

Notes to your Annual statement



The *Notes to your Annual statement* and your accompanying *Annual statement*, combined make up your statement.

Sunsuper and QSuper merged to form Australian Retirement Trust on 28 February 2022. If relevant, this statement includes the period you were a Sunsuper member prior to the merger.

The following contains further information relevant to your *Super Savings* account as well as descriptions of some of the possible items that could appear in a statement. If there are items detailed in these *Notes* that don't appear on your statement, don't be alarmed. This simply means they aren't relevant to you for this year.

If you would like any information on the items which appear in your statement, please contact us on **13 11 84**.

Australian Retirement Trust 2021-22 Annual report

From November, the Australian Retirement Trust 2021-22 *Annual report* will be available at australianretirementtrust.com.au/annual-reports. If you would prefer a printed copy free of charge, please contact us.

Correction to the *Product update July 2022*

Our *Product update July 2022* included incorrect detail on how and when fees are deducted. Corrections are bolded below:

Accumulation accounts: Dollar based administration fees are generally deducted from your account balance weekly, and not pro-rated for partial weeks. Percentage administration fees are generally deducted from your account balance weekly, and **is pro-rated** for partial weeks.

Income accounts: Dollar based administration fees are generally deducted from your account balance weekly, and is not pro-rated for partial **weeks**. Percentage administration fees are generally deducted from your account balance monthly, and **is pro-rated** for partial months.

Investment returns

		Returns to 30 June 2022 for Retirement income accounts investment options ¹				
		1 year (% p.a.)	3 years (% p.a.)	5 years (% p.a.)	7 years (% p.a.)	10 years (% p.a.)
DIVERSIFIED OPTIONS	Growth	-0.2%	7.5%	9.2%	9.2%	10.9%
	Balanced	-1.2%	6.0%	7.8%	8.0%	9.8%
	Balanced-Index	-8.5%	3.9%	6.2%	6.4%	9.0%
	Socially Conscious Balanced	-3.5%	5.7%	7.1%	6.4%	8.7%
	Retirement	-1.0%	4.5%	6.2%	6.4%	7.7%
	Conservative	-1.1%	2.9%	4.5%	4.9%	6.0%
	Diversified Alternatives ²	14.3%	10.6%	n/a	n/a	n/a
SINGLE ASSET CLASS OPTIONS	Shares	-8.9%	5.6%	8.3%	8.2%	10.9%
	Australian Shares	-5.2%	4.5%	7.8%	8.0%	10.3%
	Australian Shares - Index	-4.3%	4.9%	8.4%	8.3%	10.6%
	International Shares - Index (hedged)	-12.9%	6.4%	7.3%	7.9%	11.5%
	International Shares - Index (unhedged)	-7.5%	7.4%	9.9%	9.4%	14.3%
	Emerging Market Shares	-17.9%	1.9%	4.8%	4.3%	6.6%
	Property	9.1%	8.4%	8.7%	8.7%	9.8%
	Australian Property - Index	-11.2%	-2.0%	5.0%	6.0%	9.5%
	Diversified Bonds	-10.1%	-1.7%	0.9%	1.8%	3.0%
	Diversified Bonds - Index	-10.2%	-2.2%	0.7%	1.9%	3.0%
	Cash	0.4%	0.8%	1.4%	1.7%	2.2%

¹The Australian Retirement Trust *Super Savings* investment options have adopted from 28 February 2022 the pre-merger investment strategies of the Sunsuper investment options. To show the investment performance of the *Super Savings* options, we have included the performance history for the respective Sunsuper options over the investment return periods shown. Investment performance is net after investment fees and costs.

²The Diversified Alternatives investment option commenced on 30 September 2017. Between this date and 30 June 2021 the option returned 10.7% p.a.

For the most recent or historical investment returns visit australianretirementtrust.com.au/investments

Note: Past performance is not a reliable indication of future performance. A super fund's investment performance typically varies over time. Because super is a long-term investment, five and ten-year figures smooth out short-term results - for example, in a given fund over a five year period, a growth option might have a negative return for one year but a positive return for the other four years, giving an overall result that is positive for the five years. The returns shown above are not the returns of your investment in the investment options, and the return on investments held by you individually may differ. The actual return received by individual members will depend on the timing of payments and other transactions and the unit prices that applied on the dates those transactions took place.

