

# VicSuper FutureSaver

Product Disclosure Statement  
1 July 2018

The Canstar 5-Star Rating for Outstanding Value Superannuation was awarded in March, 2018 to the VicSuper FutureSaver.



# Contents

1. About VicSuper FutureSaver	3
2. How super works	4
3. Benefits of investing with VicSuper FutureSaver	5
4. Risks of super	6
5. How we invest your money	6
6. Fees and costs	8
7. How super is taxed	10
8. Insurance in your super	12
9. How to open an account	15
10. Other information	16



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This Product Disclosure Statement (PDS) is a summary of significant information you will need in order to make a decision about the VicSuper FutureSaver product. It includes references to important information in the VicSuper Member Guides (you can find these at [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide)) each of which forms part of this PDS. You should consider this information before making your decision. This publication 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. If you have any questions or would like another copy of this PDS or the VicSuper Member Guides which incorporates the *Insurance Handbook*, call **1300 366 216**, or visit [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide)

The organisations included in this document have provided their consent to the materials and statements attributed to them, in the form and context in which they appear and have not withdrawn this consent as at the date of preparation.

Chant West has given its consent to the inclusion in this Product Disclosure Statement of the references to Chant West and the inclusion of the logos and ratings provided by Chant West in the form and context in which they are included.

Information that is not materially adverse is subject to change from time to time. Any updated information can be accessed at any time by calling our Member Centre or by going to [vicsuper.com.au/forms](http://vicsuper.com.au/forms) in the 'Joining & Product Disclosure Statement' section. A copy of any updated information will be provided on request, without charge.

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## Please note

The information in this PDS may be impacted by the proposed changes in the May 2018 Federal Budget, which are not yet law. Visit our website or contact our Member Centre for more information.

# 1. About VicSuper FutureSaver

VicSuper is a Victorian based profit-to-member fund which is open for anyone in Australia to join. As at 31 May 2018, VicSuper manages and invests over \$20 billion in retirement savings, on behalf of over 243,000 members. We have a long history of providing personalised service and great value advice to our members from our advice centres and serviced offices across Victoria. We understand that everyone's situation and needs are different, that's why we work with you to help make sense of your superannuation (or super) so you can achieve the best possible life in retirement.

## Product and investment options

We offer a range of flexible products with a competitive fee structure to suit all life stages. For those saving for retirement we have VicSuper FutureSaver - including the default investment option, Growth (MySuper). We also provide a number of retirement income solutions designed for people approaching or in retirement.

This PDS is exclusively for VicSuper FutureSaver.

VicSuper members can choose one or a mix of our nine investment options from:

- Cash
- Term Deposit
- Capital Secure
- Capital Stable
- Balanced
- Socially Conscious
- Growth (MySuper)
- Equity Growth
- Australian Shares

## MySuper

VicSuper's MySuper product is a simple, cost effective super product invested in the Growth (MySuper) Option. To view the product dashboard for VicSuper's MySuper product, the trustee and executive remuneration disclosure, and other governance information that super funds must provide, go to [vicsuper.com.au/disclosure](http://vicsuper.com.au/disclosure)

# 2. How super works

Super is a tax-effective way to save for retirement. Super is in part compulsory, and the government has designed it with significant tax advantages.

and you have multiple employers, you may nominate wages from some of your employers to be exempt from the SG. This change is not yet law.

## Super contributions

There are different types of contributions which can be made to super including compulsory employer contributions called superannuation guarantee (SG) contributions, voluntary contributions, government co-contributions, rollovers, eligible spouse contributions and super splitting.

## Voluntary contributions

To further build your super savings, you can contribute voluntarily by:

- setting up a salary sacrifice arrangement (through your employer)
- making personal after-tax contributions. These contributions may make you eligible for a government co-contribution amount, and
- making regular or lump sum personal tax-deductible contributions.

## Compulsory contributions

Generally, your employer is required to make quarterly SG contributions (currently 9.5% of your Ordinary Time Earnings up to prescribed limits) to super on your behalf.

You may also roll over any super savings you have in other super funds into your VicSuper FutureSaver account.

Under proposed legislation, from 1 July 2018, if your income exceeds \$263,157

## 2. How super works continued

### Contribution restrictions

Although super is a tax-effective investment structure designed to help you save for your future income needs, there are some things you need to keep in mind:

- Contribution caps, set by law, limit the amount of super contributions you can make each year without incurring additional tax (see page 11 for more information).
- From age 65 you generally must satisfy the 'work test' to be eligible to make voluntary contributions – this means that between ages 65 and 74 (inclusive), you must be gainfully employed for at least 40 hours in a period of not more than 30 consecutive days in the financial year in which the contributions are made.

### Withdrawing your super

Super is a long-term investment. Your contributions and their earnings will generally be preserved, which means that you cannot withdraw them unless you satisfy conditions of release. For more information, go to [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide) and read 'How super works'.

