



Important information from the QSuper Board of Trustees

Introducing the QSuper Income Account Transfer Bonus – even more to look forward to in retirement

We're always looking for ways to help you get a brighter future. And that's exactly what our Income Account Transfer Bonus could give you. From 6 June 2016, when you open a QSuper Income account or a Transition to Retirement (TTR) Income account with money from your Accumulation account, you could get a boost to your super balance. It's an industry first and another great reason to retire with Australia's Fund of the Year.¹

So how does it work?

In line with industry practices, we put aside money ready to pay capital gains tax when the Fund sells assets we've invested on your behalf that have made a profit – it's called tax provisioning.

In the last few years we've done some smart thinking, and in an industry-leading move we can identify future tax savings and pass them on to you, but only when you open a QSuper Income account.

These future tax savings arise because we don't need to pay any capital gains tax when assets are eventually sold. And for you that means we're now able to pay you money that has been previously provisioned for tax when you open a QSuper Income account or TTR Income account.

How much will I get?

Everyone's transfer bonus amount will vary and sometimes the amount could be zero. Your amount will depend on a few things like your super balance, your investment options (past and present), the Fund's tax position and the time of your transfer.

It's important to understand that the Cash and Diversified Bonds investment options don't qualify for any transfer bonus. Also any money you have invested in QSuper Self Invest doesn't attract a bonus because you're already benefiting from the ability to move your assets across to a QSuper Income account or TTR Income account without having to pay capital gains tax.

How do I apply?

You don't need to apply for the transfer bonus. If you're eligible, we'll work it out automatically when you open your Income account or TTR Income account. The transfer bonus will be calculated and where applicable will be paid into your Accumulation account on the day we open your new Income account or TTR Income account. This will then be included in the money we move across.

You'll find more information about the transfer bonus at qsuper.qld.gov.au/transferbonus.

Changes to asset allocation ranges

From 1 July 2016 we'll be changing how we disclose the asset classes of our investment options. As you are aware, different asset classes have different levels of risk and return associated with them. We are looking to change what is included in some of these asset classes to make sure we're grouping assets with a similar risk profile together.

This doesn't mean we're altering our investment strategy, or the types of assets we invest in, we're just changing the categories in which the assets are shown.

Australian shares and International shares will be grouped into one asset class called Equities, rather than splitting it out into Australia and 'rest of the world'. We're also moving our private equity exposure (which is currently included in the Alternatives asset class) into the Equities asset class, as the behaviour of these assets is more closely aligned to equity markets.

Commodities, which were also previously included in Alternative assets, will be reported as a separate asset class. Commodities include exposures to energy, metals and grains. All other assets that were previously included in Alternatives will continue to be included in Alternatives. We have also renamed the Property asset class Real estate.

These changes will impact the way we report asset allocation ranges for our investment options. The table below shows the asset allocation ranges for our Ready Made and Lifetime options from 1 July 2016, with changes to ranges shown in bold (our Socially Responsible investment option is not shown, as it is managed by AMP Capital).

Lifetime option group	New ranges from 1 July 2016 (%)
Outlook	Cash 0-15 Fixed interest 0-35 Real estate 0-25 Equities 5-65 Infrastructure 0-25 Commodities 0-20 Alternatives 0-30
Aspire 1	Cash 0-15 Fixed interest 0-35 Real estate 0-25 Equities 5-65 Infrastructure 0-25 Commodities 0-20 Alternatives 0-30
Aspire 2	Cash 0-20 Fixed interest 10-60 Real estate 0-25 Equities 5-50 Infrastructure 0-25 Commodities 0-20 Alternatives 0-30
Focus 1	Cash 0-20 Fixed interest 10-60 Real estate 0-25 Equities 5-50 Infrastructure 0-25 Commodities 0-20 Alternatives 0-30
Focus 2	Cash 0-25 Fixed interest 20-70 Real estate 0-20 Equities 0-45 Infrastructure 0-20 Commodities 0-20 Alternatives 0-25
Focus 3	Cash 0-30 Fixed interest 30-75 Real estate 0-20 Equities 0-45 Infrastructure 0-20 Commodities 0-20 Alternatives 0-25
Sustain 1	Cash 40-75 Fixed interest 0-35 Real estate 0-20 Equities 0-45 Infrastructure 0-20 Commodities 0-20 Alternatives 0-25
Sustain 2	Cash 50-90 Fixed interest 0-35 Real estate 0-20 Equities 0-45 Infrastructure 0-20 Commodities 0-20 Alternatives 0-25
Ready Made options	
Balanced	Cash 0-25 Fixed interest 5-35 Real estate 0-20 Equities 25-55 Infrastructure 0-20 Commodities 0-15 Alternatives 0-25
Moderate	Cash 40-70 Fixed interest 2.5-17.5 Real estate 0-10 Equities 12.5-27.5 Infrastructure 0-10 Commodities 0-7.5 Alternatives 0-12.5
Aggressive	Cash 0-15 Fixed Interest 0-20 Real estate 0-20 Equities 20-80 Infrastructure 0-20 Commodities 0-15 Alternatives 0-25



¹ SuperRatings Awards 2016. SuperRatings does not issue, sell, guarantee or underwrite this product. Go to www.superratings.com.au for details of its ratings criteria. Past performance is not a reliable indicator of future performance.

