In this edition of *Super Informed*, help us update your details for your chance to win an Apple iPad!

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Message from the Chief Executive Officer

I’m delighted to let you know that our investment costs remain among the lowest of all industry superannuation funds. This, combined with our top-quartile investment performance\(^1\), is the winning combination that ultimately delivers greater retirement outcomes for you, our members.

I’m also happy to report that UniSuper continues to be one of the most awarded industry super funds in Australia. Not only are we rated as one of Australia’s top 10 super funds by ratings agency Chant West, but we have also received the SuperRatings Platinum Rating Award 2011, the SuperRatings 7 year Platinum Performance Award 2004-2011 and have been recognised by SuperRatings Infinity as one of the top 13 funds in Australia leading the industry in sustainable behaviour.

While past performance is not an indicator of future performance, these awards certainly recognise our achievements to date.

**Strong, long-term performance\(^2\)**

UniSuper’s Balanced investment option (where most accounts are invested) has continued to perform strongly returning 10.2% for the year to 30 June 2011. This result gives us an annual average return of 7.0% each year for the past seven years, which places us in the top quartile of all Australian balanced super funds according to SuperRatings.

**New chairman appointed**

Elizabeth Bryan announced her resignation earlier this year after more than eight years of dedicated service as Chairman of our Board. As a result, we welcomed a new Chairman, Chris Cuffe, in June. After serving as an independent Director for more than four years, Chris is very familiar with UniSuper and also brings a wealth of other experience to this position. You can find out more about him in the profile on page 3.

**Providing the advice you need**

At UniSuper we’re passionate about helping our members achieve the best possible retirement outcomes. To support our members, we offer UniSuper Advice – a dedicated financial advice service that can provide you with personal advice to help you achieve your financial goals.

Our qualified private client advisers have access to a vast amount of research and receive continuing education on the investments and other financial products they can recommend.

With this knowledge, they are well placed to provide advice and recommend investments and products that will help you achieve your goals. I strongly believe that professional advice will help you achieve your financial goals faster and more effectively. Find out more about how UniSuper Advice could help you create a masterpiece of a retirement on page 4.

**Improving member service**

As you know, the improvement of member service has been a huge focus for UniSuper over the past couple of years. Since the last edition of *Super Informed* we have continued to make good progress with our review of administration systems and processes. Many of the member account inaccuracies identified by this review have now been corrected, and the review is scheduled to conclude mid-2012. Your patience while we have been conducting this review is appreciated, and I can confirm that the review will place us in a much better position to meet our obligations and deliver on our commitment to provide excellent service to members.

In addition, we are currently working on a range of website improvements including an enhanced investment and performance section.

**We remain dedicated to you**

As the only superannuation fund solely dedicated to people in the higher education and research sectors, we remain committed to offering the right mix of products, services and information to support you throughout your retirement. I hope you find this edition of *Super Informed* enjoyable and informative.

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\(^1\) Based on the three, five and seven year returns for the UniSuper balanced investment option.

\(^2\) Past performance is not an indicator of future performance.

Terry C. McCredden
Chief Executive Officer
Having grown up as one of four children in the Riverina district of NSW, Chris started his career in August 1980 with chartered accountants Peat Marwick Mitchell & Co, now KPMG. In what he has described as ‘a fluke’, in March 1985 he entered the fledgling funds management industry, joining Sydney Fund Managers Limited in the capacity of Company Secretary and Financial Controller and was later appointed a director in February 1986.

In August 1988 Chris joined First State Fund Managers, which was the newly formed funds management arm of the State Bank of NSW. In 1990 he assumed the position of Chief Executive Officer. During Chris’ tenure as CEO, he transitioned Colonial First State Investments (as it was later renamed) from a small start-up operation to become Australia’s largest investment fund manager. When Chris left Colonial First State in early 2003, the company was valued in excess of $5 billion, managed nearly $70 billion of investment funds on behalf of around 500,000 investors and employed more than 1,000 staff.

