



## **Important Information: New superannuation rules start 1 July 2017**

From 1 July 2017, the government will remove the tax-exempt status of earnings from assets that support a transition to retirement (TTR) account. This applies to your MTAA Super TTR account. Broadly, your earnings will be taxed at 15% regardless of when your TTR account commenced.

With the removal of the tax exemption it is important to review your financial arrangements, and specifically your TTR strategy. You should seek advice about this.

It is important to note that this change only impacts the tax on your earnings. All other features and benefits of your TTR remain the same.

If you meet a condition of release (with a nil cashing restriction\*) you may be eligible to move the funds into a retirement phase income stream, such as the MTAA Super Pension. The earnings on assets that support a retirement phase income stream are tax free. However, you should be aware that the amount transferred to a retirement phase income stream will count towards your Transfer Balance Cap - currently \$1.6m.

The transfer balance cap applies to the total amount of superannuation that has been transferred into the retirement phase. The cap applies to all retirement phase income streams that you have, including those in other funds.

### **What you need to do**

We recommend that you seek advice before making any decisions. If you would like to discuss your options call our Financial Education and Advice Team (FEAT) on **1300 362 415**.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Leanne', written in a cursive style.

Leeanne Turner  
Chief Executive Officer

\* Refer to page 10 of the Super Guide for more information on restrictions, available at [mtaasuper.com.au/member-handbooks](http://mtaasuper.com.au/member-handbooks)