Change to currency exposure for Diversified Bonds investment option

Effective 1 December 2015, the investment manager for our Diversified Bonds option (QIC) has made an important change to the way they invest this option. In the future they will, at times, include foreign currency exposure. This change has no effect on the objective for this option, which continues to be to match the return of a 40 per cent Australian and 60 per cent international diversified bonds index (hedged in \$AUD) after fees and tax. You'll find more information about our Diversified Bonds option in the *Investment Choice Guide* and in the Investments section of our website.

We'll be making information available electronically

We need to let you know that going forward, the QSuper Board of Trustees and QInvest Limited may make certain information available to you electronically rather than sending it by post. This means that if we receive your email address in the future, we'll either email you the information, or send you an email notification that the information is either available on our website or can be accessed by logging in to Member Online. In the future, we may also make this information available (or send you a notification) by SMS or through an app. The information we will make available in this way includes significant event notifications, financial services guides, product disclosure statements, your benefit statement, our annual report, statements of advice, and exit statements.

If we do receive an electronic address for you in the future (such as an email address or mobile phone number), but you don't want to receive the types of information listed above electronically, it's easy to opt out or change your preference for future communications at any time through Member Online, or give us a call on **1300 360 750**. If you do receive an email communication from us and want it, or any other information sent to another address (either electronic or mail), you can let us know by calling us.

Please note that if we have your email address but you have already opted out of receiving this information electronically, we will continue to send it to you through the post.

We've reduced our administration fee

We pride ourselves on having some of the lowest fees in Australia. In line with this commitment, effective from 1 July 2015, we reduced our administration fee from 0.22 per cent to 0.20 per cent per annum.

We also reduced our administration fee cap. Previously any administration fees you paid on your Accumulation and/or Income account/s over the cap of \$1,540 (that's the combined figure for all your accounts) were rebated back to you in July of the next financial year. We've now cut that figure to \$1,000.

Head to qsuper.qld.gov.au/feecap for all the details on how the cap works. You'll also find all the information about fees for all our investment options on our website.

Changes to release of super due to a terminal medical condition

On 1 July 2015, the Australian Government made a change to when members can access their super if they have been diagnosed with what's known as a terminal medical condition. Effective 1 July 2015, you may be able to claim the money in your super account if your condition is likely to result in your death within 24 months from the date of certification by two registered medical practitioners, one of whom must be a specialist in the area related to the illness or injury you are claiming for (previously this was 12 months). This period is called the certification period.

Insurance component

If you work for the Queensland Government, you can claim a terminal illness insurance benefit within the 24 months certification period.

If you don't work for the Queensland Government the period to claim a terminal illness insurance benefit is still the 12 months certification period.

It's very important you understand that if you withdraw your whole account balance before you're eligible to claim a terminal illness insurance benefit your insurance cover will be cancelled. This means you wouldn't receive an insurance benefit. To keep your insurance cover until you're eligible to claim it, you must keep your balance above \$2,000 or, if your balance is below \$2,000, you must make at least one contribution at least once every 12 months.

Please note however, if you are employed by QPAT, or by QAS and have special insurance arrangements through Suncorp or OnePath, or if you only have a Defined Benefit account, this change does not apply to your insurance cover – there is no change to your existing arrangements.

For more information on eligibility and how to make a claim, download the *Claiming a Terminal Medical Condition Benefit* factsheet from our website.

FOR DEFINED BENEFIT MEMBERS ONLY

Defined Benefit account salary reduction benefit

If you have a Defined Benefit account, your salary for superannuation purposes is used when calculating your benefit. If in the past you had a higher salary, you may be entitled to what's known as a salary reduction benefit to recognise the benefit you accrued on this higher salary. Previously we could only apply this benefit when you closed your Defined Benefit account. However effective 1 January 2016, we will now pay a portion of this benefit when you make a partial withdrawal from your Defined Benefit account, for example if you start a Transition to Retirement strategy, or for a family law split. The benefit will be paid in proportion to the withdrawal. If you need more information on salary reduction benefits, simply give us a call on **1300 360 750**.



We need to let you know that this notice and all products are issued by the QSuper Board (ABN 32 125 059 006) as trustee for the QSuper Fund (ABN 60 905 115 063). The QSuper Board isn't licensed to provide financial product advice, but we know you may like advice, in which case you can call us on 1300 360 750 and we'll put you in touch with a licensed advice provider. When we say 'QSuper', we're talking about the QSuper Board, the QSuper Fund, QSuper Limited or QInvest Limited, unless the context we're using it in suggests otherwise.

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