

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 pension product changes to:

Investments

- Fees and costs
- Switch fee
- Switch disclosure

Operational risk reserve

- Flexi Pension cost

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 Flexi Pension product:

- Retirement phase
- Beneficiary Income Stream (BIS).

Investment fees and costs updates continued

INVESTMENT OPTION FEES AND COSTS – FLEXI PENSION: RETIREMENT PHASE, BENEFICIARY INCOME STREAM								
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	0.26	0.03	0.29	0.29	0.16	0.46	0.16	Increased property transaction costs
Conservative Balanced	0.29	0.04	0.32	0.31	0.17	0.48	0.15	Increased property transaction costs
Balanced	0.32	0.06	0.37	0.33	0.08	0.41	0.04	Increased property transaction costs
Sustainable Balanced	0.25	0.05	0.31	0.26	0.02	0.28	-0.03	Reduced transaction costs
Growth	0.38	0.12	0.50	0.39	0.16	0.54	0.04	Increased investment fees
High Growth	0.38	0.14	0.52	0.40	0.14	0.54	0.02	Increased investment fees
Sustainable High Growth	0.29	0.08	0.37	0.31	0.02	0.34	-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	0.25	0.02	0.27	0.25	0.02	0.27	0.00	-
Listed Property	0.14	0.16	0.30	0.14	0.02	0.16	-0.14	Reduced transaction costs
Australian Shares	0.28	0.08	0.36	0.30	0.10	0.39	0.03	Increased investment fees
International Shares	0.41	0.09	0.50	0.44	0.08	0.52	0.02	Increased investment fees
Global Environmental Opportunities	0.26	0.14	0.39	0.25	0.04	0.29	-0.11	Reduced transaction costs
Australian Equity Income	0.29	0.06	0.34	0.29	0.04	0.33	-0.01	Reduced transaction costs
Global Companies in Asia	0.35	0.03	0.38	0.34	0.03	0.37	-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 fees and costs updates continued

The table below shows the updated investment fees and costs for the financial year ending 30 June 2022 for our:

- Transition to retirement (TTR) product.

INVESTMENT OPTION FEES AND COSTS - TRANSITION TO RETIREMENT								
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.

Operational Risk Reserve

The Australian Prudential Regulation Authority (APRA) requires super funds to have access to financial resources to cover losses, costs and expenses that may be incurred in the event of an operational risk. We hold these funds in an Operational Risk Reserve. This reserve can be used should an operational risk event occur in respect of any UniSuper product.

Accumulation and Transition to Retirement pension accounts currently contribute 0.01% p.a. to the reserve, funded from investment-related charges included in the investment fees and costs for each option.

From 28 September 2022, Flexi Pension accounts will also commence contributing to the reserve at the rate of 0.01% p.a. (\$10 for every \$100,000 you have invested in Flexi Pension).

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.