

# Update to the Choice Income Product Disclosure Statement

19 July 2024

From 19 July 2024, there have been changes to the following information disclosed in the *Choice Income Product Disclosure Statement* (PDS).

## Page 16: Asset classes

We have updated Asset classes for the AustralianSuper Choice Income account. Changes are in **orange** below.



### Unlisted Infrastructure

Assets that provide essential public facilities and services in a number of sectors including transport, energy generation and transition, utilities and telecommunications in Australia and overseas. **May have a small exposure to listed infrastructure.**

### Listed infrastructure

~~Australian and international listed shares of companies involved in infrastructure or infrastructure-related activities, including transport, energy generation and transition, utilities and telecommunications.~~



### Unlisted Property

Holdings in residential, retail, industrial or commercial real estate such as land and buildings. **Can invest in property operating platforms which are businesses that own and operate property assets. May have a small exposure to listed property.**

### Listed property

~~Australian and international listed real estate investment trusts and companies that own holdings in residential, retail, industrial and commercial real estate such as land and buildings.~~

## Page 18: Understanding your investment options

We have updated the strategic asset allocations for the Balanced option. Changes are in **orange** below.

### Balanced



- Australian shares **23.85%** (10-45%)
- International shares **30.65%** (10-45%)
- Private equity **4.75%** (0-15%)
- **Unlisted Infrastructure 9.25%** (0-30%)
- **Listed Infrastructure 0%** (0-10%)
- **Unlisted Property 8%** (0-30%)
- **Listed Property 0%** (0-10%)
- Credit **4%** (0-20%)
- Fixed interest **14.5%** (0-25%)
- Cash **5%** (0-20%)
- Other assets 0% (0-5%)

# Pages 20-21: Your PreMixed investment options

We have updated the strategic asset allocations for all PreMixed investment options, and the disclaimer for the Socially Aware investment option. Changes are in **orange** below.

## High Growth



- Australian shares **30.4%** (20-50%)
- International shares **39.1%** (20-50%)
- Private equity **6%** (0-15%)
- Unlisted Infrastructure **7.5%** (0-30%)
- Listed Infrastructure **0%** (0-10%)
- Unlisted Property **6.75%** (0-30%)
- Listed Property **0%** (0-10%)
- Credit **2.75%** (0-20%)
- Fixed interest **4.25%** (0-20%)
- Cash **3.25%** (0-15%)
- Other assets **0%** (0-5%)

## Balanced



- Australian shares **23.85%** (10-45%)
- International shares **30.65%** (10-45%)
- Private equity **4.75%** (0-15%)
- Unlisted Infrastructure **9.25%** (0-30%)
- Listed Infrastructure **0%** (0-10%)
- Unlisted Property **8%** (0-30%)
- Listed Property **0%** (0-10%)
- Credit **4%** (0-20%)
- Fixed interest **14.5%** (0-25%)
- Cash **5%** (0-20%)
- Other assets **0%** (0-5%)

## Socially Aware<sup>1</sup>



- Australian shares **23.85%** (10-45%)
- International shares **30.65%** (10-45%)
- Private equity **4.75%** (0-15%)
- Unlisted Infrastructure **9.25%** (0-30%)
- Listed Infrastructure **0%** (0-10%)
- Unlisted Property **8%** (0-30%)
- Listed Property **0%** (0-10%)
- Credit **4%** (0-20%)
- Fixed interest **14.5%** (0-25%)
- Cash **5%** (0-20%)
- Other assets **0%** (0-5%)

<sup>1</sup> Asset classes that are not screened include private equity, **unlisted and listed** infrastructure, **unlisted and listed** property, credit, cash and other assets. The option may use derivatives which could result in a small exposure to companies that are normally excluded by the option's environmental, social and governance screens (up to 5% of the total assets at any time). For more information see page 30.

