

ANZ SMART CHOICE SUPER FOR QBE MANAGEMENT SERVICES PTY LTD AND THEIR EMPLOYEES

This pack contains the Product Disclosure Statement, Additional Information Guide, Fees Guide and Insurance Guide for ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees. These documents (except the Referenced Material section in the Additional Information Guide) form part of the Product Disclosure Statement (PDS) for ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees dated 17 March 2018. You should consider the PDS, Additional Information Guide, Fees Guide and relevant Insurance Guide before making a decision about the product.

CONTENTS

PDS	2
Additional Information Guide	18
Fees Guide	86
Insurance Guide	104

**ANZ SMART CHOICE SUPER
FOR QBE MANAGEMENT SERVICES PTY LTD
AND THEIR EMPLOYEES**

PRODUCT DISCLOSURE STATEMENT
ISSUED 17 MARCH 2018



CONTENTS

1. About ANZ Smart Choice Super	3
2. How super works	3
3. Benefits of investing with ANZ Smart Choice Super	4
4. Risks of super	5
5. How we invest your money	5
6. Fees and costs	7
7. How super is taxed	11
8. Insurance in your super	12
9. How to open an account	14

ENTITY DETAILS IN THIS ANZ SMART CHOICE SUPER FOR QBE MANAGEMENT SERVICES PTY LTD AND THEIR EMPLOYEES PRODUCT DISCLOSURE STATEMENT (PDS)

Name of legal entity	Registered numbers	Abbreviated terms used throughout this PDS
OnePath MasterFund	ABN 53 789 980 697 RSE R1001525	Fund, Superannuation Entity
OnePath Custodians Pty Limited	ABN 12 008 508 496 AFSL 238346 RSE L0000673	OnePath Custodians, Trustee, us, we, our, OnePath
OnePath Life Limited	ABN 33 009 657 176 AFSL 238341	OnePath Life, Insurer
Australia and New Zealand Banking Group Limited	ABN 11 005 357 522 AFSL 234527	ANZ

Unique Superannuation Identifier (USI): ANZ Smart Choice Super – MMF2076AU
MySuper Product Unique Identifier: ANZ Smart Choice Super – 53789980697147

Contact details

If you have any questions or would like more information please contact Customer Services:

Phone 1800 249 996 weekdays between 8.30am and 6.30pm (AEST)

Email corporatesuper@anz.com

This Product Disclosure Statement (PDS) is issued by OnePath Custodians and contains a summary of significant information about investing in ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees (ANZ Smart Choice Super). It contains a number of references to important information contained in the following guides, each of which is dated 17 March 2018 and forms part of this PDS:

- ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees – Additional Information Guide (Incorporated Material)
- ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees – Insurance Guide
- ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees – Fees Guide.

The PDS and guides incorporated by reference are specific to current employees of QBE Management

Services Pty Ltd (QBE) or an associated employer of QBE. The Additional Information Guide (AIG) (Referenced Material) contains further information that does not form part of this PDS. You should consider the PDS, AIG, Fees Guide and Insurance Guide before making a decision about ANZ Smart Choice Super.

You can access a copy of the PDS and any matter in writing that is applied, adopted or incorporated by this PDS from our website at wealth.anz.com/superannuation/smart-choice-employer>Downloads. Alternatively, you can request a copy of this information free of charge by contacting Customer Services.

This PDS has been prepared by OnePath Custodians in accordance with the shorter PDS regime. The information provided in this PDS is general information only and does not take into account your personal financial situation or needs. You should obtain financial advice tailored to your personal circumstances. The offer made in this PDS is only available to persons receiving the PDS in Australia.

Changes may be made to the PDS from time to time. Changes that are not materially adverse will be made available at wealth.anz.com/superannuation/smart-choice-employer>Downloads or you can obtain a paper copy of the changes free of charge by contacting Customer Services.

1. ABOUT ANZ SMART CHOICE SUPER

ANZ Smart Choice Super is part of a group of ANZ Smart Choice products designed to suit your retirement savings needs at different stages in life including ANZ Smart Choice Super and Pension – for individuals (not part of an employer super plan).

ANZ Smart Choice Super includes MySuper investment options known as Lifestage investments. When you join ANZ Smart Choice Super, your money is invested in the Lifestage investment option corresponding to the decade in which you were born.

Lifestage options invest in a mixture of growth and defensive assets, moving to fewer growth and more defensive assets as you approach retirement.

ANZ Smart Choice Super is part of the Fund. The Trustee of the Fund is OnePath Custodians, a wholly owned subsidiary of ANZ.

OnePath Custodians is not an authorised deposit taking institution under the *Banking Act 1959* (Cth).

Except as described in the PDS, AIG, Fees Guide or Insurance Guide, this product is not a deposit or other liability of ANZ or its related group of companies and none of them stands behind or guarantees the issuer or the capital or performance of the product.

When you invest in ANZ Smart Choice Super, you become a member of the Fund. The Trustee invests all contributions under master life policy terms issued by OnePath Life Limited which then invests in selected investment funds.

The master life policy terms are governed by the *Life Insurance Act 1995* (Cth).

You do not have to remain invested in the Lifestage option. You can take a more active role in your investment decisions by selecting from a range of asset classes across a range of investment managers, known as 'Choose Your Own' investment options.

You can find the following information online:

- The product dashboard for each Lifestage investment option via wealth.anz.com/superannuation/smart-choice-employer>Downloads. Product dashboards for Choose Your Own investment options will be made available from the date required by legislation.

- The Trustee and executive remuneration disclosure for the Fund and any other transparency information which must be disclosed in accordance with superannuation law, visit onepath.com.au/aboutOnePath/rse.aspx.

2. HOW SUPER WORKS

Super is a tax effective long term savings and investment arrangement that enables you to save money for your retirement and is, in part, compulsory.

There are different ways that you, your spouse and your employer can contribute to your super. While you are working, your employer is, in most cases, required to make contributions to your super account (known as compulsory super or Super Guarantee). Generally, you have the right to choose the super fund to which these contributions are made.

You, your spouse or your employer may also be eligible to make voluntary contributions. Sometimes the Federal Government may make contributions to your super account. The Federal Government also provides incentives (including tax concessions) for you to contribute towards your super. However, there are some limits on the contributions that you can make to super.

There are also restrictions around when you can access your super. Generally, when you reach age 65 or your preservation age and have retired, you can access your super savings as a lump sum or receive a regular income stream through a pension account.

A pension account allows you to draw a regular income from your super savings while taking advantage of tax concessions for income streams. Of course, there may be other circumstances when you can access your super.

FIND OUT MORE

You should read the important information about 'How super works' before making a decision. Go to the section 'How super works' in the AIG by visiting wealth.anz.com/superannuation/smart-choice-employer>Downloads. The material relating to 'How super works' may change between the time you read this Statement and the day when you acquire the product.

3. BENEFITS OF INVESTING WITH ANZ SMART CHOICE SUPER

ANZ Smart Choice Super is an easy and low cost way to make the most of your super. Take as much or as little control as you like with smart investments and insurance, and with online visibility, you'll never lose track of your super again.

- **Online anytime[^].** Keep your super close with ANZ Internet Banking, and the ANZ App. Check your balance and transactions, make additional contributions, change your investment mix – managing your super has never been so easy.
- **One fund for life.** Take your ANZ Smart Choice Super account from job to job and avoid paying multiple fees. Then when ready, you can easily prepare for retirement with an ANZ Smart Choice Pension account.
- **Bring all your money into the one fund*.** We'll help track down and bring together all your super accounts using the ATO SuperMatch service – including any you've lost along the way.

If you have any questions or wish to review ANZ's Privacy Policy please refer to anz.com/privacy or call Customer Services on 1800 249 996.

[^] Temporary service disruptions may occur.

* Before consolidating your super accounts, there are important things you need to consider detailed on pages 53 to 56 in the AIG.

COMPETITIVE FEES AND NO HIDDEN CHARGES

Save money with low fees. ANZ Smart Choice Super's fees are low and simple to understand. Our Lifestage investment options have one of the lowest independently ranked MySuper fees in the market.*

WITH SMART INVESTMENTS AND INSURANCE, THE CHOICE IS YOURS

- **Smart Investments** – designed to suit no matter where you are in life, your Lifestage option selects a mix of investments based on your age and adjusts them as you get older. Your super is automatically preparing you for retirement – now that's smart.

Alternatively, you can take a more active role in your investment decisions. Choose from our range of carefully selected options designed to provide different levels of risk and potential returns.

- **Tailored insurance** – Enjoy peace of mind knowing that should the unexpected happen to you, you and your family are protected. Tailored cover provides automatic[†] Death (including Terminal Illness) and Total and Permanent Disability (TPD) cover. TPD cover must be held in conjunction with Death cover and cannot exceed the value of Death cover.

What's more, all your premiums are deducted from your super account – not your take home pay.

As a member you can also apply to increase the amount of your cover (either Death only and/or TPD cover) by applying for additional Voluntary cover. Any applications for Voluntary cover will be assessed by the Insurer for approval.

Further details on insurance are available in the Insurance Guide which forms part of the PDS.

* Research conducted by SuperRatings Pty Ltd, holder of Australian Financial Services Licence No. 311880. Analysis current as at October 2017 and limited to the member, administration and investment management fees of 166 retail, industry, corporate and government MySuper funds. For a copy of the SuperRatings research and the latest information, call 1800 249 996 or go to anz.com/superfeesgraph

[†] Unless you opt out and subject to eligibility.

FIND OUT MORE

You should read the important information about the 'Benefits of investing with ANZ Smart Choice Super' before making a decision. Go to the section 'Benefits of investing with ANZ Smart Choice Super' in the AIG by visiting wealth.anz.com/superannuation/smart-choice-employer> Downloads. The material relating to 'Benefits of investing with ANZ Smart Choice Super' may change between the time you read this Statement and the day when you acquire the product.

4. RISKS OF SUPER

All investments carry risk. Different investment strategies may carry different levels of risk, depending on the assets that make up the investment. For instance, assets with the highest potential long-term returns may also carry the highest level of short-term risk.

You should consider the level of risk involved with a particular investment and whether the potential returns justify those risks before investing.

When considering the risk associated with your investment in super, it is important to keep the following in mind:

- The value of investments can rise and fall
- The returns you receive from your investment will vary, and future returns may be different from past returns
- Returns are not guaranteed and you may lose some of your money
- Your future super savings (including contributions and returns) may be insufficient to meet your retirement needs adequately
- Your investment may be affected by changes in legislation, particularly in relation to taxation and super.

Other risks associated with investing in ANZ Smart Choice Super will depend on the particular investment options you choose. These could include risks associated with:

- Investing internationally
- Currency risk
- Derivatives
- Securities
- Liquidity risk
- Counterparty risk
- Changes to investment options.

All super products are generally subject to some or all of the risks described above. The right balance of risk and potential investment return for you will depend on factors including your age, investment timeframe, risk tolerance and what other investments you may hold.

FIND OUT MORE

You should read the important information about the 'Risks of super' before making a decision. Go to the section 'Risks of super' in the AIG by visiting wealth.anz.com/superannuation/smart-choice-employer > Downloads. The material relating to 'Risks of super' may change between the time you read this Statement and the day when you acquire the product.

5. HOW WE INVEST YOUR MONEY

Leave your investment decisions to us, with a Lifestage investment option, or create your own investment mix. The choice is yours. If you do not make a choice, your money will be invested in the MySuper Lifestage investment option based on your decade of birth.

LIFESTAGE INVESTMENTS

Unlike many other super funds, we don't believe that one investment option suits everyone. While others offer 'balanced' investment options irrespective of your stage in life, ANZ Smart Choice Super prefers a much smarter approach.

When you're young, it could be years before you start even thinking about retirement. So why not use this time to your advantage? Early on, your Lifestage investment option, based on your decade of birth, invests mainly in growth assets such as shares. These are designed to provide potential higher returns on average over a longer term, with plenty of time to ride out dips in the markets.

As you approach retirement, we adjust the mix with a higher allocation to less volatile investments, like cash and fixed interest bonds. This is the time when you may have the most to lose, so it makes sense to protect it.

Being invested in a Lifestage investment option means we do the work for you, so you can relax more easily, knowing your money is working for you.

You can also hold a portion of your money in ANZ Smart Choice Cash investment option.

Lifestage investment options

For ANZ Smart Choice Super:

- 1940s
- 1950s
- 1960s
- 1970s
- 1980s
- 1990s
- 2000s

An outline of the Lifestage investments is shown below. For more information relating to the investment option for the decade in which you were born, please refer to pages 21 to 24 of the AIG.

Investment description

The Lifestage investment options are designed for members who would like their allocation between growth and defensive asset classes adjusted to become more conservative over the longer term.

Asset allocation

The current asset ranges will adjust over time. The current asset allocation ranges are based on the benchmark, which is the neutral allocation at the time of preparing this PDS. The Standard Risk Measure (SRM) is the risk level attached to each investment option and is listed below.

Asset class	Range (%)*						
	1940s	1950s	1960s	1970s	1980s	1990s	2000s
Cash	10–45	3–39	0–29	0–25	0–22	0–22	0–22
Australian fixed interest [†]	7–38	7–37	0–34	0–28	0–25	0–24	0–24
Global fixed interest [†]	0–28	0–28	0–30	0–27	0–25	0–24	0–24
Listed real assets**	0–20	0–20	0–20	0–20	0–20	0–20	0–20
Australian shares	0–29	1–32	5–46	12–52	15–55	16–56	16–56
International shares [‡]	1–32	5–36	11–52	19–59	23–63	24–64	24–64
Minimum time horizon^{††}	1940s	1950s	1960s	1970s	1980s	1990s	2000s
	10 years	10 years	10 years	10 years	10 years	10 years	10 years
Standard Risk Measure	1940s	1950s	1960s	1970s	1980s	1990s	2000s
Risk profile	Medium	Medium to high	High	High	High	High	High

The risk profile for each Lifestage Investment option reduces over time (except for the 1940s option). For more information on SRM, refer to pages 20 to 24 of the AIG.

Investment return objective

The Lifestage investment options aim to generate retirement capital through returns (after fees, charges and taxes) that on average exceed inflation by at least the nominated percentage (below) and preserve capital. The emphasis changes from capital growth to capital preservation as you get older (except for the 1940s option).

Nominated percentage	1940s	1950s	1960s	1970s	1980s	1990s	2000s
	1.50%	2.00% [^]	3.00% [^]	3.50% [^]	4.00% [^]	4.00% [^]	4.00% [^]

Investment strategy

The Lifestage investment options provide exposure to a mix of growth and defensive asset classes. The allocation to these classes will become more conservative over the long term. However, in the short term the allocation to growth assets may increase at times and additionally, an active asset allocation process is used to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise your investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.

Commencement date

5 December 2011 (Except 2000s which commenced 18 February 2017).

* The ranges provide for the ability to adjust the allocations and will change over time as the Lifestage option becomes more conservative.

† Fixed interest exposure may include exposure to government, corporate, inflation protected and/or other securities.

** Listed real assets will include allocations to global listed property and listed infrastructure securities.

‡ International shares may include exposure to emerging markets, low volatility and/or global small cap securities.

†† This refers to the amount of time we expect it will take to meet the investment return objective as outlined above.

^ Please note that this percentage will vary over time as the investment option becomes more conservative.

CHOOSE YOUR OWN INVESTMENT OPTIONS

Alternatively, you can take a more active role in your investment decisions. Choose from our range of carefully selected, low cost investment options below – designed to suit different levels of risk and potential returns.

6 If you Choose Your Own investment mix, you will no longer be a MySuper 'Default' member, but will

remain in ANZ Smart Choice Super as a 'Choice' (of investment) member.

ANZ Smart Choice Super offers you access to a wide range of investment options, asset managers and asset classes. There are over 40 carefully selected Choose Your Own investment options that you can select to invest in. A description of each investment option available is contained in the section 'How we invest your money' in the AIG.

MANAGING YOUR INVESTMENTS

You can easily track, compare and change your investments at any time with ANZ Internet Banking or by calling Customer Services.

A more detailed description of each investment option is contained in the AIG on pages 21 to 47. Please make sure you read this before you make any investment decisions.

IMPORTANT

When selecting your investment option(s) you should consider the likely investment return for the option, the level of risk associated with the option and whether or not the option matches your investment timeframe.

We regularly undertake a review of the investment options available through ANZ Smart Choice Super.

We may change, add, close or terminate an investment option at any time. Any material change will be communicated to you.

FIND OUT MORE

You should read the important information about 'How we invest your money' before making a decision. Go to the section 'How we invest your money' in the AIG by visiting wealth.anz.com/superannuation/smart-choice-employer>Downloads. The material relating to 'How we invest your money' may change between the time you read this Statement and the day when you acquire the product.

6. FEES AND COSTS

DID YOU KNOW?

Small differences in both investment performance and fees and costs can have a substantial impact on your long-term returns.

For example, total annual fees and costs of 2% of your account balance rather than 1% could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100,000 to \$80,000).

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.

You or your employer, as applicable, may be able to negotiate to pay lower fees. Ask the fund or your financial adviser.

TO FIND OUT MORE

If you would like to find out more, or see the impact of the fees based on your own circumstances, the Australian Securities and Investments Commission (ASIC) website (www.moneysmart.gov.au) has a superannuation calculator to help you check out different fee options.

This section shows fees and other costs that you may be charged. These fees and other costs may be deducted from your money, from the returns on your investment or from the assets of the superannuation entity as a whole.

Other fees, such as activity fees, advice fees for personal advice and insurance fees, may also be charged, but these will depend on the nature of the activity, advice or insurance chosen by you.

Taxes, insurance fees and other costs relating to insurance are set out in another part of this document.

You should read all the information about fees and other costs because it is important to understand their impact on your investment.

Where an income tax deduction is available under the applicable laws and is claimed by the Fund or OnePath Life, in respect of fees such as the Administration fee, Insurance fee, Exit fee or Member Advice Fee (where applicable), the benefit of this tax deduction will be passed on to you in the form of a reduced fee or cost.

The fees and costs disclosed in this PDS that you may be charged are shown inclusive of any applicable Goods and Services Tax (GST) less any entitlement to a reduced input tax credit available to the Fund, except for the Member Advice Fee which is shown inclusive of any applicable GST.

OnePath Life receives payments of up to 0.45% p.a. from ANZ on cash held with ANZ. These payments are not an additional charge to you and these payments do not affect the performance of those cash investments held with ANZ.

The superannuation fee calculator referred to above can be used to calculate the effect of fees and costs on account balances.

You should use the following table to compare this superannuation product with other superannuation products.

ANZ Smart Choice Super

Type of fee	Amount	How and when paid
Investment fee	<p>MySuper – Lifestage investment options 0.44% p.a. of your balance in each investment option.</p> <p>Choose Your Own investment options 0.44% to 1.98% p.a. of your balance depending on the investment option (except for ANZ Smart Choice Cash which is 0%).</p>	<p>This fee is deducted monthly from the assets of each investment option and an accrued amount is included in the unit price. The investment fee for some investment options is subject to a discount relative to the amount deducted in unit prices. The discount on relevant investment options is credited as an Investment Fee Adjustment calculated on your month-end account balance, and applied to your account balance in the form of additional units, generally within 7 business days after the end of the previous month. This does not apply to all investment options and may change in the future.</p> <p>An Investment Fee Adjustment will not be received for that month where a member exits prior to the date of the adjustment.⁵</p>
Administration fee*	<p>\$50 p.a. (\$4.16 per month) Plus</p> <p>Levies and expense recoveries – 0.03% p.a. of your balance in each investment option (except for ANZ Smart Choice Cash which is 0%) for the 12 months to 30 June 2017. Estimated to be up to 0.08% p.a. for each investment option (except for ANZ Smart Choice Cash which will be 0%) for the 12 months to 30 June 2018.</p>	<p>The dollar based fee is usually deducted in advance from your account at the beginning of each month.</p> <p>Levies and expense recoveries are deducted from the assets of each investment option annually and included in the unit price.</p>
Buy-sell spread	<p>MySuper – Lifestage investment options 0.02% to 0.10% of each amount invested in (buy spread) or withdrawn from (sell spread) an investment option, depending on the investment option.</p> <p>Choose Your Own investment options 0% to 0.35% of each amount invested in (buy spread) or withdrawn from (sell spread) an investment option, depending on the investment option.</p> <p>See the 'Fees Guide' for the Buy-sell spread of each investment option available at wealth.anz.com/superannuation/smart-choice-employer>Downloads.</p>	<p>A Buy-sell spread is reflected in the daily unit price for an investment option and is not charged separately to you. As your account is valued using the sell unit price, each investment into an investment option will also be reduced by approximately this amount at the time of the transaction.</p>
Switching fee [†]	Nil	Not applicable.
Exit fee	\$50	Deducted from your account on account closure. This fee is waived when moving between different ANZ Smart Choice Super account types e.g. Super to Pension.

ANZ Smart Choice Super

Type of fee	Amount	How and when paid
Advice fees relating to all members investing in a particular MySuper product or investment option	Nil	Not applicable.
Other fees and costs[^]	<p>This amount may vary depending on the activity.</p> <p>You may choose to have a fee for personal advice as agreed individually between you and your financial planner. These fees can take the form of an Ongoing Member Advice Fee or a One-Off Member Advice Fee.</p> <p>Insurance fees will apply if you have insurance cover.</p>	<p>Any Ongoing Member Advice Fees payable to your financial planner's Australian Financial Services Licensee are deducted from your account on the last Sydney business day of the month and paid to your financial planner's Australian Financial Services Licensee. Any One-off Member Advice Fee is deducted from your account and paid to your financial planner's Australian Financial Services Licensee once you agree to this fee.</p> <p>Insurance fees are calculated daily and deducted monthly in advance from your account.</p>
Indirect cost ratio	<p>Indirect costs estimated to be between 0% and 0.61% p.a. depending on the investment option.</p> <p>Note: The indirect cost ratio amounts set out above are based on the estimated indirect costs for the 12 months to 30 June 2017.</p> <p>Indirect costs for some investment options include performance-related fees estimated to range from 0% to 0.30%[#] p.a., depending on the investment option. Refer to the Fees Guide for more information on indirect costs and performance-related fees.</p>	<p>Indirect costs are variable and are deducted from the underlying assets of the investment option as and when they are incurred.</p> <p>These indirect costs are not an additional fee charged to you. Rather they are reflected in the returns payable from the underlying investments and as such are included in the unit price.</p> <p>Performance-related fees (where relevant) are deducted from the underlying assets of the investment option when due and payable.</p>

The Administration and Investment fees can be negotiated by your employer with us. The Member Advice Fee is generally negotiable by you with your financial planner. All other fees set out in this table are not negotiable. Refer to the 'Additional Explanation of Fees and Costs' section of the Fees Guide for further details regarding negotiable fees.

* The Administration fee is waived if your account balance has a zero balance.

† Although no Switching fee applies, a 'Buy-sell' spread may apply to switches between investment options.

[^] Refer to the 'Additional Explanation of Fees and Costs' section of the Fees Guide for details of other fees and costs which may apply, including Insurance fees and Member Advice Fees.

[#] Performance-related fees are reflected as a reduction in the returns generated by the underlying investment option and, therefore, in the value of your investment in the applicable investment option. Each unit price of the underlying investment option reflects accrued performance-related fees. The performance-related fee for Magellan Global, OnePath Alternatives Growth and RARE Infrastructure Value is accrued daily and deducted half-yearly within the unit price. As at the issue date of this PDS, the highest estimated performance-related fee was for RARE Infrastructure Value at 0.30%. This estimated fee may change at a later date.

[§] At a later date, the Investment Fee Adjustment may be made on a daily basis. We will provide notice on our website before making this change.

Note: Past fees and costs are not a reliable indicator of future fees and costs.

EXAMPLE OF ANNUAL FEES AND COSTS

The table below gives an example of how the fees and costs for the ANZ Smart Choice Super MySuper product (Lifestage investment option) for this superannuation product 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 – ANZ Smart Choice Super MySuper (Lifestage investment option)		Balance of \$50,000
Investment fees	0.44% p.a.	For every \$50,000 you have in the superannuation product you will be charged \$220 each year.
PLUS Administration fees	\$50 p.a. Plus, 0.03%*p.a	And, you will be charged \$65 in administration fees**.
PLUS Indirect costs for the superannuation product	0.03%† p.a.	And, indirect costs of \$15 each year will be deducted from your investment.
EQUALS Cost of product	\$300	If your balance was \$50,000, then for that year you will be charged fees of \$300 for the superannuation product**.

Note: the Example above is illustrative only.

* Figures based on the actual amount of levies and expense recoveries deducted for the 12 months to 30 June 2017. The levies and expense recoveries are estimated to be up to 0.08% p.a. for the 12 months to 30 June 2018.

† Figure based on the ANZ Smart Choice Super 1960s Lifestage investment option. Please refer to page 12 of the Fees Guide for the estimated indirect costs applicable to the other MySuper Lifestage investment options, which range from 0.01% to 0.04%.

** Additional fees may apply. There is currently no contribution fee. The Administration fee is waived if your account balance has a zero balance. And, if you leave the Superannuation entity, you may be charged an Exit fee of \$50 and a buy-sell spread which also applies whenever you make a contribution, exit, rollover or investment switch. The buy spread for the ANZ Smart Choice Super 1960s Lifestage investment option is currently 0.03%, the sell spread is also 0.03%. On \$50,000, the total spread cost of 0.06% is equal to \$30. The Buy-sell spreads applicable to MySuper Lifestage investment options whenever you make a contribution, exit, rollover or investment switch range from 0.02% to 0.10%. The Buy-sell spread for each MySuper Lifestage investment option is set out in the Fees Guide available at wealth.anz.com/superannuation/smart-choice-employer>Downloads or by contacting Customer Services. If you exit the product, you will be charged a \$50 exit fee.

CHANGES TO FEES AND COSTS

The fees and costs shown are current at the time of issuing this PDS. We may change fees and costs without your consent from time to time. We will provide you with at least 30 days advance notice of any fee increase.

MEMBER ADVICE FEE

Additional fees may be payable if you consult a financial planner.

If you use the services of a financial planner, you may agree to pay a fee to them for their services. In most cases you can choose to have this fee paid from your account as a Member Advice Fee where it is in relation to your interest in the Fund.

The Statement of Advice provided by your financial planner will include details of any Member Advice Fee.

This optional fee can be a One-off Member Advice Fee and/or an Ongoing Member Advice Fee deducted monthly. You can agree to pay this fee when you open your account, or at any time later. See the Fees Guide for more information.

DEFINED FEES

You can find definitions of fees referred to in this section in the Fees Guide available at wealth.anz.com/superannuation/smart-choice-employer>Downloads.

BUY-SELL SPREADS

The Buy-sell spread is used to allocate buy and sell transaction costs to a member who is transacting rather than to members in a particular investment option who are not transacting. As the proceeds from a Buy-sell spread are retained as part of the assets of an investment option, no part of it is paid to us or to an underlying fund manager.

A Buy-sell spread up to a maximum of 0.35% may apply each time an amount is invested in or withdrawn from an investment option. These spreads are incorporated in the buy and sell unit prices. The Buy-sell spread for each investment option is set out in the Fees Guide available online at wealth.anz.com/superannuation/smart-choice-employer>Downloads or by contacting Customer Services.

For example, for every \$1,000 that you invest in the ANZ Smart Choice Super 1960s Lifestage investment option, the buy spread you incur is currently 0.03% or \$0.30.

This amount is reflected in the 'buy' unit price at the time of your transaction. At all times your account balance is valued at the 'sell' unit price which incorporates the sell spread. In the same example, the value of the investment of \$1,000 will also take into account the sell spread of 0.03% or \$0.30. This means that the total Buy-sell spread cost for the example \$1,000 investment will be 0.06% or \$0.60.

INTEREST EARNED IN TRUST ACCOUNTS

Funds may be temporarily held in a trust account during the application and redemption process. We will retain any interest paid by our bank on these amounts to meet our cost of operating the account(s). These costs may include bank fees and administration costs.

OTHER CHARGES

The Trust Deed of the Fund permits the Trustee to be reimbursed from the Fund assets for all the costs, charges, expenses, outgoings, government charges and levies reasonably and properly incurred by the Trustee in connection with the performance of its duties or the exercise of its rights, powers, administration or termination of the Fund.

FIND OUT MORE

You should read the important information about 'Fees and other costs' before making a decision. Go to the section 'Fees and other costs' in the Fees Guide by visiting wealth.anz.com/superannuation/smart-choice-employer>Downloads. The material relating to 'Fees and other costs' may change between the time you read this Statement and the day when you acquire the product.

7. HOW SUPER IS TAXED

The tax you pay on monies invested in a superannuation fund is generally lower than the tax you would pay outside a superannuation fund. However, many factors can influence the way your super is taxed.

Tax may apply to your super on contributions, on investment earnings and on withdrawals. The amount of tax payable will depend on your age and individual circumstances.

Tax on concessional contributions and investment earnings is paid by the Fund to the Australian Taxation Office (ATO) on a monthly or quarterly basis, with an annual payment made if required.

TAX ON CONTRIBUTIONS

Concessional contributions, which include employer (e.g. Super Guarantee and salary sacrifice contributions) and personal contributions claimed as a tax deduction, are generally taxed at 15% in the Fund. An additional 15% tax may apply to some higher income earners. Non-concessional contributions, which include spouse, and personal contributions not claimed as a tax deduction, are generally not subject to tax in the Fund. You should be aware that annual caps apply to both concessional and non-concessional contributions and **if you exceed these caps in the relevant financial year there may be taxation consequences**. You should monitor the contributions made to your super to ensure that you do not exceed the caps that apply to you.

TAX ON INVESTMENT EARNINGS

Investment earnings are taxed at a rate of up to 15% in your super account; however, the effective rate may be reduced by franking credits, foreign tax offsets and concessional tax capital gains available to the Fund. Investment earnings are not taxed within a retirement phase account based pension.

TAX ON WITHDRAWALS

Your account generally consists of taxable and tax-free components. Any withdrawals from super must be made proportionately from these components.

If you are aged 60 and over, a lump sum or income stream payment is tax free.

If you are aged less than 60, tax may be payable on the taxable component of lump sums and income stream payments.

Tax is not payable on the tax-free component, or lump sum payments if paid as a terminal medical condition payment, regardless of age.

Specific tax rules apply to lump sum and income stream payments on a member's death. Tax is not payable on lump sum payments made to a death benefits dependant. In other circumstances, tax may be payable based on the age of the member, the recipient and the relationship between the member and the recipient.

PROVIDING YOUR TAX FILE NUMBER (TFN)

You are not obligated to provide your TFN and declining to quote your TFN is not an offence. However, you should provide your TFN when you join the Fund. If you do not provide your TFN we will not be able to accept member contributions, you may be liable to pay additional tax on concessional contributions, you may be liable to pay additional tax on withdrawal payments, you could miss out on any government contributions (if eligible), and it may be difficult to locate or consolidate your super benefits in the future.

Where you have provided your TFN, we will use it to search for your lost and other super using the ATO SuperMatch service unless you advise us otherwise.

IMPORTANT

If you do not want us to use your TFN to undertake ongoing SuperMatch searches please let us know by contacting us using one of the following methods:

1. **Calling Customer Services on 1800 249 996**
2. **Sending us an email at corporatesuper@anz.com**
3. **Writing to us at ANZ Smart Choice Super GPO Box 5107 Sydney NSW 2001**

If you have any questions or wish to review ANZ's Privacy Policy please refer to anz.com/privacy or call Customer Services on 1800 249 996.

Tax law in relation to superannuation is complex and the above information has been prepared as a guide only and does not represent taxation advice. Please see your tax adviser for independent tax advice taking into account your individual circumstances.

FIND OUT MORE

You should read the important information about 'How super is taxed' before making a decision. Go to the section 'How super is taxed' in the AIG by visiting wealth.anz.com/superannuation/smart-choice-employer> Downloads. The material relating to 'How super is taxed' may have changed between the time you read this Statement and when you acquire the product.

Changes to superannuation and taxation law were announced in the May 2017/18 Federal Budget – further information can be found on page 56 of the AIG. Updated information is available from anz.com/superinsights.

8. INSURANCE IN YOUR SUPER

Enjoy peace of mind knowing that should the unexpected happen, you and your family are protected. The two types of insurance cover arrangements are:

1. Tailored cover – As a member you may receive automatic* Death (including Terminal Illness) and TPD cover which is calculated using an insurance formula as set out below.

Sum insured:

Death cover and Death and TPD cover:
 $17.5\% \times \text{Years of Future Service}^9 \times \text{Salary}$

2. Voluntary cover – As a member you may apply to obtain or increase your Death only or Death and TPD cover by taking out additional Voluntary cover.

The maximum level of automatic default death and TPD cover will depend on your membership category in the QBE Plan. The maximum default Death and TPD cover without underwriting is \$1.5 million. Please refer to the Insurance Guide for further details about default Death and TPD cover. Please note TPD cover can only be held in conjunction with Death cover. Applications for Voluntary cover are assessed by the Insurer, and are subject to the Insurer's approval. The maximum cover levels for Voluntary cover are:

- Death cover: unlimited (maximum Terminal Illness Benefit is \$2.5million)
- TPD cover: \$3 million.

Death (including Terminal Illness) and TPD cover provides a lump sum upon death, suffering a Terminal Illness or becoming Totally and Permanently Disabled.

All insurance fees are deducted from your super account, not your take home pay.

* Unless you opt out and subject to eligibility.

§ Years of Future Service means years and days to age 70 for Death cover and years and days to age 65 for TPD cover.

ELIGIBILITY FOR LIFESTAGE COVER AND DEFAULT TAILORED COVER

To be eligible for automatic Death and TPD cover on the cover commencement date in the QBE Plan you must:

- be an employee of QBE and a member of ANZ Smart Choice Super
- be an Australian Resident or Visa holder residing in Australia
- be aged at least 15 years or older and under 65 years of age
- be "At Work"*
- satisfy the eligibility rules for a membership category that has default cover
- not have had a claim admitted, be in the process of claiming, not in the receipt of, not in a waiting period for, not been paid, not entitled to be paid, a benefit for terminal illness or total and permanent disablement[†] under the policy with the Insurer or with another insurer
- not have previously been provided with default cover in relation to your account.

In addition to the above, by the 180th day after your default cover commences, you must:

- have had an employer contribution paid to your account;
- have an account balance which is sufficient to pay Insurance fees for the first 180 days since you became eligible for cover.

Your cover will be cancelled from cover commencement and you will not be entitled to any benefits if any of the above requirements are not satisfied.

You will generally receive 30 days written pre-notification of your cover being cancelled

where either the employer contribution and/or premiums are outstanding.

* Default cover is subject to a Pre-Existing Condition Exclusion if you were "Not At Work" at the time your Default cover commenced.

† If you have received a TPD benefit, your cover will be limited to Death cover only.

APPLYING FOR ADDITIONAL VOLUNTARY COVER, CHANGING OR CANCELLING YOUR COVER

To apply for Voluntary cover, you must submit an application.

Voluntary cover is subject to the Insurer's written approval and starts from the date specified in the written confirmation to you, provided you have enough funds in your account to pay for the first month's Insurance fee(s). You may be entitled to Interim Accident cover during the application process.

You can elect to cancel or reduce your insurance cover at any time by contacting us on 1800 249 996.

INSURANCE FEES

Annual Insurance Fees:

Death cover: \$0.265 per \$1,000 of sum insured.

TPD cover: \$0.380 per \$1,000 of sum insured.

The costs associated with insurance cover are called Insurance fees (insurance premiums).

These fees are calculated daily and deducted from your account by the Trustee at the beginning of each month and are inclusive of any taxes or government charges applicable to the insurance cover.

The Insurance fees you pay will depend on a number of factors including but not limited to your salary, the cover type and where applicable, the category your employer has chosen for you.

If you are a permanent employee working 40 hours a week, the following table provides two examples of Insurance fees payable for automatic Death and TPD cover:

Age	Salary (\$)	Death Cover (\$)	TPD Cover (\$)	Total Fees (\$)
20	32,000	280,000	252,000	169.96
60	100,000	175,000	87,500	79.63

Insurance fees are deducted from your ANZ Smart Choice Super account and not your take home pay. Your employer may have agreed to reimburse your account for the value of these fees, but may cancel this agreement at any time.

For details of the Insurance fees applicable to you, please refer to the Insurance Guide.

Unless you cancel the automatic insurance cover (by calling Customer Services on 1800 249 996), Insurance fees will continue to be deducted from your ANZ Smart Choice Super account.

LEAVING YOUR EMPLOYER

Once your employer notifies us that you have left their employment, your existing insurance cover will be fixed to a dollar amount and your Insurance fees will change to align with those that apply for 'Choose Your Own cover'.

These are specified in the ANZ Smart Choice Super for employers and their employees – Standard Insurance Guide (for Standard Employer Plans), which can be obtained by calling Customer Services on 1800 249 996, or can be downloaded from wealth.anz.com/superannuation/smart-choice-employer>Downloads > ANZ Smart Choice Super Insurance Guide – Standard Employer Plans.

You can continue to use your ANZ Smart Choice Super account with your new employer by using the Choice of Fund Nomination form available via ANZ Internet Banking or by calling Customer Services.

THE TRUSTEE'S DUTY OF DISCLOSURE

When applying for insurance you are required to disclose every matter that you know, or could reasonably be expected to know, that is relevant to the insurer's decision whether to accept the risk of insurance and, if so, on what terms. Please refer to the Insurance Guide for full details of your duty of disclosure.

IMPORTANT

The Insurance Guide includes important information about eligibility for, and cancellation of, Default and Voluntary cover and conditions and exclusions that may apply and that may affect your entitlement to insurance cover. You should read this information before deciding whether the insurance is appropriate.

FIND OUT MORE

You should read the important information about 'Insurance in your super' before making a decision about insurance cover through ANZ Smart Choice Super. Refer to the Insurance Guide available by contacting Customer Services. The material relating to 'Insurance in your super' may have changed between the time you read this Statement and when you acquire the product.

9. HOW TO OPEN AN ACCOUNT

As your employer has chosen ANZ Smart Choice Super, you do not need to apply for an account, as one has been set up for you.

As a member you have the flexibility to control your ANZ Smart Choice Super account. You can:

- Choose your own investment option(s)
- Apply for additional insurance cover
- Arrange additional contributions, including salary sacrifice, spouse and even Government co-contributions.

The easiest way to get started is by logging on to ANZ Internet Banking. Check your balance, manage your account or make additional contributions. To get access to ANZ Internet Banking, call Customer Services on 1800 249 996.

If you're already an ANZ customer you'll be able to see your super alongside your everyday banking by linking your ANZ Smart Choice Super account to your Customer Registration Number – you can do this yourself on ANZ Internet Banking or by calling Customer Services on 1800 249 996.

By joining ANZ Smart Choice Super, you agree that confirmation of transactions, instructions and other correspondence may be provided electronically or in writing at the discretion of the Trustee.

Cooling-off period

Generally, your employer may cancel their application to participate in ANZ Smart Choice Super within 14 days from the earlier of:

- the day the first employees of your employer receive confirmation of their super interest; or
- the end of the fifth day after we first issue super interests to employees.

If this occurs, your employer must nominate (within one month of notifying us that they wish to exercise their right of cancellation) an alternative eligible MySuper fund into which employer contributions received by us are to be repaid.

An employer's right of cancellation is taken to have been exercised only on receipt by us of this nomination. Your employer must make the nomination by advising us in writing.

If your employer exercises their right of cancellation within the cooling-off period, and part of the monies to be repaid includes personal contributions made by you (including monies to be rolled over or transferred from another super fund), we will:

- transfer any restricted non-preserved benefits and preserved benefits to another eligible super fund that you nominate
- pay any other monies as you direct.

In the event the super fund nominated by you or your employer does not accept the monies (or you do not tell us what to do with any personal contributions), we may transfer the monies to an Eligible Rollover Fund.

Your investment amount will be adjusted for any changes in the unit price of the applicable investment option(s), less any withdrawals and transaction costs.

CUSTOMER ENQUIRIES AND CONCERNS

Our commitment to ensuring our products and services meet your expectations means we value your feedback regarding how we are performing.

Our Customer Service team is your first point of contact for enquiries, raising complaints or providing feedback. You can contact us directly via phone, email or in writing and we will endeavour to resolve your concerns quickly and fairly.

Phone 1800 249 996
weekdays from 8.30am to 8.00pm (AEST)

Email yourfeedback@onepath.com.au

Address Wealth Complaints Resolution Centre
GPO Box 5306, Sydney NSW 2001

Escalating your complaint

If you are not satisfied with the response to your complaint or feedback, your complaint will be escalated to our Wealth Complaints Resolution Centre. Our specialists will work closely with you to resolve any complaint you may have quickly and amicably.

Financial Services Dispute Resolution Scheme

If you are not satisfied with the outcome of your complaint, you can contact the Financial Ombudsman Service Australia (FOS) or Superannuation Complaints Tribunal (SCT), which is a free dispute resolution service external to ANZ.

There may be time limits for lodging a dispute. In most cases, FOS will allow you to lodge your dispute within two years of the date of our final response. Please note that before FOS or SCT can investigate your complaint, they generally require you to have first provided us with the opportunity to address the complaint.

Financial Ombudsman Service Australia (FOS)

Phone 1800 367 287 weekdays 9am – 5pm (AEST)

Email info@fos.org.au

Fax +61 3 9613 6399

Mail GPO Box 3, Melbourne VIC 3001

Website fos.org.au

Superannuation Complaints Tribunal (SCT)

Phone 1300 884 114 weekdays 9am – 5pm (AEST)

Email info@sct.gov.au

Fax +61 3 8635 5588

Mail Locked Bag 3060, Melbourne VIC 3001

Website sct.gov.au

Take control of your super in three easy steps

Step 1

Access your account through ANZ Internet Banking, or via the ANZ App.

- If you are already registered for ANZ Internet Banking you can see your super with your other ANZ accounts the day after your account is opened. If you cannot see your ANZ Smart Choice Super account call Customer Services on 1800 249 996.

If you are not yet registered for ANZ Internet Banking call 1800 249 996 and receive your Customer Registration Number and telecode. Using these details you will then need to complete your registration via anz.com

Step 2

After you have accepted the Search Terms and Conditions, we will inform you if we find any other super accounts for you and assist you in rounding these up – so you don't pay multiple sets of fees.

