

Changes to the Product Disclosure Statement for: FirstChoice Employer Super - for employers

**New Product Disclosure Statement:
Issue No. 2018/2, dated 22 October 2018**

**Old Product Disclosure Statement:
Issue No. 2018/1, dated 14 May 2018**

This brochure highlights the changes we have made to the Product Disclosure Statement (PDS) dated 14 May 2018 (Old PDS) for FirstChoice Employer Super.

This brochure does not include any changes that were made to Supplementary PDSs or insurance changes that were issued throughout the year. You can find out about these changes on the **Trustee and Fund Documents** and **Product Updates** section of our website.

You should read this brochure to assess whether this information affects your employees investment decisions. We recommend you speak to your relationship manager or financial adviser for further information.

For more information about the changes in this brochure, refer to the new PDS dated 22 October 2018 (new PDS) on our website colonialfirststate.com.au, click on the Menu tab, then Resources and Product Disclosure Statements or by calling us on 1300 654 666.

Contents

Fees and Costs and Transaction costs changes	3
Fees and Costs	3
Transaction costs	3
Investment option changes	4
Investment option name changes	4
Investment option objective, strategy and asset allocation changes	5
PDS disclosure update	6

Fees and Costs and Transaction costs changes

Fees and Costs

The table below outlines the changes to the estimated indirect cost ratio for the MySuper product.

Investment Option	Previous estimated indirect cost ratio	New estimated indirect cost ratio	Difference
FirstChoice Lifestage 1945-49	0.04%	0.07%	0.03%
FirstChoice Lifestage 1950-54	0.03%	0.07%	0.04%
FirstChoice Lifestage 1955-59	0.05%	0.07%	0.02%
FirstChoice Lifestage 1960-64	0.05%	0.09%	0.04%
FirstChoice Lifestage 1965-69	0.05%	0.08%	0.03%
FirstChoice Lifestage 1970-74	0.05%	0.08%	0.03%
FirstChoice Lifestage 1975-79	0.03%	0.07%	0.04%
FirstChoice Lifestage 1980-84	0.03%	0.07%	0.04%
FirstChoice Lifestage 1985-89	0.02%	0.06%	0.04%
FirstChoice Lifestage 1990-94	0.01%	0.06%	0.05%
FirstChoice Lifestage 1995-99	0.00%	0.05%	0.05%
FirstChoice Lifestage 2000-04	0.00%	0.02%	0.02%

There is a reduction in the estimated investment fee and indirect cost ratio for the following option.

Investment Option	Previous estimated investment fee	New estimated investment fee	Difference	Previous estimated indirect cost ratio	New estimated indirect cost ratio	Difference
FirstChoice Multi-Index Growth Select	0.38%	0.36%	-0.02%	0.09%	0.00%	-0.09%

There are also minor increases or decreases to Fees and Costs for some other investment options. To find out more about the current Fees and Costs, please refer to the new PDS by visiting colonialfirststate.com.au, click on the Menu tab, then Resources and Product Disclosure Statements.

Transaction costs

There are increases or decreases to Transaction costs for some investment options. To find out more about the current Transaction costs, please refer to the new PDS by visiting colonialfirststate.com.au, click on the Menu tab, then Resources and Product Disclosure Statements.

Investment option changes

Investment option name changes

Investment option	New investment option name
Additional Investment options for accounts opened before 11 June 2013	
BT Core Australian Share	Pendal Australian Share
BT Active Balanced	Pendal Active Balanced

To find out more about the updated investment information, please refer to the new PDS by visiting colonialfirststate.com.au, click on the Menu tab, then Resources and Product Disclosure Statements.

Investment option objective, strategy and asset allocation changes

We've made some minor changes to the asset allocation ranges, strategies or objectives for a number of investment options.

