

Here are some changes to your account that we want you to be aware of.

Here at Mine Super, our purpose is to help you steer through today's decisions and prepare for tomorrow's. This includes a commitment to your financial future and a pledge to have your back.

With this in mind, we're keen to make sure you're across some important Government changes to super and changes we're making to our products.

We've prepared the following information to provide you with an outline of the changes and how they could affect you. I encourage you to read on and consider some of the easy things you can do now to prepare if you're affected.

What's coming up

- 1 July 2019 – Government changes:
 - Fees capped on accounts with low balances.
 - Insurance cancelled on inactive accounts, unless you choose to keep it.
 - Inactive low balance accounts transferred to the Australian Taxation Office (ATO).
- 1 July 2019 – revised investment options.
- Before 30 September 2019 – minor product changes.
- Clarification on when premiums are refunded if you're certified disabled.

As always, if you have any questions please call us on 13 64 63 or email help@mine.com.au. We can also put you in touch with Mine Super Financial Advice who are here to support you with quality financial advice and to discuss your personal circumstances.

Thanks for being with Mine Super.

A handwritten signature in black ink, appearing to read 'Glenda'.

Glenda Abraham
Chief Engagement Officer
Mine Super

Government changes to super

From 1 July 2019, the Government's making a number of changes to super, designed to protect low account balances from being eroded by high fees and unwanted insurance premiums. When reading this information, it's important you consider your own personal situation. For more information about your Mine Super account, log in to your online account at mine.com.au/login

A cap on fees

Super and pension accounts

The change: Fees will be capped at 3% for Mine Super accounts with balances below \$6,000 at the end of the financial year. If your account is affected, you'll see a credit to your account after the end of the financial year.

Cancellation of insurance – if no contributions made to your account

Super accounts only (pensions not affected)

The change: Your insurance will be cancelled if your account hasn't had a contribution, including transfers from other super funds, for 16 months or more UNLESS you choose to keep it.

If you haven't had a contribution or transfer credited to your account for a while, don't worry, we'll write to you a number of times before your insurance is cancelled, providing you an opportunity to keep it.

Handy tip: If you want to keep your insurance, you can ask to have it permanently remain on your account at any time, even if you choose not to make a contribution. Give us a call to discuss.

Transfer of inactive low-balance accounts to the ATO

Super accounts only (pensions not affected)

The change: To help people combine their multiple accounts, accounts with balances below \$6,000 that haven't had a contribution or transfer from other funds for 16 months or more, will be transferred to the ATO.

Handy tip: If you're affected and want to keep your account with us, it's important you make a contribution or transfer as soon as possible. To make things even easier, you can ask us over the phone to combine all your super accounts into your Mine Super one or you can set up a regular contribution plan so your super is never automatically transferred to the ATO. Learn more at mine.com.au/add-to-super

Before bringing your super together you should consider the differences in insurance between your old and new funds and if you'll be charged any administration, exit or withdrawal fees.

Helping protect your financial future with revised investment options

Super and pension accounts

Our focus is on delivering investment returns which help deliver exceptional retirement outcomes for our members.

We regularly review our investment options to ensure our members at all stages of their working lives have the right mix of assets to deliver their long-term financial goals. This has led us to make changes to the investment options from 1 July 2019.

You can find the details of the changes to the right and overleaf. The changes to the investment ranges and risk profiles are highlighted in **bold**.

For more information about why we've made these changes, including a table where you can compare the changes against the current details of the investment options, go to mine.com.au/changes2019

Minimum time to invest and suitability

Super / PRP* / ABP* - Stable Suitable for people who wish to invest for three or more years.

Super / PRP* / ABP* - Cash Minimum time to invest – Cash is a short-term investment with no minimum time frame.

Suitable for people who are willing to accept lower returns in exchange for little or no risk of negative returns.

Super / PRP* / ABP* - Bonds Minimum time to invest – at least one year.

Super / PRP* / ABP* - Balanced Suitable for people who are willing to invest for three or more years.

*PRP = Pre-retirement pension, ABP = Account-based pension

Allowable ranges

This is the percentage range we can invest in each asset class for an investment option. We won't invest outside this range.

Asset class	Super / pre-retirement pension options				Account-based pension options			
	Aggressive	Growth	Balanced	Stable	Aggressive	Growth	Balanced	Stable / Capital Guarded
Australian shares	20-55%	15-50%	0-35%	0-25%	20-55%	15-50%	0-35%	0-25%
International shares	25-60%	20-55%	0-35%	0-25%	25-60%	20-55%	0-35%	0-25%
Alternatives	0-25%	0-25%	0-30%	0-25%	0-25%	0-25%	0-30%	0-25%
Infrastructure	0-25%	0-25%	0-25%	0-25%	0-25%	0-25%	0-25%	0-25%
Property	0-20%	0-25%	0-25%	0-25%	0-20%	0-25%	0-25%	0-25%
Bonds	0-20%	0-30%	5-40%	10-55%	0-20%	0-30%	5-40%	10-55%
Cash	0-20%	0-20%	0-35%	15-45%	0-20%	0-20%	0-35%	15-45%

Target ranges

This is the percentage range that we target to invest in each asset class for an investment option. We can invest outside this range but not outside the allowable range.