Step 3

Manage and monitor your super

When you are in ANZ Internet Banking, check your personal details and make sure your email address and telephone numbers are included and up to date. Then look at your account details – you can change your investment option, monitor performance, manage your beneficiary nomination, keep track of your contributions and much more.

Note: ANZ App provides view only access.

For other ANZ Wealth products visit anz.com/wealth

**ANZ SMART CHOICE SUPER
FOR QBE MANAGEMENT SERVICES PTY LTD
AND THEIR EMPLOYEES**

ADDITIONAL INFORMATION GUIDE
ISSUED 17 MARCH 2018



ENTITY DETAILS IN THIS ANZ SMART CHOICE SUPER FOR QBE MANAGEMENT SERVICES PTY LTD AND THEIR EMPLOYEES ADDITIONAL INFORMATION GUIDE (AIG)

Name of legal entity	Registered numbers	Abbreviated terms used throughout this AIG
OnePath MasterFund	ABN 53 789 980 697, RSE R1001525	Fund, Superannuation entity
OnePath Custodians Pty Limited	ABN 12 008 508 496, AFSL 238346, RSE L0000673	OnePath Custodians, Trustee, us, we, our, OnePath
OnePath Life Limited	ABN 33 009 657 176, AFSL 238341	OnePath Life, the Insurer
Australia and New Zealand Banking Group Limited	ABN 11 005 357 522, AFSL 234527	ANZ
QBE Management Services Pty Ltd*	ABN 92 004 800 131	QBE, employer
QBE Super Plan		Employer Plan or the Plan

Unique Superannuation Identifier (USI): ANZ Smart Choice Super – MMF2076AU

MySuper Product Unique Identifier: ANZ Smart Choice Super – 53789980697147

* QBE includes all associated employers of QBE Management Services Pty Ltd currently contributing to the QBE Super Plan under an arrangement with the Trustee.

IMPORTANT INFORMATION

When QBE joined ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees ('ANZ Smart Choice Super'), their nominated employees become members of the Fund.

OnePath Custodians is the trustee of the Fund and is the issuer of the ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees Product Disclosure Statement (PDS), (including this AIG, Fees Guide and Insurance Guide).

The issuer is a wholly owned subsidiary of ANZ, but is not an authorised deposit taking institution (Bank) under the *Banking Act 1959* (Cth). Except as described in the PDS, Fees Guide, this AIG and Insurance Guide, the product is not a deposit or other liability of ANZ or its related companies and none of them stands behind or guarantees the issuer or the capital or performance of the product.

An investment in ANZ Smart Choice Super is subject to investment risk, including possible repayment delays and loss of income and principal invested.

The Fund is governed by a Trust Deed. Together with superannuation law, the Fund's Trust Deed sets out the rules and procedures under which the Fund operates and the Trustee's duties and obligations. If there is any inconsistency between the Trust Deed, the PDS which includes this AIG, the terms of the Trust Deed prevail. A copy of the Trust Deed is available free of charge by contacting Customer Services.

The Trustee invests all contributions under master life policy terms issued by OnePath Life which then invests in selected investment funds. The master life policy terms are governed by the *Life Insurance Act 1995* (Cth). OnePath Life is required to conduct its business in accordance with the law and give priority to the interests of policy holders, invest all of the assets it receives from the Trustee in statutory funds approved by the Australian Prudential Regulation Authority (APRA) and comply with the prescribed capital and solvency standards.

OnePath Life is also the administrator of the Fund. The Trustee reserves the right to change insurer(s), or vary the benefits or insurance fees from time to time. In the event of any inconsistency between the PDS (including the Insurance Guide), and the insurance policy with the Insurer, the insurance policies will prevail.

The Trustee relies on a number of third parties for the provision of specialist services in respect of the Fund. The Trustee is responsible for the contents of the PDS and this AIG. Each third party has provided its consent to be named but has not made any statement in the PDS. No consents have been withdrawn at the time of preparation of the PDS.

Subject to relevant law, the Trustee reserves the right to refuse any application, transaction or instruction, and will generally do so where the Trustee deems such application, transaction or instruction not to be in the interest of all investors of the Fund.

ANZ WEALTH

ANZ Wealth is a specialist division of ANZ. ANZ Wealth is responsible for delivering investment, superannuation, insurance and advice solutions to more than two million customers across Australia.

ANZ is a leading bank operating in 34 markets with representation in Australia, New Zealand, Asia Pacific, Europe, America and the Middle East. ANZ provides banking and financial products and services to more than ten million customers and employs over 50,000 people worldwide.

ANZ has a strong involvement in the community, leading the way with programs targeting financial literacy, indigenous inclusion, the environment, volunteering and sponsorship.

ABOUT THIS AIG

This AIG is issued by OnePath Custodians Pty Limited and consists of two parts:

- The Incorporated Material which contains more information and/or specific terms and conditions referred to in the Product Disclosure Statement (PDS) dated 17 March 2018 for ANZ Smart Choice Super. **This information forms part of the PDS;** and
- The Referenced Material which contains additional information about ANZ Smart Choice Super. **This information does not form part of the PDS.**

You can access a copy of the PDS, Fees Guide, Insurance Guide, this AIG and any other matter in writing that is applied, adopted or incorporated by the PDS by visiting wealth.anz.com/superannuation/smart-choice-employer>Downloads. Alternatively, you can request a copy of this information free of charge by contacting Customer Services on 1800 249 996.

The information provided in this AIG is general information only and does not take into account your personal objectives, financial situation or needs. You should consider the appropriateness of the information having regard to your objectives, financial situation and needs before acting on this information. You should obtain financial advice tailored to your personal circumstances.

You should also obtain a copy of the PDS relating to ANZ Smart Choice Super and consider it before making any decision to acquire the product.

Changes may be made to the PDS, AIG, Insurance Guide and Fees Guide from time to time. Where the changes are not materially adverse, you will be able to find details of the changes at wealth.anz.com/superannuation/smart-choice-employer>Downloads or you can obtain a copy free of charge by contacting Customer Services.

ANZ Internet Banking and the ANZ App are services provided by ANZ, not by OnePath Custodians.

CONTENTS

INCORPORATED MATERIAL	3	5. How super is taxed	53
1. How super works	4	What tax applies on contributions and rollovers?	53
Contributing to super	4	Can you claim a tax deduction for contributions?	53
Withdrawals from super	4	What are the super contributions caps?	53
How can you contribute extra to super?	5	Tax on investment earnings	54
Adding to your spouse's super	5	What tax applies when you withdraw your super?	54
Do limits apply to how much you can contribute to your super?	7	Changes to superannuation and taxation laws	56
Round up your super	8	6. Electronic rollover request conditions	57
Choice of super	7	7. Other information	57
Accessing your super	7	OnePath Geared Australian Shares Index	57
How does ANZ Smart Choice Pension work?	9	Investment funds that invest via underlying swaps	58
Nominating a beneficiary	9	UBS Sustainable Investments – Australian Shares	59
2. Benefits of investing with ANZ Smart Choice Super	11	REFERENCED MATERIAL	60
3. Risks of super	12	Accessing up to date information	60
What risks should I be aware of?	12	Online access to your account	60
The risk level of different investments	12	Other Information	60
Risks associated with particular investment strategies	13	Member communications	60
4. How we invest your money	16	How can your family members join ANZ Smart Choice Super?	60
Lifestage investments	16	Superannuation and family law	63
Active asset allocation	16	Lost members	63
Choose your own investment mix	18	Unclaimed money	63
Environment, social and ethical considerations	19	Bankruptcy	63
Investment option profiles	20	Proceeds of crime	63
Lifestage investment option profiles	21	Privacy	64
Choose your own investment option profiles – diversified risk based	24	Providing your information to others	64
Choose Your Own investment option profiles – single sector options	30	Privacy policy	64
Choose Your Own investments – Investment manager profiles	48	Anti-money Laundering and Counter-Terrorism Legislation	65

INCORPORATED MATERIAL

The information in this Incorporated Material part of this AIG forms part of the PDS issued on 17 March 2018 for ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees. Its purpose is to give you more information and/or specific terms and conditions referred to in the PDS. You should consider all that information before making a decision about ANZ Smart Choice Super.

1. HOW SUPER WORKS

Super is a tax-effective long-term savings plan that enables you to save and invest for your retirement.

CONTRIBUTING TO SUPER

While you are working, your employer is, in most cases, required to make contributions into your super account (known as compulsory super or the Superannuation Guarantee (SG)).

Generally, you have the right to choose the super fund to which contributions, including employer contributions are made.

You or your spouse, your employer or a third party may also be eligible to make voluntary contributions to your super account (subject to eligibility). If you do make a voluntary after-tax contribution, and your income is below a certain level, you may qualify for a government co-contribution.

The Federal Government provides tax concessions and incentives for you to contribute towards your super. However, there are limitations on the amount you can contribute to super – see ‘How can you contribute extra to super?’ on page 5.

WITHDRAWALS FROM SUPER

Generally, when you reach age 65, or preservation age (55–60 depending on your date of birth) and have retired, you can access your super savings as a lump sum or as a regular income stream through a pension account.

There may be other circumstances when you can access your super including when you satisfy a condition of release.

Who can make contributions into your super account?

The following table outlines the rules relating to who can make super contributions.

Your age	Who can contribute?
Under 65	You, your spouse, your employer and a third party.
65 to under 70	You, your spouse, your employer and a third party, provided you meet the ‘work test’*. Even if you do not meet the ‘work test’* your employer can still make mandated employer contributions [#] .
70 to under 75 [†]	You and your employer provided you meet the ‘work test’*. Even if you do not meet the ‘work test’* your employer can still make mandated employer contributions [#] .
75 and over	Your employer may make mandated employer contributions [#] .

* ‘Work test’ means you have been ‘gainfully employed’[^] for at least 40 hours in during any 30 consecutive day period in the financial year in which the contribution is made.

Mandated employer contributions are contributions:

- that reduce an employer’s potential liability for the Superannuation Guarantee charge; or
- that are a payment of a shortfall component; or
- in or towards satisfaction of the employer’s obligation under an agreement certified, or award made, on or after 1 July 1986 by an industrial authority.

† Personal and employer contributions may be accepted on or before the 28th day after the end of the month in which you turn 75 if you have been ‘gainfully employed’[^] for at least 40 hours during any 30 consecutive day period in the financial year that the contribution is made.

[^] ‘Gainfully employed’ means being employed or self-employed for gain or reward in any business, trade, profession, vocation, calling, occupation or employment.

Contribution for a prior period

The Fund may accept contributions made in respect of you, if the Trustee is satisfied that the contribution relates to a period during which the Fund may have accepted the contribution, even though the contribution is actually made after that period.

What type of contributions can be made into your super account?

The table below provides details about the types of contributions that can be made.

Contribution type	What is this contribution?
Employer	Your employer may make contributions for you. This includes SG, ‘salary sacrifice’ and ‘employer additional’ contributions. Salary sacrifice is an arrangement between you and your employer where you forgo salary in exchange for an employer making contributions to super for you. An employer additional contribution occurs when your employer makes a contribution greater than the SG which is not part of a salary sacrifice arrangement.
Personal	You may make regular or lump sum contributions. ‘Personal contributions’ are member contributions made by you or on your behalf, and include: <ul style="list-style-type: none"> • Personal contributions from your after-tax income where you will not claim a tax deduction for them • Personal deductible contributions where you may be entitled to a tax deduction • Contributions that relate to some Capital Gains Tax (CGT) small business concessions, known as CGT cap contributions • Contributions arising from structured settlements or orders for personal injuries • Foreign superannuation fund payments

Contribution type	What is this contribution?
Government co-contribution	A government contribution of up to \$500 is payable, if you are eligible. Personal contributions from after-tax income for which you do not claim a tax deduction, may attract the government co-contribution.
Low income superannuation tax offset (LISTO)	A government contribution of up to \$500 is payable, if you are eligible. This contribution effectively offsets the tax (up to \$500) on concessional contributions.
Spouse	Your 'spouse' [^] may contribute for you. This must be made from after-tax money, and will be treated as a non-concessional contribution. Your spouse may be eligible for a tax offset of up to \$540 when making a spouse contribution.

[^] Your 'spouse' includes any person (whether of the same sex or different sex) with whom you are in a registered civil union or domestic relationship or who, whether or not legally married to you, lives with you on a genuine domestic basis in a relationship as a couple.

Government co-contributions

If your income is less than \$51,813 for the 2017/18 financial year and you make personal contributions for which you do not claim a tax deduction, you may be eligible for the government co-contribution. Other eligibility criteria apply. For more information, please speak to your financial planner or visit the Australian Taxation Office (ATO) website.

The government co-contribution details for the 2017/18 financial year are shown below:

	2017/18
Maximum co-contribution	\$500
Government matching rate*	50¢
Taper rate [#]	3.33¢ per \$1
Lower income [^] threshold	\$36,813
Upper income [^] threshold	\$51,813

* The government matching rate is the amount the government will contribute per \$1 of personal super contributions (not claimed as a tax deduction) up to your maximum entitlement.

[#] The taper rate determines how much the maximum co-contribution is reduced for each \$1 of total income that exceeds the lower income threshold but is less than the higher income threshold. The maximum co-contribution completely phases out when total income reaches the higher income threshold.

[^] Income is generally the total of your assessable income, reportable fringe benefits and reportable employer super contributions (generally your salary sacrifice contributions), less allowable business deductions.

Example

John is eligible for the co-contribution. His total income for the 2017/18 financial year is \$46,813. The government co-contribution is \$167, i.e. $\$500 - [(\$46,813 - \$36,813) \times 0.0333] = \167 . For John to receive his maximum government co-contribution of \$167, John has to make a minimum personal super contribution of \$333 (maximum government co-contribution entitlement/government matching rate = $\$167 \div \0.50) in the 2017/18 financial year.

Low income superannuation tax offset (LISTO)

If your adjusted taxable income* does not exceed \$37,000 and you have concessional contributions for a financial year on or after 1 July 2017, you may be eligible for LISTO. Other eligibility criteria apply. For more information, please speak to your financial planner or visit the ATO website.

* Adjusted taxable income includes taxable income, reportable employer superannuation contributions, personal deductible contributions, adjusted fringe benefits, target foreign income, total net investment losses, government tax-free pensions/benefits less child maintenance support you have paid.

Rollovers

These include benefits transferred from another super or rollover fund that may be done as part of setting up a new super or pension account, or when adding to an existing super account.

HOW CAN YOU CONTRIBUTE EXTRA TO SUPER?

There are two main ways you can make extra contributions to your super – voluntary personal contributions or salary sacrifice contributions (which are employer contributions).

Voluntary contributions

Personal (after-tax) contributions

After-tax contributions (or non-concessional contributions) include contributions you make for yourself, from income that has already had income tax applied to it.

The advantage of making after-tax contributions is that they are tax-free when you access your super on retirement. Only the investment earnings on the after-tax contributions may be subject to tax.

Also, if you make an after-tax contribution for yourself and satisfy other eligibility criteria, you may qualify for the government co-contribution.

Note: Any contribution made by you or others, electronically, in cash or by cheque, where a contribution type is not specified will be provisionally classified as a Superannuation Guarantee contribution (employer contribution). To ensure that the correct treatment is applied to the contribution it is important that the contribution type is recorded correctly.

We will contact you advising how the contribution has been processed, and if this is not the correct contribution type for this money you must contact us within 30 days to advise us of the correct contribution type.

Personal deductible contributions

You may be able to claim a tax deduction for a contribution you make for yourself. Conditions apply. For more information, please speak to your financial planner or visit the ATO website.

If eligible, the amount of the contribution you claim as a tax deduction is a concessional contribution and is generally taxed at 15% in the super fund, provided you don't exceed your concessional contributions cap. An additional 15% tax (known as Division 293 tax) may apply to some higher income earners.

Personal deductible contributions are included in the definition of income for certain government benefits and obligations.

Salary sacrifice (before-tax) contributions

You may be able to implement an agreement with your employer to forgo a portion of your salary in exchange for your employer making employer contributions to your super account. The 'sacrificed' portion goes directly into super and provided you do not exceed your concessional contributions cap, is generally taxed at 15%. An additional 15% tax (known as Division 293 tax) may apply to some higher income earners.

Salary sacrificing can be a tax-effective way of increasing your retirement savings.

Salary sacrifice contributions to super are included in the definition of income for certain government payments and obligations. Your employer may be required to report salary sacrifice contributions to the ATO as reportable employer super contributions.

To make salary sacrifice contributions or to find out more, speak to your employer and/or your financial planner .

First Home Super Saver Scheme

From 1 July 2017, voluntary contributions to your super account, up to \$15,000 per financial year and \$30,000 in total, may be eligible contributions under the First Home Super Saver Scheme (FHSSS). Eligible FHSSS contributions include:

- Personal deductible and salary sacrifice contributions within your concessional contributions cap (\$25,000 2017/18).
- Personal (after-tax) contributions within your non-concessional contributions cap.

If you are eligible for the scheme, all or part of these eligible contributions and associated earnings may be released from 1 July 2018 to assist you to purchase your first home.

For more information, refer to page 56 (Changes to Superannuation and Taxation Laws section) or please speak to your financial planner or visit the ATO website.

ADDING TO YOUR SPOUSE'S SUPER

Spouse contributions

You can make a contribution on behalf of your spouse, subject to eligibility.

If they have not already done so, your spouse will need to complete an ANZ Smart Choice Super application to open an account. It is also easy for your spouse to contribute to your account.

Contributions splitting

Superannuation law permits members to split their eligible contributions with their spouse* in certain situations.

The law also allows trustees to place additional requirements relating to how, when and in what circumstances it will accept contributions splitting applications. The Trustee has a Contributions Splitting policy which sets out additional requirements which must be adhered to in order for a contributions splitting application to be accepted.

When applying for Contribution Splitting, factors can affect how much of your contributions you can split and the timing of when the split can be requested, these are outlined in the Contribution Splitting Application form.

Concessional contributions that you split to your spouse are assessed against your cap and not your spouse's cap. If you intend to split eligible contributions made to the Fund, you should seek advice on the legislative requirements before you decide to join the Fund. You should obtain and read a copy of the Trustee's Contributions Splitting Policy, which is available by contacting Customer Services on 1800 249 996.

* Your 'spouse' includes any person (whether of the same sex or different sex) with whom you are in a registered civil union or domestic relationship or who, whether or not legally married to you, lives with you on a genuine domestic basis in a relationship as a couple.

DO LIMITS APPLY TO HOW MUCH YOU CAN CONTRIBUTE TO YOUR SUPER?

The Federal Government has placed a cap on concessional (generally taxable) and non-concessional (after-tax) contributions. You should monitor contributions made into your account and all other super funds, as there are taxation consequences for exceeding the caps.

DO LIMITS APPLY TO HOW MUCH YOU CAN CONTRIBUTE TO YOUR SUPER?

The Federal Government has placed a cap on concessional (generally taxable) and non-concessional (after-tax) contributions. You should monitor contributions made into your account and all other super funds, as there are taxation consequences for exceeding the caps.

The contributions caps for 2017/18 financial year are shown in the table below:

	Concessional cap	Non-concessional cap															
Contribution types	<ul style="list-style-type: none"> Employer contributions (compulsory super guarantee, salary sacrifice and employer additional contributions) Personal contributions for which tax deduction is to be claimed Certain third party contributions Taxable portion of a foreign superannuation fund transfer 	<ul style="list-style-type: none"> Personal contributions for which no tax deduction is allowed Spouse contributions Excess concessional contributions that are not effectively refunded Transfer from foreign superannuation funds (excluding any taxable amounts). 															
Exemptions to contribution caps	<ul style="list-style-type: none"> Taxable portion of the vested amount of foreign super fund transfer Untaxed element of a rollover super benefit. 	<ul style="list-style-type: none"> Government co-contributions Low income superannuation tax offset contributions Rollover super benefits Contributions that relate to some CGT small business concessions up to a lifetime limit of \$1,445,000 (2017/18) Contributions arising from structured settlements or orders for personal injuries (no limits apply). 															
2017/18 financial year	\$25,000 regardless of age [†]	\$100,000 or up to \$300,000 if you apply the 'bring forward' option, please refer to the 'Other information' section of this table.															
Other information	Any concessional contributions in excess of the cap that are not effectively refunded will also count towards the non-concessional contributions cap.	<p>If your total superannuation balance as at 30 June of the previous financial year is less than the general transfer balance cap of \$1.6 million (2017/18), you are eligible for an annual non-concessional contributions cap.</p> <p>If you are under age 65 at any time during the financial year, you may be able to make non-concessional contributions of up to three times the annual non-concessional contributions cap under the 'bring-forward' option.</p> <p>The bring-forward cap depends on your total super balance as at 30 June of the previous financial year, as shown in the table below:</p> <table border="1"> <thead> <tr> <th>Total super balance at 30 June 2017</th> <th>Maximum bring-forward cap for first year</th> <th>Bring-forward period</th> </tr> </thead> <tbody> <tr> <td>Less than \$1.4 million</td> <td>\$300,000</td> <td>3 years</td> </tr> <tr> <td>\$1.4 million to less than \$1.5 million</td> <td>\$200,000</td> <td>2 years</td> </tr> <tr> <td>\$1.5 million to less than \$1.6 million</td> <td>\$100,000</td> <td>No bring-forward, annual non-concessional contributions cap applies</td> </tr> <tr> <td>\$1.6 million or more</td> <td>Nil</td> <td>Not applicable</td> </tr> </tbody> </table> <p>The bring-forward is automatically triggered when your non-concessional contributions exceed the annual cap (\$100,000 for 2017/18) in a particular financial year.</p> <p>Transitional arrangements apply if you have triggered a 'bring forward cap' in the 2015/16 or 2016/17 financial years.</p>	Total super balance at 30 June 2017	Maximum bring-forward cap for first year	Bring-forward period	Less than \$1.4 million	\$300,000	3 years	\$1.4 million to less than \$1.5 million	\$200,000	2 years	\$1.5 million to less than \$1.6 million	\$100,000	No bring-forward, annual non-concessional contributions cap applies	\$1.6 million or more	Nil	Not applicable
Total super balance at 30 June 2017	Maximum bring-forward cap for first year	Bring-forward period															
Less than \$1.4 million	\$300,000	3 years															
\$1.4 million to less than \$1.5 million	\$200,000	2 years															
\$1.5 million to less than \$1.6 million	\$100,000	No bring-forward, annual non-concessional contributions cap applies															
\$1.6 million or more	Nil	Not applicable															

[†] The concessional contributions cap is indexed to Average Weekly Ordinary Time Earnings (AWOTE) but will only increase in \$2,500 increments.

For further information on the contributions caps, how they apply and the taxation consequences of exceeding the contributions caps, please refer to page 53 for further details.

What payment options are available for contributions?

You, your spouse and your employer can make additional contributions to your account using BPAY®.

BPAY

Contact your participating financial institution to make contributions from your bank account. You, your spouse, your employer or a third party will need to provide the following details when making a payment:

- **Biller code** – Refer to the table below for the appropriate code.
- **Reference code** – The reference code will be your member number and will be included in your Welcome Pack. Alternatively you can call Customer Services.

Any electronic or cheque contributions that do not have the type specified will be provisionally classified as SG contribution, and we will contact the member/employer advising how the contribution has been processed. The member/employer will have 30 days to respond and advise us of the correct contribution type (if no response is received, the contribution will remain as a SG contribution).

* Registered to BPAY Pty Ltd ABN 69 079 137 518

Biller code	Contribution type
169078	SG* (employer contribution)
169086	Salary sacrifice*
169094	Employer additional*
169060	Member voluntary (after-tax) contributions/personal
169102	Spouse contribution (after-tax)

* Employers are required to make contributions using a SuperStream compliant method.

BPAY payments of the above kind are not compliant with SuperStream requirements for employers unless accompanied by a complying message using the SuperStream gateway network.

ANZ EasyTransact is ANZ Smart Choice Super's online superannuation servicing system; it enables employers to make super contributions for employees in their ANZ Smart Choice Super employer plan. EasyTransact is our preferred method to receive employee contributions and is SuperStream compliant.

The EasyTransact and the Super Clearing Service Product Disclosure Statement is available from anz.com/corporate/product-services

ANZ Smart Choice Super's dedicated EasyTransact Helpdesk team can provide employers with training and ongoing telephone or online support. This service is provided at no extra cost. Employers can call the EasyTransact Helpdesk team on 13 47 43 (options 1, 3) weekdays between 8.30am and 6.30pm (AEST).

ROUND UP YOUR SUPER

ANZ Smart Choice Super's paperless online transfers allow you to round up your super via ANZ Internet Banking. No more paper forms and no more multiple sets of fees.

We will use your tax file number (TFN) to find your other super accounts and, with just a few clicks you can bring all of your super together in your new account, including any you may have lost along the way.

SuperMatch

Having all your super accounts together in the one place makes sense. Not only could you save on fees and having to manage multiple sets of paperwork, you also reduce the chance of having lost super.

SuperMatch is a service the ATO provides to super funds which allows them to search various ATO databases, including the Lost Members Register, so that members may be 'matched' with their super benefits.

We will conduct this search process on behalf of members. If we match a member with their missing benefits, we will advise them and offer to consolidate the member's benefits within their ANZ Smart Choice Super account.

Before you transfer your super you need to consider whether ANZ Smart Choice Super is right for you. We are not providing you with any advice to transfer your super to ANZ Smart Choice Super. Some things to consider before you transfer are whether there are any adverse consequences for you, including exit fees, other loss of benefits (e.g. insurance cover), increase in investment risks and where your future employer contributions will be paid. You can find this information on your annual statements or other documents from your existing super funds. If you need help, you should seek financial advice.

Important

If you do not want us to use your TFN to undertake ongoing SuperMatch searches please let us know by contacting us by using one of the following methods:

1. Calling Customer Services on 1800 249 996
2. Sending us an email at corporatesuper@anz.com
3. Writing to us at
ANZ Smart Choice Super,
GPO Box 5107, Sydney NSW 2001

If you have any questions or wish to review ANZ's Privacy Policy please refer to anz.com/privacy or call Customer Services on 1800 249 996.

CHOICE OF SUPER

Who is eligible to choose a super fund?

You can generally choose your super fund if you are:

- employed under a federal award
- employed under a former state award, now known as a 'notional agreement preserving state award'
- employed under another award or agreement that doesn't require super support
- not employed under any state award or industrial agreement (IR) (including contractors paid principally for their labour).

Who is not eligible to choose a super fund?

You may not be eligible to choose a super fund if:

- your employer pays super for you under a:
 - state industrial award
 - preserved state agreement
 - federal industrial agreement such as an Australian Workplace Agreement (AWA)

- pre-reform AWA, pre-reform certified agreement, collective agreement
- old industrial relations agreement, individual transitional employment agreement (ITEA)
- workplace determination or enterprise agreement (these are defined terms in federal industrial relations law)
- you are a defined benefit fund member.

Some federal and state public sector employees are also excluded from choosing a super fund. If you are unsure about your eligibility to choose a super fund, please contact your employer.

ACCESSING YOUR SUPER

Accessing super benefits

There are rules in place to restrict when your super can be accessed, to help ensure that your super savings are used for your retirement. Your super is categorised into 'preserved' and 'non-preserved' (restricted and unrestricted) amounts, which impact when you can access your super.

All contributions and any earnings on your super made after 1 July 1999 are treated as preserved. Your Annual Statement will show how much super you have in each category.

Access to your super savings depends on the preservation status of your benefits (the following does not apply to temporary residents):

Unrestricted non-preserved

You can access these amounts at any time.

Restricted non-preserved

You can access these amounts on ceasing gainful employment with a contributing employer, and also when preserved benefits are payable.

Preserved

These amounts can only be accessed on meeting a 'Condition of release'. Some conditions of release include:

- reaching your preservation age and you have permanently retired*
- reaching age 60 and subsequently ceasing a gainful employment arrangement[†]
- reaching age 65, whether you have retired or not
- permanent incapacity[‡]
- terminal medical condition[§]
- severe financial hardship (limits apply)
- specified compassionate grounds (limits apply)
- reaching preservation age (payment restricted to a transition to retirement pension)
- death; and
- temporary incapacity[#].

* 'Permanently retired' means ceasing an arrangement of gainful employment and never intending to be gainfully employed for ten or more hours weekly.

† 'Gainful employment' means being employed or self-employed for gain or reward in any business, trade, profession, vocation, calling, occupation or employment.

'Permanent incapacity' means the Trustee must be reasonably satisfied that you are unlikely, because of ill health (whether physical or mental) to engage in gainful employment for which you are reasonably qualified by education, training or experience.

§ 'Terminal medical condition' means that the following circumstances exist:

- two registered medical practitioners have certified, jointly or separately, that the person suffers from an illness, or has incurred an injury that is likely to result in the death of the person within a certification period that ends not more than 24 months after the date of the certification;
- at least one of the registered medical practitioners is a specialist practicing in an area related to the illness or injury suffered by the person; and
- for each of the certificates, the certification period has not ended.

'Temporary incapacity' means the Trustee must be reasonably satisfied that a member has, because of ill-health (whether physical or mental), temporarily ceased gainful employment but the condition does not constitute permanent incapacity (conditions apply).

Preservation age

Your preservation age depends on your date of birth. You can use the following table to work out your preservation age.

Date of birth	Preservation age
Before 1 July 1960	55
Between 1 July 1960 and 30 June 1961	56
Between 1 July 1961 and 30 June 1962	57
Between 1 July 1962 and 30 June 1963	58
Between 1 July 1963 and 30 June 1964	59
After 30 June 1964	60

Temporary residents

You are a temporary resident if you hold a temporary visa under the *Migration Act 1958* (Cth).

If you are a temporary resident or have at any stage been a temporary resident and you are:

- not an Australian citizen, New Zealand citizen or permanent resident; or
- not, at any time, a holder of a Subclass 405 (Investor Retirement) visa, or
- not, at any time, a holder of a Subclass 410 (Retirement) visa.

You may be able to access preserved benefits on the following grounds:

- Death
- Terminal medical condition
- Permanent incapacity
- Departing Australia Superannuation Payment (DASP)*
- Temporary incapacity.

* A DASP cannot be paid as an income stream.

If you are a temporary resident and you permanently depart Australia and no longer hold a temporary resident visa, we are obliged to transfer your unclaimed super to the ATO after six months of your departure or cessation of your visa (as notified by the ATO). Irrespective of whether you later return to Australia or remain overseas, you can apply to the ATO for release of your super. Transferred super benefits can be claimed via the ATO's website at ato.gov.au

On transfer of your super benefit to the ATO, you will cease to be a member of the Fund. In this case, we are not required to provide you with an Exit Statement or any other exit disclosure.

If you become an Australian or New Zealand citizen or permanent resident, the obligation to transfer your super benefit to the ATO does not apply and you can continue to be a member of the Fund.

Note: This section does not apply to temporary residents or former temporary residents, as defined above, who satisfied a condition of release before 1 April 2009. For more information on the rules for accessing your super applying to these members, please speak to your financial planner.

Making withdrawals

Before withdrawing you will need to consider:

- the conditions for how you can access your benefits in this section, and
- any applicable fees or tax implications.

If a withdrawal brings your account balance below \$1,000, we reserve the right to pay your account balance either to you or the Eligible Rollover Fund (ERF) as detailed on page 61. You should note for ease and convenience, that withdrawals deposited into a linked personal ANZ bank account are more straightforward and are usually processed faster than to those transferred to other financial institutions.

Transfer balance cap

Generally, the transfer balance cap limits the total amount of super benefits that can be transferred into the 'retirement phase'. The cap applies to all of your retirement phase pension accounts. The transfer balance cap for the 2017/18 financial year is \$1.6 million.

Generally, if the cap is breached, the excess transfer balance and notional earnings amount must be removed from the retirement phase. An excess transfer balance tax applies to total notional earnings at 15% (for the 2017/18 financial year).

Transferring to a pension account

When you've reached age 65 or your preservation age and have permanently retired or met certain other conditions of release, you may transfer your superannuation savings to a pension account. This can be used to draw down regular pension payments from your superannuation savings.

You can open an ANZ Smart Choice Pension account by visiting anz.com/smartchoice or by contacting Customer Services.

NOMINATING A BENEFICIARY

Once you have an ANZ Smart Choice Super account, you should decide who should receive your money (including any Death insurance benefit, if payable) in the event of your death. With ANZ Smart Choice Super, you have the option to give us a non-lapsing beneficiary nomination for your account.

What is a non-lapsing beneficiary nomination?

This is the nomination of a beneficiary(ies) that, if it satisfies all legal requirements, will not expire over time, and the Trustee is required to pay your money to your nominated beneficiary(ies) in the proportions you have specified. This is subject to the nominated beneficiary(ies) being either a dependant at the time of your death or your Legal Personal Representative (estate) and your non-lapsing beneficiary nomination being current at the time of your death.

However, it will become invalid if you marry, enter into a de facto or like relationship with a person of either gender or become separated on a permanent basis from your spouse or partner since the nomination was made.

Who can be nominated as a beneficiary?

You can nominate one or more beneficiary(ies) to receive your Death Benefit in the event of your death. All beneficiaries must be either a dependant (for superannuation purposes) or your Legal Personal Representative (estate). Please note that the Trustee cannot give effect to a nomination if it does not fall into one of these categories.

ANZ Internet Banking and your annual statement provide details of your nominated beneficiaries.

It is important to note that at the time we receive your nomination, we will not check whether your nominated beneficiary(ies) are your dependants or your Legal Personal Representative.

Where you nominate your Legal Personal Representative as a beneficiary, you should ensure you have a valid and current will.

Who can be a dependant?

A dependant as defined by superannuation law includes:

- your 'spouse' includes any person (whether of the same sex or different sex) with whom you are in a registered civil union or domestic relationship or who, whether or not legally married to you, lives with you on a genuine domestic basis in a marriage-like relationship
- your children (including an adopted child, a step-child or an ex-nuptial child, a child of your spouse, or someone who is considered your child under family law)
- any other person who is financially dependent on you at the time of your death
- any other person with whom you have an 'interdependency' relationship. Two people (whether or not related by family) have an 'interdependency' relationship if:
 - they have a close personal relationship; and
 - they live together; and
 - one or each of them provides the other with financial support; and
 - one or each of them provides the other with domestic support and personal care.

An 'interdependency relationship' can also exist where two people have a close personal relationship but do not meet the other criteria above because either or both of them suffer from a physical, intellectual or psychiatric disability or are temporarily living apart*.

Death Benefits paid to dependants will be paid as a lump sum or an income stream (conditions apply) or a combination of both.

* The Trustee will rely on Superannuation laws to determine the circumstances that two persons have an interdependency relationship.

How do I nominate a beneficiary?

You can manage your beneficiaries via ANZ Internet Banking or by calling Customer Services on 1800 249 996.

You should review your non-lapsing nomination regularly to ensure it's still appropriate for you.

Defective nominations

Your nomination may become partially or fully defective if, among other things, a nominated beneficiary dies or ceases to be a dependant while you are a member of the Fund.

No nomination, defective nomination or cancelled nomination

If you choose not to make a nomination, do not make a valid nomination, cancel your existing nomination or to the extent your nomination is defective, the Trustee will pay your Death Benefit to your Legal Personal Representative[†] if your estate is solvent. If there is no Legal Personal Representative, or your estate is insolvent, the Trustee will pay your Death Benefit to your spouse (if more than one spouse, in equal shares).

If you do not have a spouse, the Trustee will pay your Death Benefit to one or more of your dependants (as determined by the Trustee) and if no dependants, the Trustee will pay your Death Benefit in accordance with the relevant law.

[†] Legal Personal Representative means an executor of the will or administrator of the estate of a deceased person, the Trustee of a deceased person, the Trustee of the estate of a person under a legal disability or a person who holds an enduring power of attorney granted by a person however:

- a. subject to paragraph (b) below, a person does not have a Legal Personal Representative unless:
 - i. a grant of probate has been made;
 - ii. letters of administration have been issued; or
 - iii. such equivalent authority as the trustee determines for jurisdictions outside Australia has been conferred on a person; and
- b. if the Trustee is reasonably satisfied that the value of your estate is less than the amount which the Trustee from time to time specifies as the 'probate limit', then the Trustee may treat a person who does not meet the criteria in (a) but who the Trustee is reasonably satisfied will, in practice, be informally performing the role of executor or administrator of your estate as if they were your Legal Personal Representative.

2. BENEFITS OF INVESTING WITH ANZ SMART CHOICE SUPER

Your employer has selected ANZ Smart Choice Super to provide a superannuation solution to help you achieve your retirement goals. As a member of ANZ Smart Choice Super, you should read the PDS and the incorporated material in its entirety before making decisions relating to your investment.

You have the flexibility to control your investment within ANZ Smart Choice Super.

As a member of ANZ Smart Choice Super you can be confident that your super is managed by an expert superannuation specialist providing retirement savings solutions for more than one million Australians. Whether you are just starting out in the workplace, growing your career or nearing retirement, we can help you by providing you with an expertly designed and fully featured super package.

Importantly, ANZ Smart Choice Super offers you an extensive range of innovative member services that give you real benefits today, not just in retirement.

Competitive fees, no hidden charges

ANZ Smart Choice Super's fees are competitively priced and simple to understand. Take a look at our Lifestage investment options they have one of the lowest independently ranked MySuper fees in the market.

With smart investments and insurance, the choice is yours

- **Smart investments.** Designed to suit no matter where you are in life, the Lifestage option selects a mix of investments based on your age and adjusts them as you get older. Your super is automatically preparing you for retirement – now that's smart. Alternatively, you can take a more active role in your investment decisions. Choose from our range of carefully selected investment options designed to provide different levels of risk and potential returns.
- **Tailored insurance.** Enjoy peace of mind knowing that should the unexpected happen, you and your family are protected. Tailored cover provides automatic* Death (including Terminal Illness) and Total and Permanent Disability (TPD) cover which is calculated using an insurance formula set out in the PDS. TPD cover must be held in conjunction with Death cover and cannot exceed the value of Death cover. What's more, all your premiums are deducted from your account – not your take home pay.

As a member you can also apply to increase the amount of your cover (either Death only and/or TPD cover) by applying for additional Voluntary cover. Any applications for Voluntary cover will be assessed by the Insurer for approval.

* Unless you opt out, subject to eligibility and may exclude pre-existing conditions.

3. RISKS OF SUPER

WHAT RISKS SHOULD I BE AWARE OF?

The importance of risk assessment

Risk and return go hand-in-hand. When investing to create an investment mix that suits your needs, you need to consider the opportunities and risks associated with each investment.

Generally, the higher the potential return from an investment, the higher the risk associated with it.

The investment options where investment returns are likely to be more volatile, such as shares, offer potentially greater returns and high growth, but generally carry a higher risk than investing in cash or fixed interest options.

The less volatile investment options, such as cash, generally provide more secure and stable returns because your capital is less susceptible to risk. However, as with other investments, the returns on these investments are not guaranteed, and may not keep pace with inflation.

Investors should consider the level of risk involved with any particular investment and whether the potential returns justify the risk, before investing.

All of the ANZ Smart Choice Super investment options are subject to some or all of the risks described below.

THE RISK LEVEL OF DIFFERENT INVESTMENTS

Investment risk refers to the chance of losing money on a particular investment. If negative returns are generated by an investment option, the unit price of that investment option will go down. Whilst this reduces the value of your investment in the investment option, it is not an actual loss until you decide to switch or withdraw from that investment option. If you choose to switch or withdraw at that particular point in time, the loss will be realised.

The generally accepted view is that the higher the risk, the higher the potential return. However, taking a high risk does not automatically mean a high return. It could result in a significant loss.

Different types of risk

The basic definition of risk is that your financial expectations will not be achieved. Investment risk refers to the chance of losing money on a particular investment.

The following types of risk can impact your investment:

- **Market risk** – Markets can be volatile. Market risk is the risk that your investment may lose value due to fluctuations in market prices.
- **Interest rate risk** – The possibility that the value of your investment may fall due to fluctuations in interest rates.
- **Currency risk** – Currency risk is the risk that your investment may lose value due to a change in price of one currency against another. Your investment may also be affected by the impact of changes in the prices of currencies on the value of foreign securities.
- **Inflation risk** – Inflation is the general increase in consumer prices. Inflation risk is the risk that the purchasing power

of your capital and/or interest income may decrease over time, due to inflation.

- **Business risk** – The risk that the value of an individual business or entity to which the investment option has exposure may be negatively impacted due to factors such as poor management, lower consumer demand or declining market share.
- **Political or social risk** – The risk that changes in government policy, laws and regulations may adversely affect the investment option's value, and/or tax treatment or the investment's ability to implement certain investment strategies. This also includes the risk that a political upheaval may adversely affect an investment to which the investment option has exposure (although this is more likely to occur in relation to overseas investments).
- **Liquidity risk** – Liquidity risk is the risk that an asset is unable to be realised in a timely manner and at a fair price, which could lead to the suspension, or delays in the processing, of withdrawals.
- **Derivative risk** – Derivatives, may be used by some investment options to hedge or to gain economic exposures. The use of these instruments involves various risks, including market risk, liquidity risk and default risk which are all described in this section.
- **Default risk** – Issuers of the investments to which the investment option may have exposure and other entities upon which the investment options depend, may default on their obligations; for instance by failing to make a payment when it becomes due or by failing to return capital. Counterparties to the underlying investment funds, including derivatives counterparties, may default on their contractual obligations. Default on the part of these entities could result in financial loss to the relevant investment option.
- **Short-selling strategies used by the investment manager** – The underlying investment managers may sell securities they do not hold on the expectation that they are able to purchase the securities at a lower price. The risk with this strategy is that the price of the securities may rise, meaning that the investment manager will need to purchase the securities at a higher price than that at which they were sold, resulting in a loss for the investment.
- **Longevity risk** – The risk that you may outlive your retirement assets.

In addition, lower than expected returns can result because of the choices made by fund managers, for example, in the selection of shares, or choices made by organisations that provide services to a fund manager in carrying out their obligations. However, the potential for loss can be reduced through diversification.

Diversification involves selecting a range of investment options and accessing a range of fund managers. Through diversification, below-average performance by one fund manager may be potentially compensated for by above-average performance by other fund managers.