Chris joined what is now known as Challenger Financial Services Group Limited in 2003 in the capacity of Chief Executive Officer. A period of restructure followed which saw the company recapitalised, refocused and expanded with a new management team. Following the completion of this ‘rebuild’ phase, Chris stepped down from the Group Chief Executive Officer role in August 2004 to become Chief Executive of Challenger’s wealth management business, a position he held until the end of June 2006.

In September 2006 Chris took a very different career move and joined Social Ventures Australia (SVA), an independent non-profit organisation that assists the development, effectiveness and efficiency of non-profit sector participants, including non-profit organisations, philanthropists and government. As a part-time executive of SVA, he currently heads up their Private Ancillary Fund service as well as being Portfolio Manager and Chairman of the SVA Future Trust (SVA’s long term capital pool).

Aside from his role on the UniSuper board, Chris is also Chairman of Arkx Investment Management (a boutique Australian investment manager whose objective is to deliver attractive long term returns by investing in companies that benefit from the opportunities created by the transition to a low carbon global economy) and a director of Third Link Investment Managers Pty Limited (for whom he manages a publicly available managed investment fund, Third Link Growth Fund, and donates the management fees received to the non-profit sector).

Chris holds a Bachelor of Commerce from the University of New South Wales as well as a Diploma from the Securities Institute of Australia (now the Financial Services Institute of Australasia). He is a Fellow of the Institute of Chartered Accountants, the Financial Services Institute of Australasia and the Institute of Company Directors.

Chris received the Australian Fund Manager’s RBS Hall of Fame Award in October 2007 for his contribution to the investment management industry.

Meet our new Chairman, Chris Cuffe

A short Q & A with our new Chairman

1. What originally attracted you to UniSuper?
   I always thought of UniSuper as the premier industry fund and had a lot of admiration for their investment team (and Colonial First State, who I had headed up, had been one of their investment managers). Also, I have always had a huge admiration for the academic sector and saw this as a way to assist and interact with them.

2. What do you see as the most critical issue facing the superannuation industry?
   Right now it will be how we all react to the plethora of government enquiries/legislation that is upon us. But longer term there are other big issues we have in front of us such as providing suitable products for an ageing population (known as longevity products). And we have to provide participants with independent and professional financial advice at an affordable price.

3. If you could give your 18-year old self one piece of advice what would it be?
   Assuming you mean financial advice, it would simply be start saving from a young age and live within your means - because you will highly value the freedom and choices it gives you later in life. If it is non-financial advice, it would be listen twice as much as you speak (this is why you were born with two ears and only one mouth!).
Masterpiece (or chef d’œuvre) refers to a creation that has been given much critical praise, especially one that is considered the greatest work of a person’s career or to a work of outstanding creativity, skill or workmanship.

Make your retirement the ‘masterpiece’ you deserve

You’re someone who has always had a plan, a blueprint, to help you strive for greatness in your work, your home life and in achieving your personal goals – yet too often the planning around your financial wellbeing has been left to be dealt with at some date in the future.

Why shouldn’t your retirement be the masterpiece you deserve?

You’ve worked hard to achieve your desired retirement goals. Now it’s time to ensure you maintain your desired lifestyle and maximise the opportunities available to you – to allow you to experience the masterpiece of a retirement you deserve.

With the vast range of investment choices and financial information available today, it’s important that you can access help that’s right for your lifestyle, financial goals and stage of life and that’s where UniSuper can make a difference for you.

While you already partner with UniSuper to create your retirement income, did you know that through us you also have access to personal financial advice to help you achieve your complete financial goals?

Blueprint your retirement finances with the help of UniSuper Advice

At UniSuper, we understand that it can be hard to manage your finances on your own. That’s why we’ve established a dedicated team to provide personal financial advice for members.

No matter what your current financial advice needs are or what you dream your retirement masterpiece should look like, the UniSuper Advice team can work in partnership with you to develop a tailored strategy, providing complete wealth solutions.

Whether you’re gradually reducing your working hours or permanently retiring, UniSuper Advice can offer you wealth solutions to get your money working harder for you. Our advisers can walk you through a number of products and strategies designed to secure your financial future.
Our dedicated private client advisers will work with you through an initial five stage process to help you achieve your financial masterpiece.

