

# VicSuper FutureSaver investment option fact sheet



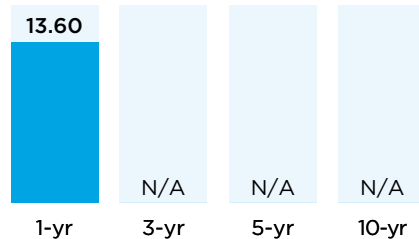
## Socially Conscious

<p><b>Description</b></p>	<p>VicSuper's Socially Conscious investment option incorporates a wide range of explicit social and environmental objectives and it aims to help our members:</p> <ul style="list-style-type: none"> <li>• take action on climate change by not investing in companies that hold fossil fuel reserves used for energy purposes;</li> <li>• minimise social harm by not investing in companies that are materially involved in activities that potentially cause social harm, for example tobacco production, alcohol, gambling, military weapons, civilian firearms, nuclear power, adult entertainment and genetically modified organisms;</li> <li>• protect human rights, labour rights and the environment by not investing in companies that have been involved in severe incidents and/or controversies, or have been found not to be adhering to widely accepted global conventions.</li> </ul> <p>The objectives are achieved by applying a number of exclusionary screens when selecting companies for investment. These exclusionary screens only apply to the equities and fixed interest components of the investment option.</p> <p>This option has a 61%<sup>1</sup> allocation to growth assets. The risk of fluctuating returns is medium.</p> <p>The VicSuper Socially Conscious investment option has been certified by the Responsible Investment Association Australasia (RIAA).</p> <div data-bbox="459 987 555 1115"> <p>CERTIFIED BY RIAA</p> </div> <p>The Certification Symbol signifies that a product or service offers an investment style that takes into account certain environmental, social, governance or ethical considerations. The Symbol also signifies that the VicSuper Socially Conscious investment option adheres to the strict operational and disclosure practices required under the Responsible Investment Certification Program for the category of Superfund Option. The Certification Symbol is a Registered Trade Mark of the Responsible Investment Association Australasia (RIAA). Detailed information about RIAA, the Symbol and the VicSuper Socially Conscious investment option's methodology and performance can be found at <a href="https://responsiblereturns.com.au">responsiblereturns.com.au</a>, together with details about other responsible investment products certified by RIAA.<sup>2</sup></p>																				
<p><b>Investment return objective</b></p>	<p>To earn an investment return of 3.25% per annum (after tax and investment expenses) above the rate of inflation over rolling 10-year periods.</p>																				
<p><b>Growth/defensive asset split</b></p>	<p>Growth 61%<sup>1</sup> Defensive 39%<sup>1</sup></p>																				
<p><b>Most suitable for</b></p>	<p>Investors with a medium tolerance for risk.</p>																				
<p><b>Minimum suggested investment timeframe</b></p>	<p>5-years plus</p>																				
<p><b>Asset classes</b></p>		<table border="1"> <thead> <tr> <th>Asset</th> <th>Strategic asset allocation<sup>1</sup></th> <th>Target range<sup>1</sup></th> </tr> </thead> <tbody> <tr> <td>• Equities</td> <td>42%</td> <td>27-57%</td> </tr> <tr> <td>• Alternatives<sup>3</sup></td> <td>13%</td> <td>0-28%</td> </tr> <tr> <td>• Real Assets<sup>4</sup></td> <td>17%</td> <td>2-32%</td> </tr> <tr> <td>• Fixed Interest</td> <td>20%</td> <td>5-35%</td> </tr> <tr> <td>• Cash</td> <td>8%</td> <td>0-23%</td> </tr> </tbody> </table>	Asset	Strategic asset allocation <sup>1</sup>	Target range <sup>1</sup>	• Equities	42%	27-57%	• Alternatives <sup>3</sup>	13%	0-28%	• Real Assets <sup>4</sup>	17%	2-32%	• Fixed Interest	20%	5-35%	• Cash	8%	0-23%	
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<p><b>Top 10 equity holdings<sup>5</sup></b></p>	<ul style="list-style-type: none"> <li>• CSL</li> <li>• Microsoft</li> <li>• Westpac</li> <li>• Macquarie</li> <li>• Transurban</li> </ul>	<ul style="list-style-type: none"> <li>• Taiwan Semiconductor</li> <li>• Procter &amp; Gamble</li> <li>• Newcrest Mining</li> <li>• Goodman Group</li> <li>• Walt Disney Internet Group</li> </ul>																			