Changing the rules that govern an investment option (e.g. notice periods or withdrawal of features)

In some cases we can make these changes without prior notice to you. Any changes will be considered in light of the potential negative or positive impact on all investors.

We will notify you via regular investor communications, ANZ Internet Banking or anz.com/smartchoicesuper as soon as practicable and within statutory timeframes for notification after any changes occur.

RISKS ASSOCIATED WITH PARTICULAR INVESTMENT STRATEGIES

International investing

While investing internationally can generally provide more opportunities and greater diversification than investing in Australia alone, it also carries additional risk. For example, fluctuating currencies can increase or decrease the return from an investment.

Also, many other countries have fewer protective financial industry regulations to those we have in Australia.

When an investment option invests overseas it can make a profit or a loss on the investment and a profit or a loss on currency movements. For instance, an investment in US dollars, when the value of that currency falls, will involve a loss when the money is converted back into Australian dollars. If the investment itself has also made a loss, the losses will be compounded. However, it is also possible for profits to be compounded in the opposite scenario.

Investment managers may reduce the risk of adverse currency movements by hedging against falls in the currency in which an investment is made. In effect, investment managers may fix the exchange rate for the duration of the investment so that there is protection against foreign currency values declining.

Currency risk

Investment managers may also actively manage currencies, which means they take a view on the likely movement of currencies and purchase or sell them accordingly. This is riskier, but it can be more profitable. This strategy carries significant risk because the investment manager's view can be wrong and, as a result, they can make a loss on the movement in currency values.

Currency risk can be reduced or mitigated if the investment manager places a stop/loss order on their transaction. If an investment manager believes a currency will increase in price, they will buy the currency and set a lower price at which they will automatically sell the currency and take a loss on the transaction. This is a form of insurance against the currency falling significantly.

The risk of placing a stop/loss order is that the investment manager may not be able to execute it at the price they prefer. This may happen if the price of the currency falls dramatically in a short period of time.

Gearing

OnePath Geared Australian Shares Index has exposure to a gearing strategy. Gearing (or leveraging) means borrowing money in order to invest a greater amount. Gearing involves additional investment risks, as it increases the volatility of

returns. While it magnifies potential gains, it may also magnify potential losses.

Geared investments may significantly underperform equivalent non-geared investments when the underlying assets experience negative returns or 'bear' markets. In extreme market declines all capital could be lost.

Gearing may be provided through one or more loan facilities entered into between the underlying fund's (the Wholesale Trust) responsible entity and one or more lenders, which include related entities of the responsible entity and the Trustee. The Wholesale Trust's ability to meet its investment objectives may be adversely affected if there are changes in that fund's ability to borrow, or the fund is unable to obtain a suitable loan facility. For example, a loan facility may be terminated and be subject to repayment in circumstances where the gearing ratio is not able to be managed, including during periods of adverse market conditions.

There is also the risk that the lender is not able to provide the funding necessary for the underlying fund to meet its investment objectives. To minimise this risk, only reputable and credit worthy lenders are chosen to provide gearing.

Gearing significantly increases the risk of investing.

We strongly recommend that you consult your financial planner before deciding to use this investment strategy.

Please refer to page 57 of this AIG for more information about OnePath Geared Australian Shares Index which utilises gearing.

Alternative Assets

Alternative assets are assets that behave differently from traditional asset classes such as shares, listed property, fixed interest, bonds and cash and are not generally included as part of a standard investment portfolio.

Alternative assets may include hedge funds, structured credit, unlisted real estate, unlisted infrastructure, private equity and others such as commodities and volatility.

Some alternative assets can be classified as 'growth' and others as 'defensive'. 'Growth' alternative assets generally provide higher returns and have higher risks with greater levels of volatility and a higher chance of a negative return. 'Defensive' alternative assets generally provide a relatively stable income stream and lower price volatility compared to 'Growth' alternative assets.

One of the benefits of alternative assets is that they typically produce returns with a lower correlation to traditional assets and when included in a diversified portfolio, can smooth out and improve total portfolio returns.

Derivatives

A derivative is a financial product that is 'derived' from another financial product. For example, an option over shares is a derivative because its price or value is derived from the shares themselves. Other derivatives include futures and warrants.

Investment managers may use derivatives to gain exposure to investment markets or to protect against changes in the values of financial products, other assets, interest rates or currencies.

Risks associated with using derivatives include:

- **Variability of the market value** – market values of derivatives can fluctuate significantly and, as a result, potential gains and losses can be magnified compared with investments that do not use derivatives.
- **Potential illiquidity** – the value of derivatives may not move in the same direction as the value of the underlying financial product, which may result in an investment loss. In addition, a derivative may not experience the same levels of liquidity, resulting in illiquidity, meaning it may not be easily converted into cash.
- **Counterparty risk** – the other party in a derivative transaction may not be able to meet its financial obligations.

Investment managers endeavour to manage counterparty risk through the following processes:

- reviewing overall counterparty risk, the nature of lending principles and arrangements, the availability and adequacy of security where relevant.
- applying stringent counterparty risk management policies and prudent valuation policies.
- managing and/or limiting specific counterparty risk to particular counterparties, sectors and geographic locations.
- implementing a process of continuous monitoring of counterparties to ensure that they can continue to meet their obligations.

OptiMix Diversified Options – Risks of Swaps

For the investment funds listed under 'OptiMix investment options – alternative asset exposure' on page 58, exposure to alternative assets is achieved through underlying total return swap (Swap) arrangements. The Swaps are complex financial products entered into with a single counterparty, which, like us, is a wholly owned subsidiary of the ANZ Group.

We have entered into security arrangements with the Swap counterparty to address counterparty credit risk.

As well as the above risk other risks may include:

- **Liquidity** – this is the risk that the Swap counterparty may not be able to meet withdrawal requests we make from time to time under the Swap. The underlying assets will typically have different pricing and withdrawal cycles (for example, daily, weekly, monthly or even longer periods) and this may impact the Swap counterparty's ability to access liquid funds when required. To minimise this risk the Swap counterparty will select liquid strategies or put in place restrictions to minimise any possible illiquidity.
- **Valuation risk** – related to liquidity risk is the risk that the withdrawal prices for alternative assets are not always up to date. Accurate withdrawal prices are typically only provided for the dates on which withdrawals are permitted from the underlying assets. Estimated prices are sometimes (but not always) provided by investment managers on an interim basis. When calculating unit prices for relevant OptiMix and OnePath investment funds, we will use the most recent pricing information provided by the underlying investment managers. This information may not be up to date or may be based on estimated (rather than actual) valuation data. Where possible, we will enter into arrangements

with underlying fund managers to aid the timely delivery of accurate pricing information.

- **Default risk** – this is the risk that the Swap counterparty is unable to repay the capital in the investment or meet its contractual obligations under the Swaps.
To manage any risk that it becomes unable to meet its payment and other obligations under the Swaps, the Swap counterparty will physically invest in a portfolio comprising all or some of the alternative assets that are referenced by the Swaps. In addition, we have entered into security arrangements with the Swap counterparty to address the risk of default by the Swap counterparty.
- **Fund risk** – this is the risk that one of the underlying assets referenced by the Swaps is unable to meet its obligations. The underlying assets have been selected in accordance with stringent investment requirements, such that in the event that one strategy (or underlying investment product) fails there is sufficient diversification to reduce the overall volatility of the portfolio.
- **Manager risk** – this is the risk that an underlying alternative manager may fail to meet its investment objectives, resulting in lower than expected results for a portfolio. This risk is mitigated by diversifying across a range of underlying alternative investment managers.
- **Currency risk** – some of the alternative assets referenced by the Swaps have non-Australian dollar based currencies, which means that the returns under the Swaps can be impacted by adverse currency movements when the returns are converted to Australian dollars. A currency hedging strategy can minimise the downside of adverse currency movements, but can also mean that favourable currency movements are not passed through to the relevant investment.

Currency risk can also arise when converting one currency to another. In particular, there is a risk that the Swap counterparty to a foreign exchange contract may not perform its obligations. We mitigate this risk by ensuring that we enter into foreign exchange contracts with reputable and experienced counterparties.

Inflation

Inflation is usually measured by the movement of the Consumer Price Index (CPI), which measures the change in the prices of goods and services in the economy. Inflation reduces an investment option's purchasing power over time because, as the cost of goods and services increases, the relative value of the Australian dollar declines.

It is important to factor inflation into your investment choices because some investments will decline in real value while others will keep pace with inflation or exceed it. Generally speaking, cash options and fixed interest options are most at risk of not keeping pace with inflation.

Short-selling

Some managers use a strategy called short-selling which is the selling of stock which they do not hold. They may borrow securities and then sell them in anticipation of a fall in their price.

If the price falls as expected then the fund manager may buy the securities back at a lower price and make a profit. The risk with this strategy is that the price of these securities may rise instead of fall and the fund manager will need to purchase the securities at a higher price than the price at which they were sold. As there is no limit to how high the price may rise, in theory the potential loss is uncapped. Managers using short-selling strategies typically closely monitor the positions and employ stop/loss techniques to manage these risks.

Long/short strategy

Some investment options may adopt a long/short strategy. This means that a fund manager profits by short-selling when the value of securities is expected to decline (referred to as 'shorting' or 'going short'), while purchasing (or 'going long') securities that are expected to increase in value. By using such a strategy a fund manager can potentially make profits both in rising and falling markets. The risk is that they may short-sell securities that increase in value and purchase securities that fall in value.

Going long is potentially a less risky strategy than going short. If a fund manager purchases securities, the lowest price to which they can fall is zero, providing a limit to the loss. When going short, however, the risk is that the price of the securities may increase and the fund manager will have to buy back at a higher price than the one at which they sold. As there is theoretically no limit to how high the price of a security can rise, the potential loss is unlimited.

When short-selling, a fund manager may use a stop/loss order to reduce the risk of unlimited loss. For example, if the fund manager was to short-sell at \$10 with the aim of buying back at \$9 the fund manager would instruct a buy-back at \$11 so that if the price rises, the loss is limited to \$1 per security.

As part of a short-selling strategy, a fund manager may need to provide collateral to the securities lender in order to borrow the securities it sells short. There is a risk that this collateral may not be returned to the fund manager when requested.

For the purposes of this section the term 'securities' includes futures, warrants and other derivatives. Fund Managers may use futures and other derivatives to gain exposure to, or protect the portfolio from adverse market movements. They may also short-sell securities or use long/short strategies. Each of these strategies involves risk, including loss of income or capital. Asset managers typically have detailed risk management processes in place to ensure that these risks are appropriately managed.

Liquidity risk

Liquidity risk means that sufficient assets cannot reasonably be expected to be realised and converted into cash to satisfy a withdrawal request from an option within the period specified in the options' constitution.

Assets such as shares, listed property securities, fixed interest and cash are generally considered to be liquid because they are actively traded on markets where they can more easily be sold or converted into cash at their full value. Private and unlisted assets such as direct property, leveraged leases and infrastructure are generally considered to be less liquid. They are not generally traded on active markets and, as such, can take longer to convert into cash.

The OptiMix and OnePath diversified investment options hold investments in Alternative assets. Alternative assets may include investments such as hedge funds, structured credit, unlisted real estate, unlisted infrastructure, private equity and others such as commodities and volatility. These types of assets provide increased diversification to the diversified funds, but may require a longer period of time to liquidate (i.e. more than 30 days). Therefore the OptiMix and OnePath diversified investment options will have a limited exposure to assets with varying liquidity. It is expected that these investments will allow these funds to deliver more consistent returns to investors.

During abnormal or extreme market conditions some normally liquid assets may become illiquid, restricting the ability to sell them and to make withdrawal payments or to process switches for investors.

In certain circumstances, we may suspend or otherwise restrict withdrawals from an investment option (albeit that the option may not technically be 'illiquid') meaning that the payment of withdrawal proceeds may be significantly delayed or not made at all. We may also terminate certain investment options and in these circumstances may delay the realisation of the option's assets, meaning that payment of your share of the proceeds will also be delayed.

By investing in ANZ Smart Choice Super you acknowledge that it may take longer than 30 days to process a withdrawal or switch request in the unlikely event of an investment ceasing to be 'liquid'.

Liquidity risk may be reduced by investing in options that invest only in liquid assets. Another way of reducing liquidity risk is to diversify across a range of funds and fund managers.

Securities lending

Some investment managers may engage in the lending of securities to third parties for a fee. The lending is done through an appointed custodian who receives the fee and passes it on to the investment manager. The revenue from this fee will be reflected in the unit price of the investment option.

One risk of securities lending is that the borrower or custodian is not able to return equivalent securities, in which case the investment option could experience delays in recovering assets, and in some cases may incur a capital loss. The risk of securities lending may be mitigated by ensuring the investment options lend to approved borrowers only, and by requiring the borrowers to provide sufficient collateral.

Another risk in securities lending is if the returns of the collateral pool are insufficient to cover direct and indirect costs of the transactions. In this case, the fee may become negative and be reflected in a decline of the unit value of the investment option.

Changes in legislation

Investment options may be affected by changes in legislation, particularly in relation to taxation laws. These changes may be either favourable or unfavourable, and it is generally not possible to mitigate the impact of unfavourable events. When changes occur, you will be notified via regular investor communications, ANZ Internet Banking or wealth.anz.com/superannuation/smart-choice-employer. Downloads as soon as practicable and within statutory timeframes.

Changes to investment options

We regularly monitor the investment options offered through ANZ Smart Choice Super. To maintain the quality and diversity of the investment options, we may make changes at any time including:

- adding, closing or terminating an investment option;
- removing, replacing or adding an investment manager;
- changing an investment option's objective, investment strategy (including the benchmark), asset allocation, neutral position and range, currency strategy and the number of asset classes;
- changing the rules that govern an investment option (e.g. changing fees, notice periods or withdrawal features).

In some cases these changes are made without prior notice to investors, although any changes are considered in light of the potential positive or negative impact on all investors.

The investment environment can change rapidly and you need to be aware that you may not have the most up-to-date information available at your fingertips when you make an investment decision. Material events can take place that you are not aware of at the time of investing.

We will notify you of any changes via regular investor communications, ANZ Internet Banking or wealth.anz.com/superannuation/smart-choice-employer>Downloads as soon as practicable and within statutory timeframes.

4. HOW WE INVEST YOUR MONEY

You can leave your investment decisions to us, with a Lifestage investment option, or alternatively Choose Your Own investment mix. The choice is yours.

When you join ANZ Smart Choice Super you are automatically invested in the Lifestage investment option based on your decade of birth. You can choose to leave your super investment within the Lifestage investment option, or you can select your own investment mix from the Choose Your Own options.

LIFESTAGE INVESTMENTS

Unlike many other super funds, we don't believe that one investment option suits everyone. While others offer default 'balanced' investment options irrespective of your stage in life, ANZ Smart Choice Super prefers a much smarter approach.

When you're young, it could be years before you start even thinking about retirement. So why not use this time to your advantage? Early on, your Lifestage investment option invests mainly in growth assets such as shares. These are designed to provide potential higher returns, with plenty of time to ride out any dips in markets.

As you approach retirement, we automatically adjust the mix with a higher allocation to less volatile investments, such as cash and fixed interest bonds. This is the time when you have the most to lose, so it makes sense to protect it.

Choosing Lifestage investing means we do the work for you, so you can relax knowing your money is working hard.

ACTIVE ASSET ALLOCATION

An active asset allocation process is utilised for Lifestage and multi-asset class investment options to increase or decrease your exposure to relevant asset classes within permitted ranges.

This process is designed to optimise your investment performance by adjusting your asset mix.

Lifestage investment options

For ANZ Smart Choice Super:

- 1940s
- 1950s
- 1960s
- 1970s
- 1980s
- 1990s
- 2000s

1940s: Designed for people who have retired or are close to it. Your money is mainly invested in cash and fixed interest to provide you stability with your savings. However, you'll have some money in growth assets allowing you to receive the potential benefit of higher returns during your retirement.

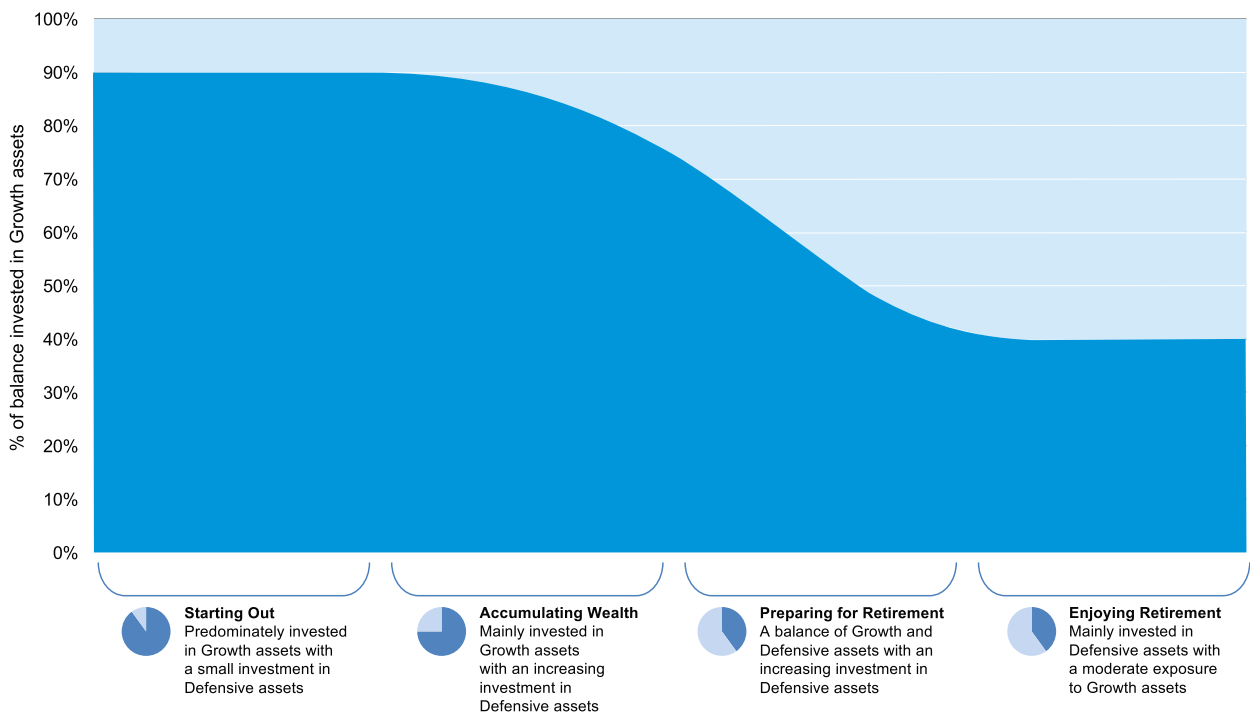
1950s: Designed for people who have retired or are close to it. Your money is balanced across defensive and growth assets. Defensive assets such as cash and fixed interest provide you greater stability, and growth assets such as shares and property allow you to receive the potential higher returns into retirement.

1960s: Designed for people who are getting closer to retirement but still have some way to go. Your money is mainly invested in growth assets such as shares and property, but compared to a younger generation you have a greater share of defensive assets such as cash and fixed interest to provide more stability.

1970s/1980s/1990s/2000s: Designed for people who have a long way to go until retirement. Your money is invested mainly in growth assets such as shares and property. This provides you the benefit of potential higher returns, along with the time to ride out the ups and downs of markets.

THIS DIAGRAM ILLUSTRATES THE LIFESTAGE INVESTMENT OPTION INVESTMENT MIX CHANGING OVER YOUR LIFE.

ANZ SMART CHOICE SUPER – GLIDE PATH



Note: This diagram is illustrative only

CHOOSE YOUR OWN INVESTMENT MIX

Alternatively, you can take a more active role in your investment decisions. Choose from our range of carefully selected investment options, designed to suit different levels of risk and potential returns.

Choose Your Own Investment Mix						
Diversified – Risk based	ANZ Smart Choice Conservative	ANZ Smart Choice Moderate	ANZ Smart Choice Growth	Legg Mason Diversified	OptiMix Conservative	OptiMix Moderate
	OptiMix Balanced	OptiMix Growth	OptiMix High Growth	Schroder Real Return	UBS Balanced	UBS Defensive
Cash	ANZ Smart Choice Cash					
Fixed interest	ANZ Smart Choice Global Fixed Interest	ANZ Smart Choice Australian Fixed Interest	Bentham Global Income	PIMCO Diversified Fixed Interest	Schroder Fixed Income	
Absolute return fixed income	Kapstream Absolute Return Income					
Australian property	SG Hiscock Property Securities					
International property	ANZ Smart Choice Global Property					
Australian equities	ANZ Smart Choice Australian Equities	Bennelong Australian Equities	BT Smaller Companies	Fidelity Australian Equities	Karara Capital Emerging Companies	OnePath Geared Australian Shared Index
	Perpetual Australian Shares	Schroder Australian Equity	UBS Australian Shares	UBS Sustainable Investments – Australian Shares	UBS Select Leaders	
Australian equity income	Merlon Australian Share Income	UBS Blue Chip Imputation				
International equities	ANZ Smart Choice Global Smaller Companies	ANZ Smart Choice International Equities (Hedged)	ANZ Smart Choice International Equities (Unhedged)	Arrowstreet Global Equity (Hedged)	Magellan Global	
	MFS Global Equity	Platinum International	Vontobel Global Shares	Walter Scott Global Equity (Hedged)		
Emerging market equities	MFS Global Emerging Markets Shares	Platinum Asia				
Alternatives	OnePath Alternatives Growth	RARE Infrastructure Value				

You can choose to invest in as many or as few options as you like. All you need to do is specify the percentage that you would like to invest in each investment option. You can view and manage your investment mix on ANZ Internet Banking.

If you would like to leave the investment decisions to us, you can choose the Lifestage investment option aligned to the decade in which you were born. It is important to note that you are not able to invest into a combination of Lifestage and Choose Your Own investment mix (except ANZ Smart Choice Cash).

ENVIRONMENT, SOCIAL AND ETHICAL CONSIDERATIONS

This section describes how Labour standards, Environmental, Social and Corporate Governance (ESG) considerations are taken into account when selecting, retaining or realising the investments of the investment options for this product (except ANZ Smart Choice Cash, ANZ Smart Choice Fixed Interest and the Cash/Fixed Interest component of ANZ Smart Choice Lifestage, Conservative, Moderate and Growth investment options).

The ANZ Smart Choice branded investment options of this product are passively managed. This means that as managers of these investment options, we are long-term, and in some circumstances, near permanent investors given we are required to replicate an index.

Therefore, we are generally unable to direct action and sell out of companies that might exhibit poor Environmental, Social (including labour standards) and Governance characteristics.

Instead, we use company engagement and proxy voting (exercising ownership rights) as the primary mechanism for effecting responsible investment. These are important activities that can be used to effect positive change in corporate behaviour.

ANZ Wealth incorporates ESG considerations by:

- assessing and monitoring the extent of active ownership by the underlying investment manager in the form of company engagement and demonstration of investment stewardship; and
- engaging and actively encouraging managers to enhance their proxy voting practices.

The UBS Sustainable Investments – Australian Shares has environmental, social and ethical considerations. Refer to page 59 for information about the sustainable investment process.

INVESTMENT OPTION PROFILES

How to read an investment option profile

Information about each investment option is detailed in an investment option profile. The information below is a guide to understanding the information in each profile.

Description	A brief description of the investment option and for whom it may be suitable.																								
Asset allocation	<p>The asset allocation displays the type of asset classes (and proportions) the investment option invests in. The benchmark is the neutral allocation for each asset class.</p> <p>The range indicates the anticipated minimum and maximum allowable allocations for each asset class. The investment manager may vary the investment option's asset allocation within the intended ranges in order to position the investment option to benefit from prevailing market conditions. Under certain circumstances, the asset allocation for a particular asset class may move outside its range.</p> <p>In some cases, an investment option may have a benchmark and/or a range, or neither.</p> <p>Asset allocation benchmarks and ranges may be altered without prior notice to you when the change does not materially alter the risk profile of the investment option.</p>																								
Investment return objective	The investment return objective identifies what return the investment option aims to achieve. This is often stated in relation to a relevant index.																								
Minimum time horizon	As a guide only, each investment option has a time horizon. This represents the amount of time we expect it will take to meet the investment return objective.																								
Standard Risk Measure	<p>Each investment option will have a risk level attached to it. The risk level indicates historically the number of negative annual returns over any 20 year period.</p> <p>The seven risk levels are:</p> <table border="1"> <thead> <tr> <th>Risk band</th> <th>Risk label</th> <th>Estimated number of negative annual returns over any 20-year period</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Very low</td> <td>Less than 0.5</td> </tr> <tr> <td>2</td> <td>Low</td> <td>0.5 to less than 1</td> </tr> <tr> <td>3</td> <td>Low to medium</td> <td>1 to less than 2</td> </tr> <tr> <td>4</td> <td>Medium</td> <td>2 to less than 3</td> </tr> <tr> <td>5</td> <td>Medium to high</td> <td>3 to less than 4</td> </tr> <tr> <td>6</td> <td>High</td> <td>4 to less than 6</td> </tr> <tr> <td>7</td> <td>Very high</td> <td>6 or greater</td> </tr> </tbody> </table> <p>The Standard Risk Measure is based on industry guidance to allow investors to compare investment options that are expected to deliver a similar number of negative annual returns over a 20 year period.</p> <p>The Standard Risk Measure is not a complete assessment of all forms of investment risk. For instance, it does not detail the potential size of a negative return or that the potential for a positive return may still be less than an investor may require in order to meet their obligations.</p> <p>Further, it does not take into account the impact of administration fees and tax on the likelihood of a negative return.</p> <p>Investors should still ensure they are comfortable with the risks and potential losses associated with their chosen investment option(s).</p>	Risk band	Risk label	Estimated number of negative annual returns over any 20-year period	1	Very low	Less than 0.5	2	Low	0.5 to less than 1	3	Low to medium	1 to less than 2	4	Medium	2 to less than 3	5	Medium to high	3 to less than 4	6	High	4 to less than 6	7	Very high	6 or greater
Risk band	Risk label	Estimated number of negative annual returns over any 20-year period																							
1	Very low	Less than 0.5																							
2	Low	0.5 to less than 1																							
3	Low to medium	1 to less than 2																							
4	Medium	2 to less than 3																							
5	Medium to high	3 to less than 4																							
6	High	4 to less than 6																							
7	Very high	6 or greater																							
Investment strategy	<p>The investment strategy describes how the investment option aims to achieve its objective.</p> <p>An investment strategy usually involves a description of the relevant asset classes and an outline of the investment process, or combination of processes that will be used to manage the investment option.</p>																								
Commencement date	This is the date that the investment option commenced.																								

LIFESTAGE INVESTMENT OPTION PROFILES

ANZ Smart Choice 1940s

Description

This investment option is designed for investors born in the 1940s. An active asset allocation process is employed as described in 'Investment strategy' below.

Asset allocation

Asset class	Benchmark (%) [#]	Range (%)
Cash	25	10–45
Australian fixed interest [†]	22.5	7–38
Global fixed interest [†]	12.5	0–28
Listed real assets [*]	10	0–20
Australian shares	13.5	0–29
International shares [‡]	16.5	1–32

Investment return objective

Aims to generate retirement capital through returns (after fees, charges and taxes) that on average exceed inflation by at least 1.5% p.a., over rolling 10 year periods, and preserve capital.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 4 – Medium

The risk profile is expected to remain at Medium. For information about this measure see page 20.

Investment strategy

Provides exposure to a mix of growth and defensive asset classes with a strategic bias to defensive assets. However, in the short term the allocation to growth assets may increase at times and additionally, an active asset allocation process is used to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.

Commencement date

5 December 2011

ANZ Smart Choice 1950s

Description

This investment option is designed for investors born in the 1950s. It will adjust the allocation between growth and defensive asset classes to become more conservative over the longer term. Additionally, an active asset allocation process is employed as described in 'Investment strategy' below.

Asset allocation

Asset class	Benchmark (%) [#]	Range (%)
Cash	18.5	3–39
Australian fixed interest [†]	22	7–37
Global fixed interest [†]	12.5	0–28
Listed real assets [*]	10	0–20
Australian shares	16.5	1–32
International shares [‡]	20.5	5–36

Investment return objective

Aims to generate retirement capital through returns (after fees, charges and taxes) that on average exceed inflation by at least 2.0%[^] p.a., over rolling 10 year periods, and preserve capital. The emphasis changes from capital growth to capital preservation as you get older.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 5 – Medium to high

The risk profile will reduce over time ending at Medium. For information about this measure see page 20.

Investment strategy

Provides exposure to a mix of growth and defensive asset classes. The allocation to these classes will become more conservative over the longer term. However, in the short term the allocation to growth assets may increase at times and additionally, an active asset allocation process is used to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.

Commencement date

5 December 2011

[#] The benchmark is the neutral allocation current at the time of preparing this AIG; it will change over time within the ranges provided.

[†] Fixed interest exposure may include exposure to government, corporate, inflation protected and/or other securities.

^{*} Listed real assets will include allocations to global listed property and listed infrastructure securities.

[‡] International shares may include exposure to emerging markets, low volatility and/or global small cap securities.

[^] Please note that this percentage will vary over time as the investment option becomes more conservative.

ANZ Smart Choice 1960s

Description

This investment option is designed for investors born in the 1960s. It will adjust the allocation between growth and defensive asset classes to become more conservative over the longer term. Additionally, an active asset allocation process is employed as described in 'Investment strategy' below.

Asset allocation

Asset class	Benchmark (%) [#]	Range (%)
Cash	9	0–29
Australian fixed interest [†]	14	0–34
Global fixed interest [†]	10	0–30
Listed real assets*	10	0–20
Australian shares	25.5	5–46
International shares [‡]	31.5	11–52

Investment return objective

Aims to generate retirement capital through returns (after fees, charges and taxes) that on average exceed inflation by at least 3.0%[^] p.a., over rolling 10 year periods, and preserve capital. The emphasis changes from capital growth to capital preservation as you get older.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 6 – High

The risk profile will reduce over time ending at Medium. For information about this measure see page 20.

Investment strategy

Provides exposure to a mix of growth and defensive asset classes. The allocation to these classes will become more conservative over the longer term. However, in the short term the allocation to growth assets may increase at times and additionally, an active asset allocation process is used to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.

Commencement date

5 December 2011

ANZ Smart Choice 1970s

Description

This investment option is designed for investors born in the 1970s. It will adjust the allocation between growth and defensive asset classes to become more conservative over the longer term. Additionally, an active asset allocation process is employed as described in 'Investment strategy' below.

Asset allocation

Asset class	Benchmark (%) [#]	Range (%)
Cash	4.5	0–25
Australian fixed interest [†]	7.5	0–28
Global fixed interest [†]	7	0–27
Listed real assets*	10	0–20
Australian shares	32	12–52
International shares [‡]	39	19–59

Investment return objective

Aims to generate retirement capital through returns (after fees, charges and taxes) that on average exceed inflation by at least 3.5%[^] p.a., over rolling 10 year periods, and preserve capital. The emphasis changes from capital growth to capital preservation as you get older.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 6 – High

The risk profile will reduce over time ending at Medium. For information about this measure see page 20.

Investment strategy

Provides exposure to a mix of growth and defensive asset classes. The allocation to these classes will become more conservative over the longer term. However, in the short term the allocation to growth assets may increase at times and additionally, an active asset allocation process is used to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.

Commencement date

5 December 2011

The benchmark is the neutral allocation current at the time of preparing this AIG; it will change over time within the ranges provided.

† Fixed interest exposure may include exposure to government, corporate, inflation protected and/or other securities.

* Listed real assets will include allocations to global listed property and listed infrastructure securities.

‡ International shares may include exposure to emerging markets, low volatility and/or global small cap securities.

^ Please note that this percentage will vary over time as the investment option becomes more conservative.

ANZ Smart Choice 1980s

Description

This investment option is designed for investors born in the 1980s. It will adjust the allocation between growth and defensive asset classes to become more conservative over the longer term. Additionally, an active asset allocation process is employed as described in 'Investment strategy' below.

Asset allocation

Asset class	Benchmark (%) [#]	Range (%)
Cash	2	0–22
Australian fixed interest [†]	5	0–25
Global fixed interest [†]	5	0–25
Listed real assets [*]	10	0–20
Australian shares	35	15–55
International shares [‡]	43	23–63

Investment return objective

Aims to generate retirement capital through returns (after fees, charges and taxes) that on average exceed inflation by at least 4.0%[^] p.a., over rolling 10 year periods, and preserve capital. The emphasis changes from capital growth to capital preservation as you get older.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 6 – High

The risk profile will reduce over time ending at Medium. For information about this measure see page 20.

Investment strategy

Provides exposure to a mix of growth and defensive asset classes. The allocation to these classes will become more conservative over the longer term. However, in the short term the allocation to growth assets may increase at times and additionally, an active asset allocation process is used to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.

Commencement date

5 December 2011

ANZ Smart Choice 1990s

Description

This investment option is designed for investors born in the 1990s. It will adjust the allocation between growth and defensive asset classes to become more conservative over the longer term. Additionally, an active asset allocation process is employed as described in 'Investment strategy' below.

Asset allocation

Asset class	Benchmark (%) [#]	Range (%)
Cash	2	0–22
Australian fixed interest [†]	4	0–24
Global fixed interest [†]	4	0–24
Listed real assets [*]	10	0–20
Australian shares	36	16–56
International shares [‡]	44	24–64

Investment return objective

Aims to generate retirement capital through returns (after fees, charges and taxes) that on average exceed inflation by at least 4.0%[^] p.a., over rolling 10 year periods, and preserve capital. The emphasis changes from capital growth to capital preservation as you get older.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 6 – High

The risk profile will reduce over time ending at Medium. For information about this measure see page 20.

Investment strategy

Provides exposure to a mix of growth and defensive asset classes. The allocation to these classes will become more conservative over the longer term. Additionally, an active asset allocation process is used to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.

Commencement date

5 December 2011

[#] The benchmark is the neutral allocation current at the time of preparing this AIG; it will change over time within the ranges provided.

[†] Fixed interest exposure may include exposure to government, corporate, inflation protected and/or other securities.

^{*} Listed real assets will include allocations to global listed property and listed infrastructure securities.

[‡] International shares may include exposure to emerging markets, low volatility and/or global small cap securities.

[^] Please note that this percentage will vary over time as the investment option becomes more conservative.

CHOOSE YOUR OWN INVESTMENT OPTION PROFILES – DIVERSIFIED RISK BASED

ANZ Smart Choice 2000s		
Description		
This investment option is designed for investors born in the 2000s. It will adjust the allocation between growth and defensive asset classes to become more conservative over the longer term. Additionally, an active asset allocation process is employed as described in 'Investment strategy' below.		
Asset allocation		
Asset class	Benchmark (%) [#]	Range (%)
Cash	2	0–22
Australian fixed interest [†]	4	0–24
Global fixed interest [†]	4	0–24
Listed real assets [*]	10	0–20
Australian shares	36	16–56
International shares [‡]	44	24–64
Investment return objective		
Aims to generate retirement capital through returns (after fees, charges and taxes) that on average exceed inflation by at least 4.0%** p.a., over rolling 10 year periods, and preserve capital. The emphasis changes from capital growth to capital preservation as you get older.		
Minimum time horizon		
10 years		
Standard Risk Measure		
Risk Band 6 – High		
The risk profile will reduce over time ending at Medium. For information about this measure see page 20.		
Investment strategy		
Provides exposure to a mix of growth and defensive asset classes with a strong bias to growth assets. The allocation to these classes will adjust, becoming more conservative over the longer term. Additionally, an active asset allocation process is used to increase or decrease exposure to different asset classes within permitted ranges. This process is designed to optimise investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.		
Commencement date		
18 February 2017		

ANZ Smart Choice Conservative [^]		
Description		
This investment option is designed for investors who want to invest over the short to medium term with a low to medium level of risk. It invests in a mix of defensive and growth assets with a dominant bias to defensive assets.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	29	19–49
Australian fixed interest [†]	26	16–36
Global fixed interest [†]	15	5–25
Listed real assets [*]	7.5	0–18
Australian shares	10	0–20
International shares [‡]	12.5	2–23
Investment return objective		
Aims to achieve returns (after fees, charges and taxes) that on average exceed inflation by at least 1.0% p.a., over rolling 10 year periods.		
Minimum time horizon		
10 years		
Standard Risk Measure		
Risk Band 4 – Medium		
For information about this measure see page 20.		
Investment strategy		
Invests in a combination of defensive and growth asset classes. The allocation to defensive assets may range between 60–80% of the portfolio, with a neutral allocation of 70%. The allocation to growth assets may range from 20–40%, with a neutral allocation of 30%. An active asset allocation process is used to increase or decrease exposure to different asset classes within permitted ranges. This process is designed to optimise investment performance by adjusting allocations to markets/asset classes we believe will perform strongly or poorly in the future.		
Commencement date		
5 December 2011		

The benchmark is the neutral allocation current at the time of preparing this AIG; it will change over time within the ranges provided.

† Fixed interest exposure may include exposure to government, corporate, inflation protected and/or other securities.

* Listed real assets will include allocations to global listed property and listed infrastructure securities.

‡ International shares may include exposure to emerging markets, low volatility and/or global small cap securities.

** Please note that this percentage will vary over time as the investment option becomes more conservative.

[^] Irrespective of the investment option name being 'Conservative', the Standard Risk Measure of the investment option is 4. This means it has been estimated that the investment option may have 2 to less than 3 negative annual returns over any 20 year period.

ANZ Smart Choice Moderate		
Description		
This investment option is designed for investors who want to invest over the medium term with a medium level of risk. It invests in a mix of defensive and growth assets.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	17	2–37
Australian fixed interest [†]	20.5	5–36
Global fixed interest [†]	12.5	0–28
Listed real assets*	10	0–20
Australian shares	18	3–33
International shares [‡]	22	7–37
Investment return objective		
This investment option aims to achieve returns (after fees, charges and taxes) that on average exceed inflation by at least 2% p.a., over rolling 10 year periods.		
Minimum time horizon		
10 years		
Standard Risk Measure		
Risk Band 5 – Medium to high For information about this measure see page 20.		
Investment strategy		
Invests in a combination of defensive and growth asset classes. The allocation to defensive assets will range between 35–65% of the portfolio with a neutral allocation of 50%. The allocation to growth assets will range from 35–65% with a neutral allocation of 50%. Additionally, an active asset allocation process is utilised to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise your investment performance by adjusting allocations to markets/asset classes which we believe will perform strongly or poorly in the future.		
Commencement date		
5 December 2011		

ANZ Smart Choice Growth		
Description		
This investment option is designed for investors who want to invest over the longer term with a medium to high level of risk. This investment option invests in a mix of defensive and growth assets with a dominant bias to growth assets.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	7.5	0–28
Australian fixed interest [†]	13	0–33
Global fixed interest [†]	9.5	0–30
Listed real assets*	10	0–20
Australian shares	26	6–46
International shares [‡]	34	14–54
Investment return objective		
Aims to achieve returns (after fees, charges and taxes) that on average exceed inflation by at least 3.0% p.a., over rolling 10 year periods.		
Minimum time horizon		
10 years		
Standard Risk Measure		
Risk Band 6 – High For information about this measure see page 20.		
Investment strategy		
Invests in a combination of defensive and growth asset classes. The allocation to growth assets will range between 50–90% with a neutral allocation of 70%. The allocation to defensive assets will range between 10–50% with a neutral allocation of 30%. Additionally, an active asset allocation process is utilised to increase or decrease your exposure to relevant asset classes within permitted ranges. This process is designed to optimise your investment performance by adjusting allocations to markets/asset classes which we believe will perform strongly or poorly in the future.		
Commencement date		
5 December 2011		

[†] Fixed interest exposure may include exposure to government, corporate, inflation protected and/or other securities.

* Listed real assets will include allocations to global listed property and listed infrastructure securities.

[‡] International shares may include exposure to emerging markets, low volatility and/or global small cap securities.

Legg Mason Diversified

Description

This investment option is suitable mainly for investors seeking a diversified approach to investment with long-term financial goals.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	5	0–15
Australian fixed interest	12	0–25
International fixed interest	12	0–25
Listed real assets	13	0–25
Australian shares	35	15–45
International shares*	23	0–35
Alternative assets	0	0–6

Investment return objective

Through investment across multiple asset classes, the investment option aims to earn an after-fee return in excess of the Benchmark over rolling three year periods.

Minimum time horizon

3–5 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Follows a multi asset investment approach which is designed to invest approximately 70% in growth assets and 30% in defensive assets. It seeks to optimally allocate assets across Australian and global equities, listed real assets (such as property, utility and infrastructure securities), global and domestic fixed income and cash to produce superior medium-term returns.

Commencement date

25 May 2015

The investment option invests in the underlying fund: Legg Mason Martin Currie Diversified Growth Trust.

* Includes an allocation to emerging market equities.

OptiMix Conservative[‡]

Description

This investment option is suitable for investors seeking exposure to a diversified range of asset classes and a mix of managers and who can accept some variability of returns.

Asset allocation*

Asset class	Benchmark (%)	Range (%)
Cash	7	0–27
Australian fixed interest	22	12–32
International fixed interest	20	10–30
Listed real assets [#]	4	0–12
Australian shares	10	0–20
International shares [^]	12	2–22
Alternative assets [†]	25	13–37

Investment return objective

This investment option aims to achieve returns (before fees, charges and taxes) that on average exceed inflation by at least 3.0% p.a., over periods of ten years or more.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 4 – Medium

For information about this measure see page 20.

Investment strategy

Invests in a diversified portfolio of Australian and international assets through a mix of managers, with a bias towards defensive assets. This investment option is actively managed in accordance with the OptiMix Multi-manager investment process.

Commencement date

25 May 2015

* The maximum allocation to Growth Assets for the OptiMix Conservative investment option is 43%.

Listed Real Assets may include allocations to Global Listed Property and Infrastructure Securities.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative Assets portfolio may include investments such as hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days). For information about exposure to alternative assets for this investment option, refer to 'Investment options that invest via underlying Swaps' on page 58.

‡ Irrespective of the investment option name being 'Conservative', the Standard Risk Measure of the investment option is 4. This means it has been estimated that the investment option may have 2 to less than 3 negative annual returns over any 20 year period.

