

UniSuper product changes

A SUMMARY OF THE CHANGES AND WHAT THEY MAY MEAN FOR YOU

From time to time we need to make changes to our products and it's important we inform you of any material changes.

Overview

The following is a summary of recent and upcoming product changes to:

Investments

- Fees and costs
- Switch fee
- Switch disclosure

Insurance

- Insurance premium changes

Investments

INVESTMENT FEES AND COSTS

At the end of each financial year, we update our investment fees and costs disclosures for that financial year. These figures reflect the actual costs incurred in that financial year. Reasons for these fee changes include changes to investment management fees or transaction costs. These costs are largely retrospective, not forward looking.

The table on the following page shows the updated investment fees and costs for the financial year ending 30 June 2022 for our super products:

- Accumulation 1
- Accumulation 2
- Personal Account.

If you're a Defined Benefit Division (DBD) member, the investment fees and costs apply to any investment option in your accumulation component.

You can review your investment options by logging in to your online account.

Don't have an online account? Register now at [unisuper.com.au](https://www.unisuper.com.au).

Investment fees and costs updates

INVESTMENT OPTION FEES AND COSTS - ACCUMULATION 1, ACCUMULATION 2, PERSONAL ACCOUNT								
Option	YEAR ENDING 30 JUNE 2021			YEAR ENDING 30 JUNE 2022			Estimated difference (%)	Reason
	Investment fees and costs (%)	Transaction costs	Total investment fees and costs and transaction costs (%) ¹	Investment fees and costs (%)	Transaction costs	Total investment fees and costs and transaction costs (%) ¹		
Conservative	0.33	0.03	0.36	0.36	0.16	0.53	0.16	Increased property transaction costs
Conservative Balanced	0.36	0.04	0.39	0.38	0.17	0.55	0.15	Increased property transaction costs
Balanced	0.39	0.06	0.44	0.40	0.08	0.48	0.04	Increased property transaction costs
Sustainable Balanced	0.32	0.05	0.38	0.33	0.02	0.35	-0.03	Reduced transaction costs
Growth	0.45	0.12	0.57	0.46	0.16	0.61	0.04	Increased investment fees
High Growth	0.45	0.14	0.59	0.47	0.14	0.61	0.02	Increased investment fees
Sustainable High Growth	0.36	0.08	0.44	0.38	0.02	0.41	-0.04	Reduced transaction costs
Cash	0.06	0.01	0.06	0.06	0.01	0.07	0.01	Rounding
Australian Bond	0.13	0.02	0.15	0.13	0.02	0.14	-0.01	Rounding
Diversified Credit Income	0.32	0.02	0.34	0.32	0.02	0.34	0.00	-
Listed Property	0.21	0.16	0.37	0.21	0.02	0.23	-0.14	Reduced transaction costs
Australian Shares	0.35	0.08	0.43	0.37	0.10	0.46	0.03	Increased investment fees
International Shares	0.48	0.09	0.57	0.51	0.08	0.59	0.02	Increased investment fees
Global Environmental Opportunities	0.33	0.14	0.46	0.32	0.04	0.36	-0.11	Reduced transaction costs
Australian Equity Income	0.36	0.06	0.41	0.36	0.04	0.40	-0.01	Reduced transaction costs
Global Companies in Asia	0.42	0.03	0.45	0.41	0.03	0.44	-0.01	Reduced investment fees

¹ Totals may not add up due to rounding. The total fees and costs shown above are based on the total fees and costs for the investment options for the year ending 30 June 2021 and 30 June 2022, several components of which are estimates. The amount you'll be charged in subsequent financial years depends on the actual fees, costs and taxes incurred by the Trustee in managing the investment options.

INVESTMENT SWITCH FEE

We're removing our investment switch fee from 28 September 2022. Currently, for any second or subsequent investment switch you request in a financial year, you pay a \$9.85 switch fee. From 28 September, you will no longer be charged a fee to switch investments.

Choosing to switch your investments is a significant decision. You might consider it at a time when your personal circumstances or risk profile change. There are risks associated with switching investments, so it's important you carefully consider and understand the reasons for switching.

You can chat to one of our super consultants who provide high-quality general advice about your super and investments at no extra cost. Find out more about our financial advice service at unisuper.com.au/financial-advice.

INVESTMENT SWITCH DISCLOSURE

On 2 March 2022 we updated the way we explain how investment switch requests are processed and investment returns applied.

When your switch takes effect

Requests received before 2pm on a Melbourne business day are processed two Melbourne business days later.