### Choosing your super fund

Most employees have the opportunity to choose the super fund to which their employer pays their SG contributions, although in some cases an industrial award or agreement may require your SG contributions to be paid to a particular fund. For more information about how super works, visit [moneysmart.gov.au](http://moneysmart.gov.au)

You should read the important information about 'How super works' before making a decision. Go to [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide). The material relating to 'How super works' may change between the time you read this PDS and the day when you acquire the product.

## 3. Benefits of investing with VicSuper FutureSaver

### Competitive fee structure

VicSuper FutureSaver has a competitive fee structure. There are no fees charged on entry or exit, to contribute, roll over or withdraw funds, or to change your investment strategy.

### Simple investment choice

VicSuper FutureSaver provides a range of investment options, covering the varying levels of risk and expected investment return that people generally seek for their super savings.

### Competitive insurance cover

If you joined VicSuper through your employer you will generally receive automatic death, total and permanent disablement and income protection cover once your employer has made an SG contribution into your VicSuper account (age limits and conditions apply).

If you completed an application form to join VicSuper FutureSaver, you will not receive automatic insurance cover. You have the option to apply for death, total and permanent disablement and income protection insurance.

### Expert help and advice

We want you to have a great retirement, and we're here to help you achieve that. Whether it's tailored advice over the phone, attending one of our seminars, online tools and information or sitting down with you and helping do the paperwork – VicSuper is here for you.

### Death benefit options

VicSuper allows you to make binding death benefit nominations to direct the payment of your benefit when you die. We also allow non-binding death benefit nominations.

### If you're an employer

You can join VicSuper as a participating employer to pay SG contributions to VicSuper on your employees' behalf. And you can use VicSuper as your default superannuation fund. For more information, visit [vicsuper.com.au/employer](http://vicsuper.com.au/employer)

You should read the important information about 'Benefits of investing with VicSuper FutureSaver' before making a decision. Go to [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide). The material relating to 'Benefits of investing with VicSuper FutureSaver' may change between the time you read this PDS and the day when you acquire the product.

## 4. Risks of super

All investments have some level of risk. It is important to understand that assets with the highest potential returns in the long term may also have the highest risk of negative returns in the short term.

When you consider your investment strategy in one or a mix of VicSuper's investment options (outlined in section 5), you should take into account your personal tolerance to fluctuations in the value of your super. Investment risk will vary from option to option depending on the assets that make up the option.

When choosing your investment option or mix of options, it is important to understand that:

- the value of your investment will vary
- the level of returns will vary and future returns may differ from past returns

- returns are not guaranteed and there is a risk you may lose some of your money
- your future super savings (including contributions and returns) may not be enough to adequately provide for your retirement needs
- the appropriate level of risk for each person depends on a range of factors, including your age, investment time frame, where other non-super assets are invested and your risk tolerance, and
- super laws may change in the future.

Under exceptional circumstances (such as the closure of a major sharemarket), and in the interests of all members, VicSuper may temporarily suspend VicSuper transactions and/or unit prices.

You should read the important information about 'Risks of super' before making a decision. Go to [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide). The material relating to 'Risks of super' may change between the time you read this PDS and the day when you acquire the product.

## 5. How we invest your money

### A range of investment options

As a VicSuper FutureSaver member you can choose to invest your super savings in one or more of VicSuper's investment options, allowing you to select an investment strategy that is best suited to your risk and expected return preference.

VicSuper FutureSaver investment options are:

- Cash
- Term Deposit
- Capital Secure
- Capital Stable
- Balanced
- Socially Conscious
- Growth (MySuper)
- Equity Growth
- Australian Shares

You can find out more at [vicsuper.com.au/membguide](https://vicsuper.com.au/membguide)

### What happens if you don't choose where to invest?

If you don't make an investment choice when joining VicSuper you are automatically invested in the Growth (MySuper) Option.

### Changing investment options

You may change your investment option, or mix of options, on any business day (unless you have a pending request) via VicSuper MembersOnline at [vicsuper.com.au](https://vicsuper.com.au) or by completing the *Change your investment options* form (V501) available at [vicsuper.com.au/forms](https://vicsuper.com.au/forms) under 'Investment options'. You can also nominate the investment option/s into which your future contributions are invested.

Please note: When it comes to choosing the MySuper product or another investment option for your super savings, you should consider the likely investment return, the risk and your investment timeframe.

### VicSuper's FutureSaver Growth (MySuper) Option

<b>Description</b>	This option has a 75% strategic asset allocation to growth assets. The risk of fluctuating returns is medium to high.		
<b>Type of investors this is suitable for and minimum suggested investment timeframe</b>	Investors who are tolerant of risk and/or have a seven-year plus investment timeframe		
<b>Asset classes</b>	<b>Strategic asset allocation</b>		<b>Dynamic asset allocation range</b>
	Equities	52%	37% – 67%
	Alternatives	17%	2% – 32%
	Real assets	16%	1% – 31%
	Fixed interest	13%	0% – 28%
	Cash	2%	0% – 17%
<b>Investment return objective</b>	To earn an investment return of 3.75% per annum (after tax and investment expenses) above the rate of inflation over rolling 10-year periods		
<b>Standard Risk Measure*</b>	Risk band: 5 Risk label: Medium to high Estimated number of negative annual returns over any 20-year period: 3 to less than 4		

\*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.

