to \$15,000 of eligible contributions (in any one financial year) under the scheme with no more than \$30,000 in total (across all years) to be released for the purchase of a first home.

From 1 July 2022, the releasable amount of eligible contributions will increase from \$30,000 to \$50,000, however the contribution limit of \$15,000 in any one financial year will remain the same. Superannuation contribution cap limits still apply and this may limit how much you can contribute. Full details of this be information can be found on the Australian Taxation Office (ATO) website, ato.gov.au/Individuals/Super/Withdrawing-and-using-your-super/First-Home-Super-Saver-Scheme

Expansion of the Downsizer Scheme

From 1 July 2022, retirees who downsize their family home will be able to contribute \$300,000 to superannuation (\$600,000 for couples) at age 60 (currently age 65). Other existing requirements will continue to apply. You can find the full list of eligibility on the Australian Taxation Office (ATO) website, ato.gov.au/Individuals/Super/Growing-your-super/Adding-to-your-super/Downsizing-contributions-into-superannuation

Extension of the temporary reduction in superannuation minimum drawdown rates

The Federal Government specifies the minimum amount that needs to be drawn each year from account-based pensions and similar products, including superannuation *Income accounts*. The annual minimum was halved by the Federal Government in March 2020 in response to COVID-19. This was a temporary measure that has been extended for a further year to 30 June 2023. See table below.

Age	Annual minimum (1 July 2019 to 30 June 2023)	Annual minimum (From 1 July 2023 onwards)
55-64	2%	4%
65-74	2.5%	5%
75-79	3%	6%
80-84	3.5%	7%
85-89	4.5%	9%
90-94	5.5%	11%
95+	7%	14%

Legislative changes

Removing the work test for people aged 67 to 74

From 1 July 2022, the work test for personal (non-concessional) and salary sacrifice contributions to super for those aged 67 to 74 will be removed. Existing annual concessional and non-concessional caps will continue to apply, and people under age 75 to use the non-concessional bring-forward rule (which currently ceases at age 67).

Members aged 67 to 74 will still need to meet the work test if they want to claim a tax deduction for their super contribution. However, super funds will no longer need to consider the 'work test' at the time contributions are received from members. Instead, the Australian Taxation Office (ATO) will be checking to see if members met the work test when the income tax return is lodged.

All members should be aware that a Notice of intent to claim or vary a deduction for personal contributions is only valid in certain circumstances. For more information visit the Australian Taxation Office (ATO) website, ato.gov.au/Individuals/Super/In-detail/Growing-your-super/Claiming-deductions-for-personal-super-contributions

Contribution type	Less than 75	75 and over
Member		
Voluntary after-tax¹	Yes – Members, irrespective of their work status, may make personal contributions	No – Member contributions cannot be accepted ¹
Spouse	Yes – Can be made at any time, irrespective of the employment status of the receiving spouse while they're less than 75 ²	No – Spouse contributions cannot be accepted
Employer		
Superannuation Guarantee (SG)	Yes – SG contributions made by your employer can be accepted	
Industrial award or agreement	Yes – Industrial award or agreement contributions made by an employer can be accepted	
Salary sacrifice or employer voluntary	Yes – Salary sacrifice or employer voluntary contributions can be accepted	No – Salary sacrifice or employer voluntary contributions cannot be accepted

¹Does not apply to downsizer contributions, which may be made if aged 60 and over regardless of work status. No maximum age limit applies. Refer to the *Super Savings Guide* from 1 July 2022 for more information. ²The contributing spouse doesn't need to meet the work test when making a spouse contribution for the receiving spouse.

Legislative changes

Superannuation Guarantee payment rate increases

Superannuation Guarantee (SG) is the minimum legislated amount of superannuation your employer pays. On 1 July 2022, the Superannuation Guarantee (SG) rate is scheduled to increase from 10% p.a. to 10.5% p.a. of your ordinary-time earnings (different arrangements apply for Norfolk Island).

Yearly changes to rates and thresholds wording

Updated rates and thresholds for 2022-23 (including contribution caps, government co-contribution income thresholds, and the general transfer balance cap) will come into effect from 1 July 2022. These rates are published on the Australian Taxation Office (ATO) website at ato.gov.au and will be updated in our *PDSs* and *Guides* from 1 July 2022.

Other important changes

New Unique Superannuation Identifier (USI)

Superannuation funds are provided with a Unique Superannuation Identifier (USI), allowing for easy identification when rollovers or contributions are processed electronically. From 1 July 2022 Australian Retirement Trust's USI for *Super Savings* products will change to 60 905 115 063 003. Australian Retirement Trust will use different USIs for QSuper products.

Member outcomes assessment

Prior to the merger between Sunsuper and QSuper on 28 February 2022 to become Australian Retirement Trust, Sunsuper conducted its annual Member outcomes assessment, for the 2020-21 financial year.

This assessment summarised how Sunsuper's products and services promoted members' best financial interests, across a range of areas. As Australian Retirement Trust's *Super Savings* products and service offerings replicated the former Sunsuper products and services, the member outcomes assessment remains available for Australian Retirement Trust members to view at australianretirementtrust.com.au/member-outcomes-assessment

Need some financial advice?

Speak to your adviser. If you don't have a personal financial adviser, we can help you over the phone with simple advice about your *Super Savings account*¹. Advice about your *Super Savings account* is included with your membership.² If the advice you need is more complex or comprehensive in nature, we may refer you to an accredited external financial adviser³. Advice of this nature may incur a fee.

Need translation assistance?

Call our translation service on **13 14 50** and say one of the following languages at the prompt: Italian, Chinese, Vietnamese, Korean, or Arabic.



We're here to help

If you have any questions about this information, or need any help, please contact us on **13 11 84**, Livechat with us at australianretirementtrust.com.au/contact-us or visit australianretirementtrust.com.au

Important information: Please read this *Product update* and familiarise yourself with all of the changes and make sure you understand how they may affect your account. *Product Disclosure Statements (PDS)* and important *PDS* updates for are available at australianretirementtrust.com.au/pds or your employer microsite.

¹Australian Retirement Trust employees provide advice as representatives of Sunsuper Financial Services Pty Ltd (ABN 50 087 154 818 AFSL No. 227867) (SFS), wholly owned by Australian Retirement Trust. ²SFS is a separate legal entity responsible for the financial services it provides. Eligibility conditions apply. Refer to the Financial Services Guide (pdf) for more information. ³Australian Retirement Trust has established a panel of accredited external financial advisers who are not employees of Australian Retirement Trust. Australian Retirement Trust is not responsible for the advice provided by these advisers and does not receive or pay any referral fees. These advisers will explain to you how their advice fees are determined.

This information was prepared on 27 May 2022 and was current when this document was prepared. We make every effort to ensure the information shown is correct. Australian Retirement Trust reserves the right to make adjustments for any errors, misprints or omissions. A printed copy of the *Product update* is available on request at no additional cost. This *Product update* contains general information only. Any advice does not take into account your personal objectives, financial situation or needs. You should consider the appropriateness of any advice having regard to your personal objectives, financial situation and needs before acting on that advice. You should consider the *Product Disclosure Statement (PDS)* in deciding whether to acquire, or to continue to hold the product. A copy of the *PDS* can be obtained by visiting australianretirementtrust.com.au/pds. To contact us visit australianretirementtrust.com.au/contact-us. Prepared by Australian Retirement Trust Pty Ltd ABN 88 010 720 840, AFSL No. 228975, the Trustee and issuer of Australian Retirement Trust ABN 60 905 115 063.



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