1. **Initial assessment** – assess your financial situation, establish your needs, determine your future expectations.
2. **Goal setting** – work with your adviser to determine your financial goals.
3. **Developing a solution** – your adviser develops the strategy and plans how you can achieve your financial goals.
4. **Implementing your plan** – work with your adviser to put your financial plan into action.
5. **Regular review** – meet with your adviser regularly to maintain your financial plan and adapt your strategies to your lifestyle.

**How does the comprehensive advice process work?**

Your financial situation is as unique as you are. To help you decide whether you can benefit from seeing one of our UniSuper advisers, here’s some questions to ask yourself:

1. **Do you worry about your finances?**
   A UniSuper adviser can map out a financial blueprint to help put you in control of your finances and minimise any anxiety you may have.

2. **Are you considering working in a part-time capacity?**
   If so, an adviser may be able to help you take advantage of Government incentives that encourage individuals to defer taking the Age Pension and continue working.

3. **Are you aware of changes to Government legislation that may affect you?**
   Superannuation legislation changes often, so it’s important to have up-to-date knowledge of the rules affecting your financial position.

4. **Are you receiving all of the Centrelink benefits you’re entitled to?**
   Drawing a pension from your superannuation savings doesn’t necessarily mean you aren’t eligible for a Government Age Pension or part thereof. A UniSuper adviser can look at your unique situation and ensure you’re receiving exactly what you’re eligible for.

5. **Do you know the level of risk associated with the investment option(s) you’ve chosen to invest in via your pension product?**
   Are you comfortable with this level of risk? While there is some level of unpredictability in all investments, some involve higher risk than others. Your UniSuper adviser can help you choose the investment options most suitable to your risk profile.

6. **Do you have an up-to-date Will?**
   If you don’t, getting advice about estate planning can help ensure your assets will be divided according to your wishes, in the most tax-effective way.

7. **Do you receive income from different sources?**
   UniSuper Advice can help you manage your multiple incomes and maximise your income through tax-effective strategies.

8. **Are your assets working as well as they can for you?**
   A UniSuper adviser can help you manage your cash flow and/or debt so that your money can work harder for you.

If any of these questions apply to you, you really could benefit from seeking advice through UniSuper. Contact us today for your free initial assessment.
Make your retirement the ‘masterpiece’ you deserve

What to expect from UniSuper Advice

Once you contact our Financial Assessment Centre, a consultant from UniSuper Advice will spend some time with you to understand what it is you want to achieve. We understand that not everyone requires comprehensive financial planning therefore, once you’ve had an initial assessment, we can discuss the level of advice most suitable for you.

Take the time to highlight the things that are relevant to you and UniSuper Advice will be able to build a personal financial plan and create a tailored solution to help you on your way to achieving a masterpiece of a retirement.

Advice tailored to your needs

We understand that every UniSuper member is unique and as such offer varying levels of advice to ensure you receive the service best suited to your needs.

Three levels of advice are available to suit your situation, financial goals and needs.

1. **General advice**
   This service is provided to UniSuper members as just one of the exclusive benefits of being a member. It includes general information about super and retirement income-stream options, UniSuper related information, and other super related information. This information is not tailored to your financial situation and is free of charge.

2. **Simple advice**
   This fee-for-service advice is conveniently offered over the phone with one of our dedicated advisers at a time suitable to you. It covers limited personal financial issues such as how to choose investment options.

3. **Comprehensive advice**
   This service is comprehensive, face-to-face financial advice. It covers personal financial issues relating to pensions, insurance cover, investments, wealth creation, debt management and retirement. The costs of Comprehensive advice will vary depending on your needs and financial goals.

Trust UniSuper

UniSuper Advice employs dedicated and professional private client advisers. Advisers only recommend financial products or services that do not have any commissions or allow the adviser to reduce the commission to zero. Where this is not possible and payment is received, every effort will be made to ensure it is rebated directly to you.

