

# ClearView Superannuation and Roll-overs ClearView Pension Plan

Product Disclosure Statement

22 June 2012



# ClearView Superannuation and Roll-overs

## ClearView Pension Plan

### Product Disclosure Statement

Dated 22 June 2012

Issued by:

#### **ClearView Life Nominees Pty Limited**

ABN 37 003 682 175 AFSL 227683

as Trustee for the ClearView Retirement Plan  
ABN 45 828 721 007.

ClearView Superannuation and Roll-overs SPIN NRM0041AU.  
ClearView Pension Plan SPIN NRM0042AU.

This Product Disclosure Statement (PDS) is a summary of significant information and contains a number of references to important information which is contained in the Additional Information brochure (which forms part of the PDS). You should consider that information before making a decision about ClearView Superannuation and Roll-overs and/or ClearView Pension Plan. The information provided in the PDS is general information only and does not take account of your personal objectives, financial situation or needs. You should obtain financial advice tailored to your personal circumstances and consider the appropriateness of the information in the PDS having regard to your personal objectives, financial situation and needs before acting on the information.

Information in this PDS is subject to change from time to time. Information that is not materially adverse to you can be updated by us online at [www.clearview.com.au](http://www.clearview.com.au) (without advising you). You can obtain a copy of this PDS, including the Additional Information brochure and any updated information free of charge by contacting your Financial Planner, calling our Contact Centre on 132 977, or by visiting [www.clearview.com.au](http://www.clearview.com.au). If the change to the information is materially adverse we will notify you as required by law.

The offer made in this PDS is available only to Australian residents for tax purposes.

### Related parties

ClearView Life means ClearView Life Assurance Limited ABN 12 000 021 581, AFS Licence No 227682 who we have appointed to carry out the day to day management and administration of the ClearView Superannuation and Roll-overs and ClearView Pension Plan. In addition, we invest contributions, transfers and rollovers in life investment policies that are issued by ClearView Life.

ClearView Financial Management Limited ABN 99 067 544 549 AFS Licence No 227677 has been appointed by ClearView Life to manage the Investment Options.

ClearView Life Nominees Pty Limited is ultimately a subsidiary of ClearView Wealth Limited ABN 83 106 248 248. ClearView Life may enter into financial or other transactions with related entities in relation to managing the assets of the ClearView Superannuation and Roll-overs and ClearView Pension Plan. A related entity may be entitled to earn fees, commissions or other benefits in relation to any such appointment or transaction and to retain them for its own benefit. Such arrangements will be based on arm's length commercial terms.

ClearView Wealth Limited and its subsidiaries do not guarantee the performance of ClearView Superannuation and Roll-overs and/or ClearView Pension Plan (unless expressly stated). ClearView Superannuation and Roll-overs and ClearView Pension Plan are investment-type products subject to investment risk including loss of income and capital invested.

ClearView Life and ClearView Financial Management Limited have given their consent and as at the date of the PDS have not withdrawn consent to the inclusion in the PDS of statements by them in the form and context in which they appear.

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## Contact details

### **ClearView**

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**E [clearview.enquiries@clearview.com.au](mailto:clearview.enquiries@clearview.com.au)**



More information is contained in the 'Additional Information' brochure which is available online at [www.clearview.com.au](http://www.clearview.com.au). If you are unable to access the information online, contact us or your Financial Planner to request a copy.

## 1. About ClearView Superannuation and Roll-overs and ClearView Pension Plan

ClearView Superannuation and Roll-overs and ClearView Pension Plan are offered through the ClearView Retirement Plan (ClearView Plan), which is a complying superannuation fund. ClearView Life Nominees Pty Limited is the Trustee of the Plan and in the PDS is referred to as 'we' 'us' or 'our'.

The ClearView Plan makes investing easy by giving you access to a solution for your superannuation and retirement needs, regardless of what stage of life you are in. ClearView Wealth Limited and its subsidiaries specialise in providing financial advice, products and services to people wanting to invest in superannuation for their future retirement and to people in, or nearing, their retirement.

