

September 2018

Changes to the Standard Risk Measures and Strategic Asset Allocation for some Investment Options

GuildSuper is committed to helping you build your superannuation so that you can afford the best possible lifestyle when you retire. Our aim is to grow and protect your super savings over the long term.

With this in mind, the Trustee of GuildSuper has made some changes that are outlined in this *Significant Event Notice (SEN)*.

It is important to read this *SEN* carefully to understand what is changing and how the changes may affect you. Please also refer to the *Product Disclosure Statement* for further details.

Changes to the Standard Risk Measure for some investment options from 1 July 2018

Based on industry guidance, the Standard Risk Measure (SRM) allows super fund members to compare investment options that are expected to deliver a similar number of negative annual returns over any 20-year period.

The SRM is not a complete assessment of all forms of investment risk. For instance, it does not:

- detail what the size of a negative return could be, or
- the potential for a positive return to not meet your investment objectives, or
- take into account the impact of fees and taxes on the likelihood of a negative return.

Investment option	Before 1/7/2018		From 1/7/2018	
	SRM or Risk level	Expected frequency of negative returns	SRM or Risk level	Expected frequency of negative returns
MySuper Lifecycle Investment Strategy (Growing) & MyMix – Growth	Medium to high	3 to 4 times every 20 years	High	4 to 6 times every 20 years
MySuper Lifecycle Investment Strategy (Consolidating) & MyMix – Balanced	Medium	2 to 3 times every 20 years	Medium to high	3 to 4 times every 20 years

Issued by Guild Trustee Services Pty Limited ABN 84 068 826 728 AFS Licence No. 233815 RSE Licence No. L0000611 as Trustee of the Guild Retirement Fund ABN 22 599 554 834 (which includes GuildSuper and Child Care Super) MySuper Authorisation No. 22599554834526. This document contains information of a general nature only. It is not intended to constitute the provision of advice. Before acting on any information you should consider its appropriateness having regard to your objectives, financial situation and needs. Before making a decision about any financial product you should consider the *Product Disclosure Statement (PDS)* which you can find at guildsuper.com.au, in deciding whether to acquire or continue to hold the product. You may also wish to consult a licensed or appropriately authorised financial planner.

Changes to the strategic asset allocation for some investment options

The Strategic Asset Allocation (SAA) is the percentage of monies allocated to asset classes including shares, property, fixed interest, alternative investments and cash. The SAA for each investment option is set to achieve an expected return over a set number of years, subject to a level of risk.

The SAA of these investment options have been changed to improve the probability of achieving better investment performance. The changes shown below are effective mid-December 2018:

	MySuper Lifecycle Investment Strategy (Growing), MyMix Growth				MySuper Lifecycle Investment Strategy (Consolidating), MyMix Balanced				MyMix Conservative			
	Current (%)		From mid-December 2018 (%)		Current (%)		From mid-December 2018 (%)		Current (%)		From mid-December 2018 (%)	
	Benchmark	Range	Benchmark	Range	Benchmark	Range	Benchmark	Range	Benchmark	Range	Benchmark	Range
Australian shares	28	15 to 41	32	15 to 50	17	5 to 40	28	10 to 40	9	0 to 20	15	0 to 25
International shares	25	10 to 50	35	10 to 50	16	5 to 40	28	10 to 40	7	0 to 25	8	0 to 25
Property	10.5	0 to 20	5	0 to 20	8	0 to 20	4	0 to 20	5.5	0 to 20	3	0 to 20
Alternative (growth)	13.5	0 to 30	9	0 to 30	12	0 to 30	9	0 to 30	7.5	0 to 20	6	0 to 20
Total growth	77	60 to 90	81	60 to 90	53	35 to 65	69	50 to 80	29	10 to 40	32	10 to 40
Fixed interest	13	0 to 30	10	0 to 30	24	0 to 45	15	0 to 35	35	0 to 60	33	0 to 60
Alternative (defensive)	3	0 to 10	4	0 to 10	5	0 to 15	6	0 to 15	7	0 to 20	7	0 to 20
Cash / Money Market	7	0 to 20	5	0 to 20	18	5 to 45	10	0 to 35	29	20 to 60	28	20 to 60
Total defensive	23	10 to 40	19	10 to 40	47	35 to 65	31	20 to 50	71	60 to 90	68	60 to 90

Do you need to do anything?

If you have super monies invested in any of the affected investment options, then ensure you are comfortable with the new SRMs and SAAs associated with the investment option/s. If you would like to change your investment strategy, then you can make an investment switch anytime by logging into your account via Member Online (a higher administration fee and buy/sell spreads may apply).

We're here to help

We encourage you to speak to a Financial Adviser before making any decision concerning investments. Call our Member Services Team on **1300 361 477** from 8am to 7pm (AEST) Monday to Friday and they will be able to answer any questions you may have.

Yours sincerely

Greg Everett
General Manager, GuildSuper

30 September 2018

 **1300 361 477 (8am-7pm AEST)**

 **guildsuper.com.au**