For further information on the services available through UniSuper Advice, their fees and charges and their obligations to you, please see our Financial Services Guide, which is available at www.unisuper.com.au/advice

Your retirement should be everything you dream it to be. Contact UniSuper Advice to help you design the blueprint for your ‘masterpiece’ of a retirement today. Our team of advisers operate Australia-wide and are ready to assist you.

Whether you need General advice, Simple advice, or Comprehensive advice, our team is available to help you design the blueprint for a masterpiece of a retirement.

Contact Details

**Call us**
UniSuper Advice on 1300 331 685 (local call cost) between 9.00am and 5.00pm, Monday to Friday.
If you’re calling from outside Australia, please phone +61 3 9910 6290.

**Email us**
advice@unisuper.com.au

**Find us online**
Complete our online enquiry form at www.unisuper.com.au/contactadvice

**Fax us an enquiry**
1300 220 713

**Post us a letter**
P.O Box 9952 in your capital city

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**Make your retirement the ‘masterpiece’ you deserve continued**
Providing great value to members through top quartile investment performance¹

Underpinning our core value proposition is the combination of competitive long term investment returns and low fees.

UniSuper’s Balanced Investment Option, which is where most accounts are invested, returned 10.2% for the year to 30 June 2011. The result has enabled us to maintain our top quartile performance across all Australian super funds surveyed by SuperRatings over three and five year periods.

The solid return for the financial year was pleasing given the spate of bad news, particularly in the second half of the year. The Japanese earthquake, tensions in the Middle East, and European sovereign debt issues all contributed to global economic instability and market volatility.

As a long term investor, we were able to navigate these problems without over reacting to the short term market movements. Relative to our industry peers, some of the key positions which we benefited from were:

> A large overweight position in global technology companies (Apple remains our largest position). Given the very strong earnings recently announced we intend to hold, and potentially add to this position.

> A higher (Australian Dollar) currency hedge ratio. Over the past 12 months the AUD has appreciated a massive 27% versus the USD.

> A higher allocation to quality property with low leverage levels. These investments proved to be quite resilient “safe havens” when the equity markets were very weak.

At the time of writing the news is dominated by sovereign debt issues in Europe and the political deadlock in the US over the debt ceiling. While clearly another source of concern, we do not feel they represent the biggest risks to the outlook for asset markets. The key risk is, and will be for some time, the Chinese economy.

The Chinese Government and regulators (which are one and the same) have proven to be very adept at managing the economy, and indeed their efforts were a major contributing factor behind Australia’s ability to navigate the financial crisis relatively well. However, the massive build up in liquidity, combined with a fixed undervalued exchange rate, is creating inflation. Consensus opinion is that the Chinese will be able to negotiate a soft landing of the economy which will in turn bring inflation under control. If the consensus proves to be correct we expect to see a significant rally in asset prices, notwithstanding the problems in Europe and the US. If, however, inflation turns out to be more persistent than expected and the Chinese are forced into more drastic tightening measures, asset prices will remain weak. We are currently backing the consensus, although will be quick to reposition if leading inflation indicators are telling a different story. All eyes are on China.

¹ Based on the SuperRatings survey published on 26 July 2011 for the period ended 30 June 2011.

Past performance is not an indicator of future performance. It does not take into account any subsequent revisions or corrections made by SuperRatings. At the time of preparation, UniSuper was not aware of any revisions or corrections which would be materially adverse to members.
Investment in focus:
Retail property

Don’t feel guilty next time you head out for a bit of retail therapy at your local shopping centre, chances are you just might actually be a part owner of it through your UniSuper pension investment. Spending up at the shops, might just be contributing to your retirement!

Property, with its local economic influences, tend to perform differently to the other major asset classes such as shares and fixed interest, which tend to be more connected to global economic events. This makes it a very important asset class to include in a well-diversified portfolio.

UniSuper invests in a diversified range of direct (unlisted) property and listed property trusts, providing you, through your pension, with an exposure to a vast number of high quality commercial properties such as office towers, shopping centres and industrial warehouses.

The unlisted portfolio has long maintained a bias towards retail property. “Its high quality shopping centres that we at UniSuper are particularly passionate about,” said UniSuper’s Head of Property and Private Markets, Kent Robbins.