Investment option	New Objective	New Strategy	Asset Allocation change
Select Investment menu			
FirstChoice Lifestage 1960-64	N	N	Y ¹
FirstChoice Lifestage 1965-69	N	N	Y ¹
Select Investment menu			
FirstChoice Balanced Select	N	N	Y
FirstChoice Conservative Select	N	N	Y
FirstChoice Diversified Select	N	N	Y
FirstChoice Growth Select	N	N	Y
FirstChoice High Growth Select	N	N	Y
FirstChoice Moderate Select	N	N	Y
Additional investment options for accounts opened before 11 June 2013			
FirstChoice Balanced	N	N	Y
FirstChoice Conservative	N	N	Y
FirstChoice Diversified	N	N	Y
FirstChoice Geared Growth Plus	N	N	Y
FirstChoice Growth	N	N	Y
FirstChoice High Growth	N	N	Y
FirstChoice Moderate	N	N	Y
Pendal Active Balanced	N	N	Y

To find out more about the updated investment information, please refer to the new PDS by visiting colonialfirststate.com.au, click on the Menu tab, then Resources and Product Disclosure Statements.

1 The option's asset allocation change was effective from 1 October 2018.

PDS disclosure update

Change	Description
First Home Super Saver Scheme (FHSSS)	<p>Contributions your employees make for the FHSSS are voluntary superannuation contributions and are subject to the fees and costs outlined in the PDS. If your employees have insurance cover, their account balance will also be reduced by insurance premiums. This may result in a lower amount in your account available for an FHSSS release.</p> <p>Also note if after an FHSSS release payment, your employees account balance in FirstChoice Super products becomes too low to cover the monthly insurance premiums their insurance cover may be impacted. If we do not receive the full premium owing within 90 days after the first missed monthly premium, their insurance cover will end. They can opt out of insurance cover at any time.</p> <p>Your employees cannot claim a deduction for:</p> <ul style="list-style-type: none">• Voluntary super contributions released to them under the FHSSS; or• FHSSS amounts that they have recontributed to their super fund(s).
Downsizer contributions	<p>Downsizer contributions your employees make are subject to the fees and costs outlined in the PDS. If they have insurance cover, their account balance will also be reduced by insurance premiums. This may result in a lower amount in your account than they contributed.</p> <p>They cannot claim a tax deduction for any contributions made from 1 July 2018 to a superannuation fund that are identified as downsizer contributions.</p> <p>Contributions found not to be downsizer contributions</p> <p>If the ATO notifies us that your employee's contribution does not meet the downsizer contribution eligibility requirements, we will assess whether their contribution could have been made as a personal contribution under the contributions acceptance rules. If their contribution could be accepted, the amount will count towards the relevant contribution cap. If their contribution cannot be accepted, the contribution amount will be returned to them..</p>

Change	Description
External dispute resolution	<p>If your employees are dissatisfied with the handling or outcome of their complaint, they have the option of contacting an external dispute resolution service about their complaint. Your employee's may lodge a complaint:</p> <ul style="list-style-type: none"> - with the Australian Financial Complaints Authority (AFCA) if lodged on or after 1 November 2018 <p>Online: www.afca.org.au Email: info@afca.org.au Phone: 1800 931 678 Mail: Australian Financial Complaints Authority GPO Box 3 Melbourne VIC 3001</p> <p>Note: To allow AFCA to easily identify us, please quote our membership number: 10318</p> <ul style="list-style-type: none"> - with the Superannuation Complaints Tribunal (SCT) if lodged before 1 November 2018: <p>Online: www.sct.org.au Email: info@sct.org.au Phone: 1800 367 287 Mail: Superannuation Complaints Tribunal Locked Bag 3060 Melbourne VIC 3001</p>
Contributions received after a full withdrawal	<p>If your members' Insurance cover has ended because they withdrew the full balance of their account and we subsequently receive a contribution, their Insurance cover will not be reinstated.</p>
APRA Superstream Levy	<p>Under the Financial Institution Supervisory Levies, APRA has recovered costs relating to implementing the SuperStream reforms since 2011. The cost of the levy is recovered by CFSIL from most super and pension options. As CFSIL is no longer subject to the APRA levy (after FY18), it will not recover the levy from applicable super and pension options going forward.</p> <p>References to the levy have been removed from the PDS and (where applicable) fee estimates included in the PDS exclude the historical cost of the levy.</p>

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