## Investment returns

### Investment returns to 31 December 2019\*

% pa



The strategic asset allocation for the Socially Conscious option (renamed from the Equity Growth Sustainability option) changed on 1 February 2017 as a result of a restructure to the option. The investment objective for this option differs materially from that applicable prior to 1 February 2017 due to the change in strategic asset allocation (decreased exposure to growth assets and increased exposure to defensive assets). Therefore past returns relating to the period prior to 1 February 2017 have not been included in the calculation of investment returns above.

\*Investment returns shown are net of taxes and investment expenses. Investments can go up and down. Past performance is not a reliable indicator of future performance.

The VicSuper FutureSaver Socially Conscious investment option returned 13.60% over the 12 months to 31 December 2019.

2019 provided strong returns across most major asset classes. While there was some volatility in markets due to fears of a global recession, the US and China trade dispute and Brexit uncertainty, central banks' overall supportive policies provided a significant tailwind for investment markets. International and Australian shares led individual asset class returns within each option, though most major asset classes delivered solid gains over the year.

For more information on economic conditions and investment performance, go to [vicsuper.com.au/investmentnews](https://vicsuper.com.au/investmentnews)

## Standard Risk Measure<sup>6</sup>

**Risk band:** 4

**Risk label:** Medium

**Estimated number of negative annual returns over any 20 year period:** 2 to less than 3

## Investment related fees (estimated pa)<sup>7</sup>

**Investment fee:** 0.19%

**Indirect cost ratio:** 0.41%

1. These numbers have been rounded.
2. The Responsible Investment Certification Program does not constitute financial product advice. Neither the Certification Symbol nor RIAA recommends to any person that any financial product is a suitable investment or that returns are guaranteed. Appropriate professional advice should be sought prior to making an investment decision. RIAA does not hold an Australian Financial Services Licence.
3. Alternatives are classified as part growth and part defensive.
4. Real assets are classified as part growth and part defensive.
5. This list reflects the top ten major equity holdings by investment value, in descending order, held by this investment option, based on data at 31 December 2019. These holdings may change from time to time. This list is provided for information purposes only. It is not a recommendation or endorsement of any of the companies listed, for inclusion in your personal portfolio. Before selecting companies to invest in personally, you should seek advice that takes into account your personal circumstances and investment objectives.
6. The Standard Risk Measure is based on industry guidance to allow members to compare investment options that are expected to deliver a similar number of negative annual returns over any 20 year period. The Standard Risk Measure is not a complete assessment of all forms of investment risk, for instance it does not detail what the size of a negative return could be or the potential for a positive return to be less than a member may require to meet their objectives. Further, it does not take into account the impact of administration fees and tax on the likelihood of a negative return. VicSuper assesses the Standard Risk Measure for each of its investment options based on the option's strategic asset allocation. Members should not rely exclusively on the Standard Risk Measure and should still ensure they are comfortable with the risks and potential losses associated with their chosen investment option/s.
7. The investment fee and ICR shown are an estimate for the 2019/20 financial year based on the estimated investment related costs incurred for the 12 months ended 30 June 2019. Actual investment fees and indirect costs may vary and will depend on the actual fees, costs and taxes incurred by the Trustee in managing the investment option/s. They cannot be estimated precisely in advance. If it becomes apparent that actual costs will differ materially the estimates will be updated. These fees are not deducted directly from your account. These fees are correct as at the date of publication. For full details of fees, refer to the VicSuper FutureSaver Product Disclosure Statement, available at [vicsuper.com.au/pds](https://vicsuper.com.au/pds).

This fact sheet has been prepared without taking into account your objectives, financial situation or needs. You should therefore consider the appropriateness of the advice in light of your individual circumstances before acting on the advice. You should also obtain and consider a copy of the relevant Product Disclosure Statement available at [vicsuper.com.au](https://vicsuper.com.au) before making any decisions.

VicSuper Pty Ltd ABN 69 087 619 412, AFSL 237333, VicSuper is Trustee of Victorian Superannuation Fund ABN 85 977 964 496.

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