Given this retail focus, UniSuper’s in-house investment team has recently made significant concentrated investments in stock market listed property trusts with exposures to quality Australian retail portfolios. “Given our bias towards holding high quality shopping centres in our unlisted property portfolio,” said Robbins, “it seems logical to increase our investment in some of the best listed shopping centre portfolios in the country which are currently trading at a significant discount to their underlying asset value.”

Low consumer sentiment is also weighing on the listed retail sector’s pricing. “We view this as an opportunity,” said Robbins. “The consumer is currently cautious, but the fundamentals are strong with low unemployment and a very high household saving rate. We therefore believe that the consumer will feel confident enough to start spending again soon.”

INTERESTING FACTS:

All Australians shop. In 2010, Australians spent $280 billion in shops.

The Australian retail industry is a central part of the Australian economy, employing 1.25 million people or almost 11% of the working population.

Since 1985, the Australian retail property sector returned an impressive average annual return of 12.8%, outperforming office and industrial property, and even Australian shares.

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1 When the industry commenced measuring the performance of commercial property.
2 Source: IPD, Bloomberg. As at 31 March 2011.
So why invest in shopping centres?

Over the long term, retail property has historically delivered the highest real and absolute returns with the lowest volatility of all commercial property types (see chart below). It has even outperformed Australian shares over the period shown. Robbins explained, “a key attribute of shopping centres is their stable rental income streams, which typically rise by more than the inflation rate, and are derived from great retailers such as Coles, Woolworths, David Jones, Myer, Country Road, Target, JB Hi-Fi and Apple. Also, high quality shopping centres have remained at close to full occupancy over the past few years, even through the global financial crisis.”

The location of a shopping centre is an inherent part of its value. A shopping centre situated on a large block of land, surrounded by residential housing, offering convenient access and parking, has a high level of protection from new supply or competition. Robbins added, “It’s extremely difficult for a competitor to buy enough land and get the necessary planning approvals to effectively compete against great established centres such as Chadstone Shopping Centre or Westfield Bondi Junction.”

Managing shopping centres is now a sophisticated science,” Robbins said. “The best operators are very hands on, constantly working to improve the retail mix and upgrade the centre to cater for changing consumer demands. Ultimately, this improves retail sales, which means increased rents.”

“What’s more,” Robbins added, “expanding existing shopping centres is often less risky than developing new office and industrial properties. Prior to commencing a shopping centre expansion, landlords typically have pre-agreed leases with major retailers, and also have a good idea about the demand from the specialty retailers.”

What about the impact of online shopping?

We’ve certainly taken an active interest in the rise of online shopping. Currently, online shopping is estimated to represent only around 3 to 5% of retail sales in Australia, and in more mature markets such as the US and UK, it accounts for between 5 and 10% of sales. However, preliminary views from various market commentators are that while internet retailing may have some impact on the sales growth of shopping centres, this impact is likely to continue to be relatively moderate. Moreover, it may actually present opportunities for existing retailers and landlords to attract shoppers by refocusing on great customer service and convenience, and through the use of new technologies such as social media.

History has shown that shopping centres have adapted and evolved to meet changes in shopping demands, and we believe there will be further changes to come as a result of online shopping.

We believe shopping centres will continue to offer a real point of difference over the internet through the actual experience of shopping. Nothing can replace being able to touch, smell, taste or try-on an item before purchase. Mr Robbins added, “shopping centres are an important form of social infrastructure that provide the community with a safe and convenient place to shop, eat, socialise and be entertained.”

The Greening of Shopping Centres

Finally, shopping centres are getting greener. “As with other forms of commercial property, we encourage all our managers to introduce environmentally sustainable measures. We believe it is not only good for the environment, but ultimately enhances and protects the investment,” said Mr Robbins. A range of initiatives are being introduced in shopping centres to reduce energy and water usage and boost recycling. These include energy efficient lighting, rainwater harvesting, water flow restrictors, waste recycling, composting of food waste, and upgrading equipment such as air conditioning systems.

WHAT SHOPPING CENTRES MIGHT YOU PARTLY OWN?

