

## UPDATED INFORMATION TO THE PRODUCT DISCLOSURE STATEMENTS FOR:

- IOOF PURSUIT FOCUS INFOCUS PERSONAL SUPERANNUATION
- IOOF PURSUIT FOCUS INFOCUS ALLOCATED PENSION

This document lists changes to the information appearing in the Product Disclosure Statement (PDS) for the above named products.

### 1. INVESTMENT MENU CHANGES

20 September 2018

#### Investment option added to the investment menu

Investment Option Name	APIR Code	Indirect Cost Ratio (excluding Performance Related Fee) (%pa)	+Buy/-Sell spread
IOOF Cash Management Trust - Class D Units	AUX0021AU	0.30	N/A

9 November 2017

#### Investment options added to the investment menu

Investment Option Name	APIR Code	Indirect Cost Ratio (excluding Performance Related Fee) (%pa)	Performance Related Fee	+Buy/-Sell spread
<b>Investor Choice – Diversified – Conservative</b>				
Morningstar Moderate Real Return Fund – Class B	INT0035AU	0.80	0.12 <sup>1</sup>	0.10/0.10
<b>Investor Choice – Diversified – Balanced</b>				
Morningstar Balanced Real Return Fund – Class B	INT0029AU	0.89	0.15 <sup>1</sup>	0.10/0.10
<b>Investor Choice – Diversified – Growth</b>				
Morningstar Growth Real Return Fund – Class B	INT0039AU	0.94	0.15 <sup>1</sup>	0.10/0.10
Morningstar High Growth Real Return Fund – Class B	INT0043AU	0.88	0.11 <sup>1</sup>	0.10/0.10

<sup>1</sup> This is the performance fee charged by the underlying investment managers, not directly by Morningstar.

## 2. PRODUCT CHANGES

1 July 2018

### Downsizer contributions

These are contributions you make after age 65 from the proceeds of selling your family home. Downsizer contributions are not counted under the non-concessional contributions cap, but have a separate limit of \$300,000. To be eligible to make downsizer contributions you must have sold your family home after 1 July 2018 and made the contributions within 90 days of receiving the proceeds. You (or your spouse) must have owned the family home for at least 10 years before selling it and be able to claim the main residence capital gains tax exemption. You must also submit the ATO approved forms with your downsizer contributions.

If the ATO notifies the fund that the contributions do not meet the above requirements, the super fund will treat the contributions as personal contributions. If the member is not eligible to make personal contributions, the fund will be required to refund the contributions.

### First Home Super Saver Scheme

You can make voluntary contributions to your super account and later withdraw those contributions with interest to help buy or build your first home. Voluntary contributions are personal contributions (concessional or non-concessional) and salary sacrifice contributions made after 1 July 2017. The maximum that can be released is \$15,000 of voluntary contributions per year (\$12,750 if the contributions are concessional contributions) or \$30,000 of voluntary contributions in total (\$25,500 if the contributions are concessional contributions) plus interest calculated by the ATO.

When you are ready to buy or build your first home, you apply to the ATO to release those voluntary contributions (less 15 per cent tax if the contributions are concessional contributions) plus amount for earnings calculated by the ATO. You must be aged 18 or more and have not previously owned property before. Firstly, the ATO calculates how much can be released from your super. You then request a withdrawal up to that amount and the super fund pays this amount to the ATO. The ATO releases the amount to you after deducting withholding tax on the assessable amount (the concessional contributions and earnings). Once you receive this amount from the ATO you have 12 to 24 months to sign contracts to purchase/build a first home. If you haven't purchased a new home after the 12 to 24 month period you can either recontribute the released amount back to super as a non-concessional personal contribution or the ATO will levy additional tax on it.

### Superannuation Complaints Tribunal replacement

From 1 November 2018 the Superannuation Complaints Tribunal will be replaced by the Australian Financial Complaints Authority.