OptiMix Moderate		
Description		
This investment option is suitable for investors seeking exposure to a diversified range of asset classes and a mix of managers and who can accept some variability of returns.		
Asset allocation*		
Asset class	Benchmark (%)	Range (%)
Cash	5	0–25
Australian fixed interest	17	2–32
International fixed interest	14	0–29
Listed real assets [#]	6	0–16
Australian shares	18	3–33
International shares [^]	20	5–35
Alternative assets [†]	20	4–36
Investment return objective		
This investment option aims to achieve returns (before fees, charges and taxes) that on average exceed inflation by at least 4.0% p.a., over periods of ten years or more.		
Minimum time horizon		
10 years		
Standard Risk Measure		
Risk Band 5 – Medium to high For information about this measure see page 20.		
Investment strategy		
Invests in a diversified portfolio of Australian and international assets through a mix of managers, with a balance of growth and defensive assets. This investment option is actively managed in accordance with the OptiMix Multi-manager investment process.		
Commencement date		
25 May 2015		

OptiMix Balanced		
Description		
This investment option is suitable for investors seeking exposure to a diversified range of asset classes and a mix of managers and who are prepared to accept a higher variability of returns.		
Asset allocation*		
Asset class	Benchmark (%)	Range (%)
Cash	3	0–23
Australian fixed interest**	9	0–29
International fixed interest**	8	0–28
Listed real assets [#]	6	0–16
Australian shares	27	7–47
International shares [^]	29	9–49
Alternative assets [†]	18	1–38
Investment return objective		
This investment option aims to achieve returns (before fees, charges and taxes) that on average exceed inflation by at least 5.0% p.a., over periods of ten years or more.		
Minimum time horizon		
10 years		
Standard Risk Measure		
Risk Band 6 – High For information about this measure see page 20.		
Investment strategy		
Invests in a diversified portfolio of Australian and international assets through a mix of managers, with a bias towards growth assets. This investment option is actively managed in accordance with the OptiMix Multi-manager investment process.		
Commencement date		
25 May 2015		

* The maximum allocation to growth assets for the OptiMix Moderate investment option is 69%.

Listed Real Assets may include allocations to Global Listed Property and Infrastructure Securities.

^ International shares may include exposure to emerging markets and/or global small cap securities.

† The Alternative Assets portfolio may include investments such as hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days). For information about exposure to alternative assets for this investment option, refer to 'Investment options that invest via underlying Swaps' on page 58.

* The maximum allocation to Growth Assets for the OptiMix Balanced investment option is 93%.

** Fixed interest may include exposure to government, corporate, inflation protected and/or other securities.

Listed Real Assets may include allocations to Global Listed Property and Infrastructure Securities.

^ International shares may include exposure to emerging market and/or global small cap securities.

† The Alternative Assets portfolio may include investments such as hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days). For information about exposure to alternative assets for this investment option, refer to 'Investment options that invest via underlying Swaps' on page 58.

OptiMix Growth

Description

This investment option is suitable for investors seeking long term capital growth through active exposure to a diversified portfolio of growth assets and who are prepared to accept a higher variability of returns.

Asset allocation*

Asset class	Benchmark (%)	Range (%)
Cash	1	0–21
Australian fixed interest	4	0–24
International fixed interest	5	0–25
Listed real assets [#]	8	0–18
Australian shares	34	14–54
International shares [^]	35	15–55
Alternative assets [†]	13	0–33

Investment return objective

This investment option aims to achieve returns (before fees, charges and taxes) that on average exceed inflation by at least 5.5% p.a., over periods of ten years or more.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Invests in a diversified portfolio of Australian and international assets through a mix of managers, with a strong bias towards growth assets. This investment option is actively managed in accordance with the OptiMix Multi-manager investment process.

Commencement date

25 May 2015

* The maximum allocation to Growth Assets for the OptiMix Growth investment option is 100%.

† The Alternative Assets portfolio may include investments such as hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days). For information about exposure to alternative assets for this investment option, refer to 'Investment options that invest via underlying Swaps' on page 58.

^ International shares may include exposure to emerging market and/or global small cap securities.

Listed Real Assets may include allocations to Global Listed Property and Infrastructure Securities.

OptiMix High Growth

Description

This investment option is suitable for investors seeking exposure to a mix of growth assets and who are prepared to accept higher variability of returns.

Asset allocation*

Asset class	Benchmark (%)	Range (%)
Cash	1	0–21
Australian fixed interest	0	0–20
International fixed interest	0	0–20
Listed real assets [#]	8	0–18
Australian shares	40	20–60
International shares [^]	45	25–65
Alternative assets [†]	6	0–26

Investment return objective

This investment option aims to achieve returns (before fees, charges and taxes) that on average exceed inflation by at least 6.0% p.a., over periods of ten years or more.

Minimum time horizon

10 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Invests in an actively managed, diversified portfolio of Australian and international shares through a mix of managers. This investment option is actively managed in accordance with the OptiMix Multi-manager investment process.

Commencement date

25 May 2015

* The maximum allocation to Growth Assets for the OptiMix High Growth investment option is 100%.

Listed Real Assets may include allocations to Global Listed Property and Infrastructure Securities.

^ International shares may include exposure to emerging market and/or global small cap securities.

† The Alternative Assets portfolio may include investments such as hedge funds, infrastructure, private equity and real estate. These assets may require a longer period of time to liquidate (i.e. greater than 30 days). For information about exposure to alternative assets for this investment option, refer to 'Investment options that invest via underlying Swaps' on page 58.

Schroder Real Return		
Description		
This investment option is suitable for investors seeking exposure to a diversified range of assets and who can accept some variability in returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–100
Australian fixed interest	n/a	0–100
International fixed interest	n/a	0–100
Inflation linked bonds	n/a	0–100
Mortgages & floating rate credit	n/a	0–100
Australian property securities	n/a	0–75
Global property securities	n/a	0–75
Australian shares	n/a	0–75
International shares	n/a	0–75
High yielding credit	n/a	0–75
Absolute return strategies	n/a	0–75
Investment return objective		
To deliver an investment return of 5.0% p.a. (before fees) above Australian inflation over rolling three-year periods. Inflation is defined as the RBA trimmed mean.		
Minimum time horizon		
3 years		
Standard Risk Measure		
Risk Band 4 – Medium For information about this measure see page 20.		
Investment strategy		
Diversified portfolio of assets drawn across the three broad types of investments according to the likely returns and the risk:		
<ul style="list-style-type: none"> • Defensive assets – those which are relatively secure with low volatility such as government issued debt and cash. • Diversifying assets – those offering higher potential returns usually with an income generating focus which assist in diversifying the portfolio's sources of return e.g. high yielding corporate bonds. • Growth assets – offering potentially the highest returns but also higher volatility e.g. Australian and international equities and property trusts. 		
Commencement date		
25 May 2015		

This investment option invests in the underlying fund: Schroder Real Return Fund Wholesale Class.

UBS Balanced		
Description		
This investment option is suitable for investors seeking exposure to a mix of growth, income and alternative assets and who are prepared to accept some variability of returns.		
Asset allocation*		
Asset class	Benchmark (%)	Range (%)
Income assets		
Cash	5	0–30
Australian bonds	10	0–60
International bonds	10	0–60
TOTAL	25	0–70
Growth Assets		
Property securities/REITs	5	0–30
Australian shares	30	0–60
International shares	30	0–60
TOTAL	65	20–95
Alternative strategies	10	0–20 [†]
Investment return objective		
This investment option aims to outperform (after management costs) the Neutral Allocation (the likely expected long term average exposure of the portfolio to various asset classes) over rolling five year periods. Over a full investment cycle (usually three to five years), this Neutral Allocation displays performance characteristics of CPI plus 6–8% per annum on average.		
Minimum time horizon		
3 years		
Standard Risk Measure		
Risk Band 6 – High For information about this measure see page 20.		
Investment strategy		
May maintain its asset allocation anywhere within the allowable range to differing asset classes consistent with the risk and return objectives indicated above. The underlying fund normally gains its underlying security selection exposure by investing in other relevant UBS managed funds and third-party funds either directly or indirectly through a range of instruments. The underlying fund may also invest directly in securities.		
Derivatives may also be used to gain or hedge exposure to securities, markets, asset classes and currencies. Derivative holdings may result in notional exposures that are greater than the underlying value of assets in this investment option. The long-term neutral (or average) to traditional growth and income assets is expected to be around 65% and 25% respectively of the total portfolio. The remaining 10% is expected to be allocated on average to various alternative asset strategies which are likely to provide a combination of both income and growth potential.		
Commencement date		
25 May 2015		

This investment option invests in the underlying fund: UBS Balanced Investment Fund.

* Total portfolio exposure to currency movements has a benchmark of 30%, with a range of 0-95%.

† May exceed the upper limit of this range for extended periods due to market movements or significant cash flows.

UBS Defensive

Description

This investment option is suitable for investors seeking exposure to a diversified portfolio of income assets through a limited investment in growth and alternative assets and who are prepared to accept some variability of returns.

Asset allocation*

Asset class	Benchmark (%)	Range (%)
Income assets		
Cash	5	0–50
Australian bonds	25	0–80
International bonds	30	0–80
TOTAL	60	30–90
Growth Assets		
Property securities/REITs	5	0–20
Australian shares	15	0–40
International shares	10	0–40
TOTAL	30	0–50
Alternative strategies	10	0–20 [†]

Investment return objective

This investment option aims to outperform (after management costs) the Neutral Allocation (the likely expected long term average exposure of the portfolio to various asset classes) over rolling five year periods. Over a full investment cycle (usually three to five years), this Neutral Allocation displays performance characteristics of CPI plus 4.5–6.5% per annum on average.

Minimum time horizon

3 years

Standard Risk Measure

Risk Band 5 – High

For information about this measure see page 20.

Investment strategy

May maintain its asset allocation anywhere within the allowable range to differing asset classes consistent with the risk and return objectives indicated above. The underlying fund normally gains its asset sector exposure by investing in other relevant UBS managed funds and third-party funds either directly or indirectly through a range of instruments. This investment option may also invest directly in securities. Derivatives may also be used to gain or hedge exposure to securities, markets, asset classes and currencies. Derivative holdings may result in notional exposures that are greater than the underlying value of assets in this investment option. The long-term neutral (or average) exposure to traditional growth and income assets is expected to be around 30% and 60% respectively of the total portfolio. The remaining 10% is expected to be allocated on average to various alternative asset strategies which are likely to provide a combination of both income and growth potential.

Commencement date

25 May 2015

This investment option invests in the underlying fund: UBS Defensive Investment Fund.

* Total portfolio exposure to currency movements has a benchmark of 10%, with a range of 0–40%.

† May exceed the upper limit of this range for extended periods due to market movements or significant cash flows.

CHOOSE YOUR OWN INVESTMENT OPTION PROFILES – SINGLE SECTOR OPTIONS

Cash

ANZ Smart Choice Cash

Description

This investment option is designed for conservative investors who want very low levels of risk and to preserve their capital.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	100	n/a

Investment return objective

Aims to provide investors with a high level of capital security while achieving returns generally in line with cash management accounts and term deposits, less fees, charges and taxes.

Minimum time horizon

No minimum

Standard Risk Measure

Risk Band 1 – Very low

For information about this measure see page 20.

Investment strategy

Aims to meet its objectives by having exposure to a portfolio of term deposits and cash held at ANZ.

Commencement date

5 December 2011

Fixed Interest

ANZ Smart Choice Global Fixed Interest

Description

This investment option is designed for investors who want to invest over the medium term with a medium level of risk. This investment option invests in domestic and global bond markets.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Global fixed interest*	100	95–100

Investment return objective

This investment option seeks to track the return of the Bloomberg Barclays Global Aggregate ex-securitised index hedged into Australian dollars before taking into account fees, expenses and tax.

Minimum time horizon

3 to 4 years

Standard Risk Measure

Risk Band 4 – Medium

For information about this measure see page 20.

Investment strategy

The index holds high quality securities (bonds) issued by investment grade governments and corporates from around the world. This investment option aims to hold an appropriate number of securities so as to produce a portfolio risk exposure profile consistent with that of the index. This is generally achieved by holding a representative sample of the securities included in the index. Security weightings in this investment option may vary from the index weightings. This investment option may exclude certain securities that are included in the index or may invest in securities that have been or are expected to be included in the index. This investment option may utilise derivatives to manage market exposure, however, derivatives will not be used to leverage the assets of this investment option. This investment option is hedged to Australian dollars so the value of this investment option is relatively unaffected by currency fluctuations.

Commencement date

5 December 2011

* Fixed interest exposure may include exposure to government, corporate, inflation protected and/or other securities.

ANZ Smart Choice Australian Fixed Interest

Description

This investment option is designed for investors who want to invest over the medium term with a medium level of risk. This investment option invests in the domestic bond market.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Australian fixed interest*	100	95–100

Investment return objective

This investment option seeks to match the return of the Bloomberg AusBond Composite 0+ Yr Index before taking into account fees, expenses, and tax.

Minimum time horizon

3 to 4 years

Standard Risk Measure

Risk Band 4 – Medium

For information about this measure see page 20.

Investment strategy

The Bloomberg AusBond Composite 0+ Yr index holds securities (bonds) issued by the Commonwealth Government of Australia, Australian State Government financing authorities and treasury corporations, as well as investment-grade corporate issuers. The investment option aims to hold an appropriate number of securities so as to produce a portfolio risk exposure profile consistent with that of the index. This is generally achieved by holding a representative sample of the securities included in the index. Security weightings in this investment option may vary from the index weightings. The investment option may exclude certain securities that are included in the index or may invest in securities that have been or are expected to be included in the index. The investment option may utilise derivatives to manage market exposure, however, derivatives will not be used to leverage the assets of the investment option.

Commencement date

18 February 2017

* Fixed interest exposure may include exposure to government, corporate, inflation protected and/or other securities.

Bentham Global Income

Description

This investment option is suitable for investors seeking to invest for at least three years, with a preference for stable income with minimised risk of capital loss.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–30
Australian hybrids	n/a	0–50
Global hybrids (global/ Euro convertible bonds)	n/a	0–40
Global loans (including syndicated loans)	n/a	0–50
Global high yield bonds	n/a	0–30
Investment grade credit (including global corporate bonds and asset backed securities)	n/a	0–75

Investment return objective

This investment option aims to provide exposure to global credit markets and to generate income with some potential for capital growth over the medium to long term. This investment option aims to outperform its composite benchmark over the suggested minimum investment timeframe.

Minimum time horizon

3 years

Standard Risk Measure

Risk Band 5 – Medium to high

For information about this measure see page 20.

Investment strategy

Actively managed and focused on generating stable investment income by providing a diversified exposure to domestic and global credit markets while managing interest rate risk and currency risk. Bentham seeks to add value through actively managing allocations across different credit sectors, trading of individual securities and managing its interest rate and currency risk.

This investment option invests in global credit and fixed interest markets. This investment option's investments include, but are not limited to, Australian and global hybrid securities, global high yield bonds, global syndicated loans, investment grade securities, global capital securities, asset backed securities, equities and derivatives. This investment option must maintain a minimum exposure of 50% in investment grade rated securities and a maximum portfolio exposure to any single non-investment grade security of 2% of the net asset value of this investment option.

Commencement date

25 May 2015

This investment option invests in the underlying fund: Bentham Global Income Fund.

PIMCO Diversified Fixed Interest

Description

This investment option is suitable for investors seeking to generate returns through investing in cash and fixed interest defensive investments.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash and Australian fixed interest	45	0–90
International fixed interest	45	0–90
Australian and international high yield debt*	10	0–20

Investment return objective

This investment option aims to provide income and achieve returns (before fees, charges and taxes) that exceed the Bloomberg AusBond Composite 0+ Yr Index, over periods of three years or more.

Minimum time horizon

3 years

Standard Risk Measure

Risk Band 3 – Low to medium

For information about this measure see page 20.

Investment strategy

Actively managed and invests predominantly in a diversified mix of Australian and international defensive assets.

Commencement date

25 May 2015

Underlying investments are managed by PIMCO.

* High Yield is defined as targeting securities that are consistent with the investment objective.

Schroder Fixed Income

Description

This investment option is suitable for investors seeking stable absolute returns over time through exposure to a range of domestic and international fixed income assets and who are prepared to accept some variability of returns.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	5	0–50
Australian bonds	50	20–100
Australian hybrids	10	0–20
International bonds	25	0–50
Asian bonds (ex-Japan)	5	0–15
Emerging market bonds	5	0–15

Investment return objective

This investment option aims to obtain exposure to a diversified range of domestic and international fixed income securities with the principal aim of outperforming the UBS Composite Bond Index over the medium term.

Minimum time horizon

3 years

Standard Risk Measure

Risk Band 3 – Low to medium

For information about this measure see page 20.

Investment strategy

Schroders believes an active 'Core Plus' approach can deliver stable absolute returns to investors over time. Schroders aim to deliver the return objective for the lowest achievable risk. This is critical as they judge themselves not only on meeting the stated fund objectives but also on a 'reward-for-risk' basis. Schroders also put a lot of emphasis on the management of tail risk which is critical especially in the current credit environment.

Commencement date

25 May 2015

The investment option invests in the underlying fund: Schroder Fixed Income Fund.

Absolute Return Fixed Income

Kapstream Absolute Return Income

Description

This investment option is intended to be suitable for investors who are seeking potentially higher levels of returns compared to cash and cash-like securities with low to moderate volatility in the unit price.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–100
Global fixed income securities (including derivatives)*	n/a	0–100

Investment return objective

This investment option aims to provide a steady stream of income and capital stability over the medium term while aiming to outperform its benchmark through market cycles.

Minimum time horizon

3 years

Standard Risk Measure

Risk Band 3 – Low to medium

For information about this measure see page 20.

Investment strategy

Managed by Kapstream who applies an innovative, flexible, and risk averse approach to fixed income portfolio management. This investment option targets an absolute return over time, by investing in a global, diversified portfolio of predominantly investment grade fixed income securities, according to Kapstream's global macroeconomic and market views.

Kapstream draws on information from many sources such as economic roundtables, investment banks, brokers, rating agencies and central banks. Kapstream employs a rigorous evaluation process for individual trades, first confirming that a prospective security meets Kapstream's global macroeconomic view, then incorporating various decision variables such as duration, yield curve, country, sector and volatility which is supported by the investment team's research and analysis.

Derivatives may be used to increase (or decrease) the duration of this investment option by gaining economic exposure to bonds. Kapstream actively manages the currency exposure of this investment option's investments.

Commencement date

25 May 2015

The investment option invests in the underlying fund: Kapstream Wholesale Absolute Return Income Fund.

* The global securities asset allocation is broken down as:

- Investment grade securities 85 – 100%.
- Non-investment grade securities 0 – 15%.

Australian Property

SG Hiscock Property Securities

Description

This investment option is suitable for investors seeking higher long term returns through investing in a broad exposure to the Australian listed property securities markets with a strong bias towards growth assets.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Property securities	100	95–100

Investment return objective

This investment option aims to achieve returns (before fees, charges and taxes) that exceed the S&P/ASX 200 A-REIT Accumulation Index, over periods of three years or more.

Minimum time horizon

5 years

Standard Risk Measure

Risk Band 7 – Very high

For information about this measure see page 20.

Investment strategy

Invests predominantly in a diversified portfolio of property securities selected in accordance with a disciplined property securities investment process.

Commencement date

25 May 2015

Underlying investments are managed by SG Hiscock & Company.

International Property

ANZ Smart Choice Global Property

Description

This investment option is designed for investors who want to invest over the longer term with a high level of risk. This investment option invests in global listed property securities.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Global property securities	100	95–100

Investment return objective

This investment option seeks to track the return of the FTSE EPRA/NAREIT Developed Rental ex-Australia Net Total Return Index hedged to Australian dollars (including income and capital appreciation) before taking into account fees, charges and taxes.

Minimum time horizon

5 years

Standard Risk Measure

Risk Band 7 – Very high

For information about this measure see page 20.

Investment strategy

Provides exposure to global listed property securities (excluding Australia). The weightings may vary from time to time. This investment option may invest in property securities that have been or are expected to be included in the indices. Derivatives are not utilised to leverage the portfolio.

Commencement date

5 December 2011

Australian Equities

ANZ Smart Choice Australian Equities

Description

This investment option is designed for investors who want to invest with a high level of risk. This investment option invests in the Australian share market.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Australian shares	100	95–100

Investment return objective

This investment option seeks to match the return of the S&P/ASX 300 Total Return Index (including income and capital appreciation) less fees, charges and taxes.

Minimum time horizon

7 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Provides an exposure to most of the shares in the index, allowing for individual share weightings to vary marginally from the index from time to time. The portfolio may invest in securities that have been or are expected to be included in the index. Derivatives are not used to leverage the portfolio.

Commencement date

5 December 2011

Bennelong Australian Equities

Description

This investment option is suitable for investors who:

- are primarily seeking capital growth from a portfolio of Australian stocks;
- are seeking some income via dividends and franking credits; and
- have a high tolerance for risk.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–10
Australian shares	100	90–100

Investment return objective

This investment option's objective is to grow the value of your investment over the long term via a combination of capital growth and income, by investing in a diversified portfolio of primarily Australian shares, providing a total return that exceeds the S&P/ASX 300 Accumulation Index by 2% p.a. after fees (measured on a rolling three year basis).

Minimum time horizon

5 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

The companies within the portfolio are primarily selected from, but not limited to, the S&P/ASX 300 Index. This investment option may invest in securities expected to be listed on the ASX. This investment option may also invest in securities listed, or expected to be listed, on other exchanges where such securities relate to ASX-listed securities. Derivative instruments may be used to replicate underlying positions on a temporary basis and hedge market and company-specific risks.

Commencement date

25 May 2015

The investment option invests in the underlying fund: Bennelong Australian Equities Fund.

BT Smaller Companies		
Description		
This investment option is suitable for investors who want the potential for long-term capital growth and tax-effective income, diversification across a broad range of smaller companies and industries and are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–20
Australian shares	100	80–100
New Zealand shares	0	0–10
Investment return objective		
This investment option aims to provide a return (before fees, costs and taxes) that exceeds the S&P/ASX Small Ordinaries Accumulation Index over the medium to long term.		
Minimum time horizon		
5 years		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Invests primarily in companies outside the top 100 listed on the Australian Securities Exchange. This investment option may also invest in equivalent companies listed on the New Zealand Stock Exchange, hold cash and may use derivatives.		
Commencement date		
25 May 2015		

The investment option invests in the underlying fund: BT Wholesale Smaller Companies Fund.

Fidelity Australian Equities		
Description		
This investment option is suitable for investors seeking exposure to a core Australian equities portfolio and who are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–10
Australian shares	100	90–100
Investment return objective		
To achieve returns in excess of the S&P/ASX 200 Accumulation Index over the suggested minimum time period of five to seven years.		
Minimum time horizon		
5 to 7 years		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Fidelity seeks out stocks that it believes are undervalued and likely to generate growth. The companies selected for the portfolio must demonstrate good management, strong competitive advantages and favourable industry dynamics.		
Commencement date		
25 May 2015		

The investment option invests in the underlying fund: Fidelity Australian Equities Fund.

Karara Capital Emerging Companies		
Description		
This investment option is suitable for investors seeking higher long-term returns and targeted exposure to the Australian, small cap equity market with a strong bias towards growth assets.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–15
Australian shares	100	85–100
Investment return objective		
This investment option aims to achieve returns (before fees, charges and taxes) that exceed the S&P/ASX Small Ordinaries Accumulation Index, over periods of three years or more.		
Minimum time horizon		
7 years		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Invests predominantly in a diversified portfolio of smaller companies in accordance with a disciplined Australian shares investment process.		
Commencement date		
25 May 2015		

Underlying investments are managed by Karara Capital.

OnePath Geared Australian Shares Index		
Description		
This is a geared investment option and is suitable for investors seeking a broad exposure to the Australian equity market and who are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–10
Australian shares	100	90–100
Investment return objective		
This investment option aims to achieve returns (before fees, charges and taxes) that magnify the S&P/ASX 300 Accumulation Index returns.		
Minimum time horizon		
5 years		
Standard Risk Measure		
Risk Band 7 – Very high		
For information about this measure see page 20.		
Investment strategy		
Invests capital and borrowings in a diversified portfolio of Australian shares. The share portfolio comprises approximately 300 of the largest companies (shares) listed on the Australian Securities Exchange (ASX). This investment option will hold most of the securities in the S&P/ASX 300 Index (Index), allowing for individual security weightings to vary marginally from the Index from time to time. This investment option may invest in securities that have been removed from or are expected to be included in the Index.		
Commencement date		
25 May 2015		

Underlying investments of the investment option are managed by Vanguard. Gearing magnifies both gains and losses and investors may experience increased volatility in the value of their investment. Refer to page 57 for additional information regarding OnePath Geared Australian Shares Index.

Perpetual Australian Shares		
Description		
This investment option is suitable for investors seeking the potential for long-term capital growth and income and who are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–10
Australian shares*	100	90–100
Investment return objective		
This investment option aims to provide long-term capital growth and regular income through investment in quality industrial and resource shares. This investment option aims to outperform the S&P/ASX 300 Accumulation Index (before fees and taxes) over rolling three year periods.		
Minimum time horizon		
5 years		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Perpetual researches companies of all sizes using consistent share selection criteria. Perpetual's priority is to select companies that represent the best investment quality and are appropriately priced. In determining investment quality, investments are carefully selected on the basis of four key investment criteria: conservative debt levels, sound management, quality business recurring earnings. Derivatives may be used in managing the this investment option.		
Commencement date		
25 May 2015		

The investment option invests in the underlying fund: Perpetual Wholesale Australian Share Fund

* This investment option invests primarily in shares listed on or proposed to be listed on any recognised Australian exchange but may have up to 20% exposure to shares listed on or proposed to be listed on any recognised global exchange. Currency hedges may be used from time to time.

Schroder Australian Equity		
Description		
This investment option is suitable for investors seeking exposure to the Australian equity market and who are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Australian and New Zealand shares	100	95–100
Investment return objective		
The objective of this investment option is to outperform the S&P/ASX 200 Accumulation Index over the medium to long term.		
Minimum time horizon		
5 years		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Invests in a portfolio of predominantly Australian and New Zealand equity securities. Schroders is a fundamental active manager that seeks to invest predominantly in growth stocks, where growth is defined as growing shareholder value over the longer term. The core of Schroders' investment philosophy is that corporate value creation, or the ability to generate returns on capital higher than the cost of capital, leads to sustainable share price outperformance in the long term.		
Commencement date		
25 May 2015		

The investment option invests in the underlying fund: Schroder Wholesale Australian Equity Fund.

UBS Australian Shares		
Description		
This investment option is best suited to investors who seek a well-diversified portfolio of securities listed on the Australian Stock Exchange.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Australian shares	100	95–100
Investment return objective		
This investment option aims to achieve returns (after costs but before fees and taxes) that exceed the S&P/ASX 300 Accumulation Index, over periods of at least three to five years.		
Minimum time horizon		
5 years		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Invests predominantly in a diversified portfolio of Australian shares selected in accordance with a disciplined investment process.		
Commencement date		
25 May 2015		

Underlying investments are managed by UBS Asset Management (Australia) Ltd.

UBS Select Leaders		
Description		
This investment option is suitable for investors seeking higher long-term returns and targeted exposure to the Australian equity market.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Australian shares	100	95–100
Investment return objective		
This investment option aims to achieve returns (after costs but before fees and taxes) that exceed the S&P/ASX 100 Accumulation Index by at least 4% p.a., over periods of five years or more.		
Minimum time horizon		
5 years		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Invests predominantly in a concentrated portfolio of Australian shares selected in accordance with a disciplined Australian shares investment process.		
Commencement date		
25 May 2015		

Underlying investments are managed by UBS Asset Management (Australia) Ltd.

UBS Sustainable Investments – Australian Shares

Description

This investment option is suitable for investors seeking higher long-term returns within a socially responsible investment framework, through investing in the Australian equity market.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Australian shares	100	95–100

Investment return objective

This investment option aims to achieve returns (after costs but before fees and taxes) that exceed the S&P/ASX 300 Accumulation Index, over periods of three to five years or more.

Minimum time horizon

5 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Invests predominantly in a diversified portfolio of Australian shares, selected in accordance with a detailed sustainable Australian shares investment process. As a general guideline both positive and negative screens are applied in the stock selection process.*

Commencement date

25 May 2015

Underlying investments are managed by UBS Asset Management (Australia) Ltd.

* Refer to page 59 for information about the sustainable investment process.

Australian Equity Income

Merlon Australian Share Income

Description

This investment option is intended to be suitable for investors seeking high levels of return, with a large proportion of returns coming from income with moderate volatility.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–10
Australian securities*	n/a	90–100

Investment return objective

This investment option aims to provide a higher level of tax effective income with a lower level of risk than the S&P/ASX 200 Accumulation Index, with the potential for capital growth and inflation protection over the medium to long term.

Minimum time horizon

5 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Merlon's investment approach is to build a portfolio of undervalued high dividend yielding companies and to then reduce some risk through the use of derivatives. Merlon aims for this investment option to be fully invested in large and mid-cap companies listed on Australian listed exchanges such as the ASX, which are selected based on Merlon's investment philosophy.

There are two elements to Merlon's investment philosophy:

Value: Merlon believes that stocks trading below fair value will outperform through time. Merlon measures value by sustainable free cash flow yield. Merlon views franking credits similarly to cash and takes a medium to long-term view.

Risk management: Merlon believes that the impact of risk associated with investing can be reduced through derivative based hedging strategies. By entering into a derivative contract whose value moves in the opposite direction to the underlying asset, the risk of a reduction in the value of the underlying asset can be cancelled out in part or in full. Derivative based hedging strategies may also have the potential to provide additional returns and may deliver beneficial tax outcomes.

Commencement date

25 May 2015

The investment option invests in the underlying fund: Merlon Wholesale Australian Share Income Fund.

* This investment option targets to be fully invested in shares for the purposes of earning dividend income and uses derivatives to reduce exposure to share market volatility to a typical range of 60-80%.

UBS Blue Chip Imputation		
Description		
This investment option is suitable for investors seeking higher long-term returns and income through investing in the Australian equity market with a strong bias towards income-producing shares.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Australian shares	100	95–100
Investment return objective		
This investment option aims to outperform the gross return of the S&P/ASX 100 Total Return Index (before investment fees and taxes) over periods of at least three to five years. This investment option also targets a gross dividend yield, including franking credits that exceeds the gross dividend yield of the benchmark, including franking credits.		
Minimum time horizon		
5 years		
Standard Risk Measure		
Risk Band 6 – High For information about this measure see page 20.		
Investment strategy		
Invests predominantly in a diversified portfolio of Australian companies which provide a relatively high level of franked income, and have been selected in accordance with a disciplined Australian shares investment process.		
Commencement date		
25 May 2015		

Underlying investments are managed by UBS Asset Management (Australia) Ltd.

International Equities

ANZ Smart Choice Global Smaller Companies		
Description		
Suitable for investors seeking broad exposure to global small companies shares and related investments and who are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
Global small companies shares	100	95–100
Investment return objective		
Seeks to match the return of the MSCI World ex-Australia Small Cap Net Total Return Index in Australian Dollars less fees, charges and taxes.		
Minimum time horizon		
7 years		
Standard Risk Measure		
Risk Band 6 – High For information about this measure see page 20.		
Investment strategy		
Has exposure to most of the shares in the index, allowing for individual share weightings to vary marginally from the index from time to time. The portfolio may invest in shares that have been or are expected to be included in the index. Derivatives are not used to leverage the portfolio.		
Commencement date		
25 May 2015		

ANZ Smart Choice International Equities (Hedged)

Description

This investment option is designed for investors who want to invest over the longer term with a high level of risk. It invests in international share markets. The foreign currency exposure will generally be hedged back to Australian Dollars.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
International shares	100	95–100

Investment return objective

This investment option seeks to match the return of the MSCI World ex-Australia Net Total Return Index (including income and capital appreciation) hedged to Australian dollars less fees, charges and taxes.

Minimum time horizon

7 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Provides exposure to most of the shares in the index, allowing for individual share weightings to vary marginally from the index from time to time. This investment option may invest in shares that have been or are expected to be included in the index.

Derivatives are not utilised to leverage the portfolio. The foreign currency exposure will generally be hedged back to Australian Dollars.

Commencement date

5 December 2011

ANZ Smart Choice International Equities (Unhedged)

Description

This investment option is designed for investors who want to invest over the longer term with a high level of risk. It invests in international share markets.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
International shares	100	95–100

Investment return objective

This investment option seeks to match the return of the MSCI World ex-Australia Net Total Return Index in Australian dollars less fees, charges and taxes.

Minimum time horizon

7 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Provides exposure to most of the shares in the index, allowing for individual share weightings to vary marginally from the index from time to time. This investment option may invest in shares that have been or are expected to be included in the index.

Derivatives are not utilised to leverage the portfolio.

Commencement date

25 May 2015

Arrowstreet Global Equity (Hedged)

Description

The investment option is suitable for investors seeking the potential for higher long-term returns than the benchmark across various market conditions, reduced exposure to foreign currency movements through currency hedging and who are prepared to accept higher variability of returns.

Asset allocation*

Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–5
International shares	n/a	95–100

Investment return objective

This investment option seeks to achieve a long-term total return (before fees and expenses) that exceeds the MSCI All Country World ex-Australia Index, in \$A hedged with net dividends reinvested.

Minimum time horizon

7 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Provides exposure to a diversified portfolio of global equities which may include securities listed in emerging markets as well as securities of small capitalisation companies by investing indirectly in the Arrowstreet Global Equity Fund. The Arrowstreet Global Equity Fund will not invest in 'tobacco' or 'controversial weapon' securities[^].

Arrowstreet Global Equity Fund is managed using an active, quantitative approach and stock selection modelling to evaluate securities on an integrated basis to exploit tactical opportunities across different factors, with the aim of controlling risk relative to its benchmark and maximising the likelihood of outperforming the benchmark.

Arrowstreet's investment approach uses forecasting models that combine the experience and judgement of Arrowstreet's investment team with quantitative analysis to forecast individual stock returns based on a diverse set of predictive factors. Arrowstreet Global Equity Fund may use derivatives to manage currency risk arising from differences in the currency weights of its investments compared to its benchmark.

The underlying fund's exposure to international assets is hedged by Macquarie Investment Management Global Limited back to Australian dollars.

Commencement date

25 May 2015

The investment option invests in the underlying fund: Arrowstreet Global Equity Fund (Hedged).

* The underlying investment option may invest in exchange-traded funds and may trade futures to gain exposure to international equity markets.

[^]# 'Tobacco' securities as defined by Global Industry Classification Standards and 'controversial weapon' securities as defined by MSCI, Inc.

MFS Global Equity

Description

This investment option is designed for investors seeking the potential for capital appreciation over the longer term by investing in a diversified portfolio of global shares (unhedged).

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	0	0–10
International equities	100	90–100

Investment return objective

This investment option aims to seek capital appreciation over the longer term by investing in a diversified portfolio of global shares (unhedged) and aims to outperform its benchmark (the MSCI World Index (with net dividends reinvested before fees) measured in AUD) over a full market cycle, before taking into account fees and expenses.

Minimum time horizon

5 years

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Companies with sustainable above-average growth and returns, and whose prospects are not reflected in their valuation, will outperform over the long run. The value of compounding high returns on capital and above-average growth rates over long time periods is often underestimated by the market.

Through fundamental analysis, MFS seeks to identify enduring businesses, focusing on operational risks and the long-term potential for change. MFS considers whether the valuation reflects the long-term growth and returns of the company, and to what extent it adequately incorporates risk.

Commencement date

25 May 2015

The investment option invests in the underlying fund: MFS Global Equity Trust.

Magellan Global*		
Description		
The investment option is suitable for investors seeking exposure to international shares and who are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–20
International shares	n/a	80–100
Investment return objective		
The primary objectives are to achieve attractive risk adjusted returns over the medium to long term, while reducing the risk of permanent capital loss.		
Minimum time horizon		
7 years or more		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Invests in outstanding companies at attractive prices, while exercising a deep understanding of the macroeconomic environment to manage investment risk. Magellan perceives outstanding companies to be those that are able to sustainably exploit competitive advantages in order to continually earn returns on capital that are materially in excess of their cost of capital. Magellan focuses on risk-adjusted returns rather than benchmark-relative returns; as a result, fund's investment process is designed to generate an unconstrained, concentrated portfolio of high quality companies. Magellan believes that an appropriately structured portfolio of 20 to 40 investments can provide sufficient diversification to ensure that investors are not overly correlated to any single company, industry-specific or macroeconomic risk.		
Commencement date		
25 May 2015		

The investment option invests in the underlying fund: Magellan Global Fund.

* This fund has a performance fee. Please refer to 'Performance-related fees' on page 7 of the Fees Guide.

Platinum International		
Description		
This investment option is suitable for investors seeking exposure to international shares and who are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–100
International shares	n/a	0–100
Investment return objective		
This investment option aims to provide capital growth over the long term by investing in undervalued companies from around the world.		
Minimum time horizon		
5 years or more		
Standard Risk Measure		
Risk Band 7 – Very high		
For information about this measure see page 20.		
Investment strategy		
Primarily invests in listed securities. This investment option will ideally consist of 70–140 securities that Platinum believes to be undervalued by the market. Cash may be held when undervalued securities cannot be found. Platinum may short sell securities that it considers overvalued. This investment option will typically have 50% or more net equity exposure. Derivatives may be used for risk management purposes and to take opportunities to increase returns. The underlying value of Derivatives may not exceed 100% of the Net Asset Value (NAV) of this investment option and the underlying value of long stock positions and Derivatives will not exceed 150% of the NAV of this investment option. This investment option's currency exposures are actively managed.		
Commencement date		
25 May 2015		

The investment option invests in the underlying fund: Platinum International Fund.

The principal investments in this investment option are international equities. This investment option may invest in bullion and other physical commodities, but the total value of such investments at the time of acquisition will not exceed 20% of the NAV of this investment option.

† Cash and cash equivalents typically represents less than 40% of this investment option's NAV.

Vontobel Global Shares		
Description		
The investment option is suitable for investors seeking higher long term returns through investing in the international equity market with a strong bias towards quality growth companies.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	0	0–5
International shares	100	95–100
Investment return objective		
This investment option aims to achieve returns (after costs but before fees and taxes) that exceed the MSCI World (excluding Australia) Net Total Return Index (unhedged and in AUD with net dividends reinvested), over periods of three years or more.		
Minimum time horizon		
5 years		
Standard Risk Measure		
Risk Band 6 – High		
For information about this measure see page 20.		
Investment strategy		
Invests predominantly in a diversified portfolio of international shares selected in accordance with a disciplined global shares investment process.		
Commencement date		
25 May 2015		

Underlying investments are managed by Vontobel.

Walter Scott Global Equity (Hedged)		
Description		
The investment option is suitable for investors seeking the potential for long-term compound returns with a focus on high quality businesses which offer high earnings growth, reduced exposure to foreign currency movements through currency hedging and who are prepared to accept higher variability of returns.		
Asset allocation		
Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–10
International shares	n/a	90–100
Investment return objective		
This investment option seeks to achieve a long-term total return (before fees and expenses) that exceeds the MSCI World ex-Australia Index, in \$A hedged with net dividends reinvested.		
Minimum time horizon		
7 years		
Standard Risk Measure		
Risk Band 7 – Very high		
For information about this measure see page 20.		
Investment strategy		
Provides exposure to a concentrated portfolio of global equities by investing in securities which, in Walter Scott's opinion, offer strong and sustained earnings growth by investing in the Walter Scott Global Equity Fund.		
Walter Scott Global Equity Fund is actively managed using a benchmark-unaware, fundamental, bottom-up and research-driven approach. The portfolio is constructed with a primary focus on stock-based analysis and a bias towards strong growth companies, which Walter Scott believes, are capable of generating high earnings growth. Walter Scott expects that on average, and based on long-term experience, 15 to 25 per cent or less of the stocks in the portfolio will be turned over each year, which reflects their long-term 'buy and hold' approach. Walter Scott Global Equity Fund may be exposed to derivatives to either obtain or reduce market exposures. It may also use foreign exchange spot contracts to facilitate settlement of stock purposes.		
This exposure to international assets is hedged by Macquarie Investment Management Global Limited back to Australian dollars.		
Commencement date		
25 May 2015		

The investment option invests in the underlying fund: Walter Scott Global Equity Fund (Hedged).

Emerging Market Equities

MFS Global Emerging Markets Shares			
Description			
This investment option is best suited to investors seeking a diversified portfolio of global emerging markets equity securities and related investments.			
Asset allocation			
Asset class	Benchmark (%)	Range (%)	
Cash	0	0–10	
International equities	100	90–100	
Investment return objective			
This investment option aims to achieve returns (after costs but before fees and taxes) that exceed the MSCI Emerging Markets Net Total Return Index (A\$ unhedged), over periods of three years or more.			
Minimum time horizon			
5 years			
Standard Risk Measure			
Risk Band 7 – Very High			
For information about this measure see page 20.			
Investment strategy			
Invests predominantly in a portfolio of international emerging markets shares selected in accordance with a disciplined, global shares investment process.			
Commencement date			
25 May 2015			

Underlying investments are managed by MFS.

Platinum Asia			
Description			
This investment option is suitable for investors seeking exposure to Asian share market opportunities and who are prepared to accept higher variability of returns.			
Asset allocation			
Asset class[#]	Benchmark (%)	Range (%)	
Cash [†]	n/a	0–100	
International shares	n/a	0–100	
Investment return objective			
This investment option aims to provide capital growth over the long term by investing in undervalued companies in the Asian region excluding Japan.			
Minimum time horizon			
5 years or more			
Standard Risk Measure			
Risk Band 7 – Very high			
For information about this measure see page 20.			
Investment strategy			
Primarily invests in the listed securities of Asian companies. Asian companies may list their securities on securities exchanges other than those in Asia and this investment option may invest in those securities. This investment option may invest in companies not listed in Asia but where their predominant business is conducted in Asia [^] . This investment option may invest in companies that benefit from exposure to the Asian economic region. This investment option will ideally consist of 50 to 100 securities that Platinum believes to be undervalued by the market. Cash may be held when undervalued securities cannot be found. Platinum may short sell securities that it considers overvalued. This investment option will typically have 50% or more net equity exposure. Derivatives may be used for risk management purposes and to take opportunities to increase returns. The underlying value of Derivatives may not exceed 100% of the Net Asset Value (NAV) of this investment option and the underlying value of long stock positions and Derivatives will not exceed 150% of the NAV of this investment option. This investment option's currency exposures are actively managed.			
Commencement date			
25 May 2015			

The investment option invests in the underlying fund: Platinum Asia Fund.