You name it, UniSuper has exposure to it! In our unlisted property portfolio, members own interests in great centres such as:

- Karrinyup (WA)
- Westfield Marion (SA)
- Highpoint (VIC)
- Macarthur Square & Erina Fair (NSW)
- Westfield Carindale & Sunshine Plaza (QLD).

Through our stock market listed property investments, members also have exposure to a vast number of quality shopping centres including:

- Chadstone, Westfield Doncaster & Melbourne Central (VIC)
- Westfield Bondi Junction, Westfield Sydney & Westfield Penrith (NSW)
- Myer Centre Brisbane (QLD)
- Casuarina Square (NT).

Value of $100 Invested

(Dec 1984 – Mar 2011)

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<th>Year</th>
<th>Australian Retail Property</th>
<th>Australian Commercial Property</th>
<th>Inflation</th>
<th>Australian Shares</th>
<th>Australian Fixed Interest</th>
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Past performance is not an indication of future performance. The graph shows index returns (not UniSuper investment returns) assuming reinvestment of distributions and does not take into account transaction costs or taxes. No adjustment has been made on account of inflation.

Indexes used: Property Council / IPD Australia All Property Index, Property Council / IPD Australia Property Retail Sub-Index, Australian Consumer Price Index, ASX All Ordinaries Index and the UBS Australian Composite Bond Index.
Help us update your details for your chance to win an Apple iPad!

You’ve told us that you would like to receive more communication from us and that email is your preferred vehicle. At UniSuper, we’ve listened to member feedback and are working towards enhancing the way we communicate with our members while ensuring we reduce our impact on the environment as much as possible.

This year we will be launching an online member newsletter packed full of information to help you better manage your pension investment. If you’re interested in being one of the first people to receive our newsletter, we need your up-to-date email address!

By providing us with your email address, you will also automatically go into the draw to win an Apple iPad.

Here’s how:

Simply go to the website www.unisuper.com.au/superinformedpromotion and provide us with your:
> member number;
> name;
> date of birth; and
> email address.

Click that you accept the terms and conditions and not only will we now have your email address, but you might receive a call from us in October to tell you that you’ve won an Apple iPad 2 with Wi-Fi. How easy is that?

To enter the “Super Informed Promotion” you need to access the website www.unisuper.com.au/superinformedpromotion, complete the entry form and submit your details. By completing the entry you are agreeing that UniSuper will update your member contact details by adding your email address and that we may communicate with you via email for the purposes of promoting and improving our services. The closing date for the promotion is Monday 3 October 2011 at 5.30pm EST. The prize draw will be held at UniSuper Level 35, 385 Bourke Street, Melbourne, Victoria, 3000 on Wednesday 12 October at 2pm EST. Winners will be notified by phone and also writing. For full terms and conditions please access www.unisuper.com.au/superinformedpromotion/terms and note that the Promotion is authorised under permit numbers NSW LTPS/11/06138 & ACT TP11/02778.1.
Important information for members

Introduction of a temporary Flood Levy

The Federal Government has introduced a Temporary Flood and Cyclone Reconstruction Levy (Flood Levy) of up to 1% for the 2011/2012 financial year only.

The Flood Levy applies to individuals with a taxable income over $50,000 in the 2011/2012 financial year.

How is the Flood Levy applied to my pension?

Your pension will not be affected by the Flood Levy unless you under age 60 and are paid a pension payment or other benefit with a taxable component in the 2011/2012 financial year. The Flood Levy does not apply to an amount that is tax free such as a lump sum or pension payment you take when you are 60 or over, or a lump sum death benefit paid to a beneficiary who is your dependant for tax purposes.

If you are exempt from the Flood Levy, you may lodge a Flood Levy exemption declaration with UniSuper which you can obtain from the ATO website at www.ato.gov.au.

If you are under age 60, before you withdraw any benefits UniSuper recommends that you obtain taxation advice from a registered tax agent.

Changes to the rules affecting members no longer eligible to contribute to the Defined Benefit Division (DBD)

We have made changes to the rules that apply to DBD members who have ceased contributing membership effective 1 March 2012.