## Indexed Diversified



- Australian shares **31.5%** (20-50%)
- International shares **38.5%** (20-50%)
- Listed Infrastructure **0%** (0-10%)
- Listed Property **0%** (0-10%)
- Fixed interest **25%** (0-30%)
- Cash **5%** (0-30%)

## Conservative Balanced



- Australian shares **17%** (5-35%)
- International shares **22.25%** (5-35%)
- Private equity **2.75%** (0-10%)
- Unlisted Infrastructure **8%** (0-25%)
- Listed Infrastructure **0%** (0-10%)
- Unlisted Property **6.25%** (0-25%)
- Listed Property **0%** (0-10%)
- Credit **6.75%** (0-25%)
- Fixed interest **25.75%** (0-40%)
- Cash **11.25%** (0-30%)
- Other assets **0%** (0-5%)

## Stable



- Australian shares **9.35%** (0-20%)
- International shares **12.9%** (0-20%)
- Private equity **1.5%** (0-10%)
- Unlisted Infrastructure **7.25%** (0-20%)
- Listed Infrastructure **0%** (0-10%)
- Unlisted Property **6.25%** (0-15%)
- Listed Property **0%** (0-10%)
- Credit **5.25%** (0-25%)
- Fixed interest **35.25%** (0-45%)
- Cash **22.25%** (0-50%)
- Other assets **0%** (0-5%)

## Page 23: Your DIY Mix investment options

We have updated the Risk level for the time invested for the Diversified Fixed Interest investment option. Changes are in **orange** below.

### Diversified Fixed Interest

Risk level for the time invested.

Short-term	Medium-term	Long-term
Medium	<b>Medium</b>	<b>Medium</b>

## Page 24: Member Direct investment option

We have updated the Member Direct investment option. Changes are in **orange** below.

### Who can invest

To be eligible, you must be an AustralianSuper member **of at least 18 years of age** and hold a Choice Income account with a balance of \$50,000 or more.

## Page 26: How your account works

We have updated the Member Direct investment option. Changes are in **orange** below.

### Other important conditions

For a full list of rules that apply to this investment option, read the **Member Direct investment option guide** at [australiansuper.com/MemberDirect](https://australiansuper.com/MemberDirect)

### Eligibility criteria

You must:

- be an AustralianSuper member of **at least 18 years of age** with \$50,000 or more in your Choice Income account
- have access to the internet and a current email address
- read and accept the Member Direct **online platform** terms and conditions.

## Page 30: Socially Aware option

We have updated asset classes for the Socially Aware investment option. Changes are in **orange** below.

AustralianSuper's ESG and Stewardship program applies to the Socially Aware option. In addition, the Socially Aware option applies screening to the following asset classes, which covers around **60%** of the option<sup>1</sup>

The option also invests in a range of other asset classes that are not screened. Asset classes that are not screened include private equity, **unlisted and listed infrastructure, unlisted and listed property**, credit, cash and other assets.

<sup>1</sup> The percentage of the option covered by the screens is based on the strategic asset allocation to Australian shares, international shares and fixed interest (which is adjusted for the percentage invested in corporate securities). During the year we can move toward or away from this percentage based on our outlook for the economy and investment markets. As at **31 May 2024**, approximately **35%** of the fixed interest asset class was invested in corporate securities. The corporate securities exposure can vary over time.

## Page 32: Tax rates and arrangements

We have updated tax rates for the AustralianSuper Choice Income account. Changes are in **orange** below.

### Important tax information for those under 60

#### Tax on the taxable component if you're under 60 in 2024/2025

If you're under 60, the taxable component of any retirement income or lump sum withdrawal is reported as assessable income to the Australian Taxation Office (ATO) and is taxed as required. However, this tax could be reduced **under certain circumstances such as disability**.

#### Income payments

Your income payments are taxed at your marginal income tax rate, plus Medicare levy **when you've provided your Tax File Number**. **If you haven't provided your tax file number, income payments are taxed at the highest marginal rate plus Medicare levy**.

#### Lump sum withdrawals

**For a lump sum withdrawal this is taxed at 20% plus Medicare levy.**

## Page 37: Fees and costs summary

We have updated Investment fees and costs and Transaction costs for an AustralianSuper Choice Income account. Changes are in **orange** below.