[#] The principal investments of this investment option are international equities. This investment option may invest in bullion and other physical commodities, but the total value of such investments at the time of acquisition will not exceed 20% of the NAV of this investment option.

[†] Cash and cash equivalents typically represents less than 40% of this investment option's NAV.

[^] Platinum defines "Asia" as all countries that occupy the eastern part of the Eurasian landmass and its adjacent islands and is separated from Europe by the Ural Mountains, and includes the Russian Far East and companies based in China, Hong Kong, Taiwan, Korea, Malaysia, Singapore, India, Thailand, Indonesia, Philippines, Sri Lanka, Pakistan and Vietnam.

Alternatives

OnePath Alternatives Growth[†]

Description

This investment option is suitable for investors seeking high total return over a medium to long term period and who are prepared to accept higher variability of return.

Asset allocation

Asset class	Benchmark (%)	Range (%)*
Cash	0	0–20
Alternatives Assets*	100	80–100

Investment return objective

This investment option aims to produce a portfolio that seeks to outperform the Bloomberg AusBond Bank Bill Index.

Minimum time horizon

5 years or more

Standard Risk Measure

Risk Band 6 – High

For information about this measure see page 20.

Investment strategy

Provides a multi-manager solution that seeks to provide returns with low correlation to equity markets by investing in a portfolio of alternative investment strategies. The multi-manager portfolio is designed to deliver more consistent, and diversified sources of returns than would be achieved if investing with a single manager.

Commencement date

25 May 2015

The investment option invests in the following underlying funds: GMO Systematic Global Macro Trust, Bentham Syndicated Loan Fund, Fulcrum Diversified Absolute Return Fund and Man AHL Alpha (AUD) Fund.

[†] This fund has a performance-related fee. Please refer to 'Performance-related fees' on page 7 of the Fees Guide.

* Underlying funds may hold cash inside their portfolios.

RARE Infrastructure Value*

Description

This investment option is suitable for investors seeking regular and stable income and capital growth from a portfolio of global listed infrastructure securities.

This investment option is suitable for investors who are prepared to accept higher variability of returns.

Asset allocation

Asset class	Benchmark (%)	Range (%)
Cash	n/a	0–20
Global listed infrastructure securities	n/a	80–100
Unlisted infrastructure	n/a	n/a

Investment return objective

This investment option aims to provide investors with regular and stable income, comprised of dividends, distributions and interest plus capital growth from a portfolio of global infrastructure securities. This investment option targets an absolute annual return of 5.5% above the OECD G7 Inflation rate.

Minimum time horizon

5 years

Standard Risk Measure

Risk Band 7 – Very high

For information about this measure see page 20.

Investment strategy

RARE intends to invest the assets of this investment option in securities which offer positive absolute returns, rather than selecting securities because they are included in a particular industry standard index. The portfolio is comprised of 30–60 stocks drawn from an investment universe of over 200 stocks under research by our team. The assets of the companies in which we invest are predominantly located in emerging markets, but we can invest up to 25% of the portfolio in infrastructure securities in developing markets.

Commencement date

25 May 2015

The investment option invests in the following underlying fund: RARE Infrastructure Value Fund – Hedged.

Legg Mason Asset Management Australia Limited, as responsible entity of the underlying fund, has appointed RARE Infrastructure Limited as the investment manager of the underlying fund. In limited circumstances, it may invest in securities which are not yet listed on a securities exchange but are expected to be listed within the next 12 months.

* This investment option has a performance-related fee. Please refer to 'Performance-related fees' on page 7 of the Fees Guide.

CHOOSE YOUR OWN INVESTMENTS – INVESTMENT MANAGER PROFILES

**Australia and New Zealand
Banking Group Limited**
ABN 11 005 357 522



Australian financial services licence number 234527

Established 1835

Deposit funds under management A\$449.6 billion
(as at 30 September 2016)

ANZ Wealth is a specialist division of ANZ that provide insurance, investment and superannuation solutions to make it easier for customers to connect with, protect and grow their wealth. Our investment team manages \$32.4 billion of clients' funds as at 30 September 2017.

Our investment philosophy is centred on the core principle that asset allocation is the primary driver of investment return and risk. The first line of defence in any cogent investment process is a well-diversified long term/strategic benchmark of market exposures across a diversified and carefully selected set of asset classes. We believe that markets are not perfectly efficient and that by superior active management we can, over the long run, add value to clients' investments. Active management can add value both at the asset allocation and stock selection levels. As an investment manager, our key objective is to add value to our clients by delivering reliable returns over the medium and long term at an acceptable level of risk, rather than short-term returns which cannot be sustained.

ANZ is one of the 5 largest listed companies in Australia and number one bank in New Zealand with market capitalisation of AU\$93.4b and total assets of A\$896.5 billion as at 31 March 2017. ANZ operates in 34 markets across Australia, New Zealand, Asia, Pacific, Europe, America and the Middle East. Our ~46,000 staff serve retail, commercial and institutional customers through consumer and corporate offerings in our core markets, and regional trade and capital flows across the region.

**Bennelong Australian
Equity Partners**
ABN 69 131 665 122



Established July 2008

Funds under management A\$6.0 billion
(as at 30 June 2017)

Bennelong Australian Equity Partners (BAEP) is a boutique asset manager offering Australian equities solutions for institutional and retail clients. The business was founded in 2008 in partnership with Bennelong Funds Management.

BAEP's investment philosophy is to favour high quality, strongly growing companies. In particular, it is focused on those companies it believes have the earnings strength to deliver against, or potentially exceed, the market's expectations of its future earnings prospects. BAEP's

investment process entails undertaking an extensive program of company meetings and other industry contact. This is aimed at identifying opportunities through on-the-ground research where a company's prospects are better than perceived by the market and as reflected in a company's stock price. Fundamentally, BAEP's research and analysis is predominantly focused on stock specifics, but it is also supported with quantitative and macroeconomic insights. BAEP typically constructs high conviction portfolios that entail consideration to the risk-return fundamentals of the individual stocks and overall portfolio.

**BT Investment Management
(Institutional) Limited**
ABN 17 126 390 627



Established 2007

Funds under management A\$95.8 billion*
(as at 30 September 2017)

BT Investment Management (Institutional) Limited (BTIM) combines a strong institutional platform with an investment-led culture to achieve strong risk-adjusted returns for its investors. BTIM offers investors a range of investment choices including Australian shares and property securities, fixed income and cash, absolute return investments, international shares and property securities. To complement its in-house expertise, BTIM also partners with leading global and domestic managers.

BTIM follows a 'multi-boutique' business model, where teams of investment professionals focus exclusively on asset management, while distribution, compliance, business and general management functions are delivered centrally.

The model is designed to provide the best of both worlds. Fund managers operate in a boutique environment where they maintain full autonomy over their investment approaches and share in the economic value that they create for clients, combined with the strength of a significant institution with a strong operational platform (brand, distribution, compliance, sales and marketing, back office). Boutiques also share information, giving each the benefit of expert views from other asset classes.

BT Investment Management is one of the largest ASX-listed pure investment managers (ASX:BTT), with a market capitalisation of around \$3.6 billion and funds under management of \$95.8 billion* as at 30 September 2017.

* Includes J O Hambro Capital Management assets under management.

Bentham Asset Management Pty Ltd
ABN 92 140 833 674



Established 2010

Funds under management A\$8.47 billion
(as at 30 June 2017)

Bentham Asset Management Pty Limited (Bentham) is a specialist fixed interest and credit investment manager. Bentham actively manages a number of high yielding funds with varying risk profiles. The portfolios are designed to generate income while diversifying risk in global credit markets. Bentham's goal is to deliver higher income to investors than can generally be achieved in traditional fixed interest and equity markets.

The founders of Bentham previously worked together as part of the Credit Investment Group of Credit Suisse Alternative Capital, Inc. New York. They are still managing the same funds.

Bentham's investment philosophy is based on a strong credit culture and a systematic investment process, with a focus on the preservation of principal and protection against downside risk.

Fidelity International
ABN 33 148 059 009



Established 1969

Funds under management A\$400.2 billion
(as at 30 September 2017)

Established in 1969, Fidelity International offers world class investment solutions and retirement expertise. As a privately owned, independent company, investment is our only business. We are driven by the needs of our clients, not by shareholders.

Our vision is to deliver innovative client solutions for a better future. We have one of the largest global research capabilities with over 400 investment professionals around the world. Building on active, bottom-up research, we create the competitive advantage that is able to deliver superior returns for our clients.

We invest A\$414.5 billion globally on behalf of clients in Asia-Pacific, Europe, the Middle East, and South America. We are responsible for A\$134.1 billion in assets under administration (As at 31 December 2017).

Fulcrum Asset Management LLP



Established 2004

Funds under management A\$8.5 billion
(as at 30 June 2017)

Fulcrum is an independent investment manager founded in 2004, with a core focus on global, multi-asset investing across liquid markets.

Headquartered in London with additional offices in New York and Frankfurt, the firm is defined by the strength of its research and disciplined investment approach.

Fulcrum manages both absolute return and relative return strategies across all of the major liquid asset classes globally. Our approach combines fundamental and behavioural research teams with investment specialists in equities, bonds, commodities and currencies.

The investment process is driven by the Fulcrum Investment Team who have a deep market knowledge and experience gained across numerous economic cycles and environments. Our process and philosophy is designed to deliver stable outcomes for investors, regardless of the direction of global financial markets.

Fulcrum has been managing assets for Australian institutions since 2012 and manages over \$2.5 billion on behalf of Australian institutions and clients.

GMO
ABN 30 071 502 639



Established 1977

Funds under management A\$95 billion
(as at 30 September 2017)

GMO is an independent US investment management firm based in Boston, with offices in San Francisco, London, Singapore, Amsterdam and Sydney.

Established in 1977, GMO is owned by its staff and investment management is its only business. It has in excess of \$100 billion under management worldwide (as at 30 June 2017). GMO Australia Limited was established in 1995 and is responsible for managing the group's Systematic Global Macro portfolios, in addition to servicing Australian clients invested in global and emerging shares and bonds, hedge funds, asset allocation products.

Kapstream Capital Pty Limited
ABN 19 122 076 117



Established 2006

Funds under management A\$10.6 billion
(as at 30 June 2017)

Kapstream is a global fixed income manager providing absolute return investment strategies.

Kapstream seeks to achieve superior results by stepping beyond the traditional core manager approach and targeting an absolute return, using a wide range of instruments, including derivatives, to exploit market inefficiencies across the full spectrum of global fixed income markets.

Karara Capital
ABN 34 134 075 157



Established 2007

Funds under management A\$3.8 billion
(as at 30 September 2017)

Karara Capital is a specialist investment manager focusing on the active management of funds investing in Australian equities.

Established in 2007 by its three executive Directors, who between them have built a successful record of managing Australian equities spanning 30 years. Supporting them is a team of experienced investment professionals.

Karara brings together like-minded investors within an aligned, performance-focused environment. As an independent, wholly staff owned company Karara is free to invest in a purely objective fashion.

Its belief is that a small, self-determining team is best positioned to build a strong and durable investment culture.

Legg Mason Asset Management
Australia Limited
ABN 76 004 835 849



Established 1987

Funds under management \$56 billion (at 31 December 2017) and US\$992 billion (global assets under management at 31 March 2017).

Legg Mason Australia is part of Legg Mason, Inc. ("Legg Mason"), one of the world's largest investment management groups. Listed on the New York Stock Exchange, Legg Mason comprises a group of independent global investment managers with differentiated expertise across the full spectrum of asset classes.

Operating from Sydney and Melbourne, Legg Mason Australia has had an established presence in Australia since 1954. Clients include corporate funds, industry funds, charities, endowments, universities, retail banks, private banks, insurance companies, SMSFs and private investors.

Martin Currie Australia (a division of Legg Mason Australia) is the investment manager of the Fund. Martin Currie Australia benefits from the resources, oversight and support of Martin Currie Investment Management, an active specialist equity investment manager headquartered in Edinburgh, Scotland. Founded in 1881, it has been a part of the Legg Mason group since 2014 and has a significant presence in Australia through Martin Currie Australia, dating back to 1954.

Martin Currie believes a stock-focused approach, driven by in-depth fundamental research and skilled portfolio construction, is the best way to exploit market inefficiencies and generate consistent outperformance. They achieve this through a highly disciplined research process that scrutinises and identifies those companies that meet their rigorous selection criteria. By making the connections others often miss, they aim to construct portfolios to deliver attractive, consistent risk-adjusted returns.

Macquarie Investment
Management Australia
Limited ABN 55 092 552 611

Established 1999

Funds under management A\$313 billion
(as at 30 September 2017)

Macquarie Investment Management Australia Limited, the responsible entity of the Arrowstreet Global Equity Fund (Hedged) and Walter Scott Global Equity Fund (Hedged), has appointed Macquarie Investment Management Global Limited to implement the currency hedging for the funds.

Both entities form part of Macquarie Group's investment management business, Macquarie Investment Management.

The Arrowstreet Global Equity Fund (Hedged) invests indirectly in the Arrowstreet Global Equity Fund, managed by Arrowstreet Capital Limited Partnership (Arrowstreet), an independent private partnership that serves as a discretionary institutional global equity manager. Arrowstreet was founded in June 1999 and its principal place of business is in Boston, Massachusetts.

The Walter Scott Global Equity Fund (Hedged) invests in the Walter Scott Global Equity Fund, managed by Walter Scott & Partners Limited (Walter Scott), a global investment manager established in 1983 in Edinburgh, Scotland. Walter Scott is a classical, fundamental, long-term growth manager with a wealth of experience managing global equities portfolios.

Magellan Asset
Management Limited
ABN 31 120 593 946



Established 2006

Funds under management A\$58.8 billion
(as at 31 January 2018)

Magellan Asset Management Limited ('Magellan') is an Australian based manager specialising in international equities and global listed infrastructure. Magellan is the sole operating subsidiary of Magellan Financial Group Limited (ASX code: MFG), a company listed on the Australian Securities Exchange.

Magellan perceives outstanding companies to be those that are able to sustainably exploit competitive advantages in order to continually earn returns on capital that are materially in excess of their cost of capital. Magellan conducts macroeconomic analysis and risk management to construct portfolios that aim to generate attractive returns over the medium to long term and seeks to invest in a way that reduces the risk of permanent capital loss.

Man Investments
Australia Limited
ABN 47 002 747 480



Established 1783

Funds under management A\$131.9 billion
(as of 30 September 2017)

Man Investments Australia is a part of Man Group plc ('Man'). Established in 1783, Man is an active investment management firm focused on delivering performance and client solutions through its five investment management businesses: Man AHL;

Man Numeric; Man GLG; Man FRM and Man Global Private Markets. Man Group's investment management businesses provide long only, alternative and private markets products on a single and multi-manager basis, leveraging the firm's robust infrastructure to provide a diverse range of strategies across investment approaches, styles and asset classes.

Man AHL ('AHL'), a division of Man Group, employs professionals in investment management, research, operations and trade execution. In addition to a proven investment philosophy and dedicated team of investment specialists, AHL owes much of its successes to its finely tuned trading and implementation infrastructure and its unrivalled research abilities. As at 30 September 2017, AHL managed approximately A\$27.4 billion billion in assets.

**Merlon Capital
Partners Pty Ltd
ABN 94 140 833 683**



Established 2010

Funds under management A\$1.35 billion
(as at 30 June 2017)

Merlon is a boutique fund manager based in Sydney, Australia, specialising in equity income strategies. Merlon commenced operation in May 2010, with the objective of providing high quality, tailored investment management services to investors.

Prior to establishing Merlon, the majority of the principals worked together at Challenger Limited. Merlon's investment approach is to build a portfolio of undervalued high dividend yielding companies and to then reduce some risk through the use of derivatives. Merlon aims for the Fund to be fully invested in large and mid-cap companies listed on the ASX, which are selected based on Merlon's investment philosophy.

MFS® Investment Management



Established 1924

Funds under management A\$603 billion
(as at 30 September 2017)

MFS International Australia Pty Ltd ("MFS Australia") and MFS Institutional Advisors, Inc. ("MFSI") are members of the MFS Investment Management group of companies ("MFS").

MFS Australia and MFSI are subsidiaries of Massachusetts Financial Services Company, which is in turn a member of the Sun Life Financial group of companies. MFS is an active, global asset manager with a uniquely collaborative approach to building better insights for clients. These insights are derived from three guiding principles – integrated research, global collaboration, and active risk management. The firm believes the application of these principles and the combined insights across fundamental equity, quantitative and credit perspectives is what enables it to deliver sustainable, long-term returns for clients.

**Perpetual Investment
Management Limited
ABN 18 000 866 535**



Established 1971

Funds under management A\$31.0 billion
(as at 30 September 2017)

Perpetual Investment Management Limited (Perpetual Investments) is one of Australia's leading investment managers. Perpetual Investments is part of the Perpetual Group, which has been in operation for over 130 years. By employing some of the industry's best investment specialists and applying a proven investment philosophy, Perpetual Investments has been able to help generations of Australians manage their wealth.

**PIMCO Australia Pty Ltd
ABN 54 084 280 508**



Established 1998

Funds under management A\$39.2 billion
(as at 30 June 2017)

PIMCO is one of the largest global investment solutions providers in the world, with more than A\$2.1 trillion in assets under management globally and more than 2,000 employees in offices around the world. In Australia, PIMCO manages over \$39 billion in assets under management for a wide range of clients including superannuation funds, insurance companies, corporations, dealer groups and family offices. PIMCO also provide investment solutions and advisory services to financial planners, advisers and private banks where their strategies appear on numerous model portfolios, investment wrap vehicles and approved product lists across Australia.

**Platinum Investment
Management Limited
ABN 25 063 565 006**



Established 1994

Funds under management A\$27.0 billion
(as at 30 November 2017)

Platinum Investment Management Limited, trading as Platinum Asset Management (Platinum) is an Australian based investment manager specialising in international equities. Platinum manages approximately \$27.0 billion (as at 30 November 2017) with around 8% of funds from investors in New Zealand, Europe, America and Asia. Platinum's investment methodology is applied with the aim of achieving absolute returns for investors. Platinum is a fully owned subsidiary of Platinum Asset Management Limited ABN 13 050 064 287, a company listed on the Australian Securities Exchange. Platinum staff have relevant interests in the majority of Platinum Asset Management Limited's issued shares.

RARE Infrastructure Limited
ABN 84 119 339 052



Established 2006

Funds under management A\$5.5 billion
(as at 30 June 2017)

RARE Infrastructure Limited (RARE) is an investment management company focused exclusively on global listed infrastructure. Their philosophy is to provide investors with a high quality portfolio of listed infrastructure securities, managed by an experienced team of investment specialists.

RARE's investment and risk management approach is reflected in its name – Risk Adjusted Returns to Equity with the purpose of building and managing portfolios that exhibit attractive risk/return characteristics, liquidity and superior medium to long-term returns. RARE has developed a solid track record as one of the of the largest listed infrastructure managers globally.

Schroder Investment Management Australia Limited
ABN 22 000 443 274



Established 1961

Funds under management A\$41.5 billion
(as at 30 September 2017)

Schroders is one of the world's largest, most diverse and independent investment managers, providing investment management, research and marketing services from offices located in 27 countries. It is a publicly listed UK company and has origins in banking and finance that trace back over 200 years.

As at 30 June 2017, Schroders managed over A\$708.2 billion on behalf of clients around the globe. Schroders in Australia is a wholly owned subsidiary of Schroders plc. The Australian firm was established in 1961 and its domestic research and investment teams are an integral part of Schroders global network. Schroders in Australia has a product range including Australian equities, global equities, fixed income and multi-asset capabilities.

SG Hiscock & Company Ltd
ABN 51 097 263 628



Established 2001

Funds under management A\$2.2 billion
(as at 30 June 2017)

SG Hiscock & Company (SGH) is a boutique investment manager, established in August 2001. The highly experienced principals were formerly employed at National Asset Management (NAM), a \$17 billion subsidiary of National Australia Bank. The team has worked together since 1995 and use their trademarked investment style (ValueActive™). SGH has a broad range of funds and a mix of some of the largest wholesale clients in Australia as well as a large number of high net worth and retail clients who predominantly invest through financial planners and platforms.

UBS Asset Management (Australia) Ltd
ABN 31 003 146 290



Established 1985

Funds under management A\$910 billion
(as at 31 March 2017)

UBS Asset Management (Australia) Ltd, a business division of UBS AG, is a large-scale asset manager with businesses well-diversified across regions, capabilities and distribution channels. It has invested assets of some \$910 billion and is located in 22 countries at 31 March 2017. UBS Asset Management (Australia) Ltd offers investment capabilities and styles across all major traditional and alternative asset classes to private clients, financial intermediaries and institutional investors around the globe. These include equities, fixed income, currency, hedge funds, real estate and infrastructure; which can be combined into multi-asset strategies.

In Australia, the firm was established in 1985 and has invested assets of \$47.6 billion at 31 March 2017. UBS Asset Management offers a range of domestic equities, fixed income and multi-asset capabilities while accessing international traditional and alternative solutions.

Vontobel
Established 1924



Assets under management A\$165.3 billion
(as at 31 December 2017)

Vontobel Asset Management is a global, active, multi-boutique asset manager with Swiss roots and investment teams located around the globe. Drawing on outstanding investment talent and a strong performance culture, each boutique is driven by the aim of delivering a market leading offering in their respective asset classes. As of 30 June 2017, Vontobel Asset Management had A\$132 billion in assets under management.

Vontobel's investment expertise is rooted in its passion for active asset management. The Firm has built a successful track record by taking a common sense investment approach: seek high quality growth at sensible prices to generate consistently attractive risk-adjusted long term performance with less than benchmark risk.

5. HOW SUPER IS TAXED

Tax law in relation to super is complex and the information provided has been prepared as a guide only and does not represent personal taxation advice. Please see your tax adviser for independent tax advice taking into account your individual circumstances.

Generally, the tax paid in a super fund is lower than the tax that would be paid on an investment outside of super, which is why super can be a tax-effective way to grow your retirement savings.

Your super may be taxed:

- when contributions are made
- while your super is invested; or
- when you withdraw from super.

WHAT TAX APPLIES ON CONTRIBUTIONS AND ROLLOVERS?

Contribution type	Tax
Employer contributions (including SG) Salary sacrifice contributions	
Personal contributions for which a tax deduction will be claimed	15%*
Untaxed element of a rollover	15%
Personal contributions for which no income tax deduction will be claimed Spouse contributions Government co-contributions	Nil
Tax-free or taxed element of a rollover	Nil

* An additional 15% tax (Division 293 tax) may apply if your income for this purpose exceeds \$250,000 (for the 2017/18 financial year) in a financial year. Also, if your adjusted taxable income is lower than \$37,000 (for the 2017/18 financial year) per year, you may be eligible for the Low income superannuation tax offset (which is an amount equal to 15% of your concessional contributions for the year) up to a maximum of \$500. For more information speak to your financial planner or visit the ATO website.

CAN YOU CLAIM A TAX DEDUCTION FOR CONTRIBUTIONS?

Generally, individuals up to age 75 will be allowed to claim an income tax deduction for personal superannuation contributions made from 1 July 2017, subject to meeting the work test for those aged 65 to 74. This effectively allows most individuals, regardless of their employment situation, to make concessional contributions up to the cap.

Before you can claim the deduction you will need to lodge a valid notice with us (such as a 'Notice of intent to claim or vary a deduction for personal super contributions' form available at anz.com/superinsights or from the ATO website) and we must acknowledge that we have received and accepted your notice (conditions apply). Please contact Customer Services or the ATO for more information.

A tax deduction for personal contributions may only be claimed on a proportional basis where we receive a 'Notice of intent to claim a tax deduction for super contributions' form after we have paid a partial withdrawal or rollover. You cannot submit a notice to claim a deduction for contributions that have been used in whole or part to start a pension, or if you have already lodged your tax return for that year (other conditions apply). Please see your tax adviser to determine your eligibility to claim a tax deduction.

WHAT ARE THE SUPER CONTRIBUTIONS CAPS?

Due to the concessional tax treatment of super, limits known as 'contributions caps' apply to super contributions.

Concessional contributions cap

Concessional contributions include employer contributions (e.g. SG and salary sacrifice contributions), personal contributions for which a tax deduction is to be claimed and certain third party contributions.

An annual cap on concessional contributions applies on a financial year basis. The cap is \$25,000 for the 2017/18 financial year. Please refer to the table on page 7 for more information.

Non-concessional contributions cap

Non-concessional contributions include:

- personal contributions for which no tax deduction has been allowed
- spouse contributions.

Please refer to the table on page 7 for more information.

WHAT ARE THE TAX CONSEQUENCES OF EXCEEDING THE CONTRIBUTIONS CAPS?

It's important to be aware that there are tax implications if the contributions caps are exceeded.

Please refer to the table on page 7 for more information.

What are the tax consequences of exceeding the contributions caps?

Excess contributions	Concessional contributions	Non-concessional contributions
Tax on amounts over cap	Excess concessional contributions are included in your assessable income and taxed at your marginal tax rate less a 15% tax offset. Interest charges also apply to account for the deferral of tax. You may elect to release up to 85% of your excess concessional contributions from a nominated super fund.	You can choose how the excess is taxed: <ul style="list-style-type: none"> You may elect to release your excess non-concessional contributions and 85% of associated earnings from a nominated super fund. The full associated earnings amount will be included in your assessable income and taxed at your marginal tax rate less a 15% tax offset. Generally, if you do not elect to release your excess non-concessional contributions, the excess amount will be taxed at the highest marginal rate plus the medicare levy.
Other consequences	Excess concessional contributions that you have not elected to release will count towards your non-concessional contributions cap.	You may not be eligible for the government co-contribution or your spouse may not be eligible for the spouse contributions tax offset, for spouse contributions made on your behalf, for that year.

You should monitor the amount of contributions to your super to ensure that you do not exceed the caps that apply to you.

TAX ON INVESTMENT EARNINGS

Investment earnings are taxed at a rate of up to 15% in your ANZ Smart Choice Super accounts. However, the tax rate may be effectively reduced by franking credits, foreign tax offsets and concessionally taxed capital gains.

WHAT TAX APPLIES WHEN YOU WITHDRAW YOUR SUPER?

When you are eligible to access your super you may take it as either a lump sum withdrawal or use it to purchase a regular income stream. Please see 'Accessing your super' on page 9.

For lump sum withdrawals

Age 60 or over

A lump sum withdrawal from your super account is tax-free if you are aged 60 or over.

Under age 60

Your benefit will generally consist of two components – taxable and tax-free. You are required to draw down proportionately from these components. Tax is not payable on the portion of the lump sum payment made from the tax-free component of your benefit.

The table below shows the maximum rates of tax payable on the taxable component of lump sum withdrawals.

Your age	Maximum rate of tax (including the Medicare Levy of 2%)
Preservation age to age 59 (inclusive)	Amount up to low rate cap* 0%
	Amount over low rate cap* 17%
Under preservation age	Whole amount 22%

* The low rate cap for the 2017/18 financial year is \$200,000 (may be indexed but in \$5,000 increments only).

Withholding tax rates for temporary residents

Withholding tax rates apply on Departing Australia Superannuation Payment (DASP) benefits cashed out by former temporary residents on permanent departure from Australia.

Rates currently in effect are:

- tax-free component – no tax payable
- taxable component (taxed element) – taxed at 35%[†]; and
- taxable component (untaxed element) – taxed at 45%[†].

[†] A tax rate of 65% applies to Working Holiday Makers.

How is your super taxed if you are permanently disabled?

Any benefits paid as a result of permanent disablement may be paid as a lump sum or an income stream and taxed in accordance with the tax rules for lump sum payments and income stream payments. The tax-free component may be increased if your payment qualifies as a lump sum disability super benefit.

How is your super taxed if you are temporarily disabled?

Any benefits paid to you as a result of temporary disablement are paid as a non-commutable income stream (and not as a lump sum payment). Payments received form part of your assessable income and will be taxed at your marginal tax rate.

Tax-free terminal medical condition benefit payments

Tax and superannuation laws allow members who have a 'terminal medical condition' (as defined under these laws) to receive their lump sum payments tax free.

A terminal medical condition payment to another superannuation or pension fund is not a rollover superannuation benefit for taxation purposes and is assessed against the non-concessional contributions cap. You should speak to a financial planner for further information on terminal medical condition payments as consequences may apply.

How is your super taxed in the event of your death?

The tax treatment of death benefits depends on whether a dependant or non-dependant or the estate or a combination of both receives the benefit.

What if your super is paid to a dependant?

A death benefit may be paid to a dependant in the form of a lump sum or an income stream (conditions apply), or a combination of both.

A death benefit lump sum paid to a death benefits dependant is tax-free. A death benefits dependant includes a spouse*, former spouse, child under 18 years of age, or someone who had an interdependency relationship with, or was financially dependent on the deceased at the time of death.

Where either the deceased or the death benefit beneficiary is age 60 or over, a death benefits income stream will be tax-free. Where both the deceased and the death benefit beneficiary are under age 60, the death benefits income stream will generally consist of two components, taxable and tax-free.

Tax is not payable on the tax-free component. Generally, the taxable component will be taxed at the beneficiary's marginal tax rate. A 15% tax offset may be available.

* Your spouse includes any person (whether of the same sex or different sex) within whom you are in a registered civil union or domestic relationship or who, whether or not legally married to you, lives with you on a genuine domestic basis in a relationship as a couple.

What if your super is paid to a non-dependant?

A lump sum death benefit paid to a person who is not classified as a death benefits dependant will generally consist of taxable and tax-free components.

No tax is payable on the tax-free component. The taxable-taxed element will generally be taxed at a maximum rate of 17% (including Medicare levy of 2%). Where life insurance cover was in force at the date of death, the benefit may also include a taxable component untaxed element which will be taxed at a maximum rate of 32% (including Medicare levy of 2%).

Special tax concessions apply to lump sum death benefits paid in respect of a person who dies in the line of duty as a member of the Defence Force, member of the Australian Federal Police or the police force of a State or Territory, or as a protective services officer. A non-dependant who receives a lump sum death benefit in these circumstances is taxed as if they were a death benefits dependant.

What if your super is paid to your estate?

A lump sum payment to your estate will be taxed depending on whether the ultimate recipient is a death benefits dependant or not. Your estate is responsible for tax arrangements when your estate pays the benefit to your beneficiary(ies). The Medicare levy does not apply for payments from an estate.

Why is it important to provide your Tax File Number (TFN)?

You are not obligated to provide your TFN and declining to quote your TFN is not an offence. However, if you do not provide your TFN you could be subject to the following:

- you could pay additional tax on concessional contributions (an additional 32%)
- we will be unable to accept member contributions
- you could miss out on any government contributions (if eligible)
- you will not be able to split your eligible contributions with your spouse
- you may not be able to continue your membership if only insurance cover is held, i.e. without an account balance
- You may incur additional tax on benefit payments.

We are authorised to collect your TFN under super laws.

If you do decide to provide your TFN we:

- will only use it for legal purposes, including finding or identifying your super benefits where other information is insufficient, calculating tax on any contributions or payments you may be entitled to and providing information to the ATO, such as reporting details of contributions for the purposes of the government contribution, lost member reporting and monitoring of contributions caps
- may provide your TFN to the trustee of another super fund or Retirement Savings Account (RSA) provider where the trustee or provider is to receive your transferred benefits in the future. However, we will not pass your TFN to the other trustee or RSA provider if you tell us in writing that you do not want us to pass it on.

The purposes for which we can use your TFN and the consequences of not providing it can change in the future as a result of changes to the law.

How can your TFN be provided to us?

You can provide your TFN by logging into ANZ Internet Banking and selecting your ANZ Smart Choice Super account or by contacting Customer Services on 1800 249 996.

Incorrect TFNs

The ATO may notify us of any incorrect TFNs we have recorded on our system. If your TFN is incorrect, we will endeavour to contact you and/or your employer or financial planner (where authorised) to request a correct TFN. If we are unable to obtain a correct TFN for you:

- the incorrect TFN will be removed from our system
- you may be charged 'no TFN-quoted contributions tax' on concessional contributions
- we may be required to refund any personal contributions; and
- you will receive a notice from the ATO advising that we hold an incorrect TFN for you and what the tax consequences of this may be for you.

In some circumstances, the ATO may provide us with a corrected TFN, which we will then update on your account. Alternatively, based on the information supplied, the ATO may not be able to confirm whether the TFN we hold for you is correct or not. In this situation, we may contact you, your

employer or your financial planner (where authorised) to confirm the details provided.

CHANGES TO SUPERANNUATION AND TAXATION LAWS

The measure for individuals to make catch-up concessional contributions, as legislated from the 2016/17 Federal Budget, commences from 1 July 2018. This measure provides the ability for individuals with a total superannuation balance under \$500,000 to make catch-up concessional contributions up to the sum of their unused concessional cap amounts carried forward on a rolling basis for a period of 5 consecutive years. Unused concessional cap amounts can be carried forward from 1 July 2018 and used from 1 July 2019.

Further changes to superannuation and taxation laws, announced in the 2017/18 Federal Budget, have been legislated and are now law.

These changes include:

First Home Super Saver Scheme

From 1 July 2017, individuals can make voluntary contributions to their super fund to save for a first home. Couples, siblings or friends can each access the scheme and combine savings to purchase or construct a first home.

Voluntary contributions that can be made under the First Home Super Saver Scheme (FHSSS) include:

- Concessional contributions – including salary sacrifice and personal deductible contributions.
- Non-concessional contributions – personal after-tax contributions where no tax deduction has been claimed.

The maximum amount of voluntary contributions that may be made under the scheme is \$15,000 per financial year or \$30,000 in total. Eligible FHSSS contributions must be within the concessional or non-concessional contributions caps.

From 1 July 2018, eligible individuals may apply to the ATO for a First Home Super Saver (FHSS) determination to release up to:

- 85% of eligible concessional contributions
- 100% of eligible non-concessional contributions
- Associated earnings calculated on these contributions using a deemed rate of return.

The ATO will be responsible for determining the eligibility of a person seeking a release, calculating the maximum release amount and instructing super funds to make payments. Super funds must generally comply with a release authority.

Individuals will need to include an assessable amount consisting of 85% of eligible concessional contributions and associated earnings in their assessable income for the financial year in which they request a release. This assessable amount is taxed at their marginal rate less a 30% tax offset.

Individuals who do not enter into a contract to purchase or construct a home within 12 months (or up to 24 months, if an extension is granted) of receiving the FHSS released amount can re-contribute the assessable amount into their super fund as a non-concessional contribution or pay 20% FHSS tax on the assessable amount.

Downsizing contributions to super

From 1 July 2018, individuals aged 65 and over will be able to make contributions of up to \$300,000 to their super fund from the proceeds of selling their home. Both members of a couple will be able to take advantage of this measure for the same home enabling up to \$600,000 to be contributed to super.

Downsizer contributions will not count towards the contribution caps and can be made regardless of satisfaction of the work test, total super balance or if age 75 or over.

The measure will apply to the sale of a main residence, where the contract is entered into on or after 1 July 2018. The home must have been owned for at least 10 years and the contribution made within 90 days (or longer period, if allowed) after settlement. Eligible individuals must notify the super fund in the approved form of a downsizer contribution. Other conditions apply.

For more information, please speak to your financial planner or visit the ATO website.

6. ELECTRONIC ROLLOVER REQUEST CONDITIONS

The following conditions of use (the 'conditions'), set out the respective rights and obligations of the Trustee and you with respect to an electronic rollover transaction, including:

1. the Trustee shall allocate an identifier to you to access the service.
2. you shall not be liable for any losses arising from:
 - i. fraudulent or negligent conduct of the Trustee's employees or agents in relation to a transaction;
 - ii. the Trustee's system or equipment malfunctioning, including non-completion of transactions and unreasonable delays in carrying out your valid instructions;
 - iii. any unauthorised transaction where you have not contributed to such a loss;
 - iv. any unauthorised transaction occurring after you have notified the Trustee that the security your identifier has been breached;
 - v. subject to paragraph 2. vi, any losses will be reasonably allocated between you and the Trustee, based on fair allocation of each party's contribution to the loss; and
 - vi. except in the case of your fraudulent conduct in relation to a transaction, where you may be liable for the loss, up to a maximum amount equivalent to your benefits in the fund.
3. a transaction can only be validly made:
 - i. after you have conveyed your non written consent, to the transaction, using the identifier; and
 - ii. the identifier has been verified against the Trustee's records.
4. transactions will be recorded as required to be kept by or under law. The Trustee is bound to take reasonable steps to protect the information it holds from misuse and loss and from unauthorised access.
5. if the Trustee alters any of the conditions after giving them to you (including implementing a default arrangement for the first time, or changing an existing default arrangement) the Trustee will notify you as soon as is practicable (but need not allocate a replacement identifier).

7. OTHER INFORMATION

ONEPATH GEARED AUSTRALIAN SHARES INDEX

OnePath Geared Australian Shares Index invests in an underlying fund that utilises a gearing strategy to increase its exposure to Australian shares.

What is gearing?

Gearing is the process of borrowing money to purchase more assets. Gearing can increase gains in a rising market but can also increase losses in a declining market.

Underlying investment

The investment option invests into OnePath Wholesale Geared Australian Shares Index Trust (Wholesale Trust). The Wholesale Trust borrows money and then invests capital and borrowings in Australian shares according to the Wholesale Trust's investment strategy.

Benefits

The benefits of investing in OnePath Geared Australian Shares Index include:

- magnified returns (less any interest and other borrowing costs)
- borrowing at favourable institutional interest rates compared to interest rates available to individuals
- potential for increased franking credits as a result of higher investment in Australian shares
- gearing level is managed by professionals; and
- access to gearing for superannuation investors.

Risks

Gearing involves a number of risks. While a gearing strategy can magnify potential gains, it can also magnify potential losses as it increases the volatility of returns.

The following examples illustrate the way in which gearing can affect investment gains and losses in comparison to a fund that is not geared. The examples are for illustrative purposes only and are not intended to be indicative of the actual performance of the fund.

As the examples show, a 10% rise (or fall) in the market value of assets in an ungeared fund could translate into a 20% rise (or fall) in the value of the same portfolio in a geared fund with a gearing level of 50%. The examples exclude any borrowing costs or fund management costs, which would have the effect of reducing returns, whether positive or negative.

	Geared	Ungeared
Initial Investment	\$5,000	\$5,000
Fund gearing level	50%	0%
Amount borrowed by fund	\$ 5,000	\$0
Amount invested in market	\$10,000	\$5,000
If the value of the fund's assets rises by 10%		
Rise in the value of fund's assets	\$1,000	\$500
Value of funds assets	\$11,000	\$5,500

	Gear	Ungear
Outstanding loan	\$5,000	\$0
Value of Investment (net of loan)	\$6,000	\$5,500
Gain on Investment	\$1,000	\$500
Return %	20%	10%
If the value of the fund's assets falls by 10%		
Fall in the value of fund's assets	\$1,000	\$500
Value of funds assets	\$9,000	\$4,500
Outstanding loan	\$5,000	\$0
Value of Investment	\$4,000	\$4,500
Loss on Investment	\$1,000	\$500
Return %	-20%	-10%

For more information about the risks involved in a gearing strategy, please refer to page 13 of this AIG.

Managing the gearing level of the Wholesale Trust

The Wholesale Trust aims to magnify returns through gearing. An important objective is to limit gearing to the level supported by expected dividends and borrowing costs. The aim is to set the gearing ratio from time to time so that income earned from the Wholesale Trust covers interest payments. As a result, the gearing ratio is impacted by the relationship between dividend yields and average borrowing rates. For example, when interest rates are high, relative to dividend yields, the gearing ratio may be relatively low, and vice-versa.

The Wholesale Trust has a targeted gearing ratio of 50%. This means that for every \$1 invested, the Wholesale Trust borrows another \$1 to increase the investment to \$2. Due to market volatility, the gearing ratio may change and may exceed the targeted gearing ratio.

Lending Arrangements

The gearing of the Wholesale Trust is currently implemented through a loan facility provided by a related entity of the responsible entity of the Wholesale Trust, which is also a related entity of the Trustee. The responsible entity of the Wholesale Trust, may from time to time, use other methods to raise additional funds for investment. The lender will receive interest payments and other fees appropriate for providing such facilities. These amounts will be paid by the Wholesale Trust, and this will be reflected in the Wholesale Trust's returns, and ultimately, the returns of OnePath Geared Australian Shares Index.

The costs of borrowing are determined by a reference rate (margin above) the Bank Bill Swap Rate (BBSW) for the relevant interest period. Fluctuations in the BBSW result in fluctuations in the cost of borrowing for the Wholesale Trust. These costs are offset against income earned by the Fund. Instead of receiving a management fee, the responsible entity of the Wholesale Trust can receive units in the Wholesale Trust.

INVESTMENT OPTIONS THAT INVEST VIA UNDERLYING SWAPS

OptiMix investment options – alternative asset exposure

The investment options listed below (referred to in this section as the Funds) have an exposure to alternative assets through underlying fully funded total return swap (Swap) arrangements:

- OptiMix Conservative
- OptiMix Moderate
- OptiMix Balanced
- OptiMix Growth
- OptiMix High Growth.

The objective of the alternative asset exposure is to provide three key benefits, being: increased diversification, improved performance and reduced correlation to traditional assets such as world stock markets. This means that when other markets are falling these assets may provide a hedge within the portfolio.

The counterparty to these underlying Swaps is ANZ Wealth Alternative Investments Management Pty Limited (Counterparty), also a wholly owned subsidiary of ANZ.

Each of the investment options achieves its alternative asset exposure by investing in one or more funds (referred to in this section as Alternative Investment Funds), for which a related party acts as responsible entity (referred to in this section as Alternative Investment Funds RE). The Alternative Investment Funds RE then enters into the Swaps with the Counterparty.