You should read the important information about 'How we invest your money' before making a decision. Go to [vicsuper.com.au/membguide](https://vicsuper.com.au/membguide). The material relating to 'How we invest your money' may change between the time you read this PDS and the day when you acquire the product.

### Our investment approach

VicSuper uses a 'core and satellite' approach within its equities and fixed interest asset classes. This involves using index or enhanced index investments as the 'core' of a portfolio, with actively managed 'satellite' investments to complement the core.

### We set long-term investment return objectives

Each investment option is designed to generate an expected annual net investment return over rolling 10-year periods. Due to the long-term nature of super, we believe this is an appropriate timeframe to measure performance.

### We set a strategic asset allocation

To manage risk and achieve investment return objectives, VicSuper invests according to a strategic long-term asset allocation. The strategic asset allocation sets the percentage of each option to be invested in one or more of five asset classes – equities, alternatives, real assets, fixed interest and cash.

Investment returns are determined by the collective performance of each relevant asset class.

VicSuper's investment strategy allows for dynamic asset allocation ranges. This means VicSuper may shift the asset allocation, within limits, with the aim of adding incremental returns and/or reducing risk.

This approach enables flexibility in re-balancing asset allocations, allowing VicSuper to be best placed to take advantage of opportunities in the market.

The strategic asset allocation and investment strategy may change from time to time (including through dynamic asset allocation). As a result, the asset allocation and investment objective for each investment option may change.

Objectives are used to monitor performance. They are predictive in character, may be affected by inaccurate assumptions or by known or unknown risks and uncertainties, and may differ materially from investment returns ultimately achieved.

## 6. Fees and costs

### Did you know?

**Small differences in both investment performance and fees and costs can have a substantial impact on your long-term returns.**

**For example, total annual fees and costs of 2% of your account balance, rather than 1%, could reduce your final return by up to 20% over a 30-year period (for example reduce it from \$100,000 to \$80,000).**

**You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.**

**You or your employer, as applicable, may be able to negotiate to pay lower fees.\***

**Ask the fund or your financial adviser.**

### TO FIND OUT MORE

If you would like to find out more or see the impact of fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a superannuation calculator to help you check out different fee options.

\* This wording is required by law. VicSuper's fees and costs are not negotiable.

### Fees and other costs

The tables in this section show the fees and other costs you may be charged for investing in VicSuper's FutureSaver Growth (MySuper) Option and can be used to compare costs between different super products. The fees and costs may be deducted from your account or from investment returns.

#### VicSuper's FutureSaver Growth (MySuper) Option

Type of fee	Amount	How and when paid
<b>Investment fee<sup>1</sup></b>	0.35% pa (estimated)	The investment fee accrues daily and is included in the calculation of the unit prices which determines your investment returns. <b>It is not deducted directly from your account.</b>
<b>Administration fee</b>		
<b>Account-keeping fee</b>	\$1.50 per week	The administration fee and account-keeping fee are deducted from your account at the end of each month in arrears. These fees are capped at a combined total of \$125 per month per account.
<b>Administration fee</b>	0.19% pa	
<b>Buy-sell spread</b>	Nil	Not applicable
<b>Switching fee</b>	Nil	Not applicable
<b>Exit fee</b>	Nil	Not applicable
<b>Advice fees</b>	Nil	Not applicable
<b>Relating to all members investing in the Growth (MySuper) Option</b>		
<b>Other fees and costs</b>		
<b>Advice fee</b>		Refer to 'Additional explanation of fees and costs' in the 'Fees and costs' Member Guide for information about other fees and costs such as advice fees for personal advice.
<b>Indirect cost ratio (ICR)<sup>1</sup></b>	0.43% pa (estimated)	The ICR accrues daily and is included in the calculation of unit prices which determines your investment returns. <b>It is not deducted directly from your account.</b>

<sup>1</sup> The Investment fee and ICR are an estimate for the 2018/19 financial year, based on the estimated investment related costs incurred for the 12 months ended 30 June 2018. Therefore actual costs may vary from time to time and depending on the investment option/s you choose. If it becomes apparent that actual costs will vary in a way that is materially adverse, these estimates will be updated.

#### Example of annual fees and costs for the Growth (MySuper) Option

This table gives an example of how the fees and costs in the Growth (MySuper) Option can affect your superannuation investment over a one-year period. You should use this table to compare this product with other superannuation products.