If you have money in other superannuation funds, you can roll your money into ClearView Superannuation and Roll-overs so you can have all your superannuation in one place. You also have access to optional insurance cover, including Death cover only or Death and Total and Permanent Disablement cover. Please note insurance is only available to ClearView Superannuation and Roll-overs members.

If you are approaching retirement age or are retired, you can choose to invest in the ClearView Pension Plan or a transition to retirement pension where we will pay you a regular income stream from your superannuation benefits, subject to any minimum or maximum limits set by the government.

Throughout this document where we refer to the ClearView Pension Plan this includes both options outlined above unless otherwise indicated.

When you join ClearView Superannuation and Roll-overs and/or ClearView Pension Plan you can choose how your money is invested within our Investment Options.

To invest in ClearView Superannuation and Roll-overs and/or ClearView Pension Plan you must become a member of the ClearView Plan. The ClearView Plan was established under a Trust Deed dated 19 January 1988.

The Trust Deed and the policy documents issued by ClearView Life to us contain the legal terms that govern members' interests in the ClearView Plan. Copies of these documents are available free of charge upon request to us by calling our Contact Centre on 132 977.

## 2. How super works

Superannuation is a way for you to save for your retirement and build wealth that will generate an income for you in your retirement. There are a number of strategies which can be used to help your superannuation grow faster, including through regular contributions made by you or your employer or by consolidating your superannuation savings when you change jobs.

There are a number of government incentives, including tax savings, to encourage you to save using superannuation. It's compulsory for contributions to superannuation to be made

for most working Australians.

There are different types of contributions to superannuation, including employer contributions (compulsory or voluntary), personal contributions made by you or your spouse and Government co-contributions. Generally, most people can choose the fund to which their employer directs their superannuation guarantee contributions.

As superannuation is designed for retirement, there are restrictions on contributions to and withdrawals from superannuation. Your account balance will generally be paid to you as a retirement benefit once you have reached your preservation age and retire. You may choose to take your benefit as either a lump sum or pension. However, there are other limited circumstances in which you can access your superannuation. To find out more go to [www.ato.gov.au](http://www.ato.gov.au) or [www.moneysmart.gov.au](http://www.moneysmart.gov.au).

*You should read the important information about how super works, including different types of contributions, how to access your super and pension payments, before making a decision. Go to the Additional Information brochure available at [www.clearview.com.au/PDS](http://www.clearview.com.au/PDS).*

*The material relating to how super works may change between the time when you read this Statement and the day when you acquire the product.*

## 3. Benefits of investing with ClearView Superannuation and Roll-overs and/or ClearView Pension Plan

### Investment Options

ClearView Superannuation and Roll-overs and/or ClearView Pension Plan allows you to manage your investments by offering you a choice of up to 7 investment options, 5 of which are diversified Investment Options.

### Family Fee Rebate

You can link your accounts with accounts of other family members to take advantage of the fee rebate. This rebate will apply where the average daily balance of all accounts is at least \$600,000 over the quarter.

### Nominating your beneficiaries

In the event of your death, your account balance can be paid to one or more of your dependants and/or your legal personal representative. You can choose how you want your account balance paid on your Application Form.

### Keeping you informed

We will keep you updated with regular reports. You are also able to access your account online, so you can see exactly how your investments are performing.

*You should read the important information about the features and benefits of investing in ClearView Superannuation and Roll-overs and/or ClearView Pension Plan, including information about nominating your beneficiaries and the Family Fee Rebate before making a decision. Go to the*

Additional Information brochure available at [www.clearview.com.au/PDS](http://www.clearview.com.au/PDS).

The material relating to the features and benefits of investing in the ClearView Superannuation and Roll-overs and/or ClearView Pension Plan may change between the time when you read this Statement and the day when you acquire the product.

## 4. Risks of super

All investing involves a degree of risk. Investing involves finding the right balance between potential risk and return. The level of risk for each person will vary, depending on a range of factors. Before making an investment decision, it is important that you consider the following:

- **Your investment goals**

These will indicate how much you may need to invest in super and the level of returns you are likely to require. This may be influenced by where other parts of your wealth are invested.