Swap arrangements

A fully funded total return swap is a derivative contract where one party (in this case the Alternative Investment Funds RE) makes a lump sum payment to another person (in this case the Counterparty) in return for the Counterparty paying the investment return on an underlying 'basket' or portfolio of assets.

The Swaps are described as 'fully funded' total return swaps because we pay an upfront amount to the Counterparty. In return, the Counterparty makes payments to the Alternative Investment Funds RE that reflect the returns (if any) on the alternative assets 'referenced' by the Swaps.

Like any contract, the Swaps are subject to certain early termination events, including:

- failure to make payments when they become due
- insolvency of either party to the Swap
- the occurrence of an event that makes part of the Swap agreement unable to be performed due to causes that are outside the control of the parties, such as natural disasters; or
- where a change in law renders the Swaps ineffective or illegal.

The Counterparty will physically invest in the basket or portfolio of alternative assets 'referenced' by the Swaps in order to manage the risk that it becomes unable to meet its payment obligations under the Swaps.

UBS SUSTAINABLE INVESTMENTS – AUSTRALIAN SHARES

UBS Asset Management became a signatory to the United Nations Principles for Responsible Investment (UNPRI) in April 2009. This is a global investor initiative that is designed to provide a framework for better integration of environmental, social and governance (ESG) issues into mainstream investment practice. The approach to ESG issues necessarily varies across the firm and, to some extent, across countries/regions according to local market customs and client needs.

Sustainability factors which may be considered when identifying investments for the UBS Sustainable Investments – Australian Shares can be grouped into four key categories:

- environment factors, such as environmental strategy and planning, environmental risk assessment systems, and industry specific items
- human capital, such as labour relations, health and safety, and workplace practices
- stakeholder capital, such as relations with regulators, suppliers, customers and local communities
- strategic governance, including traditional governance concerns such as board composition and independence, and corporate social responsibility strategy.

These factors are combined with a rigorous process that includes financial analysis, portfolio construction and integrity checking of included data.

REFERENCED MATERIAL

The additional information in this Referenced Material does not form part of the PDS for ANZ Smart Choice Super. Its purpose is to give you more information in relation to ANZ Smart Choice Super.

ACCESSING UP TO DATE INFORMATION

The information contained in the PDS is up to date at the time of preparation. However, some of the information can change from time to time, for example, the investment strategy of a particular investment fund. We will notify you at least 30 days prior to a change taking effect, if required.

As a member of ANZ Smart Choice Super you will receive and have access to a comprehensive range of communications and online tools to help you keep track of, and learn more about your super. A range of information will be sent to you but up-to-date information, if not materially adverse, can also be obtained at any time by visiting wealth.anz.com/superannuation/smart-choice-employer>Downloads or by calling Customer Services on 1800 249 996. We will send you a copy of the updated information, free of charge, on request.

ONLINE ACCESS TO YOUR ACCOUNT

The easiest way to get started is by logging onto ANZ Internet Banking^{*} to check your balance, manage your account, check your transactions or make additional contributions. To get access to ANZ Internet Banking, simply call us on 1800 249 996.

You can also see your account on most smartphones with the ANZ App.

There are additional ANZ terms and conditions which govern your electronic access to your ANZ Smart Choice Super account. A copy of these terms and conditions and further information is available at wealth.anz.com/superannuation/smart-choice-employer>Downloads.

* Temporary service disruptions may occur.

OTHER INFORMATION

Other information and tools are available at anz.com/smartchoicesuper and your Welcome Pack will include information on how to make the most of your super account.

MEMBER COMMUNICATIONS

Annual Statements

Each year you will receive a personalised Annual Statement detailing your account balance, insurance cover and account transactions during the year. These will be available online via ANZ Internet Banking, or mailed to you if you have opted out of electronic communications.

Annual Report

The Annual Report provides information about the management and financial condition of ANZ Smart Choice Super and the performance of the investment options.

The Annual Report will be available online at anz.com. However, a hard copy of the Annual Report can be mailed to you, free of charge, by contacting Customer Services on 1800 249 996.

Regular member communications

We will keep you up to date with regular, relevant, and helpful updates about ANZ Smart Choice Super including any legislative developments that may affect your super.

HOW CAN YOUR FAMILY MEMBERS JOIN ANZ SMART CHOICE SUPER?

Your family members cannot join your employer plan, however, there are no restrictions on who can open an ANZ Smart Choice Super and Pension account. Customers under the age of 18 may require the consent of a parent or guardian. To join, members of your family need to complete an ANZ Smart Choice Super and Pension application which can be completed online at anz.com/smartchoice, by visiting an ANZ branch or over the phone by calling Customer Services on 1800 249 996.

What happens when you leave your employer?

If your employer advises us you have left their employment your account will be 'de-linked' from your Employer Plan. This means that you will remain in ANZ Smart Choice Super and the features and benefits of your ANZ Smart Choice Super account will generally remain as they are.

When you leave your employer:

- the same features and services of your ANZ Smart Choice Super account generally apply
- your current investment strategy continues until you nominate a new investment strategy (if required)
- you and your new employer, can make contributions to your account (generally up to age 75)
- you can rollover superannuation benefits into your ANZ Smart Choice Super account.

Insurance generally continues, depending upon your insurer, and the type of cover applicable to your employer plan.

Except for your insurance fees, which may change depending on the insurance arrangements in your Employer Plan, no other changes to fees and charges will apply.

We will notify you once your employer notifies us that you have left their employ. The notification letter includes a Choice of Superannuation Fund Nomination Form you can give to any new employer requesting them to make employer contributions into your ANZ Smart Choice Super account.

If your account balance is less than \$1,000, your benefit may be transferred to an Eligible Rollover Fund, unless you request otherwise. For more information about Eligible Rollover Funds, please refer to page 61 of this AIG.

Will your insurance cover continue?

If your employer notifies us that you have left their employment, and:

- your existing insurance is provided by OnePath Life and you are a member of an employer plan with standard (non-tailored) insurance cover, this cover will continue with the same insurance fees and terms and conditions
- your existing insurance is provided by OnePath Life and you are a member of an employer plan with tailored cover, this cover will continue as a fixed level of Choose Your Own cover. The insurance fees and terms and conditions for

Choose Your Own cover will apply, rather than the tailored fees and terms and conditions that applied to your cover under your employer.

- your insurance cover is with another insurer(s), your cover will cease, although you may have the opportunity to:
 - apply for Choose Your Own cover within ANZ Smart Choice Super, or
 - to take up any available continuation option with that insurer within 60 days of leaving your employer. A different time period may apply for some insurers.

For information about the continuation option offered by your employer plan's insurer please refer to the Insurance Guide for your employer plan. You can obtain a copy of the application form for the continuation option by calling Customer Services on 1800 249 996.

What if you choose to have your employer make contributions on your behalf to another fund?

Under Choice of Fund legislation, most employees can choose which super fund their employer will make contributions to on their behalf. If you elect for your employer to contribute to another fund:

- your ANZ Smart Choice Super membership number will stay the same
- your existing account balance will not be transferred to your new super fund, unless you specifically instruct us in writing
- where your employer is currently paying your fees and/or insurance fees, they may not do so for your new super fund
- any insurance provided in your employer's plan will remain at the same level, and with the existing restrictions or limitations
- you will need to ensure that your account balance is sufficient to continue to cover insurance premiums, or your cover will cease.

What if you transfer your ANZ Smart Choice Super account balance to another super fund?

Under portability rules, most members are able to transfer their existing super accounts to another super fund.

If you transfer to another super fund:

- you can elect to transfer part of your benefit; or
- where you elect to transfer your full account balance, your existing account will be closed and any insurance cover will cease. Any future contributions paid by your current employer will be returned, as you will not have an active account for the contributions to be applied. If you would like future contributions made by your employer on your behalf to continue to be paid to your ANZ Smart Choice Super account, then you will need to instruct your employer to set up a new account and direct your contributions to that new account; and
- if your employer has an insurance-only category and has chosen to continue to pay for the cost of your insurance cover, then a new account will be set up for you in this category. No contributions can be allocated into an insurance only category.

What happens if your employer leaves ANZ Smart Choice Super?

If your employer closes its employer plan in ANZ Smart Choice Super (for example, it decides to start a default plan with another superannuation provider), your balance will remain in your ANZ Smart Choice Super account.

You will need to give a Choice of Superannuation Fund Nomination Form to your employer requesting them to continue making employer contributions into your ANZ Smart Choice Super account.

This condition does not apply if your super account is transferred to another superannuation provider under a 'successor fund' basis.

Depending upon the employer plan arrangements applicable, your insurance cover will cease, e.g. if a Tailored insurance arrangement with OnePath Life Limited applies. You should refer to the Insurance Guide for further information.

What happens to your super if you die?

In the event of your death, your account balance, plus any insurance benefit paid by the insurer, must be paid to your dependants, your estate, or a combination of both.

Benefits can be paid as a lump sum or income stream or a combination of both (conditions apply – refer to 'What if your super is paid to a dependant?' on page 55 for more information).

You can nominate who you wish to receive your benefits in the event of your death. The beneficiaries you nominate must be your dependants or solvent estate (we call this your 'Legal Personal Representative').

Eligible Rollover Fund

Reasons we may transfer your super benefits to an Eligible Rollover Fund (ERF) include (but are not limited to):

- You become classified as a 'lost member' under superannuation legislation; or
- The balance of your account is less than \$1,000; or
- Any circumstance permitted under superannuation law.

The ERF chosen for ANZ Smart Choice Super is:

Australian Eligible Rollover Fund

Jacques Martin Administration & Consulting Pty Limited
Locked Bag 5429
Parramatta NSW 2124
Phone 1800 677 424

We will notify you if the ERF changes in the future

Set out below is a summary of some of the significant features of the Australian Eligible Rollover Fund (AERF), current as at the date of the preparation of this ANZ Smart Choice Super AIG.

For detailed information about the AERF, please read the AERF's PDS or contact the AERF directly. The Trustee of the AERF is Perpetual Limited ABN 84 008 416 831.

If your benefits are transferred to the AERF:

- you will cease to be a member of ANZ Smart Choice Super and become a member of the AERF, meaning you will be subject to its governing rules, including a different fee structure

- investment choice will not be available. Your benefits will be invested in a diversified portfolio with exposure to both growth assets (equities and property) and defensive assets (fixed interest and cash). There is no guarantee that investment returns will not be negative
- the AERF is unable to accept any ongoing contributions from you or your employer; however, rollovers from other super funds may be permitted
- the AERF does not offer insurance benefits.

Any insurance cover you had as part of your ANZ Smart Choice Super account will cease.

How we calculate unit prices

Each ANZ Smart Choice Super investment option has its own unit price, which is the monetary value of one unit. ANZ Smart Choice Cash has a stable unit price of \$1. Unit prices for each investment option are normally determined each business day. A business day is any day other than a Saturday, Sunday or bank or public holiday in New South Wales.

Unit prices are calculated using the formula:

Unit price = (total market value of the investment options assets, less liabilities) ÷ number of units issued in the investment option.

We reserve the right to change the way in which we calculate unit prices.

Monitoring unit prices

We have processes in place to check the accuracy of unit prices. Sometimes unit prices may be found to be incorrect because of errors made in determining one or more components of the unit price. If you transacted on this unit price, your account may require a correction. We will provide compensation to members where the error causes a variance in the unit price which is greater than our predetermined threshold. The threshold varies depending on the asset class and is currently set at between 0.05% for cash and 0.30% for equities. This threshold may be subject to change.

Where the compensation amount is less than an amount determined by the Trustee (currently \$20) and the member entitled to the compensation has fully withdrawn from the product, the compensation will be contributed into the fund for the benefit of all members rather than paid to the exited member.

How are your transactions processed?

Unit prices for each investment option are normally determined on a daily basis. When a valid and complete transaction request is received by us, the following transaction rules apply:

- withdrawals are processed as soon as reasonably practicable, ordinarily within 10 business days of receipt of a request. However, we have up to 30 days from receipt of a request to process a withdrawal
- generally, the effective date of withdrawal will be the Business date the completed withdrawal request is received with all requirements at our registered office by 4pm (AEST). If the final requirement was received after this time, then the following business date is applied
- electronic rollover requests received by us are generally processed within three business days of receipt of a request where all requirements have been met

- switches are usually processed within 10 business days after receiving a completed request. However, it is possible a greater period of time (up to 30 days) may be necessary to process the request. The effective date of the switch will be when the switch request is processed. If you would like to switch investments you can do so online via ANZ Internet Banking or by calling Customer Services
- contributions received by SuperStream will be processed in three business days of receipt and five business days for all other contributions
- if we are unable to process a contribution immediately for any reason, including awaiting outstanding requirements, we are required to hold the contribution in a trust account. This is generally for short periods of time, as most contributions are processed overnight. We will retain any interest payable by our bank on this trust account to meet costs we incur in operating this account, e.g. bank fees and other bank administration costs
- in the event that we are unable to process a contribution within the permitted time (within 28 days of receipt of a contribution request) we are required to return the contribution to the original source.

How are your transactions confirmed?

You will receive written or electronic confirmation of certain transactions, including investment changes, rollovers and benefit payments (depending on your nominated preference). You can request confirmation of your transactions and other information by calling or emailing us.

What is the role of a policy committee?

A policy committee may be established to assist with the operation of your employer's super plan. The role of a policy committee is to ensure that we are kept aware of the concerns of members and employers and obtain their views concerning investments and the operation of the Fund on an ongoing basis. There are an equal number of member-appointed and employer-appointed representatives on every policy committee. If your Employer's Plan already has a policy committee, the committee's members will be listed on your Annual Statement. You can ask the members of the policy committee questions about the overall management of your Employer's Plan.

We are required to make reasonable attempts to establish a policy committee whenever:

- an employer makes contributions to the plan on behalf of more than 49 of its employees
- five or more members of an employer group write to us requesting that a policy committee be established.

The policy committee should:

- meet at least once a year to consider issues about the employer's super plan
- provide us with feedback and make recommendations about the operation of the employer's plan.

For more information on policy committees please see the Policy Committee Guide available at anz.com/smartchoicesuper or by calling Customer Services on 1800 249 996.

Super from foreign funds

You may be able to transfer amounts you have in overseas super funds (excluding New Zealand KiwiSaver and UK

Pension accounts) to your ANZ Smart Choice Super account. Rules and obligations apply and we recommend you seek financial and tax advice before commencing a transfer.

SUPERANNUATION AND FAMILY LAW

What happens to your super if your relationship ends?

Super and family law facilitates the division of super benefits upon breakdown of a relationship, including a de facto spouse* who lives with you on a genuine domestic basis as a couple (same or different sex). The law provides for the payment of the super benefit to be split between separating parties (splitting) or the suspension of payment (flagging), of super benefits.

Flagging or splitting can be achieved between the separating parties through agreement or by court order. If requested, we are required to provide information about your super benefit to either:

- your spouse (including a de facto partner of the same or opposite sex) or their legal representative; or
- a person who intends to enter into an arrangement with you about splitting your super in the event of a separation of marriage or breakdown of a de facto relationship (including same sex).

The request must be in a form prescribed by law. The law prevents us from telling you about any such request and from providing your address to a person requesting the information.

Note: We may charge for costs incurred in attending to enquiries and/or other work in relation to family law and super matters. Currently, we do not charge such fees. We will advise you of any change to this position.

* Provision for de facto relationships in family law does not apply to all states. For more information, please seek legal advice.

LOST MEMBERS

You may be classified as a 'lost member' if:

- we have made one or more attempts to send written communications to you at your last known address; and
- we believe on reasonable grounds that you can no longer be contacted at any address known to the Fund; and
- you have not contacted us (by written communication or otherwise) within the last 12 months of your membership of the Fund; and
- you have not accessed details about your account online within the last 12 months of your membership of the Fund; and
- we have not received a contribution or rollover from you, or on your behalf, in the last 12 months of your membership of the Fund.

We are required to report 'lost members' to the ATO. Additionally, we are required to transfer a lost member's account to the ATO if:

- the account balance is less than \$6,000; or
- we have insufficient records to pay an amount to the member.

If your account does become 'lost' and paid to the ATO you will lose any insurance associated with the account, and will need to contact the ATO about payment options.

Your annual statement shows the phone number and email address we have on record for you. If these are incorrect, or have not been provided, you can update these in any ANZ branch, via ANZ Internet Banking, or by contacting Customer Services.

UNCLAIMED MONEY

Your superannuation may be treated as unclaimed money if you:

- have reached age 65 and we have not received an amount on your behalf for at least two years and five years have passed since we last had contact with you; or
- were a temporary resident who has permanently departed Australia and you did not claim your benefits within six months of your departure (except if you are an Australian or New Zealand citizen). Under relief provided by Australian Securities and Investments Commission (also known as ASIC), we are not required to notify or give an exit statement to a non-resident if we pay unclaimed super to the ATO; or
- have passed away, and after a reasonable period has passed, we are unable to ensure that the benefit is received by the person(s) who are entitled to receive the benefit.

Where your benefits become unclaimed money, we are required to pay them to the ATO within certain timeframes.

After payment to the ATO, we are discharged from any further liability for payment of the benefit and you may claim your benefit by contacting the ATO. In some circumstances, tax may be payable.

BANKRUPTCY

The *Bankruptcy Act 1966* (Cth) allows bankruptcy trustees to recover super contributions made, prior to bankruptcy, with the intention to defeat creditors.

An Official Receiver is also allowed to issue a notice to freeze a member's interest in a super fund or a notice to recover void contributions.

PROCEEDS OF CRIME

Generally, your superannuation benefits may not be cashed or rolled over, where the Trustee must comply with a forfeiture order which allows the proceeds of crime to be recovered from your super.

PRIVACY

In this section 'we', 'us' and 'our' refers to OnePath Custodians Pty Limited, OnePath Life Limited and other members of the ANZ Group.

'You' and 'your' refers to the member.

We collect your personal information from you in order to manage and administer our products and services. We may need to disclose it to certain third parties. Without your personal information, we may not be able to process your application/contributions or provide you with the products or services you require.

We are committed to ensuring the confidentiality and security of your personal information. Our Privacy Policy details how we manage your personal information and is available on request or may be downloaded from anz.com/privacy

In order to undertake the management and administration of our products and services, it may be necessary for us to disclose your personal information to certain third parties.

Unless you consent to such disclosure we will not be able to consider the information you have provided.

PROVIDING YOUR INFORMATION TO OTHERS

The parties to whom we may routinely disclose your personal information include:

- an organisation that assists us and/or ANZ to detect and protect against consumer fraud
- any related company of ANZ which will use the information for the same purposes as ANZ and will act under ANZ's Privacy Policy
- an organisation that is in an arrangement or alliance with us and/or ANZ to jointly offer products and/or to share information for marketing purposes (and any of its outsourced service providers or agents), to enable them or us and/or ANZ to provide you with products or services and/or to promote a product or service. If you do not want us, ANZ or our alliance partners to tell you about products or services, please phone Customer Services 1800 249 996 to withdraw your consent
- organisations performing administration
- compliance functions in relation to the products and services we provide
- organisations providing medical or other services for the purpose of the assessment of any insurance claim you make with us (such as reinsurers)
- our solicitors or legal representatives
- organisations maintaining our information technology systems
- organisations providing mailing and printing services
- persons who act on your behalf (such as your agent or financial planner)
- regulatory bodies, government agencies, law enforcement bodies and courts.

- We will also disclose your personal information in circumstances where we are required by law to do so. Examples of such laws are:
- The *Family Law Act 1975* (Cth)) enables certain persons to request information about your interest in a superannuation fund.
- There are disclosure obligations to third parties under the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (Cth).

Information required by law

ANZ may be required by relevant laws to collect certain information from you. Details of these laws and why they require us to collect this information are contained in OnePath's Privacy Policy at anz.com/privacy

Life risk – sensitive information

For life risk products, where applicable, we may collect health information with your consent. Your health information will only be disclosed to service providers or organisations providing medical or other services for the purpose of underwriting, assessing the application or assessing any claim.

Privacy consent

We and other members of the ANZ Group may send you information about our financial products and services from time to time. ANZ may also disclose your information to its related companies or alliance partners to enable them or ANZ to tell you about a product or service offered by them or a third party with whom they have an arrangement.

You may elect not to receive such information at any time by contacting Customer Services.

Where you wish to authorise any other parties to act on your behalf, to receive information and/or undertake transactions please notify us in writing.

If you give us or ANZ personal information about someone else, please show them a copy of this document so that they may understand the manner in which their personal information may be used or disclosed by us or ANZ in connection with your dealings with us or ANZ.

PRIVACY POLICY

Our Privacy Policy contains information about:

- when we or ANZ may collect information from a third party;
- how you may access and seek correction of the personal information we hold about you; and
- how you can raise concerns that we or ANZ has breached the *Privacy Act 1988* (Cth) or an applicable code and how we and/or ANZ will deal with those matters.

You can contact us about your information or any other privacy matter as follows:

ANZ Smart Choice Super

GPO Box 5107
Sydney NSW 2001

Phone 1800 249 996
Email corporatesuper@anz.com

We may charge you a reasonable fee for this.

If any of your personal information is incorrect or has changed, please let us know by contacting Customer Services on 1800 249 996.

More information can be found in our Privacy Policy which can be obtained from its website at anz.com/privacy

ANTI-MONEY LAUNDERING AND COUNTER-TERRORISM LEGISLATION

The *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (Cth) (the AML/CTF Act) requires us to identify you and verify your identity before we can provide you with certain prescribed services.

As a minimum we require verification of your identity on payment of benefits to you, your beneficiaries or on rollover to another provider.

If you do not provide identifying documents we will not be able to process your transaction.

You must provide us with all information and documentation we reasonably require in order to:

- confirm your identity or the identity of any other person related to the account or service;
- manage money laundering, terrorism-financing or economic and trade sanctions risk;
- comply with any laws in Australia or any other country;
- You authorise the use and disclosure of any information provided by you, or concerning you to:
 - any law enforcement, regulatory agency or court if we must do this under any law or regulation in Australia or elsewhere; or
 - any correspondent (or agent) bank we use to make the payment for the purpose of compliance with any law or regulation; or
 - to any external agency we may use for electronic or other means of verifying your identity.

Unless you have told us that you are a trustee of the account or are acting on behalf of someone else, you warrant that you are acting on your own behalf in entering into this agreement. You declare and undertake to us that the processing of any transaction by us in accordance with your instructions will not breach any law or regulation in Australia or any other country.

We may delay, block or refuse to process any transaction without incurring any liability if we suspect that:

- the transaction may breach any laws or regulations in Australia or any other country
- the transaction involves any person (natural, corporate or governmental) that is sanctioned or is connected, directly or indirectly, to any person who is sanctioned under economic and trade sanctions imposed by the United States of America, the European Union or any other country; and
- the transaction may directly or indirectly involve the proceeds of, or be applied for the purposes of, conduct which is unlawful in Australia or any other country.

This page has been left intentionally blank.




Customer Services

 1800 249 996 weekdays between 8.30am and 8pm (AEST)

 corporatesuper@anz.com

 anz.com/smartchoicesuper

Take control of your super in three easy steps

	<p>Step 1 Access your account through ANZ Internet Banking, or via the ANZ App.</p> <ul style="list-style-type: none">• If you are already registered for ANZ Internet Banking you can see your super with your other ANZ accounts the day after your account is opened.• If you cannot see your ANZ Smart Choice Super account call Customer Services on 1800 249 996.• If you are not yet registered for ANZ Internet Banking call 1800 249 996 and receive your Customer Registration Number and telecode. Using these details you will then need to complete your registration via anz.com
	<p>Step 2 After you have accepted the Search Terms and Conditions, we will inform you if we find any other super accounts for you and assist you in rounding these up – so you don't pay multiple sets of fees.</p>
	<p>Step 3 Manage and monitor your super</p> <p>When you are in ANZ Internet Banking, check your personal details and make sure your email address and telephone numbers are included and up to date. Then look at your account details – you can change your investment option, monitor performance, manage your beneficiary nomination, keep track of your contributions and much more.</p> <p>Note: The ANZ App provides view only access.</p>

For other ANZ Wealth products visit anz.com/wealth

**ANZ SMART CHOICE SUPER
FOR QBE MANAGEMENT SERVICES PTY LTD
AND THEIR EMPLOYEES**

FEES GUIDE
ISSUED 17 MARCH 2018



ENTITY DETAILS IN THIS ANZ SMART CHOICE SUPER FOR QBE MANAGEMENT SERVICES PTY LTD AND THEIR EMPLOYEES FEES GUIDE

Name of legal entity	Registered numbers	Abbreviated terms used throughout this AIG
OnePath MasterFund	ABN 53 789 980 697, RSE R1001525	Fund, Superannuation entity
OnePath Custodians Pty Limited	ABN 12 008 508 496, AFSL 238346, RSE L0000673	OnePath Custodians, Trustee, us, we, our, OnePath
OnePath Life Limited	ABN 33 009 657 176, AFSL 238341	OnePath Life, the Insurer
Australia and New Zealand Banking Group Limited	ABN 11 005 357 522, AFSL 234527	ANZ
QBE Management Services Pty Ltd*	ABN 92 004 800 131	QBE, employer
QBE Super Plan		Employer Plan or the Plan

Unique Superannuation Identifier (USI): ANZ Smart Choice Super – MMF2076AU
MySuper Product Unique Identifier: ANZ Smart Choice Super – 53789980697147

* QBE includes all associated employers of QBE Management Services Pty Ltd currently contributing to the QBE Super Plan under an arrangement with the Trustee.

IMPORTANT INFORMATION

When QBE joined ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees (ANZ Smart Choice Super), their nominated employees become members of the Fund. OnePath Custodians is the trustee of the Fund and is the issuer of the ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees Product Disclosure Statement (PDS) (including the Additional Information Guide (AIG), this Fees Guide and Insurance Guide).

The issuer is a wholly owned subsidiary of ANZ, but is not an authorised deposit taking institution (Bank) under the *Banking Act 1959* (Cth). Except as described in the PDS, Fees Guide, the Additional Information Guide and Insurance Guide, the product is not a deposit or other liability of ANZ or its related companies and none of them stands behind or guarantees the issuer or the capital or performance of the product.

An investment in ANZ Smart Choice Super is subject to investment risk, including possible repayment delays and loss of income and principal invested.

The Fund is governed by a Trust Deed. Together with superannuation law, the Fund's Trust Deed sets out the rules and procedures under which the Fund operates and the Trustee's duties and obligations. If there is any inconsistency between the Trust Deed and the PDS (including this Fees Guide), the terms of the Trust Deed prevail. A copy of the Trust Deed is available free of charge by contacting Customer Services.

The Trustee invests all contributions under master life policy terms issued by OnePath Life which then invests in selected investment funds. The master life policy terms are governed by the *Life Insurance Act 1995*. OnePath Life is required to conduct its business in accordance with the law and give priority to the interests of policy holders, invest all of the assets it receives from the Trustee in statutory funds approved by the Australian Prudential Regulation Authority (APRA) and comply with the prescribed capital and solvency standards.

OnePath Life is also the administrator of the Fund. The Trustee reserves the right to change insurer(s), or vary the benefits or insurance fees from time to time.

The Trustee relies on a number of third parties for the provision of specialist services in respect of the Fund. The Trustee is responsible for the contents of the PDS and this Fees Guide. Each third party has provided its consent to be named but has not made any statement in the PDS. No consents have been withdrawn at the time of preparation of the PDS.

ANZ WEALTH

ANZ Wealth is a specialist division of ANZ. ANZ Wealth is responsible for delivering investment, superannuation, insurance and advice solutions to more than two million customers across Australia.

ANZ is a leading bank operating in 34 markets with representation in Australia, New Zealand, Asia Pacific, Europe, America and the Middle East. ANZ provides banking and financial products and services to more than ten million customers and employs over 50,000 people worldwide.

ANZ has a strong involvement in the community, leading the way with programs targeting financial literacy, indigenous inclusion, the environment, volunteering and sponsorship.

ABOUT THIS FEES GUIDE

The information in this Fees Guide forms part of the PDS dated 17 March 2018 for ANZ Smart Choice Super. Its purpose is to give you more information and/or specific terms and conditions referred to in the PDS.

You can access a copy of the PDS, Fees Guide, and the AIG and any other matter in writing that is applied, adopted or incorporated by the PDS by visiting wealth.anz.com/superannuation/smart-choice-employer>Downloads. Alternatively, you can request a copy of this information free of charge by contacting Customer Services on 1800 249 996.

The information provided in this Fees Guide is general information only and does not take into account your personal objectives, financial situation or needs. You should consider the appropriateness of the information having regard to your objectives, financial situation and needs before acting on this information. You should obtain financial advice tailored to your personal circumstances.

You should also obtain a copy of the PDS relating to ANZ Smart Choice Super and consider it before making any decision to acquire the product.

Changes may be made to the PDS, AIG, Fees Guide and Insurance Guide from time to time. Where the changes are not materially adverse, you will be able to find details of the changes at wealth.anz.com/superannuation/smart-choice-employer>Downloads or you can obtain a copy free of charge by contacting Customer Services.

ANZ Internet Banking and the ANZ App are services provided by ANZ not by OnePath Custodians.

CONTENTS

FEES AND OTHER COSTS	4
Additional explanation of fees and costs	6
Defined fees	6
Further information	7
Estimated transaction costs for each investment option	10
Total ongoing fees and costs for each investment option	12
Buy-sell spread	14

INCORPORATED MATERIAL

The information in this document forms part of the PDS issued on 17 March 2018 for ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees. Its purpose is to give you more information and/or specific terms and conditions referred to in the PDS. You should consider all that information before making a decision about ANZ Smart Choice Super.

FEES AND OTHER COSTS

This document shows fees and other costs that you may be charged. These fees and other costs may be deducted from your money, from the returns on your investment or from the assets of the Superannuation entity as a whole.

Other fees, such as Activity fees, Advice fees for personal advice and Insurance fees, may also be charged, but these will depend on the nature of the activity, advice or insurance chosen by you.

Taxes, Insurance fees and other costs relating to insurance are set out in another part of this document.

You should read all the information about fees and other costs because it is important to understand their impact on your investment.

The fees and other costs for the MySuper product offered by the Superannuation entity, and each Choose Your Own investment option, are set out in the following pages.

ANZ Smart Choice Super

Type of fee	Amount	How and when paid
Investment fee	<p>MySuper – Lifestage investment options 0.44% p.a. of your balance in a Lifestage investment option.</p> <p>Choose Your Own investment options 0.44%–1.98% p.a. of your balance in each investment option, depending on the investment option (except for the ANZ Smart Choice Cash option which is 0%). See pages 12 to 13 for information on the investment fees for each Choose Your Own investment option.</p>	<p>This fee is deducted monthly from the assets of each investment option and an accrued amount is included in the unit price. The investment fee for some investment options is subject to a discount. These options and the applicable discounts are outlined on pages 12 to 13.</p> <p>The discount on relevant investment options is credited as an Investment Fee Adjustment calculated on your month end account balance, and applied to your account balance in the form of additional units, generally within 7 business days after the end of the previous month. This does not apply to all investment options and may change in the future. An Investment Fee Adjustment will not be received for that month where a member exits prior to the date of the adjustment.⁵</p>
Administration fee*	<p>\$50 p.a. (\$4.16 per month) Plus</p> <p>Levies and expense recoveries – 0.03% p.a. of your balance for each investment option (except for ANZ Smart Choice Cash) which is 0% for the 12 months to 30 June 2017. Estimated to be up to 0.08% p.a. for each investment option (except for ANZ Smart Choice Cash which will be 0%) for the 12 months to 30 June 2018.</p>	<p>The dollar based fee is usually deducted in advance from your account at the beginning of each month.</p> <p>Levies and expense recoveries are deducted from the assets of each investment option annually and included in the unit price.</p>
Buy-sell spread	<p>MySuper – Lifestage investment options 0.02% to 0.10% of each amount invested in (buy spread) or withdrawn from (sell spread) an investment option, depending on the investment option.</p> <p>Choose Your Own investment options 0% to 0.35% of amounts invested in (buy spread) or withdrawn from an (sell spread) investment option, depending on the investment option.</p> <p>See pages 14 and 15 for information on the Buy-sell spread applicable to each investment option.</p>	<p>A Buy-sell spread is reflected in the daily unit prices of the investment option and is not charged separately to you. As your account is valued using the sell unit price, each investment into an investment option will also be reduced by approximately this amount at the time of the transaction.</p>

Type of fee	Amount	How and when paid
Switching fee [†]	Nil	Not applicable
Exit fee	\$50	Deducted from your account on account closure. This fee is waived when moving between different ANZ Smart Choice Super account types e.g. Super to Pension.
Advice fees relating to all members investing in a particular MySuper product or investment option	Nil	Not applicable
Other fees and costs [^]	<p>This amount may vary depending on your account and choices.</p> <p>You may choose to have a fee for personal advice as agreed individually between you and your financial planner. These fees can take the form of an Ongoing Member Advice Fee or a One-Off Member Advice Fee.</p> <p>Insurance fees will apply if you have insurance cover.</p> <p>Refer to the Insurance Guide to determine the Insurance fees applicable to your cover.</p>	<p>Any Ongoing Member Advice Fees payable to your financial planner's Australian Financial Services Licensee are deducted from your account on the last Sydney business day of the month and paid to the Australian Financial Services Licensee your financial planner represents. Any One-off Member Advice Fee is deducted from your account and paid to the Australian Financial Services Licensee your financial planner represents once you agree to this fee.</p> <p>Insurance fees are calculated daily and deducted monthly in advance from your account.</p>
Indirect cost ratio	<p>Indirect costs estimated to be between 0% and 0.61% p.a. depending on the investment option. Please refer to pages 12 to 13 for the Indirect cost ratio applicable to each investment option.</p> <p>Note: The indirect cost ratio amounts set out above are based on the estimated indirect costs for the 12 months to 30 June 2017.</p> <p>Indirect costs for some investment options include performance-related fees estimated to range from 0% to 0.30%[#] p.a., depending on the investment option. The performance-related fees for each investment option are stated on page 8.</p>	<p>Indirect costs are variable and are deducted from the underlying assets of the investment option as and when they are incurred.</p> <p>These indirect costs are not an additional fee charged to you. Rather they are reflected in the returns payable from the underlying investments and as such are included in the unit price.</p> <p>Performance-related fees are deducted from the underlying assets of the investment option when due and payable.</p>

The Administration and Investment fees can be negotiated by your employer with us. The Member Advice Fee is generally negotiable by you with your financial planner. All other fees set out in this table are not negotiable. Refer to the 'Additional Explanation of Fees and Costs' section of this Fees Guide for further details regarding negotiable fees.

§ At a later date, the Investment Fee Adjustment may be made on a daily basis. We will provide notice on our website before making this change.

* The Administration fee is waived if your account balance has a zero balance.

† Although no Switching fee applies, normal 'Buy-sell' transaction costs may apply to switches between investment options.

^ Refer to the 'Additional Explanation of Fees and Costs' section of this Fees Guide for details of other fees and costs which may apply, including Insurance fees and Member Advice Fees.

Performance-related fees are reflected as a reduction in the returns generated by the underlying investment option and, therefore, in the value of your investment in the applicable investment option. Each unit price of the underlying investment option reflects accrued performance-related fees. The performance-related fee for Magellan Global, OnePath Alternatives Growth and RARE Infrastructure Value is accrued daily and deducted half-yearly within the unit price. As at the issue date of this Fees Guide, the highest estimated performance fee was for RARE Infrastructure Value at 0.30%. This estimated fee may change at a later date.

Note: Past fees and costs are not a reliable indicator of future fees and costs.

ADDITIONAL EXPLANATION OF FEES AND COSTS

DEFINED FEES

Fee type	Definition
Activity fee	A fee is an Activity fee if it relates to costs incurred by the Trustee of the Fund that are directly related to an activity of the Trustee that is engaged in at your request or with your consent or that relates to you and is required by law (and those costs are not otherwise charged as an Administration fee, an Investment fee, a Buy-sell spread, a Switching fee, an Exit fee, an Advice fee or an Insurance fee).
Administration fee	An Administration fee is a fee that relates to the administration or operation of the Fund and includes costs that relate to the administration or operation of the Fund. An Administration fee does not include: <ul style="list-style-type: none"> • borrowing costs; and • indirect costs that are not paid out of the Fund that the Trustee has elected in writing will be treated as indirect costs and not fees, incurred by the Trustee or an interposed vehicle or derivative financial product; and • costs that are otherwise charged as an Investment fee, a Buy-sell spread, a Switching fee, an Exit fee, an Activity fee, an Advice fee or an Insurance fee
Advice fee	A fee is an Advice fee if it relates directly to costs incurred by the Trustee of the Fund because of the provision of financial product advice to you by the Trustee or another person acting as an employee of or under an arrangement with the Trustee (and those costs are not otherwise charged as an Administration fee, an Investment fee, a Switching fee, an Exit fee, an Activity fee or an Insurance fee).
Buy-sell spreads	A Buy-sell spread is a fee to recover transaction costs incurred by the Trustee of the Fund in relation to the sale and purchase of assets of the Fund.
Exit fee	An Exit fee is a fee to recover the costs of disposing of all or part of your interests in the Fund.
Insurance fee	A fee is an Insurance fee if: <ul style="list-style-type: none"> • it relates directly to either or both of the following: <ul style="list-style-type: none"> – Insurance premiums paid by the Trustee in relation to you or other members of the Fund; – costs incurred by the Trustee in relation to the provision of insurance for you or other members of the Fund; and • it does not relate to any part of a premium paid or cost incurred in relation to a life policy or a contract of insurance that relates to a benefit to you that is based on the performance of an investment rather than the realisation of a risk; and • the premium and costs to which it relates are not otherwise charged as an Administration fee, an Investment fee, a Switching fee, an Exit fee, an Activity fee or an Advice fee.
Indirect cost ratio	The Indirect cost ratio (ICR) , for a MySuper product or an investment option offered by the Fund, is the ratio of the total of the indirect costs for the MySuper product or investment option, to the total average net assets of the Fund attributed to the MySuper product or investment option. Note: A fee deducted from your account or paid out of the Fund is not an indirect cost.
Investment fee	An Investment fee is a fee that relates to the investment of the assets of the Fund and includes: <ul style="list-style-type: none"> • fees in payment for the exercise of care and expertise in the investment of those assets (including performance fees); • costs that relate to the investment of assets of the Fund, other than: <ol style="list-style-type: none"> (i) borrowing costs; and (ii) indirect costs that are not paid out of the Fund that the Trustee has elected in writing will be treated as indirect costs and not fees, incurred by the Trustee or an interposed vehicle or derivative financial product; and (iii) costs that are not otherwise charged as an Administration fee, a Buy-sell spread, a Switching fee, an Exit fee, an Activity fee, an Advice fee or an Insurance fee.
Switching fee	A Switching fee for a MySuper product is a fee to recover the costs of switching all or part of your interest in the Fund from one class of beneficial interest in the Fund to another. A Switching fee for a superannuation product other than a MySuper product, is a fee to recover the costs of switching all or part of a member's interest in the Fund from one investment option or product in the Fund to another.

FURTHER INFORMATION

Investment fee

Your investment fee may be negotiable between us and your employer.

Administration fee

The Administration fee is made up of a dollar based fee deducted in advance in each month, plus any applicable levies and expense recoveries deducted for the 12 months to 30 June each year. Your dollar based Administration fee may be negotiable between us and your employer.

Levies and expense recoveries

Where appropriate, levies will be deducted annually to recover some of the costs associated with government supervision and reform activities within the superannuation industry. For example the Australian Prudential Regulation Authority (APRA) levy. This levy is based on your account balance on the date the levy is charged and was 0.01% p.a. for each investment option (except ANZ Smart Choice Cash which was 0%) for the 12 months to 30 June 2017.

Estimated to be up to 0.01% p.a. for the 12 months to 30 June 2018 (except ANZ Smart Choice Cash which will be 0%).

An expense recovery is charged to recover some of the costs incurred to comply with the Government's superannuation regulatory reforms. This charge is based on your account balance on the date it is charged and was 0.02% p.a. for each investment option (except ANZ Smart Choice Cash which was 0%) for the 12 months to 30 June 2017. Estimated to be up to 0.07% p.a. for the 12 months to 30 June 2018 (except ANZ Smart Choice Cash which will be 0%).

Note: Past fees and costs are not a reliable indicator of future fees and costs.

Buy-sell spreads

The Buy-sell spread is used to allocate buy and sell transaction costs to a member who is transacting rather than to members in a particular investment option who are not transacting. As the proceeds from a Buy-sell spread are retained as part of the assets of an investment option, no part of it is paid to us or to an underlying fund manager.

A Buy-sell spread up to a maximum of 0.35% may apply each time an amount is invested in or withdrawn from an investment option. These spreads are incorporated in the buy and sell unit prices. The Buy-sell spread for each investment option is set out on pages 14 to 15 of this Fees Guide.

For example, for every \$1,000 that you invest in the ANZ Smart Choice 1960s investment option, the buy spread you incur is currently 0.03% or \$0.30. This amount is reflected in the 'buy' unit price at the time of your transaction.

At all times your account balance is valued at the 'sell' unit price which incorporates the sell spread. In the same example, the value of the investment of \$1,000 will also take into account the sell spread of 0.03% or \$0.30. This means that total Buy-sell spread cost for this example will be 0.06% or \$0.60.

Insurance fee

For more information on the cost of insurance offered through ANZ Smart Choice Super, refer to the Insurance Guide for your employer plan that forms part of the PDS.

Member Advice Fee

If you choose to utilise the services of a financial planner who is registered with us, you can elect to pay their fees from your ANZ Smart Choice Super account in the form of a Member Advice Fee.

This is either:

- i. a One-off payment, where multiple payments must be individually requested by you, or
- ii. an Ongoing arrangement paid on a regular basis, as requested by you.

This is an optional fee agreed between you and your financial planner for services provided to you solely in relation to your interest in the Fund. The Statement of Advice given to you by your financial planner will include details of any Member Advice Fee.

If you agree to a Member Advice Fee for your financial planner's services in relation to your investment, you consent to OnePath Life deducting the nominated amount from your account and paying the Member Advice Fee to your financial planner's Australian Financial Services licensee.