Example – the Growth (MySuper) option		Balance of \$50,000
Investment fees <sup>1</sup>	0.35% pa	For every \$50,000 you have in the Growth (MySuper) Option you will be charged \$175 each year
<b>PLUS</b>	<b>Account-keeping fee</b>	<b>And</b> , you will be charged \$78.21 in account-keeping fees regardless of your balance plus an administration fee of \$95
Administration fees	\$78.21 (\$1.50 per week)	
	<b>Administration fee</b>	
	0.19% pa	
<b>PLUS</b>	<b>Indirect costs for the Growth (MySuper) Option<sup>1</sup></b>	<b>And</b> , indirect costs of \$215 each year will be deducted from your investment
	0.43% pa	
<b>EQUALS</b>	<b>Cost of product</b>	If your balance was \$50,000, then for that year you will be charged fees of <b>\$563.21</b> for the Growth (MySuper) option

Note: additional fees may apply. VicSuper does not currently charge exit fees or apply buy/sell spreads.

<sup>1</sup> The investment fee and ICR are an estimate for the 2018/19 financial year based on the estimated investment related costs incurred for the 12 months ended 30 June 2018. Therefore, actual costs may vary from time to time and depending on the investment option/s you choose. **These fees are not deducted directly from your account.**

### Changes to fees

VicSuper may change its fees from time to time at its discretion. We will notify you at least 30 days' in advance before any increase occurs (other than an increase in a fee as a result of an increase in costs) or the introduction of any new fee takes effect.

If there are changes to fees and costs that are not materially adverse, updated information will be available at [vicsuper.com.au/forms](http://vicsuper.com.au/forms) in the 'Joining & Product Disclosure Statement' section, or call us on **1300 366 216** to request a copy.

Please note: If you obtain advice from a VicSuper financial planner, an additional fee may be payable in respect of certain types of personal advice. A VicSuper financial planner will work with you to determine your advice needs and clearly explain any fees that may be applicable before proceeding with that advice. This fee will be set out in the Statement of Advice. Go to the 'Fees and costs' section at [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide) for further details.

You should read the important information about 'Fees and costs' before making a decision. Go to [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide). The material relating to 'Fees and costs' may change between the time you read this PDS and the day when you acquire the product.

## 7. How super is taxed

Super can be a tax-effective investment. Below is a brief summary of the main taxation rules applied to super.

Tax treatment 2018/19		
<b>Contributions</b>	Before-tax (eg salary sacrifice, superannuation guarantee contributions made by your employer)	<b>15%</b> unless you exceed your concessional contribution cap (see page 11) or VicSuper does not have your TFN.  Individuals with an adjusted taxable income of over \$250,000 pa generally have their before-tax contributions taxed at an effective rate of 30% (the additional 15% is payable by the individual as advised by the ATO).
	After-tax (eg personal contributions and spouse contributions)	<b>Tax free</b> unless you exceed your non-concessional contribution cap. Refer to page 11 for further details.

Contributions tax of 15% is generally deducted from applicable contributions at the time they are processed by VicSuper.

Tax treatment 2018/19	
<b>Investments</b>	<b>15%</b> (maximum) on investment earnings.

Gross investment returns in complying super funds are taxed up to a maximum of 15%, depending on your investment options. The tax rate applicable to each option is used in calculating the unit price for each option or the maturity proceeds of term deposits, which is then applied to members' accounts.

Tax treatment for taxable element 2018/19		
<b>Withdrawals</b>	If you are age 60 and above	<b>Tax free</b>
	If you are between preservation age and 59 years	<b>Tax free</b> up to \$205,000 <b>15% plus the Medicare levy</b> for amounts over \$205,000
	If you are under preservation age	<b>20% plus the Medicare levy</b>

Preservation age ranges from age 55 to age 60 depending on your date of birth. Refer to 'How super is taxed' for details, available at [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide)

Where applicable, tax will be withheld from super withdrawals and payments and remitted to the Australian Taxation Office (ATO). Additionally, death benefits in super may be taxed depending upon components of the benefit and whether the benefit is paid to a dependant or non-dependant.

You should read the important information about 'How super is taxed' before making a decision. Go to [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide). The material relating to 'How super is taxed' may change between the time you read this PDS and the day when you acquire the product.