- **Your age and investment timeframe**

This relates to how long you have to achieve your goals and will be a key factor in choosing the right investment option.

- **Your risk tolerance**

This relates to how comfortable you feel about the value of your investment fluctuating during your investment timeframe.

### Investment risk

Different investment strategies carry different levels of risk depending on the assets that make up the strategy. It is important to understand that assets with the highest long term returns may also carry the highest level of short term risk. You should be aware that the value of investments and level of returns on investments will vary and future returns may differ from past returns. Returns are not guaranteed and you may lose some of your investment (with the exception of the Guaranteed Cash Investment Option).

### Legal and regulatory risk

There is a risk that superannuation laws, including tax laws may change in the future and may adversely affect your investment.

### General risk

Superannuation is a way of investing for your retirement and depending on the amount contributed, investment returns and the length of time invested, there is a risk that the amount of your superannuation may not be enough to provide adequately for your retirement.

### Product risk

Changes may be made at any time to the ClearView Superannuation and Roll-overs and ClearView Pension Plan products, including the features, fees or investment options.

*You should read the important information about the risks of investing in superannuation before making a decision. Go to the Additional Information brochure available at [www.clearview.com.au/PDS](http://www.clearview.com.au/PDS).*

The material relating to the risks of investing may change between the time when you read this Statement and the day when you acquire the product.

## 5. How we invest your money

We offer a range of five diversified investment options which invest into multiple asset classes including cash, fixed interest, property, Australian and international shares, emerging markets, listed infrastructure and alternative investments.

We also offer two cash options, a Guaranteed Cash Investment Option and a Pre-Retirement Service Investment Option (which allows you to consolidate your contributions and rollovers prior to investing in the ClearView Pension Plan).

Our Investment Options are:

- Conservative
- Cautious
- Prudent
- Assertive
- Aggressive
- Guaranteed Cash
- Pre-Retirement Service\*

\* This Investment Option is not available for ClearView Pension Plan accounts.

Each Investment Option has a different level of risk and potential level of return which means you and your Financial Planner can select the Investment Option(s) which best suits your needs. Note: until your account balance reaches \$1,500, your account will be invested in the Guaranteed Cash Investment Option.

You are required to make an investment choice when completing your Application. If you do not make a nomination, the funds will be banked into a non interest bearing bank account until all information that we require is received.

Please note where insufficient information is received we will contact you to obtain the information required. If the information required is not received within one month of us receiving the Application and/or investment amount we will return the Application and any monies received.

Each Investment Option has a different investment profile. The investment profile for the Cautious Investment Option is set out below.

Investment return objective	To achieve a low to medium level of growth over the medium term.
Type of investor	Investors looking for stable returns over the medium term, whilst seeking some capital growth to offset inflation.
Benchmark	<p><b>Growth assets</b> 35% (range 0-45%)</p> <p>Australian equities 15%</p> <p>International equities 15%</p> <p>Listed property 5%</p> <p><b>Defensive assets</b> 65% (range 55-100%)</p> <p>Cash and short term securities 20%</p> <p>Australian fixed interest 25%</p> <p>International fixed interest 20%</p>
Minimum investment timeframe	4 years
Risk level	Medium

**You should consider the likely investment return, risk and your investment timeframe when making your investment choice.**

Your superannuation savings are invested in life investment policies under which notional units are issued in the Investment Option(s) you choose. The policies are issued to us by ClearView Life.

You should read the important information about the

*Investment Options, including each option’s investment information, how to switch between options, how changes can be made to options and the extent to which labour standards or environmental, social or ethical considerations apply before making a decision. Go to the Additional Information brochure at [www.clearview.com.au/PDS](http://www.clearview.com.au/PDS).*

*The material relating to the Investment Options may change between the time when you read this Statement and the day when you acquire the product.*

## 6. Fees and costs



### Did you know?

Small differences in both investment performance and fees and costs can have a substantial impact on your long-term returns. For example, total annual fees and costs of 2% of your fund balance rather than 1% could reduce your final return by up to 20% over a 30-year period (for example, reduce it from \$100,000 to \$80,000). You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs. You may be able to negotiate to pay lower contribution fees and management costs where applicable. Ask the fund or your financial adviser.

