



## 2015 Annual Superannuation Statement

Thank you for being a member of MTAA Super. Please find enclosed:

- your **Annual Superannuation Statement** which shows your account balance, net earnings, insurance cover and other details as at 30 June 2015.
- your **Personal Retirement Projection** which shows your **estimated** superannuation balance, annual income stream and annual Age Pension entitlement at retirement age (67).
- a **Member Update** which includes information on the Fund and an update on the way your super is managed.

You also have the opportunity to **win a \$5000** boost to your super account. Please read the Member Update for more details.

### MTAA Super's online Annual Report

The Fund's 2015 Annual Report is now available online. It contains financial year returns, an overview of the investment options, abridged financial statements and information relating to the Trustee. To read the Annual Report online, visit [www.mtaasuper.com.au](http://www.mtaasuper.com.au) or call us on **1300 362 415** if you would like a printed copy sent to you free of charge.

### Investment management costs

The Fund has recently updated the estimated investment management costs for all investment options. The estimates are *based on the Fund financial statements for year ended 30 June 2015 and are disclosed gross of income tax*. Please refer to the *Fees and Other Costs* section of our website for further information.

### Changes to strategic asset allocation

During a recent review of the Fund's investment strategy, the Trustee changed the Strategic Asset Allocation of the My AutoSuper (Balanced), Conservative and Growth pre-mixed investment options.

The changes made are outlined in the following tables:

#### My AutoSuper (Balanced) Option

Mix of asset classes	Previous asset allocation %		Asset allocation % from 1 July 2015	
Cash	6.0	(0.5 – 15.0)	9.0	(0.5-20.0)
Australian Fixed Interest	6.0	(0.0 – 15.0)	3.0	(0.0-15.0)
Overseas fixed interest	6.0	(0.0 – 15.0)	6.0	(0.0-15.0)
Australian Equities	25.5	(5.0 – 35.0)	24.5	(5.0-35.0)
International Equities	26.5	(5.0 – 35.0)	27.5	(5.0-35.0)
Infrastructure	15.0	(0.0 – 35.0)	15.0	(0.0-35.0)
Property	9.0	(0.0 – 22.5)	9.0	(0.0-22.5)
Alternatives Credit	3.0	(0.0 – 17.5)	3.0	(0.0-17.5)
Private Equity	3.0	(0.0 – 12.5)	3.0	(0.0-12.5)
Other	0.0	(0.0 – 12.5)	0.0	(0.0-12.5)

## Conservative Option

Mix of asset classes	Previous asset allocation %		Asset allocation % from 1 July 2015	
Cash	34.5	(20.0 – 45.0)	42.0	(20.0-50.0)
Australian Fixed Interest	17.0	(5.0 – 25.0)	12.0	(5.0-25.0)
Overseas fixed interest	15.0	(5.0 – 25.0)	10.0	(5.0-25.0)
Australian Equities	10.5	(0.0 – 20.0)	10.0	(0.0-20.0)
International Equities	8.0	(0.0 – 20.0)	8.5	(0.0-20.0)
Infrastructure	7.5	(0.0 – 15.0)	9.0	(0.0-17.5)
Property	4.5	(0.0 – 10.0)	5.5	(0.0-12.5)
Alternatives Credit	1.5	(0.0 – 7.5)	1.5	(0.0-7.5)
Private Equity	1.5	(0.0 – 7.5)	1.5	(0.0-7.5)
Other	0.0	(0.0 – 5.0)	0.0	(0.0-5.0)

## Growth Option

Mix of asset classes	Previous asset allocation %		Asset allocation % from 1 July 2015	
Cash	2.0	(0.0 – 15.0)	2.0	(0.0-15.0)
Australian Fixed Interest	3.0	(0.0 – 10.0)	0.0	(0.0-10.0)
Overseas Fixed Interest	0.0	(0.0 – 10.0)	3.0	(0.0-10.0)
Australian Equities	33.5	(20.0 – 50.0)	33.0	(20.0-50.0)
International Equities	36.5	(20.0 – 50.0)	37.0	(20.0-50.0)
Infrastructure	12.5	(0.0 – 30.0)	12.5	(0.0-30.0)
Property	7.5	(0.0 – 17.5)	7.5	(0.0-17.5)
Alternatives Credit	2.5	(0.0 – 7.5)	2.5	(0.0-7.5)
Private Equity	2.5	(0.0 – 10.0)	2.5	(0.0-10.0)
Other	0.0	(0.0 – 5.0)	0.0	(0.0-5.0)

## Legislative changes

### *Superannuation benefit tax caps*

The low rate tax cap has increased to \$195,000 for the 2015/16 financial year. The low rate tax cap is the amount that is able to be withdrawn tax-free over a lifetime for people that have reached their preservation age, but are not yet 60 (when super withdrawals become entirely tax-free).

### *Changes to Terminal Illness Condition of Release*

From 1 July 2015, a person suffering a terminal medical condition may now be able to access their super benefit within 24 months of expected death. A terminal medical condition exists if two registered medical practitioners have certified jointly or separately, that a person suffers from an illness, or has incurred an injury that is likely to result in their death within 24 months of the date of certification. The previous rules required expected death to be within 12 months of the date of certification.

There could be significant consequences to accessing your super early under these Government changes. Please note the certification period for your insured benefit through MTAA Super has not changed. Your insured benefit still requires

## Motor Trades Association of Australia Superannuation Fund Pty Ltd

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certification from two medical practitioners that you have less than 12 months to live. In order to retain the insured portion of your benefit you will need to maintain a sufficient amount in your account to cover the premiums.

### **Recent Insurance changes**

#### *Unitised cover*

We recently made changes to our insurance arrangements that reduced the number of units for default members. If you have ever made a change to your insurance cover such as applying for income protection, you are not considered a *default* member and so your level of cover was not automatically reduced. If you would like to reduce (or increase) the number of units you hold, you will need to notify us in writing.

#### *Check your personal details*

The default number of units is dependent on your age so it is important to check that we have recorded your correct date of birth. Please check your annual statement which now displays your age on page 3. If we need to correct your date of birth, it may mean that your number of units will also change. There may need to be an adjustment (positive or negative) to your premium that will be applied from the date you joined the Fund. If this is necessary we will contact you to discuss how any adjustment will be implemented.

### **Further assistance**

If you have any queries relating to any of these matters, please call us on **1300 362 415** or visit our website **[www.mtaasuper.com.au](http://www.mtaasuper.com.au)**.

Yours sincerely



Leeanne Turner  
Chief Executive Officer

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