## Contribution caps and tax 2018/2019

Contribution type	Cap
<b>Concessional (before-tax)</b> eg SG, salary sacrifice, personal deductible contributions	\$25,000 pa, regardless of your age.  <b>Warning: You are taxed on any before-tax contributions above the concessional contributions cap at your marginal tax rate plus an interest charge. You receive a tax offset equal to 15% of the excess for the contributions tax already paid by the fund. From 1 July 2018 you can 'carry forward' up to five years of the unused portion of your concessional contributions cap. The first year you can use any amounts carried forward is the 2019/20 financial year, provided your total super balance is less than \$500,000.</b>  Note: Excess before-tax contributions are counted towards the non-concessional contribution cap; however generally this will be reduced by any excess you choose to release from a super fund.  Personal deductible contributions are subject to age eligibility and work tests. To claim a tax deduction you must give VicSuper a 'Notice of intent to claim or vary a deduction for personal super contributions' form before the earlier of when you submit your tax return and the end of the next financial year.
<b>Non-concessional (after-tax)</b> eg personal after-tax	\$100,000 pa or \$0 if your total super balance at 30 June 2018 is \$1.6 million or greater.  Generally, if you are under age 65 you can bring forward two years' of future entitlements, equaling a cap of \$300,000 over three years (if your balance is equal to or greater than \$1.4 million then your eligibility to bring forward is reduced).  If you have triggered the bring-forward rule in the 2016/17 financial year and have not fully utilised the cap prior to 1 July 2017, then transitional arrangements may apply to your non-concessional contributions cap from 1 July 2017.  <b>Warning additional tax may apply: If you exceed this cap and you do not elect for the excess and the related earnings to be refunded if the contributions are still in a super fund, then additional tax will be applied so that the excess contributions are taxed at the top marginal tax rate plus Medicare levy.</b>  <b>If you elect to refund the excess and the related earnings, you will be taxed on the earnings at your marginal rate. You will be entitled to a non-refundable tax offset equal to 15% of the earnings.</b>

These caps are per person across all super funds.

Please note: You should provide your tax file number (TFN) when joining VicSuper. It is not compulsory to quote your TFN. However giving your tax file number will have the following advantages:

- we will be able to accept all permitted types of contributions to your account/s;
- other than the tax that may ordinarily apply, you will not pay more tax than you need to - this affects both contributions and benefit payments; and
- it will make it much easier to find different super accounts in your name so that you receive all your super benefits when you retire.

## 8. Insurance in your super

The insurance cover offered as part of your VicSuper FutureSaver membership is provided under policies issued and underwritten by MetLife Insurance Limited ABN 75 004 274 882 AFSL 238096 (the Insurer).

The insurance premiums associated with your insurance cover are deducted from your account monthly.

The table on page 13 provides a snapshot of insurance options offered to VicSuper FutureSaver members.

### Joining through your employer

If you join through your participating employer and are receiving SG contributions into your VicSuper FutureSaver account, you are an EmployeeSaver member.

### Default cover

Eligible EmployeeSaver members are automatically covered for six units of death and total and permanent disablement (TPD) cover at a cost of \$5.01 per week and six units (\$3,000 per month) of income protection cover with a 90-day waiting period and two-year benefit period at a cost of between \$1.08 and \$6.54 per week (depending on your age).<sup>1</sup>

If you do not wish to have default cover, you can cancel this during the first 90 days of us confirming its commencement, and you will receive a full refund of premium.

### Special insurance offer

EmployeeSaver members with default insurance will be given an opportunity to increase their cover by up to two units, or make amendments to their income protection waiting and benefit periods, while only having to provide limited health evidence.

The special insurance offer period of 90 days starts the day we confirm your automatic insurance cover in your welcome letter. Conditions may apply.

1. All premiums quoted are valid as at 1 July 2018. If your premiums are increased, we will notify you at least 30 days' in advance before any increase occurs.

### Joining as an individual

If you join VicSuper FutureSaver by completing an application form, and not through a participating employer, you are a PersonalSaver member. As a PersonalSaver member, you do not receive any default insurance cover. However, you can apply for cover at any time.

### When cover begins

For EmployeeSaver members, default death, TPD and income protection cover starts from the later of the date that you commence with your employer and the first date covered by the first SG contribution received for you into your VicSuper FutureSaver account (conditions may apply). If you don't have default cover or you change your cover, the cover begins on the day the Insurer accepts your application in writing.

For PersonalSaver members, insurance cover will commence the date your application for cover was accepted.

### Applying for additional cover

You can apply for additional cover up to maximum limits, subject to you providing satisfactory health evidence and other information to allow our Insurer to assess your application.

If you are an EmployeeSaver member and you wish to apply for additional cover, you can log on to your VicSuper MembersOnline account, select the 'Insurance' tab and complete the online application. Alternatively, you can complete the *Insurance application - EmployeeSaver* form. PersonalSaver members should complete the *Insurance application - PersonalSaver* form.

You can obtain these forms by calling VicSuper's Member Centre or by visiting [vicsuper.com.au/forms](http://vicsuper.com.au/forms)

Additional cover may be cancelled during the first 30 days of cover commencing and you will receive a refund of any premium paid for that additional cover.