Asset class	Super / pre-retirement pension options				Account-based pension options			
	Aggressive	Growth	Balanced	Stable	Aggressive	Growth	Balanced	Stable / Capital Guarded
Australian shares	30-45%	25-40%	10-25%	5-15%	30-45%	25-40%	10-25%	5-15%
International shares	35-50%	30-45%	10-25%	5-15%	35-50%	30-45%	10-25%	5-15%
Alternatives	0-15%	0-15%	5-20%	0-15%	0-15%	0-15%	5-20%	0-15%
Infrastructure	0-15%	0-15%	0-15%	0-15%	0-15%	0-15%	0-15%	0-15%
Property	0-10%	0-15%	0-15%	0-15%	0-10%	0-15%	0-15%	0-15%
Bonds	0-10%	5-20%	15-30%	20-45%	0-10%	5-20%	15-30%	20-45%
Cash	0-10%	0-10%	10-25%	25-35%	0-10%	0-10%	5-25%	25-35%

Standard Risk Measure (SRM) and risk bands

The **SRM** measures risk by showing the estimated number of annual negative returns for an investment option over any 20 year period. These negative returns can be experienced several years apart or several years in a row within the 20 year period.

The **risk band** is a relative measure of the risk of different investment options. The bands range between 1 and 7, with 1 being lowest risk and 7 the highest. The changes to the SRMs and risk bands are highlighted below in **bold**.

Investment option	Super / pre-retirement pension options		Account-based pension options	
	SRM 2019	Risk Band 2019	SRM 2019	Risk Band 2019
Aggressive	5.0	6 (High)	5.0	6 (High)
Growth	4.6	6 (High)	4.6	6 (High)
Balanced	3.4	5 (Med-High)	3.4	5 (Med-High)
Stable	1.9	3 (Low-Med)	2.1	4 (Med)
Capital Guarded	-	-	2.1	4 (Med)
Australian Shares	5.6	6 (High)	5.6	6 (High)
International Shares	6.4	7 (Very High)	6.4	7 (Very High)
Property	6.9	7 (Very High)	6.9	7 (Very High)
Bonds	5.4	6 (High)	5.4	6 (High)
Cash	0.0	1 (Very Low)	0.0	1 (Very Low)
Term Deposit	0.0	1 (Very Low)	0.0	1 (Very Low)

Investment objectives

Super / PRP* - Aggressive	Increase objective by 0.5% to CPI + 4%
Super / PRP* - Growth	Increase objective by 0.5% to CPI + 3.5%
ABP* - Growth	Increase objective by 0.25% to CPI + 4%
ABP* - Balanced	Reduce objective by 0.25% to CPI + 3%
ABP* - Stable / Capital Guarded	Reduce objective by 0.25% to CPI + 2%
Super / PRP* / ABP* - Australian Shares	Before tax but after investment management fees, to track the return on the S&P/ASX 200 Accumulation Index.
Super / PRP* / ABP* - International Shares	Before tax but after investment management fees, to track the return on the MSCI World Index (Net Total Return).
Super / PRP* / ABP* - Property	Before tax but after investment management fees, to track the return of a composite benchmark comprising 50% FTSE EPRA/NAREIT Developed ex Australia Rental Index (hedged) / 50% FTSE EPRA/NAREIT Australia Index.
Super / PRP* / ABP* - Bonds	Before tax but after investment management fees, to track the return on the Bloomberg AusBond Composite 0+ Yr Index.

*PRP = Pre-retirement pension, ABP = Account-based pension

Minor product changes

Super and pension accounts

Before 30 September we'll make some minor changes to our products.

Investment option switches under the Lifecycle Strategy

The Lifecycle Strategy changes your investment option at certain ages to reduce your exposure to growth assets, such as shares, and increase investments in defensive assets, such as bonds and cash. This helps provide less volatile investment returns as you get older.

If you're invested in the Lifecycle Strategy, this change of investment option will now occur on your birthday. It used to occur on May 1 or November 1. If your birthday is between 1 May 2019 and when this change takes effect, your investment option will change at the time of the change rather than your actual birthday.

Learn more about the Lifecycle Strategy at mine.com.au

Changes to the Term Deposit investment option

There are three changes:

- The minimum investment amount to open a term deposit is being reduced from \$50,000 to \$20,000.
- After a term deposit matures, the proceeds will automatically transfer into the Cash investment option, unless you choose another investment option. Currently the proceeds are transferred into the Transaction Account.
- The Transaction Account will close and any money held in this account will automatically transfer to the Cash investment option.

Learn more about the Term Deposit investment option at mine.com.au

Refund of premiums if you're certified totally and permanently disabled

Super accounts only (pensions not affected)

If you have total and permanent disablement or income protection insurance on your account and you're certified as totally and permanently disabled by us, premiums will be refunded as follows:

- If your date of disablement is on or after 1 April 2017 – we'll refund your premiums back to the day after your date of disablement.
- If your date of disablement is prior to 1 April 2017 – your premiums will be refunded to 1 April 2017.

When premiums are refunded your cover will then cease.

This is general advice only and does not take into account your financial situation, needs or objectives. Before acting, consider if the information is right for your needs and circumstances and read the relevant Product Disclosure Statement (PDS). If there are any inconsistencies between this document and the PDS or Trust Deed the terms of the PDS or Trust Deed will prevail. This information is based on our understanding of current Australian laws and assumes they will remain unchanged. Issued by AUSCOAL Superannuation Pty Ltd ABN 70 003 566 989 AFS licence 246864 Trustee for the Mine Superannuation Fund ABN 16 457 520 308. Advice is provided by Mine Super Services Pty Ltd ABN 49 051 315 014 AFS licence 502700.