Requests received after 2pm on a Melbourne business day are processed three Melbourne business days later.

Requests received on non-business days are regarded as received before 2pm the next Melbourne business day.

A Melbourne business day is any day that is not a weekend or public holiday in the State of Victoria.

Investment returns applied to your account will reflect the crediting rates of your existing investment options up to, and including, the calendar day prior to processing.

Investment returns include returns up to the close of regular trading hours for global security exchanges for that trading day. For example, for equities traded on the Australian Securities Exchange (ASX), this is 4pm Sydney time and for equities traded on the New York Stock Exchange (NYSE), this is 4pm New York time.

If our offices are closed on Melbourne business days (for example, over Christmas) the transaction will take effect in accordance with the above timeframes (as if the offices were open) but won't appear on your online account until after our offices reopen.

Read more about investment switches in the *How we invest your money* document at unisuper.com.au/pds.

Insurance

THE COST OF INSURANCE IS CHANGING ON 28 SEPTEMBER 2022

At UniSuper we offer insurance tailored to our members' needs. Over the past year, to the end of May, our insurer accepted 324 claims and paid \$57.5 million in insurance benefits to support our members and their families when they needed it most.

Whether you already have insurance with UniSuper, or you're thinking about applying for it in the future, it's important you're aware of and understand the upcoming changes.

WHY IS THE COST OF COVER CHANGING?

We regularly review our insurance offering to ensure it aligns with legislative changes, remains cost effective and delivers value to our members. The cost of insurance cover is linked to the claims paid to our members, which means that, from time to time, we need to adjust the cost of insurance premiums. Premiums could go up or down, depending on the value, type and number of claims paid.

WHAT'S CHANGING ON 28 SEPTEMBER?

We paid out less in claims than expected for Death cover and Income Protection cover with a two-year benefit period. This means that we'll be decreasing premiums for these cover types.

We paid out more in claims than expected for Total and Permanent Disablement (TPD) cover and Income Protection cover with a five-year and to-age-65 benefit period, so we need to increase premiums for these cover types.

If you're a Defined Benefit Division (DBD) member, these insurance changes don't impact the inbuilt benefits provided in the DBD.

The table on the following page shows the average percentage change to the cost of each insurance type on 28 September. The actual increase or decrease in cost depends on a member's age, cover type and occupation rating factor (occupation rating factor relates to Personal Accounts only).

Visit unisuper.com.au/newinsurancepremiums for more information about these changes and cost of all insurance types that will apply from 28 September 2022.

AVERAGE INSURANCE PREMIUM CHANGES ON 28 SEPTEMBER 2022			
Insurance type	Average change to premiums (%) ¹	Insurance type	Average change to premiums (%) ¹
Death only	Decrease of 16.0%	Income Protection 2-year benefit period	Decrease of 18.8%
Death and TPD	Increase of 16.2%	Income Protection 5-year benefit period	Increase of 8.6%
TPD only	Increase of 58.2%	Income Protection to-age-65 benefit period	Increase of 6.2%

¹ Actual change of cost varies depending on your age, cover type and your occupation rating factor (Personal Accounts).

WE'VE GOT YOU COVERED

Having the right level of insurance cover can give you peace of mind that you and your family will have an income when you need it most. For many people, being able to provide a future income is their biggest asset, so like their car or home, they choose to protect it. Insurance through super can be a convenient way to have cover, as premiums are deducted automatically from your account, so there's no out-of-pocket expenses.

While insurance can provide peace of mind, it comes at a cost, so we understand the importance of keeping costs low:

- UniSuper is run only to benefit members, so we only charge what it costs us to provide cover.
- Our size helps keep costs down.
- We receive a tax deduction for premiums which we use to offset the cost of cover, so members effectively pay 15% less for cover.

REVIEW YOUR INSURANCE NEEDS

It's always good to review your insurance needs whether you have cover or not. The *Insurance calculator* available at unisuper.com.au/insurance is a great place to start.

You can check if you have cover with UniSuper, and the current cost of that cover, by logging in to your account at unisuper.com.au.

DON'T HAVE AN ONLINE ACCOUNT?

Register at unisuper.com.au.

Any advice in this document is general advice only and doesn't consider your personal circumstances, so please consider the PDS and TMD on our website before making any decisions.

You can also chat to one of our super consultants who can guide you through all your super and insurance-related questions. They provide high-quality general advice at no extra cost. Find out more about our financial advice service at unisuper.com.au/financial-advice.

We're here to help

If you have any questions about these changes, please call us on **1800 331 685** or email us at enquiry@unisuper.com.au.