## Snapshot of the insurance options available through VicSuper

	Death	TPD	Income protection cover
<b>Type of cover</b>	Death cover provides a benefit in the event of death and may provide a benefit in the event of terminal illness. Death cover can be attained as stand-alone cover or combined with TPD.	TPD cover provides a benefit in the event of total and permanent disablement. TPD can only be attained in conjunction with death cover.	Income protection can provide monthly payments in the event you are unable to work due to sickness or injury. Cover is available with a choice of waiting periods of 30, 60 or 90-days and a benefit period of two-years, five-years, or to age 65.
<b>Who's eligible?</b>	VicSuper FutureSaver members under age 70. Members who join at age 65 or over can only apply for death cover.		VicSuper FutureSaver members under age 65.
<b>Default cover<sup>1</sup></b>	<p><b>EmployeeSaver members</b> receive six units of unit-based death and TPD cover. Members who join at age 65 or over will only receive six units of death only cover as default.</p> <p><b>PersonalSaver members</b></p> <p>There is no default cover if you join as an individual. You have the option to apply for death, TPD and income protection insurance.</p>		<b>EmployeeSaver members</b> receive six units (\$3,000 per month) of cover with a 90-day waiting period and a two-year benefit period.
<b>Premiums</b>	<p><b>Unit-based cover<sup>1</sup></b></p> <p>Death only: \$0.35<sup>2</sup> per unit per week. Death and TPD: \$0.84<sup>2</sup> per unit per week.</p> <p><b>Fixed cover</b></p> <p>Fixed cover premiums range from \$0.24 to \$51.91 per \$1,000 of cover. Please refer to the Insurance Handbook for fixed cover premiums.</p>		Each unit of income protection provides cover of \$500 per month with a premium ranging between \$0.14 <sup>2</sup> to \$5.06 <sup>2</sup> per week. The premium varies depending on your age, occupation category and your selected waiting and benefit periods. Please refer to the Insurance Handbook for all income protection premiums.
<b>Unit-based or fixed cover<sup>1</sup></b>	<p>Either unit-based or fixed cover.</p> <p>With unit-based cover, the cost remains the same but your level of cover decreases as you get older.</p> <p>With fixed cover, your level of cover remains the same as you get older, but your premium increases.</p>		Unit-based only. Each unit provides \$500 per month of cover. The cost per unit will vary depending on your age, occupation, waiting period and benefit period.

1 The table on page 14 shows unit-based cover for death only and death and TPD.

2 Premiums quoted for death only, death and TPD and income protection are valid as at 1 July 2018. If your premiums are increased we will notify you in writing at least 30 days' in advance before any increase is introduced. Premiums quoted have been rounded to two decimal places.

### Your occupation category

Your premiums may vary depending on your occupation category. The default occupation category is 'general', however, you may qualify for 'white collar' or 'professional', which may result in lower insurance

premiums. Some members may also be eligible for the 'own occupation' category, which has a variation to the terms and conditions. Please refer to the Insurance Handbook for eligibility criteria and other terms and conditions.

## 8. Insurance in your super continued

### Continue, cancel or reduce your cover

If you have insufficient funds to cover your monthly premium, your cover may be cancelled.

To attain cover again you will need to reapply and successfully complete a personal statement.

You can cancel or reduce your cover at any time by logging on to your VicSuper MembersOnline account, or by completing the *Cancel insurance* form (V255) available from [vicsuper.com.au/forms](http://vicsuper.com.au/forms)

### Unit-based cover (Death only and Death & TPD)

Age last birthday	Amount of cover per unit	Age last birthday	Amount of cover per unit	Age last birthday	Amount of cover per unit
14 to 35	\$51,500	47	\$17,000	59	\$3,750
36	\$46,000	48	\$15,000	60	\$3,500
37	\$46,000	49	\$13,000	61	\$3,000
38	\$45,500	50	\$11,000	62	\$2,500
39	\$45,500	51	\$10,000	63	\$2,000
40	\$40,500	52	\$9,000	64	\$1,750
41	\$40,500	53	\$8,000	65*	\$1,500
42	\$40,000	54	\$7,000	66*	\$1,400
43	\$35,000	55	\$6,200	67*	\$1,350
44	\$29,000	56	\$5,500	68*	\$1,250
45	\$24,000	57	\$4,750	69*	\$1,150
46	\$20,000	58	\$4,250	70	\$0

\* From the age of 65, a restricted TPD definition will apply. Please refer to the Insurance Handbook for further details.

You should read the important information about 'Insurance in your super' before making a decision. Go to [vicsuper.com.au/memborguide](http://vicsuper.com.au/memborguide) The material relating to 'Insurance in your super' may change between the time you read this PDS and the day when you acquire the product.

The 'Insurance in your super' member guide incorporates the Insurance Handbook.

Please note: EmployeeSaver members eligibility for default cover is subject to conditions. In some cases default cover may not apply. Unless you opt out by cancelling your default cover, premiums will be deducted from your account. Further information is in the Insurance Handbook. You should read this information before deciding whether insurance offered through VicSuper is appropriate for you. It also contains detailed information about the level and type of insurance cover, including restrictions and exclusions, the costs payable and other significant matters relating to insurance cover for VicSuper FutureSaver members.

## 9. How to open an account

### Join through your employer

Your employer may be able to create an account on your behalf. Check with your payroll team and request a choice of super form. Your employer will do the rest.

### Join as an individual

Apply online in five easy steps at [join.vicsuper.com.au](http://join.vicsuper.com.au). It only takes a few minutes and you will become a member straightaway.