### AustralianSuper Choice Income

Type of fee or cost	Amount	How and when paid
<b>Ongoing annual fees and costs<sup>1</sup></b>		
Administration fees and costs	\$1 per week	The Flat administration fee is deducted directly from your account on the last day of each month based on the number of Fridays in the month.
	Plus 0.10% p.a. of your account balance capped at \$600 p.a.	The Asset-based administration fee is deducted directly from your account on the last day of each month, based on your closing account balance on this date, and is pro-rated based on the number of days in the month.
	0.00% p.a. <sup>2</sup>	Administration costs paid from reserves that are not otherwise charged as administration fees. These costs are not directly charged to your account but have reduced the reserve balance held by the Fund to cover future administration costs.
Investment fees and costs	For PreMixed and DIY Mix investment options: <b>0.07%</b> to <b>0.60%</b> p.a. depending on the investment option <sup>2,3,4</sup>	Deducted from investment returns and reflected in the daily crediting rate.
	For the Member Direct investment option: \$30 to \$180 p.a. depending on the option selected <sup>4</sup>	The Portfolio administration fee is deducted directly from your Member Direct Cash account in arrears on the first business day of the following month based on the number of days in the month.
	Plus, underlying management fees and costs and performance fees will apply if you hold ETFs or LICs <sup>5</sup>	Underlying fees and costs are deducted from the assets of the ETF or LIC by the issuer.
Transaction costs	For PreMixed and DIY Mix investment options: 0.00% to <b>0.06%</b> p.a. depending on the investment option <sup>2,4</sup>	Deducted from investment returns and reflected in the daily crediting rate.
	For the Member Direct investment option: Underlying transaction costs will apply if you hold ETFs or LICs <sup>5</sup>	Underlying transaction costs are deducted from the assets of the ETF or LIC by the issuer.
<b>Member activity related fees and costs</b>		
Buy-sell spread	Nil <sup>6</sup>	Not applicable
Switching fee	Nil	Not applicable
Other fees and costs	Other member activity related fees and costs may apply – refer to the Additional explanation of fees and costs on page 39.	

<sup>1</sup> If your account balance is less than \$6,000 at the end of the financial year, certain fees and costs charged to you in relation to administration and investment are capped at 3% of your account balance. Any amount charged in excess of that cap will be refunded directly to your account.

<sup>2</sup> These percentages are calculated based on previous financial year(s) and are rounded to the nearest two decimal places. For details of how they are calculated see the Additional explanation of fees and costs on page 39. The actual amount you'll be charged for this financial year will depend on the actual fees and costs incurred and may be more or less than the amounts shown.

<sup>3</sup> Investment fees and costs include Performance fees of between 0.00% to **0.09%** p.a. depending on the investment option.

<sup>4</sup> For percentages for each investment option see the Additional explanation of fees and costs on page 39.

<sup>5</sup> For the Member Direct investment option, if you hold ETFs and LICs, underlying fees and costs will be charged by the product issuer. Refer to the issuer's website and relevant disclosure documents for the latest fee and cost information.

<sup>6</sup> We do not charge a buy-sell spread on PreMixed and DIY Mix investment options however brokerage fees will apply for the Member Direct investment option when you trade shares, ETFs and LICs – refer to Brokerage fees on page 41.

## Page 37: Example of annual fees and costs

We have updated Investment fees and costs for the AustralianSuper Balanced investment option. Changes are in **orange** below:

This table gives an example of how the ongoing annual fees and costs for the Balanced investment option for this superannuation product can affect your superannuation investment over a one-year period. You should use this table to compare this superannuation product with other superannuation products.