Returns to 30 June 2022 for <i>Transition to retirement income accounts</i> investment options ¹						
		1 year (% p.a.)	3 years (% p.a.)	5 years (% p.a.)	7 years (% p.a.)	10 years (% p.a.)
DIVERSIFIED OPTIONS	Growth	-0.1%	6.9%	8.4%	8.4%	9.9%
	Balanced	-1.0%	5.5%	7.2%	7.3%	9.0%
	Balanced-Index	-7.9%	3.5%	5.5%	5.7%	8.1%
	Socially Conscious Balanced	-2.9%	5.2%	6.4%	5.8%	7.9%
	Retirement	-0.6%	4.0%	5.5%	5.7%	6.8%
	Conservative	-0.8%	2.7%	4.0%	4.4%	5.3%
	Diversified Alternatives²	13.0%	9.6%	n/a	n/a	n/a
SINGLE ASSET CLASS OPTIONS	Shares	-8.4%	5.3%	7.8%	7.7%	10.1%
	Australian Shares	-4.8%	4.0%	7.1%	7.3%	9.5%
	Australian Shares - Index	-4.3%	4.2%	7.4%	7.4%	9.6%
	International Shares - Index (hedged)	-11.8%	5.9%	6.8%	7.3%	10.3%
	International Shares - Index (unhedged)	-6.9%	6.9%	9.2%	8.7%	13.2%
	Emerging Market Shares	-16.7%	1.8%	4.4%	4.0%	6.1%
	Property	8.4%	7.7%	7.9%	8.0%	8.9%
	Australian Property - Index	-10.0%	-1.6%	4.6%	5.5%	8.9%
	Diversified Bonds	-8.7%	-1.4%	0.8%	1.6%	2.7%
	Diversified Bonds - Index	-8.9%	-2.0%	0.6%	1.6%	2.7%
	Cash	0.3%	0.7%	1.2%	1.5%	1.9%

¹The Australian Retirement Trust *Super Savings* investment options have adopted from 28 February 2022 the pre-merger investment strategies of the Sunsuper investment options. To show the investment performance of the *Super Savings* options, we have included the performance history for the respective Sunsuper options over the investment return periods shown. Investment performance is net after investment fees and costs and investment tax. All historical *Transition to retirement income account* returns shown here reflect investment tax of up to 15%. It is important to note that this tax did not apply to *Transition to retirement income account* returns before 1 July 2017.

²The Diversified Alternatives investment option commenced on 30 September 2017. Between this date and 30 June 2022 the option returned 9.7%.

For the most recent or historical investment returns visit australianretirementtrust.com.au/investments

Note: Past performance is not a reliable indication of future performance. A super fund's investment performance typically varies over time. Because super is a long-term investment, five and ten-year figures smooth out short-term results - for example, in a given fund over a five year period, a growth option might have a negative return for one year but a positive return for the other four years, giving an overall result that is positive for the five years. The returns shown above are not the returns of your investment in the investment options, and the return on investments held by you individually may differ. The actual return received by individual members will depend on the timing of payments and other transactions and the unit prices that applied on the dates those transactions took place.

Your account at a glance

Sunsuper and QSuper merged to form Australian Retirement Trust on 28 February 2022. If relevant, this statement includes the period you were a Sunsuper member prior to the merger.

Balance as at 1 July 2021: This is the amount you had in your account at 1 July 2021. Had you left Australian Retirement Trust then, your withdrawal benefit would have been this amount.

Tax deducted from gross income payments: Income payments are generally subject to tax for persons under 60 years of age. This means that tax may be withheld from income payments from your account. A tax offset may be applied, depending on your circumstances.

Tax deducted from gross lump sum withdrawals: Lump sum withdrawals may be subject to tax for persons under 60 years of age. This means that depending on your circumstances, tax may be withheld from lump sum withdrawals from your account.

Balance as at 30 June 2022: This is the amount you had in your account at 30 June 2022. Had you left Australian Retirement Trust then, your withdrawal benefit would have been this amount.

Your balance is calculated by multiplying the number of units you have in each investment option by the unit price for each option. As the unit prices are calculated on a daily basis, the value of your account may change daily. If you are leaving Australian Retirement Trust you should contact us to find out the value of your account at that time.