### Cooling off

When you join as an individual (not through your employer), you have a 14-day cooling-off period. This period commences when a welcome letter is sent to you or (if earlier), the fifth day after the account is opened. During this time you can cancel your membership and withdraw your account balance.

Your account balance is calculated using the unit prices for your investment options minus any withdrawals made during your membership, fees, insurance premiums (if applicable) and any taxes payable. If your benefit is subject to preservation it cannot be paid out to you in cash but must be rolled into another complying super fund.

The cooling-off period does not apply to members who join through their employers.

### Complaints resolution

#### For members

Members or prospective members who want to make a complaint should do so directly to VicSuper.

Complaints of a general nature will be considered by our Complaints Coordinator in accordance with VicSuper's internal complaints procedure and may be escalated to the Trustee Board. For breaches of the Privacy Act 1988 (Cwlth), or if members or prospective members wish to make a request for access to personal information or for further information concerning privacy, they should contact VicSuper's Privacy Officer.

If a member feels that VicSuper, through the internal complaints procedure, has not adequately dealt with their privacy enquiry or complaint, they may seek to contact the Office of the Australian Information Commissioner for privacy issues or, for other matters, the Superannuation Complaints Tribunal.\*

The Tribunal is an independent body set up by the Australian Government to review trustee decisions relating to members.

Contact details are provided on page 16.

#### For employers

If you are an employer and you have any concerns or complaints about the service provided to you, you should contact VicSuper's Complaints Coordinator. If you still feel that you did not receive a satisfactory outcome, you may have the right to complain to the Financial Ombudsman.\*

Contact details are provided on page 16.

\*A new dispute resolution scheme called the Australian Financial Complaints Authority (AFCA) will commence from 1 November 2018. It will replace both the SCT and the Financial Ombudsman Service. Website and contact details for AFCA, from 1 November 2018 are:

Online: [www.afca.org.au](http://www.afca.org.au)

Email: [info@afca.org.au](mailto:info@afca.org.au)

Phone: 1800 931 678

Mail: Australian Financial Complaints Authority, GPO Box 3, MELBOURNE VIC 3001.

## Contact details

### **VicSuper Privacy Officer OR Complaints Coordinator**

VicSuper Fund, GPO Box 89  
MELBOURNE VIC 3001

### **Office of the Australian Information Commissioner**

GPO Box 5218, Sydney NSW 2001  
enquiries@oaic.gov.au  
Tel: 1300 363 992 / Fax: 02 9284 9666

### **Superannuation Complaints Tribunal**

Locked Bag 3060, MELBOURNE VIC 3001  
info@sct.gov.au  
Tel: 1300 884 114 / Fax: 03 8635 5588

### **Financial Ombudsman Service**

GPO Box 3, MELBOURNE VIC 3001  
info@fos.org.au  
Tel: 1800 367 287 / Fax: 03 9613 6399

## 10. Other information

### Protecting your privacy

VicSuper collects your personal information in order to establish and manage your super account. We recognise the importance of protecting your personal information and we are committed to complying with our privacy law obligations.

For more information, see the 'Other information' section at [vicsuper.com.au/membersguide](https://vicsuper.com.au/membersguide)

You should read the important information about your privacy before making a decision. Go to [vicsuper.com.au/membersguide](https://vicsuper.com.au/membersguide). The material relating to your privacy may change between the time you read this PDS and the day when you acquire the product.

### **How to make the most out of your super**

If you would like to:

- Rollover your super to VicSuper
- Make a personal contribution to VicSuper
- Make a binding or non-binding death benefit nomination
- Apply for a term deposit
- Change your investment options

Simply login to VicSuper MembersOnline. You can also roll over your super online by completing the rollover form at [vicsuper.com.au/rollover](https://vicsuper.com.au/rollover)

VicSuper recommends you seek professional advice for your own circumstances before you take any action. Contact VicSuper to make an appointment to see one of our VicSuper representatives. VicSuper Pty Ltd ABN 69 087 619 412 (VicSuper) is the Trustee of VicSuper Fund ABN 85 977 964 496. The Trustee holds an Australian Financial Services Licence (AFSL 237333) under the Corporations Act 2001 (Cwlth) and a RSE Licence under the Superannuation Industry (Supervision) Act 1993 (Cwlth). Under its AFSL, VicSuper is licensed to deal in, and provide financial product advice on superannuation products. At present, VicSuper representatives are limited to providing financial product advice on VicSuper products; ESSSuper - Revised, New, SERB and Transport Schemes; providing advice on whether a member should consolidate or roll over their super holdings into VicSuper (excluding personal advice on self-managed superannuation funds); and general superannuation matters. At an additional fee, financial advice can be provided on a broader range of financial matters and products under an Australian Financial Services Licence held by a third party, who is responsible for the advice. For more information, refer to the VicSuper website [vicsuper.com.au](https://vicsuper.com.au)

Insurance described in this PDS is provided under policies issued and underwritten by Metlife Insurance Limited ABN 75 004 274 882 AFSL 238096 (the Insurer).