Example – AustralianSuper Balanced investment option		Balance of \$50,000
Administration fees and costs	0.10% plus \$52 (\$1 per week)	For every \$50,000 you have in the superannuation product, you will be charged \$50 in administration fees and costs up to a maximum of \$600 plus you will be charged \$52 regardless of your account balance.
<b>Plus</b> Investment fees and costs	<b>0.51%</b>	<b>AND</b> , you will have deducted from your investment <b>\$255</b> in investment fees and costs.
<b>Plus</b> Transaction costs	<b>0.05%</b>	<b>AND</b> , you will have deducted from your investment <b>\$25</b> in transaction costs.
<b>Plus</b> Cost of product <sup>7</sup>		If your balance was \$50,000 at the beginning of the year, then for that year you will be charged fees and costs of \$382 for the superannuation product.

<sup>7</sup> Additional fees may apply. Assumes your balance of \$50,000 is maintained throughout the year.

## Page 38: Cost of product for one year

We have updated the cost of product for several investment options in **orange** below. Where there are any references to the year ended 30 June 2023, this is updated to the year ended **30 June 2024**.

The cost of product gives a summary calculation about how ongoing annual fees and costs can affect your superannuation investment over a one-year period for all investment options. It is calculated in the manner shown in Example of annual fees and costs in the table on page 37.

The cost of product information assumes a balance of \$50,000 at the beginning of the year. Additional fees may apply – refer to the Additional explanation of fees and costs on page 39.

You should use this figure to help compare superannuation products and investment options.

Investment Option	Cost of product <sup>1</sup>	Investment Option	Cost of product <sup>1</sup>
<b>PreMixed options</b>		<b>DIY Mix options</b>	
High Growth	<b>\$382</b>	Australian Shares	<b>\$222</b>
Balanced	\$382	International Shares	<b>\$297</b>
Socially Aware	\$422	Diversified Fixed Interest	<b>\$257</b>
Conservative Balanced	<b>\$362</b>	Cash	<b>\$142</b>
Stable	<b>\$317</b>	<b>Member Direct options<sup>2</sup></b>	
Indexed Diversified	<b>\$142</b>	Cash Account	\$132
		Term Deposits	\$222
		Shares, ETFs & LICs <sup>3</sup>	\$282

<sup>1</sup> Assumes your balance of \$50,000 is maintained throughout the year and includes all ongoing annual fees and costs.

<sup>2</sup> Assumes your account balance of \$50,000 is only invested in the relevant Member Direct option. In practice a minimum holding applies to your Member Direct Cash account and to amounts invested in either PreMixed or DIY Mix options – refer to [australiansuper.com/MemberDirect](https://www.australiansuper.com/MemberDirect) for details.

<sup>3</sup> For the Member Direct investment option, if you hold ETFs and LICs, underlying fees and costs will be charged by the product issuer. Refer to the issuer's website and relevant disclosure documents for the latest fee and cost information.

## Page 38: Additional example of total annual fees and costs for Member Direct

We have updated Other fees and costs for the Vanguard Australian Shares Index ETF. Changes are in **orange** below. The following example illustrates how the cumulative effect of the fees and costs of the Member Direct Shares, ETFs & LICs option, as well as the underlying fees and costs of ETFs and LICs charged by the issuer, can affect your superannuation investment over a one-year period.

The actual total fees and costs that you will be charged will depend on your total account value, the ETFs and LICs you choose, and the transactions you carry out.

Example – Member Direct Vanguard Australian Shares Index ETF		Balance of \$50,000
Cost of product for Member Direct Shares, ETFs & LICs option	\$282	For every \$50,000 you have in the superannuation product, you will be charged \$50 in administration fees and costs up to a maximum of \$600 plus you will be charged \$232 regardless of your account balance.
<b>PLUS</b>		
Other fees and costs for the Vanguard Australian Shares Index ETF <sup>4</sup>	<b>0.07%</b>	<b>AND</b> , you will have deducted from your investment <b>\$35</b> in other fees and costs.
<b>EQUALS</b>		
Total fees and costs <sup>5,6</sup>		If your balance was \$50,000 at the beginning of the year, then for that year you will be charged total fees and costs of <b>\$317</b> for holding the Vanguard Australian Shares Index ETF.

<sup>4</sup> Based on the issuer's PDS dated **15 September 2023** which was current on the date this document was prepared. Refer to the issuer's website and relevant disclosure documents for the latest fee and cost information.