OnePath Life has a separate contractual arrangement with your financial planner's Australian Financial Services licensee, as agreed with the Trustee. Where you agree to a Member Advice Fee, OnePath Life is obligated to pay your financial planner's Australian Financial Services Licensee the nominated Member Advice Fee under this arrangement and we will charge an equivalent amount to your account.

At our discretion OnePath Life may decline to deduct any of these fees.

Borrowing costs

Borrowing costs are costs that arise when an underlying manager borrows money to fund the purchase of an asset.

Borrowing costs are recovered from the assets of the underlying investment option and are an additional cost to you.

For the 12 months to 30 June 2017, the estimated borrowing costs incurred by the following investment options were:

- OnePath Alternatives Growth* – 0.03% p.a.
- OnePath Geared Australian Shares Index – 2.57% p.a.

* Estimated based on an allocation of 30% to the Fulcrum Diversified Absolute Return Fund.

Note: Past costs are not a reliable indicator of future costs.

Family law fees

The Trustee may charge for some costs incurred in attending to enquiries and/or other work in relation to family law and super matters. Currently, we do not charge these fees, but reserve the right to charge a family law fee in the future.

Tax

Where an income tax deduction is available under the applicable laws and is claimed by the Fund or OnePath Life, in respect of fees such as the Administration fee, Insurance fee, Exit fee or Member Advice Fee (where applicable), the benefit of this tax deduction will be passed on to you.

For more information on tax, please refer to the section 'How super is taxed in the AIG'

Goods and Services Tax (GST)

The fees and costs disclosed in this Fees Guide that you may be charged are shown inclusive of any applicable GST less any entitlement to a reduced input tax credit available to the Fund, except for the nominated Member Advice Fee which is shown inclusive of any applicable GST.

Alterations to fees

We reserve the right to change any of our fees, and charges, insurance rates and loadings from their present levels without your consent. We will provide you with at least 30 days advance notice of any fee increase.

The fees contained in this document are up to date at the time of its preparation. For updated information please contact Customer Services.

Payments from related parties

OnePath Life receives payments of up to 0.45% p.a. from ANZ on cash held with ANZ. These payments are not an additional charge to you and these payments do not affect the performance of those cash investments held with ANZ.

Indirect Cost Ratio

Indirect costs

Indirect costs include any costs that are incurred in managing the underlying assets of each investment option and are an additional cost to you. Indirect costs reduce the return of each investment option but are not charged to you as a fee. The impact of indirect costs on your investment are reflected in the unit price for each investment option. Indirect costs may vary from time to time and are subject to change. We will generally not provide advance notice of any change to indirect costs that are not materially adverse so please refer to wealth.anz.com/superannuation/smart-choice-employer > Downloads or contact Customer Services for the latest information about indirect costs. The Indirect Cost Ratio (ICR) for each investment option is shown in the table on pages 12 and 13.

Performance-related fees

Generally, performance-related fees are fees paid to underlying investment fund managers and are deducted from the assets of the relevant investment option and are an additional cost to you. The Trustee does not charge performance-related fees directly to you as a fee. The Trustee has elected to treat performance-related fees as indirect costs and as such, they increase the ICR.

Performance-related fees currently apply for the following investment options:

- Magellan Global;
- OnePath Alternatives Growth; and
- RARE Infrastructure Value.

The fund manager may charge a performance-related fee if the underlying investment option outperforms the relevant investment benchmark. Any change in a performance-related fee will change that investment option's indirect cost.

The investment options with performance-related fees, their relevant benchmarks and estimated performance-related fees for the 12 months to 30 June 2017 are noted in the following table.

Benchmark	Performance fee [‡]	Estimated performance-related fee [^] % p.a.
Magellan Global		
Dual Hurdle of the MSCI World Net Total Return (AUD) ("Index Relative Hurdle") and the yield of 10-year Australian Government Bonds ("Absolute Return Hurdle")	10% of the excess return above the higher of the Index Relative Hurdle and the Absolute Return Hurdle over each 6 monthly period ending 31 December and 30 June, subject to the High Water Mark being met for the relevant period.	0.13%
OnePath Alternatives Growth*		
For the GMO Systematic Global Macro Trust the benchmark is the Bloomberg AusBond Bank Bill Index.	20.115% of outperformance above the benchmark plus base fee.	0.63%
For the Man AHL Alpha (AUD) fund the performance fee is not linked to a benchmark index.	25% of the increase in net asset value over the previous highest closing net asset value subject to a High Water Mark.	0.00%
RARE Infrastructure Value		
An accumulation index comprising the OECD G7 Inflation Index plus 5.5% per annum.	10.25% of the investment returns made in excess of the benchmark, subject to a High Water Mark [§] .	0.30%

[‡] For example, for every \$1,000 you invested in the Magellan Global fund, a \$1.30 performance-related fee would have been charged and deducted by the fund manager from the underlying assets of the investment option for the year ending 30 June 2017. This example is illustrative only.

[^] The performance-related fees are an estimate based on the performance-related fees of the underlying investment managers for the 12 months to 30 June 2017. Past costs are not a reliable indicator of future costs. The performance fee payable by you may differ from year to year.

* The other underlying funds are not listed here as they do not charge a performance fee.

[§] The total performance-related fees will not exceed 0.30% of the average of the daily net asset value of the fund in any financial year.

Performance-related fees are reflected as a reduction in the returns generated by the underlying investment fund. Therefore, the value of your investment in the applicable investment option will be impacted by any performance-related fees. The performance-related fees for Magellan Global and RARE Infrastructure Value are accrued daily and payable half-yearly. For OnePath Alternatives Growth, the performance-related fee for GMO Systematic Global Macro is payable half yearly and the performance-related fee for Man AHL Alpha fund is payable monthly in arrears.

Transaction costs

Transaction costs are costs incurred when assets are bought and sold in the underlying funds of each investment option. Transaction costs are an additional cost to you, however, they are deducted from the assets of the underlying investment at the time they are incurred and are reflected in the unit price of each investment option, rather than as a fee deducted from your account. Total transaction costs are referred to as "gross transactions costs" and in certain circumstances may be offset by amounts recovered from the Buy-sell spread.

Where a Buy-sell spread is charged for an investment option, the amounts recovered by this charge are used to help offset some of the gross transaction costs incurred by the underlying investment funds when buying and selling the underlying securities.

Gross transaction costs include, but are not limited to, the following:

- **Brokerage costs** – the amount paid to a broker when buying and selling underlying securities, e.g. shares and derivatives. For example trading costs charged by brokers on purchases or sales of shares, stamp duty charged on security purchases etc. These costs are incurred when the underlying fund managers actively trade investments as part of the ongoing management of the investment.
- **Custody fees** – fees paid to a custodian to hold the assets of the underlying funds and to manage transaction settlements.
- **Stamp duty** – generally levied on the transfer of assets or property.
- **Bid/offer spreads** – the difference between the price a buyer is willing to pay (the bid price) and the price a seller is willing to accept (the offer price) for a particular security. These are usually incurred by investment managers buying and selling fixed income securities, foreign currency conversions and listed equities.

ESTIMATED TRANSACTION COSTS FOR EACH INVESTMENT OPTION

The following table provides a breakdown of the estimated gross transaction costs for each investment option and the transaction costs recovered from the Buy-sell spread. The transaction costs not recovered by the Buy-sell spread reduce the net return of the investment option and form part of the ICR. This is reflected in the column “estimated costs affecting returns” in the table below.

These costs are based on the estimated costs for the financial year ending 30 June 2017, but may vary in the future. **It is important to remember that past costs are not a reliable indicator of future costs.**

Investment option	Transaction Costs (% p.a.)		
	(A) Estimated Gross costs	(B) Estimated costs recovered from Buy-sell spread	(C) = (A) - (B) Estimated costs affecting returns
ANZ Smart Choice 1940s	0.05%	0.01%	0.04%
ANZ Smart Choice 1950s	0.04%	0.00%	0.04%
ANZ Smart Choice 1960s	0.04%	0.01%	0.03%
ANZ Smart Choice 1970s	0.04%	0.01%	0.03%
ANZ Smart Choice 1980s	0.04%	0.01%	0.03%
ANZ Smart Choice 1990s	0.07%	0.06%	0.01%
ANZ Smart Choice 2000s	0.07%	0.06%	0.01%
ANZ Smart Choice Australian Equities	0.02%	0.02%	0.00%
ANZ Smart Choice Australian Fixed Interest	0.02%	0.02%	0.00%
ANZ Smart Choice Cash	0.00%	0.00%	0.00%
ANZ Smart Choice Conservative	0.05%	0.02%	0.03%
ANZ Smart Choice Global Fixed Interest	0.11%	0.07%	0.04%
ANZ Smart Choice Global Property	0.11%	0.08%	0.03%
ANZ Smart Choice Global Smaller Companies	0.10%	0.04%	0.06%
ANZ Smart Choice Growth	0.08%	0.03%	0.05%
ANZ Smart Choice International Equities (Hedged)	0.07%	0.05%	0.02%
ANZ Smart Choice International Equities (Unhedged)	0.02%	0.02%	0.00%
ANZ Smart Choice Moderate	0.06%	0.02%	0.04%
Arrowstreet Global Equity (Hedged)	0.41%	0.08%	0.33%
Bennelong Australian Equities	0.45%	0.20%	0.25%
Bentham Global Income	0.11%	0.11%	0.00%
BT Smaller Companies	0.47%	0.04%	0.43%
Fidelity Australian Equities	0.05%	0.02%	0.03%
Kapstream Absolute Return Income	0.06%	0.00%	0.06%
Karara Capital Emerging Companies	0.15%	0.06%	0.09%
Legg Mason Diversified	0.13%	0.04%	0.09%
Magellan Global	0.02%	0.02%	0.00%
Merlon Australian Share Income	0.50%	0.04%	0.46%
MFS Global Emerging Markets Shares	0.24%	0.08%	0.16%
MFS Global Equity	0.07%	0.07%	0.00%
OnePath Alternatives Growth	0.23%	0.01%	0.22%
OnePath Geared Australian Shares Index	0.63%	0.13%	0.50%
OptiMix Balanced	0.29%	0.02%	0.27%
OptiMix Conservative	0.21%	0.00%	0.21%

Investment option	Transaction Costs (% p.a.)		
	(A) Estimated Gross costs	(B) Estimated costs recovered from Buy-sell spread	(C) = (A) - (B) Estimated costs affecting returns
OptiMix Growth	0.28%	0.01%	0.27%
OptiMix High Growth	0.22%	0.01%	0.21%
OptiMix Moderate	0.26%	0.01%	0.25%
Perpetual Australian Shares	0.21%	0.03%	0.18%
PIMCO Diversified Fixed Interest	0.17%	0.01%	0.16%
Platinum Asia	0.37%	0.05%	0.32%
Platinum International	0.24%	0.12%	0.12%
RARE Infrastructure Value	0.33%	0.02%	0.31%
Schroder Australian Equity	0.08%	0.05%	0.03%
Schroder Fixed Income	0.11%	0.05%	0.06%
Schroder Real Return	0.22%	0.17%	0.05%
SG Hiscock Property Securities	0.08%	0.07%	0.01%
UBS Australian Shares	0.18%	0.03%	0.15%
UBS Balanced	0.30%	0.07%	0.23%
UBS Blue Chip Imputation	0.13%	0.03%	0.10%
UBS Defensive	0.18%	0.04%	0.14%
UBS Select Leaders	0.18%	0.11%	0.07%
UBS Sustainable Investments – Australian Shares	0.11%	0.04%	0.07%
Vontobel Global Shares	0.04%	0.03%	0.01%
Walter Scott Global Equity (Hedged)	0.09%	0.06%	0.03%

TOTAL ONGOING FEES AND COSTS FOR EACH INVESTMENT OPTION

The following table lists the total ongoing fees and costs for each investment option. These costs are based on the estimated costs for the financial year ending 30 June 2017, but may vary in the future.

It is important to remember that past costs are not a reliable indicator of future costs.

Note: The “Estimated indirect cost ratio” in the following table is equal to the “Estimated costs affecting returns”, from the previous table on pages 10 and 11 plus any applicable performance-related fees listed in the table on page 8. As previously stated, your account may be subject to other fees and costs (outlined in the fees and costs table on pages 4 and 5 plus any applicable borrowing costs disclosed on page 7) which are in addition to the total ongoing fees and costs for each applicable investment option listed below.

Investment option	Total Ongoing Fees and Costs (% p.a.)		
	(D) Investment Fee	(C) Estimated indirect cost ratio	(E) = (D) + (C) Total fees and costs
ANZ Smart Choice 1940s	0.44%	0.04%	0.48%
ANZ Smart Choice 1950s	0.44%	0.04%	0.48%
ANZ Smart Choice 1960s	0.44%	0.03%	0.47%
ANZ Smart Choice 1970s	0.44%	0.03%	0.47%
ANZ Smart Choice 1980s	0.44%	0.03%	0.47%
ANZ Smart Choice 1990s	0.44%	0.01%	0.45%
ANZ Smart Choice 2000s	0.44%	0.01%	0.45%
ANZ Smart Choice Australian Equities	0.44%	0.00%	0.44%
ANZ Smart Choice Australian Fixed Interest	0.50%	0.00%	0.50%
ANZ Smart Choice Conservative	0.44%	0.03%	0.47%
ANZ Smart Choice Global Fixed Interest	0.44%	0.04%	0.48%
ANZ Smart Choice Global Property	0.44%	0.03%	0.47%
ANZ Smart Choice Global Smaller Companies	0.50%	0.06%	0.56%
ANZ Smart Choice Growth	0.44%	0.05%	0.49%
ANZ Smart Choice International Equities (Hedged)	0.44%	0.02%	0.46%
ANZ Smart Choice International Equities (Unhedged)	0.50%	0.00%	0.50%
ANZ Smart Choice Moderate	0.44%	0.04%	0.48%
Arrowstreet Global Equity (Hedged)	1.25%	0.33%	1.58%
Bennelong Australian Equities	1.00%	0.25%	1.25%
Bentham Global Income	1.30%	0.00%	1.30%
BT Smaller Companies	1.35%	0.43%	1.78%
Fidelity Australian Equities	1.10%	0.03%	1.13%
Kapstream Absolute Return Income	0.90%	0.06%	0.96%
Karara Capital Emerging Companies	1.05%	0.09%	1.14%
Legg Mason Diversified	1.05%	0.26% [^]	1.31%
Magellan Global*	1.65%	0.13%	1.78%
Merlon Australian Share Income	1.16%	0.46%	1.62%
MFS Global Emerging Markets Shares	1.25%	0.16%	1.41%
MFS Global Equity	1.25%	0.00%	1.25%
OnePath Alternatives Growth**	1.30%	0.41%	1.71%
OnePath Geared Australian Shares Index	1.65% [‡]	0.50%	2.15%
OptiMix Conservative	0.90%	0.21%	1.11%

Investment option	Total Ongoing Fees and Costs (% p.a.)		
	(D) Investment Fee	(C) Estimated indirect cost ratio	(E) = (D) + (C) Total fees and costs
OptiMix Balanced	0.44%	0.27%	0.71%
OptiMix Growth	1.00%	0.27%	1.27%
OptiMix High Growth	1.10%	0.21%	1.31%
OptiMix Moderate	0.44%	0.25%	0.69%
Perpetual Australian Shares	1.25%	0.18%	1.43%
PIMCO Diversified Fixed Interest	0.75%	0.16%	0.91%
Platinum Asia	1.98%	0.32%	2.30%
Platinum International	1.80%	0.12%	1.92%
RARE Infrastructure Value*	1.40%	0.61%	2.01%
Schroder Australian Equity	1.05%	0.03%	1.08%
Schroder Fixed Income	0.90%	0.06%	0.96%
Schroder Real Return	1.00%	0.05%	1.05%
SG Hiscock Property Securities	1.00%	0.01%	1.01%
UBS Australian Shares	1.00%	0.15%	1.15%
UBS Balanced	1.25%	0.23%	1.48%
UBS Blue Chip Imputation	1.05%	0.10%	1.15%
UBS Defensive	1.15%	0.14%	1.29%
UBS Select Leaders	1.00%	0.07%	1.07%
UBS Sustainable Investments – Australian Shares	1.00%	0.07%	1.07%
Vontobel Global Shares	1.15%	0.01%	1.16%
Walter Scott Global Equity (Hedged)	1.50%	0.03%	1.53%

^ This investment option has indirect costs in addition to the transaction costs included on page 10.

* Performance-related fees apply to this investment option. Refer to Performance-Related Fees on page 8.

‡ This is the ongoing investment fee charged on the net assets of the investment option. Assuming a gearing ratio of 50%, this would represent an ongoing investment fee on gross assets of 0.825% p.a.

**The indirect cost includes a performance-related fee of 0.19% for GMO Systematic Global Macro Trust based on a 30% allocation to this underlying fund. The other underlying fund managers for the OnePath Alternatives Growth investment option did not charge a performance-related fee in the 12 months to 30 June 2017.

BUY-SELL SPREAD GUIDE

The following table lists the Buy-sell spread for each investment option in ANZ Smart Choice Super for QBE Management Services Pty Ltd. The column labelled "Buy Spread" reflects the Buy-sell spread charged when you invest in the investment option. The column labelled "Sell Spread" reflects the Buy-sell spread charged when you exit an investment option. Please refer to pages 6 and 7 of this Fees Guide for further information regarding the Buy-sell spread.

Investment fund	Buy Spread	Sell Spread
ANZ Capital Guaranteed	0.00	0.00
ANZ Smart Choice 1940s	0.02	0.02
ANZ Smart Choice 1950s	0.02	0.02
ANZ Smart Choice 1960s	0.03	0.03
ANZ Smart Choice 1970s	0.03	0.03
ANZ Smart Choice 1980s	0.03	0.03
ANZ Smart Choice 1990s	0.09	0.09
ANZ Smart Choice 2000s	0.10	0.10
ANZ Smart Choice Australian Equities	0.06	0.06
ANZ Smart Choice Australian Fixed Interest	0.05	0.05
ANZ Smart Choice Cash	0.00	0.00
ANZ Smart Choice Conservative	0.02	0.02
ANZ Smart Choice Global Fixed Interest	0.05	0.05
ANZ Smart Choice Global Property	0.08	0.08
ANZ Smart Choice Global Smaller Companies	0.08	0.08
ANZ Smart Choice Growth	0.03	0.03
ANZ Smart Choice International Equities (Hedged)	0.06	0.06
ANZ Smart Choice International Equities (Unhedged)	0.06	0.06
ANZ Smart Choice Moderate	0.03	0.03
Arrowstreet Global Equity (Hedged)	0.22	0.19
Bennelong Australian Equities	0.30	0.30
Bentham Global Income	0.35	0.35
BT Smaller Companies	0.25	0.25
CBRE Clarion Global Property Securities	0.08	0.08
Fidelity Australian Equities	0.25	0.25
Kapstream Absolute Return Income	0.00	0.00
Karara Emerging Companies	0.24	0.24
Legg Mason Diversified	0.20	0.20
Magellan Global	0.10	0.10
Merlon Australian Share Income	0.20	0.20
MFS Global Emerging Markets Shares	0.25	0.25
MFS Global Equity	0.35	0.35
OnePath Alternatives Growth	0.09	0.09
OnePath Cash	0.00	0.00
OnePath Capital Guaranteed	0.00	0.00
OnePath Capital Stable	0.02	0.02
OnePath Geared Australian Shares Index	0.22	0.22
OptiMix Balanced	0.05	0.05

Investment fund	Buy Spread	Sell Spread
OptiMix Conservative	0.03	0.03
OptiMix Growth	0.06	0.06
OptiMix High Growth	0.07	0.07
OptiMix Moderate	0.04	0.04
Perpetual Australian Shares	0.30	0.00
PIMCO Diversified Fixed Interest	0.03	0.03
Platinum Asia	0.25	0.25
Platinum International	0.25	0.25
RARE Infrastructure Value	0.20	0.15
Schroder Australian Equity	0.25	0.25
Schroder Fixed Income	0.12	0.12
Schroder Real Return	0.20	0.20
SG Hiscock Property Securities	0.12	0.12
UBS Australian Shares	0.12	0.12
UBS Balanced	0.20	0.20
UBS Blue Chip Imputation	0.12	0.12
UBS Defensive	0.15	0.15
UBS Select Leaders	0.19	0.19
UBS Sustainable Investments – Australian Shares	0.12	0.12
Vontobel Global Shares	0.15	0.15
Walter Scott Global Equity (Hedged)	0.22	0.17

This page has been left intentionally blank.




Customer Services

 1800 249 996 weekdays between 8.30am and 8pm (AEST)

 corporatesuper@anz.com

 anz.com/smartchoicesuper

Take control of your super in three easy steps

	<p>Step 1 Access your account through ANZ Internet Banking, or via the ANZ App.</p> <ul style="list-style-type: none">• If you are already registered for ANZ Internet Banking you can see your super with your other ANZ accounts the day after your account is opened.• If you cannot see your ANZ Smart Choice Super account call Customer Services on 1800 249 996.• If you are not yet registered for ANZ Internet Banking call 1800 249 996 and receive your Customer Registration Number and telecode. Using these details you will then need to complete your registration via anz.com
	<p>Step 2 After you have accepted the Search Terms and Conditions, we will inform you if we find any other super accounts for you and assist you in rounding these up – so you don't pay multiple sets of fees.</p>
	<p>Step 3 Manage and monitor your super</p> <p>When you are in ANZ Internet Banking, check your personal details and make sure your email address and telephone numbers are included and up to date. Then look at your account details – you can change your investment option, monitor performance, manage your beneficiary nomination, keep track of your contributions and much more. Note: The ANZ App provides view only access.</p>

For other ANZ Wealth products visit anz.com/wealth



**ANZ SMART CHOICE SUPER
FOR QBE MANAGEMENT SERVICES PTY LTD
AND THEIR EMPLOYEES**

INSURANCE GUIDE | ISSUED 17 MARCH 2018
DEATH AND TOTAL AND PERMANENT DISABLEMENT COVER



ANZ SMART CHOICE SUPER

ENTITY DETAILS IN THIS INSURANCE GUIDE

Name of legal entity	Registered numbers	Abbreviated terms used throughout this Insurance Guide
OnePath Custodians Pty Limited	ABN 12 008 508 496 AFSL 238346 RSE L0000673	OnePath Custodians, Trustee, us, we, our
OnePath Life Limited	ABN 33 009 657 176 AFSL 238341	OnePath Life, Insurer
OnePath MasterFund	ABN 53 789 980 697 RSE R1001525	Fund
Australia and New Zealand Banking Group Limited	ABN 11 005 357 522 AFSL 234527	ANZ
QBE Management Services Pty Ltd*	ABN 92 004 800 131	QBE, Employer
QBE Super Plan		Employer Plan or the Plan

* A reference to QBE in this Guide includes all associated employers of QBE Management Services Pty Ltd currently contributing to the QBE Super Plan under an arrangement with the Trustee.

CONTENTS

Important information	3	Interim Accident cover	10
Insurance in ANZ Smart Choice Super	4	Continuation of cover	10
What is Tailored cover?	4	Tax and Stamp Duty implications	12
What type of cover is available?	4	How to make a claim	12
Eligibility for cover	6	Insurance risks	13
When does cover commence?	7	The Trustee's Duty of Disclosure	13
Who is the Benefit paid to?	8	Annual Insurance fees	14
When cover ceases	9	Definitions of terms used in this Insurance Guide	15
Exclusions	10		

INSURANCE POLICIES

Insurance cover within ANZ Smart Choice Super is provided by OnePath Life Limited under group policies issued to the Trustee. In all cases, insurance cover for a member is subject to the terms and conditions of these policies. If there is any inconsistency between the terms and conditions of the insurance policies and the ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees Product Disclosure Statement (PDS), including this Guide, or any fact sheet, the terms and conditions of the insurance policies prevail.

You may request copies of the ANZ Smart Choice Super policies by calling Customer Services on 1800 249 996.

This Insurance Guide sets out a summary of the terms and conditions of the ANZ Smart Choice Super policies, and is not a legally binding contract of insurance with the Insurer.

The Trustee reserves the right to change Insurer, or vary the benefits or rates for Insurance fees (premium) from time to time.

IMPORTANT INFORMATION

This version of the Insurance Guide ('Guide') must be read together with the ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees Product Disclosure Statement (PDS for QBE) dated 17 March 2018.

When QBE joined ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees ("ANZ Smart Choice Super") it nominated employees to become members of the Fund. OnePath Custodians is the Trustee of the Fund and the issuer of this Guide.

This Guide is issued for the information of new members joining the Employer Plan on or after the issue date of this Guide. Other members should refer to the insurance guide that they received on joining the Employer Plan because information in this Guide might not be accurate for them.

OnePath Custodians is a wholly owned subsidiary of ANZ. ANZ is an authorised deposit taking institution (Bank) under the *Banking Act 1959* (Cth). Although the issuer of this product is owned by ANZ, it is not a Bank. Except as described in the PDS for QBE, an investment in ANZ Smart Choice Super is not a deposit or other liability of ANZ or its related group companies and none of them stands behind or guarantees the issuer or the capital or performance of the investment. An investment in ANZ Smart Choice Super is subject to investment risk, including possible repayment delays and loss of income and principal invested.

The factual information and advice provided in this Guide is of a general nature and has been prepared without taking into account your objectives, financial situation or needs. You should obtain financial advice tailored to your personal circumstances. Before acting on the information or advice, you should consider whether it is appropriate for you, having regard to your objectives, financial situation and needs. You should obtain a copy of the PDS for QBE before making any decision about whether to acquire, or to continue to hold, the superannuation product. You can obtain a copy of the PDS for QBE by contacting Customer Services on 1800 249 996.

The Fund is governed by a trust deed (Trust Deed). Together with superannuation law, the Fund's Trust Deed sets out the rules and procedures under which the Fund operates and the Trustee's duties and obligations. If there is any inconsistency between the Trust Deed and the PDS for QBE or this Guide, the terms of the Trust Deed prevail. A copy of the Trust Deed is available from the Trustee free of charge.

The Trustee invests all contributions in a master life policy issued by OnePath Life which then invests in selected investment funds. The master life policy is governed by the *Life Insurance Act 1995* and is a contract between the Trustee and OnePath Life. OnePath Life is required to conduct its business in accordance with the law and give priority to the interests of policy holders, invest all of the assets it receives from the Trustee in statutory funds approved by the Australian Prudential Regulation Authority (APRA) and comply with the prescribed capital and solvency standards.

OnePath Life is also the administrator of the Fund.

QBE has selected insurance cover as part of your Employer Plan.

In the case of this Guide, cover is provided by OnePath Life Limited (the **Insurer**) under a group policy issued to the Trustee. In respect of such a policy, the Trustee reserves the right to change Insurer, or vary benefits or Insurance fee rates from time to time. The policy for Death and Total and Permanent Disablement (TPD) will be referred to as '**Policy**' throughout this Guide.

Where the Insurer imposes loadings or exclusions as a result of the member's health, pastimes or other individual circumstances, the Insurer will write to the Trustee and provide specific details relating to the member's cover. The Insurer will advise the member where this occurs.

The Trustee is responsible for the contents of this Guide.

The PDS for QBE is comprised of the following documents:

- ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees Product Disclosure Statement dated 17 March 2018;
- ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees Additional Information Guide dated 17 March 2018;
- Fees Guide dated 17 March 2018; and
- ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees Insurance Guide dated 17 March 2018 ('this Guide').

The information in this document forms part of the PDS for QBE dated 17 March 2018.

The purpose of this Guide is to give you more information and/or specific terms and conditions referred to in the PDS. You should consider all that information before making a decision about ANZ Smart Choice Super.

If you invest in ANZ Smart Choice Super, you can access a copy of the PDS for QBE and any matter that is applied, adopted or incorporated in the PDS from our website at anz.com/smartchoicesuper

You may also request a copy of all information (including this Guide) free of charge by contacting Customer Services on 1800 249 996.

Trustee contact details

OnePath Custodians Pty Limited
ABN 12 008 508 496 AFSL 238346 RSE L0000673

242 Pitt Street
Sydney NSW 2000

GPO Box 5107
Sydney NSW 2001

Phone 1800 249 996
Email corporatesuper@anz.com
Website anz.com/smartchoicesuper

INSURANCE IN ANZ SMART CHOICE SUPER

This Guide details the types of insurance available to you as a member of the QBE Super Plan in ANZ Smart Choice Super.

No matter what stage you are at in your life, you may wish to seek professional advice to consider if insurance will provide you with an appropriate safety net.

In the unfortunate event of your death or disablement, insurance may also help ensure your family's financial future is looked after. Insurance benefits can help pay your debts and cover the cost of any unexpected medical treatment that you may need.

References throughout this document to 'PDS', 'Additional Information Guide' and 'Insurance Guide' are references to the PDS for QBE, Additional Information Guide and Insurance Guide for employees of QBE. These documents are specific to QBE employees only. If you are not a QBE employee, you should refer to the ANZ Smart Choice Super for employers and their employees PDS available from our website at anz.com/smartchoicesuper or free of charge by contacting Customer Services.

When reading this Guide, some expressions (capitalised) have a special meaning. This meaning is either explained in context or in the Definitions section on pages 15 to 19.

WHAT IS TAILORED COVER?

ANZ Smart Choice Super gives employers the flexibility to choose a tailored insurance cover designed for their employer plan, including the type of cover provided, and the Default cover amount. Insurance fees will be tailored to your **Employer Plan**, and the plan design may also include different membership categories.

Where different membership categories are available, your type and level of cover may depend on the category which your Employer has advised for you. In the event that an error has occurred, and you have been established in an incorrect category, the Insurer may assess any claim against the insurance design and eligibility criteria of your current category.

The insurance cover negotiated by your Employer is detailed in this Guide.

If you believe that you are in an incorrect **Membership Category**, you must advise both us and your Employer immediately.

Under your Employer Plan in ANZ Smart Choice Super, you have access to Default cover and/or Voluntary cover arrangements. The arrangements are explained further below:

Default cover – QBE has negotiated with the Trustee the type and terms of cover and the automatic amount of cover you are entitled to. We call this cover Default cover*.

Voluntary cover – if you don't qualify for Default cover, or you require cover in addition to your Default cover, you will need to apply for Voluntary cover. You can apply to increase the amount of your Default cover (either Death only and/or TPD cover) by taking out additional Voluntary cover.

All applications for Voluntary cover will be assessed by the Insurer for approval.

* You can opt out at any time by contacting Customer Services on 1800 249 996.

WHAT TYPE OF COVER IS AVAILABLE?

A range of insurance options are available within ANZ Smart Choice Super. The following types of cover are available to you:

- 1. Death cover:** Provides lump sum, income stream or a combination of both to your beneficiary in the event of death or a lump sum payment to you, if you suffer from a Terminal Illness.
- 2. TPD cover:** The Insurer will pay a TPD Benefit to the Trustee on your behalf if you are Totally and Permanently Disabled as defined on page 19. Note that TPD cover is only provided in conjunction with Death cover and cannot be greater than the amount of Death cover.

Refer to 'Who is the Benefit paid to?' on page 8 for more details on each cover type.

Details of any insurance cover you have will be shown in your Welcome Pack and subsequent Annual Statements.

DEFAULT COVER

This is an amount of cover automatically provided to eligible members upon joining, up to the **Automatic Acceptance Limit (AAL)**, which is the maximum level of Default cover available. Default cover is based on the insurance formula that has been agreed between your Employer and the Insurer.

The amount of your Default cover is calculated:

- when you join your Employer Plan;
- at 1 July each year; and
- when your Employer notifies us of any change in your **Salary** (where the amount of your default insurance is based on a formula including your salary); and
- when the level, Insurance fee or formula of your Default cover is changed.

If you are in a category where Default cover is available, the amount of your Default cover and benefit formula for your Membership Category will be included in your Welcome Letter.

The level of your Default cover and the annual Insurance fee payable is determined by a formula for your Membership Category.

MEMBERSHIP CATEGORIES

Death and TPD

Membership Category 04 – Casuals plus permanent or fixed-term employees working less than 15 hours per week.

Membership Category 05 – Permanent or fixed term employees working 15 hours or more per week.

Membership Category 10 – Members of Category 01, 02, 03, 05 and 06 who exercise choice of fund*.

* Membership Categories 01, 02, 03 and 06 are not open to new members. For details of the Membership Category applicable to you, please contact Customer Services on 1800 249 996.

DEFAULT BENEFIT DESIGN/BENEFIT FORMULA

The amount of Default cover for Membership Category 05 and Membership Category 10 is calculated as follows:

Death cover: $17.5\% \times \text{Years of Future Service} \times \text{TRC}$

TPD cover: $17.5\% \times \text{Years of Future Service} \times \text{TRC}$

Note: Where TRC is defined as Salary plus the minimum superannuation guarantee contributions prescribed under superannuation guarantee legislation.

The AAL or the maximum amount of Default cover which can be provided without underwriting is \$1.5 million for Membership Category 05 and Membership Category 10. Default cover is not available for Membership Category 04 members.

Any increase in the Default cover is up to the lesser of:

- the AAL; and
- 25% of your Default Cover on the day immediately prior to the 1st of July that your Default Cover is to increase. See Definitions on pages 15 to 19 for more information.

You can change the amount of your cover, or cancel your cover by:

- adding to it by applying for Voluntary cover;
- reducing your amount of cover to then have a fixed amount of Voluntary cover without underwriting; or
- opting out of your Default cover at any time online, or by submitting a written request (in a form acceptable to the Insurer) to the Insurer or your Employer – if you do this, you will not be able to obtain Default cover again in relation to the Employer Plan.

If you reduce or opt out of your cover, and later want to obtain cover, or obtain a higher level of cover, you will need to apply, provide medical and health evidence, and have your application accepted by the Insurer.

If the Insurance fees for your Default cover are paid by your Employer, to opt out of or reduce the amount of your Default cover, then you need to speak to your Employer first so that your request can be actioned by them.

Your Employer's arrangement with us to incur the cost of any fees is voluntary and consent for such arrangement may be withdrawn at any time. If this is the case, you will receive 30 days prior notification. We will let you know of the options available to you.

VOLUNTARY COVER

This is usually a fixed amount of Death or Death and TPD cover which is provided subject to underwriting by the Insurer.

There is no limit on the amount of Voluntary Death cover you can apply for. However, there is a maximum of \$2.5 million for Terminal Illness cover and \$3 million for TPD cover.

You may need to provide evidence of your health with your application. The Insurer may impose conditions, exclusions and/or Insurance fee loadings, or may decline your application for new or additional Voluntary cover.

Any existing cover will continue until the Insurer approves your application for new or additional Voluntary cover. If the Insurer does not accept your application, your existing cover will continue, and will not be affected by the declined application.

We will advise you in writing of the Insurer's decision. If a restriction and/or exclusion, or a loading to your Insurance fee applies to the Voluntary cover you are offered, and you would like this reviewed by the Insurer, you may need to cover the costs of any medical evidence required to have your cover re-assessed.

You can choose not to accept the Insurer's offer to provide Voluntary cover based on any Insurance fee loading, condition and/or exclusion. If you do not accept, including no response within 21 days of the Insurer's decision, your cover will revert to the amount prior to your request.

You may be eligible for Interim Accident cover while your application is being assessed (see 'Interim Accident cover' on page 10 for more information).

You can apply for Voluntary cover:

- to increase the amount of Death only or Death and TPD cover;
- if you were not provided with Default cover, and would like to apply for cover;
- to fix the amount of your Death and/or TPD cover;
- to remove any **Pre-Existing Condition (PEC) Exclusion**, conditions, exclusions or medical loadings imposed by the Insurer on your cover;
- you wish to re-apply for cover where cover ceased under the Policy for any reason.

You may request a decrease in the amount of cover in a form acceptable to the Insurer without requiring an application or underwriting.

WHAT HAPPENS TO DEFAULT COVER WHEN YOU OBTAIN VOLUNTARY COVER?

If your Voluntary Death only cover or Death and TPD cover is accepted by the Insurer, it will be added to any Default cover as a fixed amount, subject to the Maximum Benefit Level and any conditions, exclusions and medical loadings notified by the Insurer.

If the Insurer does not accept your application for Voluntary cover, any existing cover you hold through ANZ Smart Choice Super will continue unaffected by the declined application.

When you apply for Voluntary cover, you will have the choice to apply using a:

Short Form Personal Health Statement*:

- For all applications up to \$1 million.

Full Personal Health Statement:

- For all applications of cover over \$1 million (Death and TPD).

* Note: You may need to complete a Full Personal Health Statement if the Insurer has reviewed your Short Form Personal Health Statement and requires further details to assess your application.

To apply for Voluntary cover please contact Customer Services on 1800 249 996.

If you are transferring your cover from another superannuation fund and the Insurer has approved the transfer, the additional Voluntary cover will be added to any cover you currently have in place, subject to the Maximum Benefit Level.

You can elect to cancel or reduce your Voluntary cover at any time by contacting Customer Services on 1800 249 996.

LIFE EVENTS COVER FOR VOLUNTARY COVER (DEATH OR DEATH AND TPD) ONLY

Life Events cover gives you the ability to adjust your Death only or Death and TPD cover as your circumstances change by allowing you to obtain, or increase your existing Voluntary cover without additional underwriting. To be eligible for Life Events cover, you must have been accepted for Default or Voluntary cover before the Specific Life Event occurs and your application for an increase in your cover must be received by the Insurer within 30 days of that event taking place. Other terms, conditions and eligibility criteria apply. The increase to your cover will be applied as an additional amount of Voluntary cover.

You may only apply for one Specific Life Event within any 12 month period, up to a maximum of three accepted Life Events applications during the period of your membership in ANZ Smart Choice Super and Pension.

Specific Life Events applicable to the Employer Plan are detailed in this Guide, but may include:

- your marriage (you can make only one application with respect to marriage);
- the birth or adoption of a child by you or your spouse;
- your child starting secondary school;
- taking out a mortgage (from an accredited mortgage provider) to purchase your first home.

The maximum increase available on a Specific Life Event is the lesser of:

- 25% of your existing cover; and
- \$200,000,

but cannot cause your cover to exceed the **Maximum Benefit Level**.

Life Events cover is not available if at the time of the application:

- you have claimed or are in the process of claiming, in a waiting period for or in receipt of, a Terminal Illness, TPD, temporary disability or Income Protection Benefit under any insurance policy; or
- you are aged 55 years or older as at the date of the occurrence of the Specific Life Event; or

- you have previously had a Life Events cover option accepted by the Insurer for marriage, and you are applying again to increase your cover for marriage; or
- you have applied for a specific Life Event within the past 12 months; or
- you have previously had 3 Life Events cover options accepted by the Insurer; or
- your cover has ended under this Policy.

The increased amount is based on your type of cover at the time of your application and on the same terms. The increase in cover will apply from the date the application is accepted in writing.

ELIGIBILITY FOR COVER

DEFAULT COVER

To be eligible for Default Death and TPD cover:

- you must be an employee of QBE and a member of ANZ Smart Choice Super;
- you must have not previously been provided with Default cover in relation to your account;
- you must be at least 15 years of age and under 65 years of age when you join*;
- your Employer must make an employer contribution into your account within 180 days of **Cover Commencement Date**;
- on the 180th day after you were first eligible to join ANZ Smart Choice Super you will need to have a sufficient balance to cover the cost of the insurance fees due for the 180 days since your cover commenced. Any insurance fees collected up to 180 days will be deducted from the balance due on day 180. If you do not meet this condition or the condition above, your insurance cover will be cancelled from the date it commenced and any insurance fees deducted from your ANZ Smart Choice Super account will be refunded to your account;
- you must be an **Australian Resident** or holder of a **Visa** residing in Australia;
- you must not have had a claim admitted, are not in the process of claiming, are not in receipt of, are not in a waiting period for (if a waiting period applies), have not been paid, and are not entitled to be paid, a benefit for terminal illness or total and permanent disablement, under the Policy or any other policy issued by us or another insurer or from a superannuation fund*;
- you must satisfy the eligibility rules for a Membership Category that has Default cover;
- you have not previously been accepted for any insurance cover by automatic acceptance under the Policy or any insurance policy issued by us or another insurer;
- subject to election under Choice of Fund legislation, you must join the Employer Plan effective from the date you commence Gainful Employment with QBE, where you commence work with QBE on or after the QBE Plan's Start Date; and
- the Membership Category of an insured member cannot be amended without the Insurer's prior written approval.

To avoid being charged Insurance fees for cover that you are ineligible for, please ensure that you notify us if you are ineligible or contact us if you would like to discuss whether you are eligible for Default cover.

We will assess whether you are eligible for insurance based on the details that your Employer provides us but you must also satisfy the above eligibility requirements. You can elect to cancel or reduce your Default cover at any time by contacting Customer Services on 1800 249 996.

* Your Default cover will be limited to Death cover only (no TPD cover), if you are eligible to receive, have received, have lodged a claim for, or have a claim pending for, a TPD Benefit.

Limited cover when not At Work

Default cover is subject to a Pre-Existing Condition Exclusion if you were Not At Work at the time your Default cover started. If you return to work and are at work for 30 consecutive days, the Pre-Existing Condition Exclusion will be removed from your Default cover on the day immediately after the expiry of this 30 day period. See 'Definitions of terms used in this Guide' on page 18 for the meaning of At Work.

VOLUNTARY COVER

To apply for Voluntary cover you must:

- be an employee of QBE and a member of ANZ Smart Choice Super;
- be at least 15 years of age and under 65 years of age when you join;
- be an Australian Resident or holder of a Visa residing in Australia;
- be engaged in an occupation which the Insurer provides insurance cover to; and
- satisfy any additional eligibility rules that apply to your Employer Plan or Membership Category in the Employer Plan.

WHEN DOES COVER COMMENCE?

DEFAULT COVER

If you are eligible for Default cover (see Eligibility for cover – Default cover), it starts from:

- when you commence work with QBE, if you are a new employee; or
- the date QBE became an ANZ Smart Choice Super Participating Employer – if you were working for QBE when your Employer Plan joined ANZ Smart Choice Super.