V602 07/18

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**Step 2:**  
Choose your  
investment options

- The total balance in your Vicsuper FutureSaver account will be invested according to your choice of investment options. If you do not make an investment choice, you will be automatically invested in the Growth (MySuper) Option.
- To invest in the Term Deposit Option, you will need to complete a *Term deposit application* form or change your investment options through Vicsuper MembersOnline.
- Visit [vicsuper.com.au/memberguide](https://vicsuper.com.au/memberguide) for more information about Vicsuper's range of investment options and the Growth (MySuper) Option.

- If you decide to invest across a number of different options, you need to ensure the total proportions invested add up to 100% (only whole percentages can be applied).

I direct Vicsuper to invest my Vicsuper FutureSaver account in the investment options (and in the proportions) below:

Options	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
% Cash	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
% Capital Secure	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
% Capital Stable	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
% Balanced	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
% Socially Conscious	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
% Growth (MySuper)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
% Equity Growth	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
% Australian Shares	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

**Step 3:**  
Your insurance options

- If you join Vicsuper as an individual, you are a PersonalSaver member. PersonalSaver members can apply for death only, death and total and permanent disablement (TPD), and income protection cover.
- Death and TPD cover is designed to assist your family with financial security if you die or become totally and permanently disabled.
- Income protection cover is designed to provide you with replacement income for up to two years, five years, or until age 65 in the event of an injury or sickness that impacts on your earning capacity causing total or partial disability.
- If you have death only, death and TPD, and/or income protection cover with another super fund, you may be able to transfer that cover into Vicsuper. Conditions apply. Call our Member Centre to find out more.
- Please refer to the *Insurance handbook* for more information on Vicsuper's insurance options.
- If you are a PersonalSaver member and wish to apply for insurance cover through Vicsuper, complete the *Insurance application - PersonalSaver* form. If you are an EmployeeSaver member and wish to change your current cover, you can log on to your Vicsuper MembersOnline account, select the Insurance tab and complete the online application. Alternatively you can complete the *Insurance application - EmployeeSaver* form. You can obtain these forms by calling Vicsuper's Member Centre on **1300 366 216** or by visiting [vicsuper.com.au/forms](https://vicsuper.com.au/forms)

**Step 4:**  
Nominate your  
beneficiary

Indicate if you would like to nominate a beneficiary to whom your super will be paid upon your death. You have the option of making a binding death benefit nomination or non-binding death benefit nomination. It is important to note that in addition to making a selection below, you must complete the form (as specified below) otherwise your nomination will not be valid. Refer to [vicsuper.com.au/memberguide](https://vicsuper.com.au/memberguide) for more information regarding death benefits. You can obtain this form by calling Vicsuper's Member Centre or by visiting [vicsuper.com.au/forms](https://vicsuper.com.au/forms)

I wish to (tick one):

make a binding death benefit nomination (binding on Vicsuper).  
Complete the *Make, amend or cancel a death benefit nomination* form (V8350)

make a non-binding death benefit nomination.  
Complete the *Make, amend or cancel a death benefit nomination* form (V8350)

I do not wish to nominate a beneficiary. I understand my death benefit will be paid in accordance with Trustee discretion.



## Step 9: Sign your application

Before you sign this application form, Vicsuper is obliged to give you a *Vicsuper FutureSaver Product Disclosure Statement (PDS)* and *Financial Services Guide (FSG)* (these publications contain important information relating to Vicsuper FutureSaver and Vicsuper Fund). Both documents are available at [vicsuper.com.au/forms](http://vicsuper.com.au/forms). These publications will help you to understand *Vicsuper FutureSaver* and decide if it is appropriate for your needs.

I apply to become a member of Vicsuper FutureSaver and declare that:

- All personal details on this form are true and correct.
- I have received and fully read the *Vicsuper FutureSaver Product Disclosure Statement (PDS)*, *Vicsuper General Advice FSG* and Vicsuper's privacy information (see Step 8) and the terms and conditions regarding Vicsuper FutureSaver in the Vicsuper FutureSaver PDS (dated 1 July 2018). I understand that the information contained in the *Vicsuper FutureSaver PDS* does not constitute personal financial advice.
- I understand that Vicsuper does not guarantee investment in the Fund or any particular rate of return.
- I am aware that caps apply to before-tax and after-tax contributions.
- I understand that if I do not provide my TFN I will be subject to extra tax and other conditions as referred to in Step 5.
- I understand that, if there is an inconsistency between the PDS and the Trust Deed, the terms of the Trust Deed prevail. I agree to be bound by Vicsuper's Trust Deed and Rules (Trust Deed) as amended from time to time.

Signature\*

Date\*

### Office use only

Adviser code

Adviser centre

\*Registered to BRAY Pty Ltd ABN 69 079 137 518

Vicsuper Pty Ltd (Vicsuper) ABN 69 087 619 412 AFSL 237333 is the Trustee of Vicsuper Fund ABN 85 977 964 496