<sup>5</sup> This example is for illustrative purposes only and assumes your account balance of \$50,000 is maintained throughout the year and is only invested in the Vanguard Australian Shares Index ETF. In practice, a minimum holding applies to your Member Direct Cash account and to amounts invested in either PreMixed or DIY Mix options – **see the Member Direct Investment option guide at [australiansuper.com/MemberDirect](http://australiansuper.com/MemberDirect)** for details.

<sup>6</sup> Additional fees may apply.

## Page 39: PreMixed and DIY Mix investment option fees and costs

We have updated Investment fees and costs and Transaction costs for some of our investment options. Changes are in **orange** below.

The fees and costs in the table below apply to the balance held in the investment option and are rounded to the nearest two decimal places.

Investment option	Investment fees and costs			Transaction costs % p.a.
	Investment fees and costs (excl Performance fees) % p.a.	Performance fees % p.a.	Total % p.a.	
<b>PreMixed options</b>				
High Growth	<b>0.42%</b>	<b>0.09%</b>	<b>0.51%</b>	<b>0.05%</b>
Balanced	<b>0.42%</b>	<b>0.09%</b>	<b>0.51%</b>	<b>0.05%</b>
Socially Aware	<b>0.51%</b>	<b>0.09%</b>	<b>0.60%</b>	<b>0.04%</b>
Conservative Balanced	<b>0.40%</b>	0.08%	<b>0.48%</b>	<b>0.04%</b>
Stable	0.36%	0.03%	<b>0.39%</b>	<b>0.04%</b>
Indexed Diversified	<b>0.07%</b>	0.00%	<b>0.07%</b>	<b>0.01%</b>
<b>DIY Mix options</b>				
Australian Shares	0.21%	0.00%	<b>0.21%</b>	<b>0.03%</b>
International Shares	<b>0.33%</b>	0.00%	<b>0.33%</b>	<b>0.06%</b>
Diversified Fixed Interest	<b>0.29%</b>	0.00%	<b>0.29%</b>	<b>0.02%</b>
Cash	<b>0.08%</b>	0.00%	<b>0.08%</b>	<b>0.00%</b>

## Page 40: Performance fees

The explanation on negative performance fees have been updated in line with the results for 30 June 2024.

From 1 July 2024, the following has been removed:

~~During the last five financial years, there were a number of clawbacks in relation to Performance fees paid in a financial year for the International Shares investment option that resulted in an overall negative average Performance fee of -0.01% p.a. over the period.~~

## Page 42: Advice fees for personal advice

We have updated Advice fees for personal advice for the AustralianSuper Choice Income account. Changes are in **orange** below.

From 1 July 2024 the following has been removed:

~~For advice fees, other than for over-the-phone retirement planning advice mentioned above, the Fund claims Reduced Input Tax Credits (RITCs) of 55% on GST it pays and passes the benefit on to you in the form of a lower advice fee deducted from your account. This means that the advice fee deducted directly from your account is less than the full fee otherwise charged.~~

~~For example, if the advice fee is \$3,300 (including \$300 GST), AustralianSuper will only deduct \$3,135 from your account. The difference of \$165 represents the RITC (55% of \$300 GST).~~

Download the *Choice Income Product Disclosure Statement* at  
[australiansuper.com/RetirementGuide](https://australiansuper.com/RetirementGuide)



This Product Disclosure Statement (PDS) update has been prepared and issued on 19 July 2024. This information may be general financial advice which doesn't take into account your personal objectives, financial situation or needs. Before making a decision about AustralianSuper, you should think about your financial requirements and refer to the relevant Product Disclosure Statement available at [australiansuper.com/pds](https://australiansuper.com/pds) or by calling **1300 300 273**. A Target Market Determination (TMD) is a document that outlines the target market a product has been designed for. Find the TMDs at [australiansuper.com/tmd](https://australiansuper.com/tmd) Issued by AustralianSuper Pty Ltd ABN 94 006 457 987 AFSL 233788, Trustee of AustralianSuper ABN 65 714 394 898.