Investment option returns to 30 June 2022: This section shows the 1, 5 and 10 year return for investment options you were invested in as at 30 June 2022. This is not the returns of your investment in the investment options, as the actual return received by you individually will depend on the timing of transactions and the unit prices that applied on the dates those transactions took place.

The Australian Retirement Trust *Super Savings* investment options have adopted from 28 February 2022 the pre-merger investment strategies of the Sunsuper investment options. To show the investment performance of the *Super Savings* options, we have included the performance history for the respective Sunsuper options over the investment return periods shown.

Your statement in detail

Your beneficiaries in detail: This lists the people you nominated to receive your death benefit from your account when you die. If you made a:

- reversionary beneficiary nomination you may amend or revoke a reversionary nomination at any time. The Trustee has no discretion in relation to whom the benefit is to be paid, provided your nominated spouse or de facto was your spouse or de facto at the time of your death.
- binding beneficiary nomination, the Trustee has no discretion and is bound to pay your death benefit to your nominated beneficiary(s) provided the person(s) nominated is(are) your dependant or legal personal representative, the proportion of benefit to be paid to each person is readily ascertainable, the nomination is valid and less than 3 years old, and there is no contrary court order. You may confirm, amend or revoke a binding nomination at any time.
- preferred beneficiary nomination, it acts as a guide for the Trustee, who in most cases will pay your benefits to your preferred beneficiary(s), but not always, as the Trustee has a responsibility to make sure your benefits are distributed in an appropriate manner.

It's important to regularly review your nominated beneficiaries as your life changes. For more information on the types of beneficiaries you can nominate please refer to the latest *Super Savings Guide*, visit australianretirementtrust.com.au/beneficiary or contact us.

Your investments:

How your money was invested - This section shows you how your money was invested at 30 June 2022.

Your Death benefit: This consists of your account balance at the time the benefit is paid.

Your rebalancing nomination: This shows if you have asked us to rebalance your asset allocation. You can choose to rebalance your account once a year (your account will be rebalanced on or after 31 March each year using the 31 March unit price, where that day is a business day) or twice a year (your account will be rebalanced on or after 31 March and 30 September each year using the 31 March and 30 September unit prices respectively, where that day is a business day). Where the rebalance date (31 March or 30 September) falls on a non-business day, the rebalance will be processed using the unit price for the next business day.

Net investment earnings: This section shows the amount of money your investment has made, or lost, over the year, after Investment fees and costs, transaction costs, and where applicable, investment taxes.

Transfers-in: This section shows the total amount deposited into your account.

Lump sum withdrawals: This shows the total amount of money you have withdrawn from your account or transferred to another super fund or retirement product, less any applicable tax.

Income payments: This shows the total amount of payments you have received from your account, less any applicable tax.

Your current income payments: This section shows how you have asked us to allocate payments from your account.

Additional explanation of fees and costs

How fees and costs are disclosed has changed since your last *Annual statement*, so your 2022 *Annual statement* will look different to previous years. Full details of fees and costs are available in the *Super Savings Guide*, which forms part of each *PDS*.

Administration fees and costs: The dollar based administration fee is generally deducted weekly. The percentage administration fee is generally deducted monthly. The Administration fees and costs table shows the total administration fees deducted from your account over the 2021-22 year. To view a detailed list of transactions on your account, log in to *Member Online*. For *Transition to retirement income accounts*, Australian Retirement Trust generally receives a tax deduction for expenses we incur while we look after your super. The benefit of this tax deduction is generally not passed on to members.

Fee cap refund: If your account balance (or, if you have multiple accounts, your total balance across all Australian Retirement Trust *Super Savings* accounts you hold) is less than \$6,000 at 30 June of a financial year, certain fees and costs charged to you in relation to administration and investment are capped at 3% of the balance. Any amount charged in excess of that cap must be refunded.

Other fees deducted from your account: This amount includes any advice fees or family law legislation fees. Where you have agreed for a monthly advice fee (fixed term or ongoing) to be debited from your *Super Savings* account you have the option to cancel this at any time by notifying us in writing or by calling us on 13 11 84.