For Default cover to start, we must receive an employer superannuation contribution from QBE into ANZ Smart Choice Super for you. The first contribution must be received within 180 days of the Cover Commencement Date. You also need to have a sufficient account balance to cover the cost of your first Insurance fees due by the 180th day after you were first eligible to join ANZ Smart Choice Super. If you do not meet this condition or the condition above, your insurance cover will be cancelled from the date it commenced and any insurance fees deducted from your ANZ Smart Choice Super account will be refunded to your account.

If Default cover does not commence, you may be eligible to apply for Voluntary cover.

VOLUNTARY COVER

In addition to any default cover you are eligible for, you may apply for Voluntary cover, subject to agreement and acceptance by the Insurer. Cover commences on the date the Insurer approves your application provided the premium for the new Voluntary cover required to cover the number of days from the **Acceptance Date** to the third premium due date, is paid by the third premium due date.

If the Insurer accepts your application subject to **Special Acceptance Terms** the Voluntary cover starts on the Acceptance Date as long as the Insurer receives:

- your signed acceptance within 21 days of the Acceptance Date; and
- the premium for the Voluntary cover required to cover the number of days from the Acceptance Date to the third premium due date, by the third premium due date.

We will send a letter to you confirming your cover and the date that your cover commenced.

If you request a decrease in the amount of your Default cover, Voluntary cover will replace your Default cover, and will commence on the later of the date of your request or the date you specified in your request.

If you request a decrease in the amount of your Voluntary cover, your new level of Voluntary cover similarly commences on the later of the date of your request or the date you specified in your request.

Transferred cover commences as Voluntary cover on the date the Insurer approves your application, provided there are sufficient funds in your account to pay for the Insurance fees. We will send a letter to you confirming the date that it commences.

TRANSFERRING COVER

Where you hold insurance cover in another superannuation fund and with another insurer, you may apply to have this cover transferred to your account in ANZ Smart Choice Super*. By completing an Individual Insurance Transfer application, you can request that an equivalent amount of Death or Death and TPD cover that you had in your previous cover, is applied to your ANZ Smart Choice Super account. Any application for an Insurance Transfer may require evidence of previous cover and will be assessed by the Insurer who has the discretion to accept, decline or defer this application. If accepted, this cover:

- is provided conditional upon cancellation of the previous cover;
- will carry across any loadings, exclusions, restrictions or limitations which applied to your previous cover, unless the Insurer has noted otherwise in the Decision Note;
- will be provided according to the terms and conditions of the ANZ Smart Choice Super insurance policies, including any terms and conditions contained in the Decision Note;
- is provided as Voluntary cover, where you are in an Employer Plan; and
- will be in addition to any existing cover you hold under the Policy.

To apply for an Insurance Transfer please contact Customer Services on 1800 249 996. Terms, conditions and eligibility criteria apply. If you are intending on completing a rollover of your other Super account into ANZ Smart Choice Super you may wish to apply for the Insurance Transfer before submitting a rollover request. A whole balance rollover out of a super fund will often result in the account closing and associated insurance ceasing.

- * If the Insurer accepts your application, the insured amount that will be provided will be subject to:
- the maximum transfer amount of \$1 million for Death and TPD cover and for Income Protection cover 75% of your monthly salary but cannot exceed \$30,000 per month.
 - total cover after the transfer not exceeding the Maximum Benefit Level.

COVER ACCEPTANCE

Where the Insurer approves your cover or any change in cover on altered terms, your acceptance of these will be required.

WHO IS THE BENEFIT PAID TO?

As the insurance policy is issued to the Trustee and cover is offered to you under the policy as a member of ANZ Smart Choice Super, the Insurer will pay any benefits to the Trustee. Once we receive the proceeds from the Insurer these will be held in the superannuation environment, in the ANZ Smart Choice Cash investment option. If you would like to switch this amount to another investment option you can do so online via ANZ Internet Banking or by calling Customer Services. Upon meeting a condition of release, you will receive the Benefit amount, adjusted positively or negatively, for investment earnings.

Any claims made on the Policy must be made through the Trustee as the Policy owner. Before the Trustee can pay any insurance Benefit to you or your beneficiary(ies), the claim must be accepted by the Insurer and approved by the Trustee.

Under superannuation law, the Trustee may only release a Benefit (including any Terminal Illness or TPD Benefit paid to the Trustee by the Insurer) where you have met a 'condition of release' under superannuation law. If the Trustee cannot release your Benefit, any proceeds will be credited to your super account and paid when you meet a condition of release.

The Trustee will pay any death Benefit (comprising your account balance and any sum insured amounts admitted by the Insurer as per the terms of the insurance policy for cover in force) at the claim date, to the beneficiary(ies) you have nominated in your non-lapsing nomination, unless there is no nomination or your nomination is defective or has been cancelled. See 'Nominating a Beneficiary' in the ANZ Smart Choice Super for QBE Management Services Pty Ltd and their employees Additional Information Guide, for more information about nominating beneficiaries, non-lapsing nominations and how the Trustee determines a claim if there is no nomination on your account.

If the Insurer rejects, reduces or defers a claim, the Trustee may reduce the Benefit payable to take into account the Insurer's refusal, reduction or deferral. However, after the Trustee has reviewed all relevant medical reports and documents that the Insurer relied upon to make its decision, if the Trustee is of the view that the claim has a reasonable prospect of success, the Trustee will do everything that is reasonable to pursue the matter on your behalf.

PAYMENT OF DEATH AND TPD BENEFITS

Death Benefit

A Death Benefit will be paid if you die while your cover is in force. See 'When cover ceases' on the next page for more information.

Terminal Illness Benefit

A Terminal Illness Benefit will be paid if you become Terminally Ill while your Death cover is in force (refer to page 18 for the definition of Terminal Illness).

The Terminal Illness Benefit is the lesser of your Death cover sum insured and \$2.5 million. Your Death cover will reduce by the amount of any Terminal Illness Benefit paid. If the insured Death Benefit is greater than \$2.5 million, the balance is paid on your death, provided it occurs while your cover is still in force.

TPD Benefit

The TPD Benefit will be paid if, while your cover is in force, you become Totally and Permanently Disabled according to TPD Definition 1 or TPD Definition 2.

TPD Definition 1 applies to you if you:

- are aged less than 60 years on the **Event Date**;
- are **Gainfully Working** on the day immediately prior to the Event Date; and
- have worked at least the **Minimum Average Hours**.

TPD Definition 2 applies to you if you:

- are aged 60 years or more on the Event Date;
- are not Gainfully Working on the day immediately prior to the Event Date; or
- have not worked at least the Minimum Average Hours.

TPD Definitions 1 and 2 are set out in the Definitions table on page 19.

You can use the following table to help you understand what TPD Definition must be met to obtain a TPD Benefit – which depends on your age and your work hours immediately prior to ceasing work solely because of injury or illness.

Applicable TPD Definition	TPD Definition 1	TPD Definition 2
Age 59 years or under at the date of suffering injury or illness	✓*	✓ [†]
Age 60 years or over at the date of suffering injury or illness	✗	✓

Note: If TPD Definition 2 applies to you under any of the scenarios in the above table, then your claim will be assessed under TPD Definition 2 and you will not be eligible to have your claim assessed under TPD Definition 1.

* Is Gainfully working on the day immediately prior to the Event Date and has worked at least the Minimum Average Hours.

[†] Is not Gainfully Working on the day immediately prior to the Event Date or has not worked at least the Minimum Average Hours.

DEATH AND TPD COVER ARE LINKED

If you are paid a TPD Benefit, this reduces your Death cover by the amount of the Benefit paid. For example, if you have equal amounts of Death cover and TPD cover, payment of the TPD Benefit will mean that you have no further Death cover.

However, if the amount of your Death cover is greater than TPD cover, payment of the TPD Benefit will reduce your Death cover by the amount of the TPD Benefit paid.

WHEN COVER CEASES

Cover will end on the earliest of the following events, and depending on the event, you may not receive prior notification of your cover ceasing from either the Trustee or the Insurer:

Event	Death cover	TPD cover
The date you instruct the Trustee to cancel your cover.	✓	✓
The date of your death.	✓	✓
The date you reach the Benefit Expiry Age.	✓	✓
The date you cease to be a member of ANZ Smart Choice Super*, including when you transfer your entire balance to another superannuation fund.	✓	✓
The date you become entitled to a TPD Benefit equal to the full insured amount of your Death cover [†] .	✓	✓
The date you are entitled to a Terminal Illness Benefit equal to, or greater than the full amount of your Death Benefit.	✓	✓
The date you permanently retire from the workforce.	N/A	N/A
The 61st day after any portion of outstanding premium was first due.	✓	✓
The date you commence Active Service with the armed forces of any country (except where you are a member of the Australian Defence Forces Reserves where cover ceases only when the Reservist becomes the subject of a call-out order under the <i>Defence Act 1903</i> (Cth)).	✓	✓
The date the Insurer cancels and/or avoids the Policy or your cover in accordance with its legal rights.	✓	✓
If you are a Visa holder, the date you have been overseas for more than three consecutive months [^] .	✓	✓
If you are a Visa holder, 30 consecutive days after you cease to hold a valid Visa.	✓	✓
The day you depart Australia permanently.	✓	✓
The date your entire balance is transferred to the Pension Division of ANZ Smart Choice Super and Pension.	N/A	✓
The date your entire balance is transferred to the retail division of ANZ Smart Choice Super and Pension.	✓	✓
The date we are notified that the Employer terminates the Employer Plan because another insurer is to provide cover to the employer. [‡]	✓	✓
The date the Policy between the Insurer and the Trustee is terminated.	✓	✓

* For the purpose of this event, ANZ Smart Choice Super refers to the ANZ Smart Choice Super product suite. You have the option to exercise a Continuation Option (for Death only) provided you meet the conditions on page 11 of this Guide.

† If the Insured amount of Death cover is greater than the TPD Benefit, the remaining Death cover continues.

^ Unless, before the expiry of such period the Insurer agrees in writing to extend the period, or you return to Australia.

‡ Refer to the section 'What happens if the employer terminates the employer plan?' on page 11.

No reinstatement of cover

If your Default or Voluntary cover is cancelled, or your cover otherwise ends, and you want to obtain insurance cover in the future, you will need to apply for Voluntary cover and provide evidence of health satisfactory to the Insurer.

EXCLUSIONS

The Insurer will not pay a Benefit:

- if the event giving rise to the claim is caused directly or indirectly from **War** involving Australia, New Zealand or your country of residence;
- if you are Imprisoned on the Event Date or the **Date of Disablement** – applies to TPD cover only;
- if you do not satisfy the Insurer's claims requirements. See 'How to make a claim' on page 12;
- if the Pre-Existing Condition Exclusion applies and your claim arises directly or indirectly, wholly or partially, from a Pre-Existing Condition that exists on or before the day cover commences or increases (in respect of the increased portion of cover only).
- if you commit suicide, die or become Terminally Ill or Total and Permanently Disabled either directly or indirectly, wholly or partially as a result of an Intentional or deliberate Self-Inflicted Act within 13 months of your Voluntary cover increasing or your Voluntary cover commencing;
- for anything specifically excluded from your cover; and
- if you were not an eligible person at the date cover was to commence (Default cover only) – in which case your cover will be cancelled from the date your cover was to commence and all Insurance fees paid for such cover will be refunded.

CLAIMS WHILST YOU ARE OVERSEAS

If you submit a claim whilst overseas, the Insurer may require you to return to Australia (at your own expense) in order for your claim to be assessed.

INTERIM ACCIDENT COVER

While the Insurer assesses your application for Voluntary cover you will be provided with Interim Accident cover, subject to your eligibility for Voluntary cover (see 'Eligibility for cover' on page 6 for details) and you also reside in Australia.

The Insurer will pay an Interim Accident Benefit if all of the following conditions are satisfied:

- Interim Accident cover has not ceased;
- death arises solely due to an **Accident**;
- if you have applied for Death and TPD cover, your TPD arises solely due to an injury from Accident; or
- the Event Date is within 30 days of the day the Accident occurred.

An Interim Accident Benefit will only be paid once.

If you are applying for an increase in cover, Interim Accident cover is only provided in respect of the increased portion of cover.

The Interim Accident Benefit payable is the lesser of:

- the amount of Voluntary cover applied for;
- the difference between any existing Voluntary and/or Default cover and the amount of Voluntary cover applied for;
- the Maximum Benefit Level; and
- an amount that the Insurer would potentially accept according to their underwriting rules, which may be nil.

Interim Accident cover begins on the date the completed application for insurance is received by the Insurer and ends on the earliest of:

- the date the cover applied for starts;
- the date the application is declined;
- if the Insurer accepts the application subject to Special Acceptance Terms, the 22nd day after the relevant Acceptance Date.
- the date you cease to be an eligible person or a member of ANZ Smart Choice Super;
- the date your application is withdrawn;
- 90 days after the commencement of Interim Accident cover;
- the date the Insurer cancels Interim Accident Cover as allowed by law;
- the date you reach the Benefit Expiry Age relevant to the cover applied for; or
- the date the policy is terminated.

There is no separate Insurance fee for Interim Accident cover. If the Insurer accepts your application for Voluntary cover, Insurance fees will be charged from the date Voluntary cover starts. If the Insurer declines your application for cover, no additional Insurance fees will be charged for the period in which Interim Accident cover was provided.

No Benefit will be payable under Interim Accident cover if the injury or illness arises directly or indirectly from:

- War;
- Imprisonment (except in respect of death);
- an Intentional Self-Inflicted Act; or
- a Pre-Existing Condition.

CONTINUATION OF COVER

Leaving an employer

If your Employer notifies us that you have left employment with them, your account will no longer be linked to your Employer and your Default and Voluntary cover will be converted to a fixed amount of Choose Your Own cover equal to the amount of cover held on the date we are informed that you have left QBE and will continue subject to policy terms and conditions.

The Insurance fees specified in the QBE Insurance Guide will cease to apply to your cover. Your Insurance fees will change to align with those that apply for Choose Your Own cover as specified in the ANZ Smart Choice Super for employers and their employees – Insurance Guide for Standard Employer Plans, which can be obtained by calling Customer Services on 1800 249 996, or can be downloaded at anz.com/smartchoicesuper

The rates applicable to Choose Your Own cover are generally higher than rates that apply to tailored employer plans. This means the cost of your cover will generally increase in the event that your Employer notifies us that you have left employment with them.

The cost of Choose Your Own cover is Insurance fees (premiums) are based on your age, gender, type of cover, your occupational category and amount of cover.

If you do not tell us otherwise, you will be deemed to belong to the 'Standard collar' occupational category. You can apply to change your occupational category which will impact on the cost of your cover. Where your occupational category is known, this will be retained even after you are no longer linked to your Employer.

You can continue to use your ANZ Smart Choice Super account with your new Employer by using the Choice of Fund Nomination form available via ANZ Internet Banking or by calling Customer Services.

What happens if the employer terminates the employer plan?

At a future date, the employer plan in ANZ Smart Choice Super may be terminated. This may occur for various reasons including, but not limited to, a decision by the employer to establish a new or replacement default superannuation plan, or the cessation of the Employer's business. The reason for the termination of the Employer Plan will determine what happens to any insurance that you hold through your ANZ Smart Choice Super account after the Employer Plan is terminated.

Where the Employer terminates the Employer Plan any insurance cover that you hold will convert to Choose Your Own cover from the Delink Date. The amount of Choose Your Own cover will be equal to the amount of any Voluntary cover plus any Default cover applicable to you based on the type of cover you held immediately prior to the Delink Date.

Once the Trustee receives an official written request from your Employer to terminate the employer plan in ANZ Smart Choice Super, you will receive a letter from the Trustee advising you of this and the implications for your insurance cover; importantly, whether your Tailored cover has been converted to Choose Your Own cover or whether your insurance cover has ceased and from which date.

What happens if you no longer meet the eligibility requirements of your Membership Category?

If you no longer meet the eligibility requirements of your Membership Category, any insurance cover that you hold will convert to Choose Your Own cover from the Delink Date, which is the date that we are notified that you no longer meet the eligibility requirements. The amount of Choose Your Own cover will be equal to the amount of any Voluntary cover plus any Default cover applicable to you based on the type of cover you held immediately prior to the Delink Date.

What happens if the Employer Plan ceases to satisfy the conditions for the provision of tailored cover?

The provision of tailored cover is subject to the following conditions:

- the Fund must be the default fund under Choice of Fund legislation for the employer;
- the Insurer is the only insurer under the employer plan;
- the Membership Categories within the employer plan must be clearly defined;

- the Insurance Formula applicable to each membership category must be clearly defined; and
- there must be at least 50 insured members covered in the employer plan at any time, unless the Insurer agrees otherwise in writing.

Any insurance cover that you hold in the employer plan may be terminated by the Insurer if the conditions above are not satisfied at all times. If this occurs, your insurance cover in the Employer Plan terminates and converts to Choose Your Own cover on and from the Delink Date, which is the date the employer plan ceases to satisfy the conditions above. The amount of Choose Your Own cover will be equal to the amount of cover immediately prior to the Delink Date.

What is the effect of conversion to Choose Your Own cover?

Your Insurance fees will be based on the standard Choose Your Own cover insurance rates. The rates applicable to Choose Your Own cover are generally higher than the rates that apply to tailored employer plans. These rates are included in the ANZ Smart Choice Super for employers and their employees Insurance Guide for Standard employer plans, which you can find on our website at anz.com/smartchoicesuper or by calling Customer Services.

Where your cover is converted to a fixed amount of Choose Your Own cover, you will be classified as being in a 'Standard collar' occupation. Where your occupational category is known prior to your insurance cover conversion, this will be retained. This will determine the loadings that are applied to your Insurance fees. You can contact us at any time to advise us of the occupation category that is applicable to you. Any change to your Insurance fee loadings will be applied from the next business day after the Acceptance Date.

Continuation Option on closing your account – Death only cover

If you decide to close your ANZ Smart Choice Super account, you may apply to have Death only cover continue under a Retail policy issued by the Insurer, without having to provide medical evidence, provided that:

- your cover under ANZ Smart Choice Super did not cease due to injury or illness;
- at the date you apply, you are less than age 60 and either an Australian Resident or a holder of a Visa and you are residing in Australia;
- you submit an application for a Continuation Option within 60 days from the day your existing cover under ANZ Smart Choice Super ceases;
- you have not had a claim admitted, and are not in the process of claiming or in a waiting period for a Benefit under the ANZ Smart Choice Super policy or any other policy issued by the Insurer or any other insurer providing Death only cover or Death and TPD cover;
- you have not joined, and do not intend to join Active Service with the armed forces of any country; and
- you have not obtained cover under another group insurance policy offered through another super fund by exercising an insurance transfer option.

If the Insurer accepts your application you will be offered an individual Retail policy for Death Only cover up to an amount equal to the level of Death cover you held before closing your ANZ Smart Choice Super account. Retail Insurance fee rates will apply. Any current restrictions, limitations and any premium loadings will be applied to your individual Retail policy. No cover is provided for the period from when cover ceases under the ANZ Smart Choice Super policy and when cover commences under the Retail policy.

You can obtain a Continuation Option form by calling Customer Services on 1800 249 996.

Cover during paid and unpaid leave

Provided Insurance fees continue to be paid (and, for Death cover and TPD cover, if you are an Australian Resident), cover continues when you are on:

- paid Employer Approved Leave, including sick leave, parental leave, annual leave and long service leave; or
- unpaid Employer Approved Leave.

TRANSFER OF CHOOSE YOUR OWN COVER WITHIN THE ANZ SMART CHOICE SUPER SUITE

If your cover has previously been converted to a fixed amount of Choose Your Own cover and you subsequently become a member of the ANZ Smart Choice Super and Pension, you may request to transfer your Choose Your Own (Death only cover or Death and TPD) cover from your Employer Plan account to the ANZ Smart Choice Super and Pension Retail Policy. If the Insurer accepts your request, your cover will be transferred as a fixed amount of Choose Your Own cover. TPD cover is not available in the Pension Division.

Any transfer of cover to ANZ Smart Choice Super and Pension will include any previous conditions, limitations and/or premium loadings.

REPAYMENT OF BENEFITS

If, for any reason, it is determined that a Benefit paid was not actually payable under the terms of the insurance policy(ies), all or part of the Benefit must be repaid.

TAX AND STAMP DUTY IMPLICATIONS

Where a tax deduction is available under the applicable laws in respect to the Insurance fee, the benefit of that deduction will be passed on to you, provided that the Fund has received the benefit of that deduction and you remain a member of the Fund at the time the Benefit is credited to your account.

Any applicable stamp duty is included in the Insurance fees that apply to the Trustee.

This information is a guide only, and is not tax advice. We recommend that you seek professional tax advice specific to your individual circumstances from an independent tax adviser or registered tax agent.

HOW TO MAKE A CLAIM

To make a claim please contact Customer Services on 1800 249 996.

The Trustee must be notified in writing of any claim as soon as it is reasonably possible to do so. For a TPD claim, this notification should occur within 30 days of the Date of Disablement. If notice is not received within the time specified, the Benefit may be reduced or refused to the extent that assessment of the claim is prejudiced.

We will send claim forms to you or your estate within seven days of us receiving notice of a claim. This does not constitute an admission of liability for any claim lodged.

Once we receive the proceeds from the Insurer these will be held in the superannuation environment, in the ANZ Smart Choice Cash investment option. If you would like to switch this amount to another investment option you can do so online via ANZ Internet Banking or by calling Customer Services. Upon meeting a condition of release, you will receive the Benefit amount, adjusted positively or negatively, for investment earnings.

SUBMITTING A CLAIM

For a claim to be paid, proof in a form subject to the Insurer's verification must be provided for all of the following:

- where you were accepted under Default cover or transfer terms, proof that both you and your Employer met all of the relevant requirements;
- your disability or other entitlement to claim the applicable insured Benefit;
- your age and gender (as relevant);
- your Salary and, if applicable, Pre-Disability Salary; and
- any relevant payments during the period Benefits are payable (e.g. workers compensation);
- where applicable, an original or certified copy of the death certificate; and
- proof of identity (to the Insurer's satisfaction), including a certified copy of your driver's license, passport, birth certificate and other documentation as required.

Payment of the claim is conditional upon you or your Employer establishing entitlement by:

- providing medical reports from a treating Medical Practitioner;
- when reasonably required by the Insurer (and at the Insurer's expense) being examined by a Medical Practitioner the Insurer nominates;
- providing pathology, blood tests, x-ray or other appropriate evidence;
- providing financial information reasonably required;
- providing ongoing claim documentation; and
- providing an authority to obtain further information reasonably required.

When reasonably required by the Insurer (and at their expense), you may be required to:

- undergo vocational assessment and/or rehabilitation;
- be interviewed; and/or
- agree to an audit of your financial circumstances.

INSURANCE RISKS

Where insurance cover is included in your superannuation arrangements, there are a number of insurance risks you should be aware of:

- If your superannuation benefit is transferred to an Eligible Rollover Fund (ERF) or the Australian Taxation Office (ATO) as lost or as unclaimed monies, your cover will cease (see the Additional Information Guide for more details).
- The amount or type of insurance cover selected by your Employer may not be sufficient to provide adequate insurance cover on your illness or death.
- Your Insurance fee or benefit may be adjusted if your age is mis-stated.
- If you or QBE do not disclose to the Insurer every matter known or which you or QBE could reasonably be expected to know, relevant to the Insurer's decision whether to accept the risk of the insurance and if so, on what terms, the Insurer may avoid your cover within three years of entering into it. If you or your Employer's non-disclosure is fraudulent, the Insurer may avoid the cover at any time. Refer to 'The Trustee's Duty of Disclosure' section below for more details.
- You should be aware that if you are on claim at the time of a cover increase, you may not be entitled to the increased cover amount. Further, you should refer to the definition of At Work for the Employment absence types that will entitle you to increases in cover. In some absence cases, Limited Cover will apply if you are not At Work.

You should check your insurance cover with your Employer to ensure your insurance accurately reflects your current employment details.

THE TRUSTEE'S DUTY OF DISCLOSURE

The Trustee, who enters into a life insurance contract in respect of your life, has a duty, before entering into the contract, to tell the Insurer anything that it knows, or could reasonably be expected to know, may affect the Insurer's decision to provide the insurance and on what terms.

The Trustee has this duty until the Insurer agrees to provide the insurance.

The Trustee has the same duty before it extends, varies or reinstates the contract.

The Trustee does not need to tell the Insurer anything that:

- reduces the risk the Insurer insures you for; or
- is of common knowledge; or
- the Insurer knows or should know as an insurer, or
- the Insurer waives your duty to tell the Insurer about.

YOU MUST DISCLOSE RELEVANT INFORMATION

You must tell the Insurer anything you know, or could reasonably be expected to know, that may affect the Insurer's decision to provide the insurance and on what terms. If you do not do so, this may be treated as a failure by the Trustee to tell the Insurer something that the Trustee must tell the Insurer.

If you provide relevant information to the Trustee rather than the Insurer, the Trustee will provide the information you give the Trustee to the Insurer. The Trustee will do this so that you comply with your obligation to provide relevant information to the Insurer.

IF THE TRUSTEE DOES NOT TELL THE INSURER SOMETHING

In exercising the following rights, the Insurer may consider whether different types of cover can constitute separate contracts of life insurance. If they do, the Insurer may apply the following rights separately to each type of cover.

If the Trustee does not tell the Insurer anything the Trustee is required to, and the Insurer would not have provided the insurance or entered into the same contract with the Trustee if the Trustee had told the Insurer, the Insurer may avoid the contract within three years of entering into it.

If the Insurer chooses not to avoid the contract, the Insurer may, at any time, reduce the amount of insurance provided. This would be worked out using a formula that takes into account the premium that would have been payable if the Trustee had told the Insurer everything it should have.

However, if the contract provides cover on death, the Insurer may only exercise this right within three years of entering into the contract.

If the Insurer chooses not to avoid the contract or reduce the amount of insurance provided, the Insurer may, at any time vary the contract in a way that places the Insurer in the same position it would have been in if the Trustee had told the Insurer everything it should have. However this right does not apply if the contract provides cover on death.

If the failure to tell the Insurer is fraudulent, the Insurer may refuse to pay a claim and treat the contract as if it never existed.

Where can I get more information about insurance?

As a Member of ANZ Smart Choice Super you may request a copy of the ANZ Smart Choice Super insurance policy by calling Customer Services on 1800 249 996.

In the event of any inconsistency between the PDS for QBE (including any material incorporated by reference), this Insurance Guide and the insurance policy, the insurance policy will prevail.

ANNUAL INSURANCE FEES

PAYMENT OF INSURANCE FEES

Insurance fees for cover provided or offered through ANZ Smart Choice Super are calculated daily and deducted monthly from your ANZ Smart Choice Super account in advance.

Your Insurance fee for cover is based on the amount of insurance cover (see the table below), and for Voluntary cover will include any applicable premium loadings the Insurer applies.

Insurance fee table for Default and Voluntary Death and TPD Cover per \$1,000 of Sum Insured.	
Death	TPD
\$0.265 per \$1,000	\$0.380 per \$1,000

The cost of your insurance cover may differ to the premium rates shown in the table above as the rates that will apply to you may be affected by medical or other loadings applied by the Insurer and are indicative only.

The actual Insurance fee you pay will be advised in your Welcome Pack when you join ANZ Smart Choice Super and then for each subsequent year in your Annual Statement. Alternatively, you can contact Customer Services on 1800 249 996.

When can the Insurer change the rates for your Insurance fees?

The Insurer may change the Insurance fees at the conclusion of any rate guarantee period by providing written pre-notification, or at any time if any of the following events occur:

- if your country of residence is involved in War;
- if a change in the Insurance fees is required due to legislative changes such as new or increased taxes, duties or new government charges;
- where there is a fundamental change in the risk that the Insurer priced; and
- where the Insurer is unable to secure reinsurance. The Insurer may also change your Insurance fees if your age, occupational status, and gender have been mis-stated, or if you advise us of a change.

We will write to you to inform you of any increase to the rates for your Insurance fees.

The Insurer may also change your Insurance fees if you fail to comply with your Duty of disclosure.

How are the Insurance fees calculated for Default cover?

The premium you pay for Death and TPD may be dependent upon some or all factors such as your age, gender, type of cover, and amount of cover. The following formula shows how to calculate annual premiums using the relevant unitised rates from the previous table.

The Insurance fee depends on which insurance formula (if any), set out below, is applicable to you:

Death cover: $17.5\% \times \text{Years of Future Service} \times \text{TRC}/1000 \times 0.265$

TPD cover: $17.5\% \times \text{Years of Future Service} \times \text{TRC}/1000 \times 0.380$

Note: Where TRC is defined as Salary plus the minimum superannuation guarantee contributions prescribed under superannuation guarantee legislation.

Annual Insurance fees for Default cover (Death and TPD)

Example:

Lyn is 50 years old, is a permanent employee and works 40 hours per week. Lyn's TRC is \$50,000 p.a. Her annual Insurance fees would be:

Sum insured:

Death cover: $0.175 \times 20 \times 50,000 = \$175,000/1000 \times 0.265 = \46.38 p.a.

TPD cover: $0.175 \times 15 \times 50,000 = \$131,250/1000 \times 0.380 = \49.88 p.a.

Total Annual Insurance fee: \$96.26 p.a.

DEFINITIONS OF TERMS USED IN THIS INSURANCE GUIDE

ANZ Smart Choice Super Insurance cover has some words and terms that have a special meaning, as set out below.

Acceptance Date	means the effective date set out in the Decision Note when the Insurer accepts an application under the Policy.
Accident	<p>For Death and TPD cover: means a fortuitous, external event which in the Insurer's opinion, was unexpected and unintended causing death, Total and Permanent Disablement or Total Disablement.</p> <p>The following situations are not accidents, and any claims arising from these situations are excluded:</p> <ul style="list-style-type: none"> • any one or more of the following was a contributing cause of injury or death: <ul style="list-style-type: none"> – illness; – disease; – allergy; or – any gradual onset of a physical or mental infirmity. • the injury or death was the result of an intentional act or omission of the person. • the person was injured or died as a result of an activity in respect of which he or she assumed the risk or courted disaster, irrespective of whether he or she intended injury or death.
Active Service	refers to a Member's occupation or involvement in the military force (including but not limited to the army, the navy and the air force). Reserve duty is excluded, except in the case where an insured member is subject to a call-out order under the <i>Defence Act 1903</i> (Cth).
Activities of Daily Living	means: <ul style="list-style-type: none"> • Bathing – bathing and showering; • Dressing – dressing and undressing; • Feeding – eating and drinking; • Mobility – mobility, to the extent of being able to get in and out of bed or a chair, and move from place to place; • Toileting – the ability to use a toilet.
Age Next Birthday	as at any date, means an insured member's age on their next birthday immediately following the date.
Annual Review Date	means 1 July each year.
At Work	<p>means a person is:</p> <ul style="list-style-type: none"> • Gainfully Working; and • in the Insurer's opinion, either: <ul style="list-style-type: none"> – working at the relevant time, and not on leave, actively performing all the duties and work hours of their usual occupation, without restriction or limitation due to any illness or injury; or – on Employer Approved Leave, other than leave taken for reasons related to injury or illness, capable of performing all the duties and work hours of their usual occupation, without restriction or limitation due to any injury or illness; <p>and</p> <ul style="list-style-type: none"> • not in receipt of, or entitled to claim, income support benefits from any source, including but not limited to workers' compensation benefits, statutory motor accident benefits or disability income benefits (including government income support benefits of any kind). <p>A person who does not meet the above requirements is correspondingly described as "Not At Work".</p>
Australian Resident	means an Australian citizen, or a New Zealand citizen or an 'Australian permanent resident' within the meaning of the <i>Migration Act 1958</i> (Cth) and <i>Migration Regulations 1994</i> (Cth).
Automatic Acceptance	means acceptance of cover by an insurer without requiring a member to be underwritten.

Automatic Acceptance Limit (AAL)	means the maximum amount of Default cover based on the Insurance Formula under the tailored insurance design. Different AALs may apply to different Membership Categories. When your Default cover is below the AAL, no further documentation/information is required from you to have that amount of Default cover. If your Default cover is above the AAL, we will advise you of the option to apply for additional cover by submitting to Underwriting.
Benefit	means the benefit payable to the Trustee under the ANZ Smart Choice Super insurance policy with respect to the insured member's cover.
Benefit Expiry Age	Death cover: 70 years old. TPD cover: 65 years old.
Casual Basis	means working on a temporary, as required, basis and receiving a loading on their hourly rate of pay in lieu of, or as advance payment for, various employment entitlements which include paid annual leave and paid personal leave.
Cover Commencement Date	means for Default cover: <ul style="list-style-type: none"> • the day that a person commences work with the Participating Employer, if the person is a new employee; or • the date the person's employer became an ANZ Smart Choice Super Participating Employer – if the person was working for the employer when their employer plan joined ANZ Smart Choice Super. means for Voluntary cover: <ul style="list-style-type: none"> • the date the Insurer advises us in writing of the Insurer's acceptance of the Voluntary cover, provided a person pays the premium for the cover within 30 days of the Insurer's written acceptance.
Date of Disablement	for: <ul style="list-style-type: none"> • TPD Definition 1 – the first day after the expiry of six months immediately after the Event Date; • TPD Definition 2 – the first day that all elements of TPD Definition 2 are satisfied.
Decision Note	means a document issued by the Insurer that contains specific terms and conditions that apply to your cover, including but not limited to the following: <ul style="list-style-type: none"> • whether the insurer declined or approved the application; • the type and level of benefits provided to you (if any); • the date that cover starts; • special conditions, insurance fee loadings and/or specific exclusions applying to you; • where a forward underwriting limit has been provided for an insured person; and • the occupation category status that applies (if applicable to the insured person's cover).
Eligible Person	means a person who satisfies all of the eligibility criteria for Default cover or Voluntary cover, as applicable.
Employer Approved Leave	means: <ul style="list-style-type: none"> • where the insured member is not self-employed or (unemployed for Death and TPD), leave that has been approved by your Participating Employer prior to the commencement of the leave; or • where the insured member is self-employed, paid or unpaid leave.
Event Date	means: <ul style="list-style-type: none"> • for TPD Definition 1, the first day you, in the Insurer's opinion, solely because of injury or illness, have not worked in any Gainful Employment; or • for TPD Definition 2, the first day that all elements of TPD Definition 2 are satisfied.
Full-time	means a person is working at least 30 hours per week.
Full Personal Health Statement	means an application form issued by the Insurer for the purposes of assessing applications: <ul style="list-style-type: none"> • for an amount of cover greater than \$1 million; or • where directed by the Insurer to complete due to responses provided in the completion of the Short Form Personal Health Statement.

Gainful Employment	means any occupation or work for reward or financial benefit, whether Full-time or Part-time or whether on a permanent or temporary basis.
Gainfully Working	means a person is: <ul style="list-style-type: none"> • engaged in Gainful Employment; or • engaged in Gainful Employment and on paid Employer Approved Leave; or • engaged in Gainful Employment and on unpaid Employer Approved Leave for a period up to 12 consecutive months; or • engaged in self-employment in an occupation or work for reward or financial benefit, whether Full-time or Part-time or whether on a permanent or temporary basis.
Imprisoned	means being incarcerated in an Australian correctional services facility or an equivalent institution in another country.
Insurance Formula	means the method for determining cover within your Employer Plan and Membership Category. This may be a fixed dollar amount calculated from a formula based on factors including, but not limited to your age next birthday, salary and years of service.
Insurer	means OnePath Life Limited ABN 33 009 657 176.
Intentional Self-Inflicted Act	means an intentional or deliberate self-inflicted act, including but not limited to attempted suicide, and suicide.
Limited Cover	means the Insured Member is only covered for claims arising from: <ul style="list-style-type: none"> • an illness which first became apparent; or • an injury which first occurred, on or after the date Default cover increased for the insured member.
Maximum Benefit Level	For Death cover, unlimited (\$2.5 million for Terminal Illness Benefit). For TPD cover, \$3 million.
Medical Consultation	means any activity undertaken for the detection, treatment or management by a Medical Practitioner or allied health provider of an illness, injury, medical condition or related symptom, including but not limited to the application of prescribed drugs or therapy (whether conventional or alternative).
Medical Practitioner	means, unless otherwise agreed by the Insurer: <ul style="list-style-type: none"> • a person who is legally and medically qualified and properly registered in Australia and practicing as a medical practitioner; or • where the cause of claim is mental health related, a person who is legally and medically qualified and properly registered in Australia as a practicing psychiatrist; and • the person must not be related or connected by personal relationship to you, your business partner, associate, employer or employee.
Membership Category	means a category of membership within an employer plan to which a member of that plan can belong because of their occupation, employment status or seniority. Membership Category 04 – Casuals plus permanent or fixed-term employees working less than 15 hours per week Membership Category 05 – Permanent or fixed term employees working 15 hours or more per week Membership Category 10 – Members of Category 01, 02, 03, 05 and 06 who exercise choice of fund* * Membership Categories 01, 02, 03 and 06 are not open to new members. For details of the Membership Category applicable to you, please contact Customer Services on 1800 249 996.
Member	means a member of the QBE MySuper Division or the Employer Investment Choice Division in the ANZ Smart Choice Super section of the Fund.

Minimum Average Hours	<p>means 15 hours per week averaged over either of the following periods:</p> <ul style="list-style-type: none"> • where you are not absent from work as at the day immediately prior to the Event Date, the six consecutive months immediately prior to the Event Date including any period that the person was not working or Gainfully Working; or • where you are on paid or unpaid Employer Approved Leave as at day immediately prior to the Event Date, the six consecutive months immediately prior to the start date of the paid or unpaid Employer Approved Leave.
Participating Employer	<p>means an employer that has been admitted to ANZ Smart Choice in accordance with the Trust Deed or who makes contributions (including Employer Contributions) to ANZ Smart Choice on behalf of an employee who is a member.</p>
Part-time	<p>means a person is working less than 30 hours per week.</p>
Pre-Existing Condition (PEC)	<p>means an injury, illness, condition or related symptom, whether it was diagnosed by a Medical Practitioner or not, which, in the Insurer's opinion:</p> <ul style="list-style-type: none"> • you (or a reasonable person in your position) were aware of or should have been aware of; • you had, or were intending to have, a Medical Consultation in respect of; or • a reasonable person in your circumstances would have had a Medical Consultation in respect of.
Pre-Existing Condition Exclusion	<p>means a Benefit is not payable if the insured member's Death, Total and Permanent Disablement or Terminal Illness, Total Disability or Partial Disability, as applicable, arises directly or indirectly, wholly or partially from a Pre-Existing Condition of an insured member that exists on or before the day:</p> <ul style="list-style-type: none"> • cover commences; or • an increase in cover commences, in which case the increased portion of cover is not payable.
Salary	<p>in respect of an Insured Member, means the amount that is actually paid by a Plan Participating Employer including any allowances and packaged items (including any FBT adjustments) and excluding overtime, bonuses, mandated superannuation guarantee contributions, matching contributions to superannuation, Group Life and GSC premiums, workers' compensation premiums and payroll tax.</p>
Special Acceptance Terms	<p>means any conditions, exclusions and premium loadings which are applied.</p>
Standard collar	<p>means that duties include some degree of manual labour usually conducted outside an office environment. It also includes supervisors of blue collar workers whose supervising duties may include: up to 10% of time on light manual work, certain skilled technicians involved in light manual work, or fully qualified trades people. For example, a carpenter, dental hygienist, electrician, hairdresser, plumber and a factory production manager.</p>
Short Form Personal Health Statement	<p>means an application form issued by the Insurer for the purposes of assessing applications for Death and TPD cover less than \$1 million.</p>
Terminal Illness or Terminally Ill	<p>means a condition where:</p> <ol style="list-style-type: none"> a. you are certified by two Medical Practitioners (one of whom must be a specialist Medical Practitioner, and one of whom must be appointed by the Insurer if the Insurer requires) as having an illness which is likely to lead to your death within 12 months from the date of the medical certificate, despite reasonable medical treatment (for the avoidance of doubt, you will be considered to be Terminally Ill on the date of the latest medical certificate satisfactory to the Insurer); and b. in the Insurer's opinion, based on the medical certificate referred to above and other evidence available to the Insurer, you are suffering from an illness which is likely to lead to your death within 12 months from the date of the latest medical certificate satisfactory to the Insurer, despite reasonable medical treatment; and c. for each of the certificates referred to in paragraph (a), the certification period has not ended.

<p>Total and Permanent Disability (TPD) or Totally and Permanently Disabled means TPD Definition 1 or TPD Definition 2, as the context requires.</p>	<p>'TPD Definition 1' means: In the Insurer's opinion, based on medical or other evidence satisfactory to the Insurer, solely because of injury or illness, you:</p> <ul style="list-style-type: none"> • have ceased working for at least six consecutive months from the Event Date; and • as at the Date of Disablement are unlikely ever to return to any Gainful Employment for which you are reasonably qualified by education, training or experience. <p>'TPD Definition 2' means: 'In the Insurer's opinion, based on medical or other evidence satisfactory to the Insurer, solely because of injury or illness, you are:</p> <ul style="list-style-type: none"> • as at the Event Date, or such later date as the Insurer may agree in writing, are totally and irreversibly unable to perform at least two of the Activities of Daily Living: <ul style="list-style-type: none"> – without the assistance of another adult person; and – even with the use of suitable aids; and • as at the Date of Disablement, are unlikely ever to engage in any Gainful Employment for which you are reasonably qualified by education, training or experience.
<p>TRC</p>	<p>means Salary plus the minimum superannuation guarantee contributions prescribed under superannuation guarantee legislation</p>
<p>Visa</p>	<p>means a current and valid visa permitting residency (excluding a Visa allowing permanent residency in Australia) or employment in Australia and issued in accordance with the <i>Migration Act 1958</i> (Cth) or any amending or replacing Act, including but not limited to subclass 457 working visa or subclass 457 working visa (with an 8107 condition).</p>
<p>War</p>	<p>includes, but is not limited to:</p> <ul style="list-style-type: none"> • declared war, and armed aggression by one or more countries resisted by any country, combination of countries or international organisations; or • participation in an action to defend a country or region from civil disturbance or insurrection, or in an effort to maintain peace.
<p>Years of Future Service</p>	<p>means:</p> <ul style="list-style-type: none"> • for TPD cover, years and days to age 65 from the calculation date; and • for Death cover, years and days to age 70 from the calculation date.

This page has been left intentionally blank.