### Tax file numbers

Please replace the current Tax file numbers section within the disclosure with the following:

'Please provide your tax file number (TFN) when acquiring this product. Under the *Superannuation Industry (Supervision) Act 1993*, the Trustee is authorised to collect your TFN, which will only be used for lawful purposes and in accordance with the *Privacy Act 1988*. It is not an offence if you choose not to provide your TFN, but providing it has advantages, including:

- we will be able to accept all permitted contributions
- other than the tax that may ordinarily apply, you will not pay more tax than you need to
- it will be easier to find different superannuation and/or pension accounts in your name.

The Trustee requires your TFN in order to process your superannuation or pension application.

14 February 2018

## **Introduction of non-lapsing binding nominations**

From 14 February 2018, the IOOF Pursuit platform is introducing non-lapsing binding nominations for its superannuation and pension products.

The IOOF Pursuit platform will continue to offer binding, non-binding and reversionary (pension only) nominations to super and pension members, in addition to non-lapsing binding nominations. This change does not impact any existing beneficiary nomination you currently have in place.

The following text should be read in conjunction with the existing Death benefit nomination disclosure in the relevant IOOF Pursuit superannuation and pension product disclosure statement:

### **Non-lapsing binding nomination**

You can nominate your dependants and/or legal personal representative to receive your benefits in the event of your death in a non-lapsing binding nomination. If the Trustee consents to your nomination, on death the Trustee will pay to the persons nominated in the proportions specified in the Beneficiary Nomination form. A non-lapsing binding nomination must be signed by the member and does not require the member's signature to be witnessed. If the Trustee consents to your nomination, the nomination will continue unless it is subsequently revoked or amended in writing.

As a non-lapsing binding nomination is only valid if the Trustee consents to your nomination, the Trustee is required to consider whether the nomination is enduring and that you do not intend the nomination to expire. If you nominate your spouse, the Trustee considers this will be an enduring nomination. However if you nominate a person other than your spouse, such as a financial dependant or interdependent, the trustee may require further details to ensure that you do not intend the nomination to expire.

If you hold an enduring power of attorney for financial matters, you can make a non-lapsing binding nomination on behalf of the member. However the Trustee will require further details before consenting to the nomination.

If you make a new non-lapsing binding nomination, this will revoke any earlier nomination other than a Reversionary Beneficiary (pension only) or a currently valid binding nomination. If a valid binding nomination is in place, this must be formally revoked before the Trustee can consent to a new non-lapsing binding nomination. Otherwise you can make a non-lapsing binding nomination after the binding nomination has expired.

If the person nominated is no longer your dependant at the date of death, the Trustee will treat that part of the non-lapsing binding nomination as a non-binding nomination.

You can make a non-lapsing binding nomination using the Beneficiary Nomination form available from the Forms section of the IOOF website or by calling our Client Services Team on 1800 913 118. Details of your current nomination will appear on your Welcome Letter (if you are opening a new account), Portfolio Online and your Annual Statement.

## **Additional pension payment date for IOOF Pursuit pensions**

From 14 February 2018, we are introducing an additional pension payment date option of the 14<sup>th</sup> day of the month for IOOF Pursuit pensions.

Please replace the 'Frequency of pension payments' section of the relevant IOOF Pursuit pension product disclosure statement (PDS) with the following:

### **Frequency of pension payments**

You may elect to receive your annual pension payment as one annual payment or in instalments based on one of the following frequencies:

- twice-monthly
- monthly
- quarterly
- half-yearly.

Irrespective of the frequency you select, we will, where necessary, withhold any PAYG tax liability on the gross pension payment for that frequency as required by law. For more information, see the 'What taxes apply and how do they work?' [or 'Tax and social security information' (for IOOF Pursuit Term Allocated Pension only)] section of the relevant IOOF Pursuit pension PDS.

We will deduct the required pension payments from your Cash Account and credit them electronically to your nominated account with a financial institution. Payments are made by the 14<sup>th</sup> or 28<sup>th</sup> day of the month where a pension payment is due, unless you have selected the twice-monthly option which is paid by the 14<sup>th</sup> and 28<sup>th</sup> day of each month.