Investment fees and costs: Investment fees are charged by the underlying investment manager with whom Australian Retirement Trust have a mandate/agreement to manage funds. Australian Retirement Trust estimates investment fees to match expected investment fees for the year ahead. These investment fees are estimated based on recent experience and our current long-term expectations for ongoing investment fees. These fees are not deducted directly from a member's account, instead they are deducted from investment returns prior to the calculation of daily unit prices. Investment costs are incurred by the underlying investment managers as part of managing investments, in addition to investment fees. These costs are not paid by Australian Retirement Trust, but rather are incurred indirectly by our managers and as such are included in the net investment returns.

Transaction costs: Transaction costs are incurred by the underlying investment manager as part of managing investments, in addition to investment fees and costs. For example, if a member's funds are invested in real property, a transactional cost could be stamp duty for the purchase of that property. These costs are not paid by Australian Retirement Trust, but rather are incurred indirectly by our managers and as such are included in the net investment returns.

Costs met from reserves: Australian Retirement Trust maintains a general reserve for the benefit of our members. The general reserve is maintained in order to assist meeting the operating expenses of Australian Retirement Trust as well as assisting with the management of operational risks. Fees deducted from members for the administration of their account are held within the general reserve and the 'Costs met from reserves' item represents the administration and operating expenses in excess of the administration fees collected from members within the financial year expressed on a per member basis. A dollar amount for 'Costs met from reserves' will only show where the administration and operating expenses exceeded the administration fees collected. The dollar amount in the 'Costs from reserves' item is not shown as a transaction on this statement as it has not been deducted from your account, nor reduced the return on your investment.

Additional Information

We are obliged to provide you with any information on Australian Retirement Trust you reasonably require to understand your benefit entitlements. If you would like more information on Australian Retirement Trust, or your investment options, visit australianretirementtrust.com.au. If you have any questions about your statement call **13 11 84**.

Concerns and complaints

If you have a complaint in relation to Australian Retirement Trust, including about any financial products or services we've provided, we want to know about it as soon as possible. Here's how you can lodge a complaint with us:

Customer Service Team: **13 11 84**

australianretirementtrust.com.au/contact-us






Write to: Australian Retirement Trust, The Complaints Manager
GPO Box 2924
Brisbane
QLD 4001

We will always try to resolve your complaint as quickly as possible. If you're unhappy about the outcome of your complaint and believe an issue has not been resolved, you can lodge a complaint with AFCA.

AFCA provides fair and independent complaint resolution for financial services. You can also choose to take your complaint directly to AFCA. In some circumstances, AFCA may refer your complaint back to Australian Retirement Trust.

AFCA can be contacted as follows:

Australian Financial Complaints Authority
GPO Box 3
Melbourne
VIC 3001
Phone: 1800 931 678
Email: info@afca.org.au
Web: www.afca.org.au

 **13 11 84** (+61 7 3333 7400 when overseas)
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 twitter.com/AusRetireTrust
 facebook.com/AustralianRetirementTrust

Disclaimer and disclosure: All advice in this *Annual statement* is general advice only and does not take into account your objectives, financial situation or needs. Before acting on general advice, you should consider its appropriateness having regard to your objectives, financial situation and needs. You should consider the relevant *PDS* and Target Market Determination (TMD) 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, your employer's Australian Retirement Trust microsite or by calling **13 11 84**. We make every effort to ensure that the information shown on this statement is correct. Australian Retirement Trust reserves the right to make adjustments for any errors, misprints or omissions. We are committed to respecting the privacy of personal information you give us. Our formal Privacy Policy sets out how we do this. If you would like a copy of Australian Retirement Trust's Privacy Policy, please let us know. We have also published our Privacy Policy on our website australianretirementtrust.com.au/privacy-policy. If you have both a *Super Savings* and QSuper account, this means you have more than one account with Australian Retirement Trust. In addition to this statement you will also receive a separate statement for your QSuper account. Your 2022 *Annual statement* was prepared as at the date indicated on the final page of your statement. It is based on information we held and transactions we had processed up to 30 June 2022, except for your personal details, nominated beneficiaries, income payment nomination and rebalancing nomination which is based on information held when your statement was prepared. Australian Retirement Trust Pty Ltd, ABN 88 010 720 840, AFSL No. 228975, is the issuer and Trustee of the Australian Retirement Trust, ABN 60 905 115 063, USI 60 905 115 063 003. These *Notes to your Annual statement* were prepared on 31 August 2022.