Ceasing contributing membership refers to DBD members who have ceased employment or whose employment conditions have changed to cause the member to no longer be eligible to contribute as a DBD member.

What are the changes?

The main changes for affected DBD members are summarised below:

- The option period to defer a DBD benefit or transfer into an Accumulation 1 account has been amended. This period will be the later of 90 days after ceasing to be a contributing member or 30 days after being notified by the Trustee about the options available to transfer or defer a benefit. This change ensures members are notified of their options prior to the expiry of the option period.

- Generally, members who elect to transfer their defined benefit component balance to Accumulation 1, or choose to access their benefits within the option period, will be treated as if their benefits were deferred from the time of ceasing to be a contributing member to the date of transfer to Accumulation 1 or the date of benefit payment.

- The benefits of DBD members who elect to transfer their defined benefit component to an Accumulation 1 account or receive a benefit payout will generally be adjusted through a combination of factors including CPI indexation and age-based lump sum factors to the date of processing the transfer or benefit payment. However, if an eligible DBD member elects to receive a defined benefit indexed pension under the Trust Deed, returns will be credited at UniSuper’s cash investment option rate on any portion of their benefit received as a lump sum to the date of processing the transfer to Accumulation 1.

- Irrespective of whether they elect to defer, members will still be subject to the three year pre-existing medical condition exclusion on inbuilt death and disablement benefits if they recommence contributing membership in the DBD more than 90 days after previously ceasing contributing membership.

Where can I get more information?

If you would like more information, please see the Changes to the rules affecting members when they leave their job fact sheet available at www.unisuper.com.au or call the UniSuper Helpline on 1800 331 685.

Introduction of weekly switching for pensioners

We are currently working on our commitment to you to introduce weekly switching for pensioners. This change will be rolled out as part of a range of enhancements we’re making to our pension products. You will be communicated to as we get closer to the implementation date.
Important information for members

Federal Budget 2011 – changes affecting pensioners

Not surprisingly, given the changes to superannuation the government has made in recent years, few changes were announced in the 2011 Federal Budget. The key proposal to affect pensioners is the phasing out of the Government’s account-based pension payment drawdown relief by 2012/13.

The pension drawdown relief provided over the last three years was originally designed to offset the impact of the global financial crisis on pensioners.

The government previously provided pension drawdown relief in the 2008/09, 2009/10 and 2010/11 financial years by reducing the minimum payment amount by 50 per cent. The reduction in the minimum payment amounts for Flexi Pensions and Term Allocated Pensions has decreased to 25 per cent for 2011/12, with all drawdown relief to cease by 2012/13.

The minimum amount of pension income that affected Flexi Pension members must take as a percentage of their account balance is as follows:

<table>
<thead>
<tr>
<th>Age at start of pension (and 1 July each year)</th>
<th>In 2010/11</th>
<th>In 2011/12</th>
<th>In 2012/13</th>
</tr>
</thead>
<tbody>
<tr>
<td>Under 65</td>
<td>2%</td>
<td>3%</td>
<td>4%</td>
</tr>
<tr>
<td>65-74</td>
<td>2.5%</td>
<td>3.75%</td>
<td>5%</td>
</tr>
<tr>
<td>75-79</td>
<td>3%</td>
<td>4.5%</td>
<td>6%</td>
</tr>
<tr>
<td>80-84</td>
<td>3.5%</td>
<td>5.25%</td>
<td>7%</td>
</tr>
<tr>
<td>85-89</td>
<td>4.5%</td>
<td>6.75%</td>
<td>9%</td>
</tr>
<tr>
<td>90-94</td>
<td>5.5%</td>
<td>8.25%</td>
<td>11%</td>
</tr>
<tr>
<td>95+</td>
<td>7%</td>
<td>10.5%</td>
<td>14%</td>
</tr>
</tbody>
</table>

Flexi-Pensioners were notified of this change in the Your guide to pensions Supplementary Product Disclosure Statement issued on 31 May 2011. Term Allocated Pensioners would also have received notification about this change as part of our regular pension income notifications.