### **Introducing indexation of advice fees**

From 14 February 2018, a new indexation option has been introduced to the flat dollar Member Advice Fee – Ongoing and flat dollar Member Advice Fee – Licensee.

The new indexed advice fee option does not impact any existing fees charged on your account.

The following text should be read in conjunction with the relevant IOOF Pursuit disclosure:

#### **Member Advice Fee – Ongoing**

You can agree that this advice fee is to be deducted based on the value of your account and/or a fixed dollar amount on an ongoing basis. This fee is charged by us and we deduct the net cost from your account. We then pay the full amount of our fee to the financial adviser for ongoing financial advice and services provided to you in relation to your account. You can agree with the financial adviser on the amount of this fee which can be:

- flat percentage fee of up to a maximum of 2.2 per cent per annum (inclusive of GST) of your account balance (calculated daily); **or**
- tiered percentage fee of up to a maximum of 2.2 per cent per annum (inclusive of GST) to apply at different account balance (calculated daily), subject to a maximum of five tiers; **and/or**
- flat dollar fee up to a maximum of \$1,500<sup>2</sup> per month (inclusive of GST). If you have nominated a flat dollar fee, you can also elect to automatically index this fee by the Consumer Price Index<sup>3</sup> (CPI) or a fixed percentage (up to a maximum of 10.0 per cent) each year.

The amount of this fee is accrued daily and is deducted from your Cash Account at the beginning of each calendar month. For example, on an average monthly account balance (over 12 months) of \$50,000, we would pay the financial adviser up to a maximum of \$1,100 per annum (based on a flat percentage Member Advice Fee – Ongoing of 2.2 per cent per annum) (inclusive of GST).

#### **Member Advice Fee – Licensee**

You can agree that this advice fee is to be deducted based on the value of your account or a fixed dollar amount on an ongoing basis. This fee is charged by us and we deduct the net cost from your account. We then pay the full amount of our fee to the financial adviser's Licensee for ongoing financial advice and services provided to you in relation to your account. You can agree with the financial adviser on the amount of this fee which can be either:

- flat percentage fee of up to a maximum of 1.1 per cent per annum (inclusive of GST) of your account balance (calculated daily); **or**

<sup>2</sup> This maximum could be exceeded in subsequent years if you choose to apply automatic indexation.

<sup>3</sup> The CPI applied each year will be based on 30 June figure released by the Reserve Bank of Australia from the previous financial year.

- tiered percentage fee up to a maximum of 1.1 per cent per annum (inclusive of GST) to apply at different account balance (calculated daily), subject to a maximum of five tiers; **or**
- flat dollar fee up to a maximum of \$750<sup>4</sup> per month (inclusive of GST). If you have nominated a flat dollar fee, you can also elect to automatically index this fee by the Consumer Price Index<sup>5</sup> (CPI) or a fixed percentage (up to a maximum of 10.0 per cent) each year.

The amount of this fee is accrued daily and is deducted from your Cash Account at the beginning of each calendar month. For example, on an average monthly account balance (over 12 months) of \$50,000, we would pay the financial adviser's licensee up to a maximum of \$550 per annum (based on a flat percentage Member Advice Fee – Licensee of 1.1 per cent per annum) (inclusive of GST).

23 August 2017

### **Contact number for the Financial Ombudsman Service**

Please note there is a new telephone number in service for the Financial Ombudsman Service Limited (FOS) – 1800 367 287.

All calls to the old FOS phone number will be redirected until 30 September 2017. After this date the redirection will stop and a pre-recorded message will advise callers of the new number. From 31 December 2017 the old 1300 number will be disconnected completely.

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<sup>4</sup> This maximum could be exceeded in subsequent years if you choose to apply automatic indexation.

<sup>5</sup> The CPI applied each year will be based on 30 June figure released by the Reserve Bank of Australia from the previous financial year.