

## Important notice: New disclosure requirements for investment fees and costs

### A new way of reporting investment fees and costs

From 30 September 2017, super funds are required to change the way they disclose investment costs and fees for all investment options. These changes are prescribed by the Australian Securities & Investment Commission (ASIC) in Regulatory Guide 97 (known as RG97).

RG97 requires all issuers of super, pension and investment products to disclose extra information about fees and costs which impact investment returns. There are no new fees or costs being introduced, and no increases to existing fees and costs, just changes to the way we disclose information to you.

### What is changing?

Investment costs which were reported as 'Indirect Cost Ratios', will now be reported as 'Investment Fees'. These are the costs incurred to manage your investments and include things like:

- costs of property managers and investment managers, and
- operational and transactional costs paid by the Fund in buying and selling assets (for example stamp duty and brokerage).

RG97 also requires that the 'Additional explanation of fees and costs' section of the relevant PDS must now include:

- separate disclosure of the transactional and operational costs for each investment option
- borrowing costs incurred for the Fund's interposed vehicles (mainly used for the Fund's investments in unlisted property), and
- real property operational costs for each investment option (some of the costs of the Fund's building assets such as rates, cleaning and repairs and maintenance, which are offset against rent received).

These are not new fees and costs and have always been reflected in the net investment returns to members.

### How will this change impact members?

The fees and costs you pay won't change, just the way we disclose them to you. The way we calculate the net returns for investment options will remain the same.

You can find the new investment fees and costs disclosures from 30 September 2017 in the MTAA Super PDS and Super Guide available at [mtaasuper.com.au/member-handbooks](http://mtaasuper.com.au/member-handbooks).

### Need more information?

If you have any questions about these changes and what they mean for you, call us on **1300 362 415**.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Leanne'.

Leeanne Turner  
Chief Executive Officer