

Your DBD if you purchased additional 'benefit service'



What this fact sheet covers



Prior to 1 July 1998 Defined Benefit Division (DBD) members had the option to purchase additional benefit service. This fact sheet explains how the defined benefit is calculated for members that purchased additional service.

Overview

Until 1 July 1998, DBD members could purchase additional service with member contributions or transfers (or rollovers) from another super fund. This additional service forms part of the DBD formula.

When determining your final DBD benefit, the value of your additional service will be the greater of:

- the amount used to purchase additional service (**Purchase Amount**), together with investment returns of the assets of the DBD, and
- the value of your additional service using the DBD formula.

How your benefit in the Defined Benefit Division is calculated

Your DBD benefit is based on a formula that takes into account the following major components:

- salary
- period of DBD membership (service)
- age
- contribution rate

Additional service increases your total service period in the DBD, giving you a greater benefit than you would've accrued with only your actual period of DBD membership.

Who is this fact sheet for?



DBD members who purchased additional service in the DBD before 1 July 1998.

Whenever we quote your DBD benefit, we compare the value of your additional service using the DBD formula to the Purchase Amount together with investment earnings¹ (whether positive or negative) of the assets of the DBD.

The greater of these two values is quoted when you log into your account at [unisuper.com.au](https://www.unisuper.com.au) and also in your *Benefit statement* as the value of your additional service. The "greater value" calculation is applied to determine your final benefit when you exit the DBD, for example when you retire.

Can the value of my additional service reduce?

Yes. Strong investment returns may see the sum of your Purchase Amount and investment returns exceeding the value of the additional service using the DBD formula.

However, if investment markets perform negatively for a period, the value of your Purchase Amount and investment returns will reduce.

Regardless, the value of your additional service is always protected as the comparison with the value of the additional service using the DBD formula acts as a safety net. This is shown in the graph on the next page.

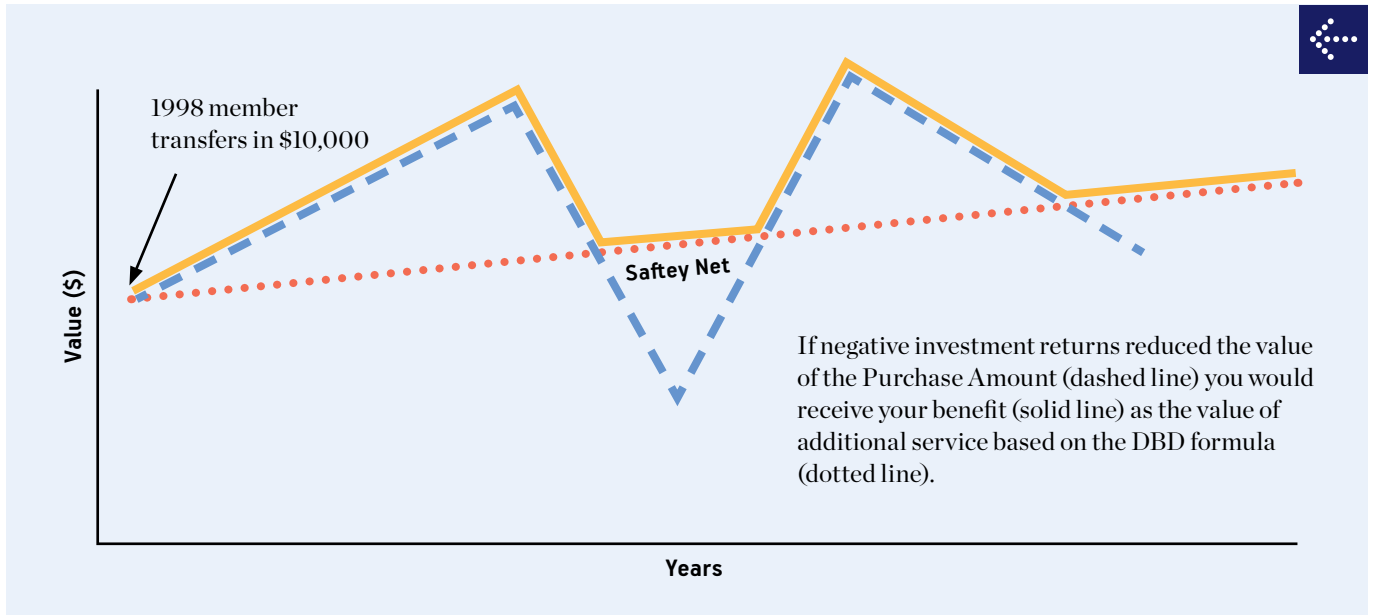
¹ Calculated after deduction of investment management fees, Fund taxes and associated costs (if applicable).

The dotted line shows the value of additional service using the DBD formula.

The dashed line shows the value of the Purchase Amount with investment returns. It will fluctuate based on investment performance of the assets of the DBD.

The solid line shows how the value of your additional service evolves over time - being the higher of the dotted line and the dashed line at all times.

THE VALUE OF ADDITIONAL SERVICE FOR DEFINED BENEFIT MEMBERS



NEED HELP?
For more information about your DBD and the additional benefit service, call 1800 331 685.
Make an appointment with a UniSuper expert unisuper.com.au/campusbookings.
For tailored advice contact UniSuper Advice 1800 823 842.

This information is of a general nature only and includes general advice. It has been prepared without taking into account your individual objectives, financial situation or needs. Before making any decision in relation to your UniSuper membership, you should consider your personal circumstances, the relevant product disclosure statement for your membership category and whether to consult a licensed financial adviser.

This information is current as at October 2019 and is based on our understanding of legislation at that date. Information is subject to change. To the extent that this fact sheet contains information which is inconsistent with the UniSuper Trust Deed and Regulations (together the Trust Deed), the Trust Deed will prevail.

Issued by: UniSuper Management Pty Ltd ABN 91 006 961 799, AFSL No. 235907 on behalf of UniSuper Limited the trustee of UniSuper, Level 1, 385 Bourke Street, Melbourne Vic 3000.

Fund: UniSuper, ABN 91 385 943 850
Trustee: UniSuper Limited, ABN 54 006 027 121
Date: October 2019 UNIS0000F1 1019