#### To find out more

If you would like to find out more, or see the impact of fees based on your own circumstances, the Australian Securities and Investments Commission (ASIC) website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a superannuation calculator to help you check out different fee options.

You can use this calculator to calculate the effect of fees and costs on account balances.

Type of fee or cost	Amount
<b>Fees when your money moves in or out of the fund</b>	
Establishment fee	Nil
Contribution fee	Nil
Withdrawal fee	Nil
Termination fee	Nil
<b>Management costs</b>	
The fees and costs for managing your investment.	
Cautious Investment Option	2.30% <sup>1</sup>

1 The Management Fee is not a specific deduction from your member account but is deducted from the pool of investments in which your investment is held, prior to striking the unit price.

The Management Fee is net of charges and income tax and represents the fee that you will pay if invested in the Cautious Investment Option. The Management Fee depends on the specific option you are invested in and ranges from 1.50% to 2.30% pa.

The information in the table above can be used to compare costs between different superannuation products. These fees and costs may be deducted from your account or from investment returns.

### Example of annual fees and costs for the Cautious Investment Option

This table gives an example of how fees and costs in the Cautious Investment Option can affect your investment over a one year period. You should use this table to compare this product with other superannuation products.

Example: the Cautious Investment Option	Balance of \$50,000 with total contributions of \$5,000 <sup>#</sup> during the year	
Contribution fees	0%	For every \$5,000 you put in, you will be charged \$0.
<b>PLUS</b> management costs	2.30%	<b>And</b> , for every \$50,000 you have in the Cautious Investment Option you will be charged \$1,150 each year.
<b>EQUALS</b> cost of fund	If you put in \$5,000 during a year and your balance was \$50,000, then for that year you will be charged fees of <b>\$1,150</b> .	
	<b>What it costs you will depend on the Investment Option you choose and any rebates that apply</b>	

#It has been assumed that the \$5,000 was paid at the end of the year. Please note that additional contributions cannot be made to the ClearView Pension Plan.

### Increases or alterations to charges

ClearView Life charges fees, under the terms of the Life Investment Policies, for management and administration of ClearView Superannuation and Roll-overs and ClearView Pension Plan. ClearView Life may vary the fees and also introduce new fees or charges for the services that it provides by varying the fees under the policies by notification to us (and without your consent).

If ClearView Life increases or varies the fees or charges we will give you at least 30 days advance notice of any increase in fees and charges or the introduction of any new fees or charges.

We may at our discretion reduce or waive any of the fees disclosed in this PDS.

*You should read the important information about fees and costs before making a decision. Go to the Additional Information brochure available at [www.clearview.com.au/PDS](http://www.clearview.com.au/PDS).*

*The material relating to fees and costs may change between the time when you read this Statement and the day when you acquire the product.*

## 7. How super is taxed

**The laws relating to superannuation, including tax laws can be complex. This section has been prepared as a general guide only and is not personal advice.** You should consult your Financial Planner and/or tax professional on superannuation rules and tax advice specific to your circumstances.

### Tax on contributions

A tax of up to 15% is payable and is deducted from superannuation accounts and paid to the Australian Taxation Office on:

- Contributions for which you have claimed a tax deduction;
- Any employer contributions; or
- Any untaxed element of a rollover.

The tax payable on contributions may be reduced where insurance premiums are deducted from your account.



Warning: There is generally no limit on the amount you can contribute to superannuation. However, there are taxation consequences if a contribution cap is exceeded. If you exceed the contributions cap, an additional tax payment of up to 46.5% (inclusive of GST) will be required for the amount paid above the cap. This tax liability will depend on your circumstances and the types of contributions paid.

Tax on contributions is not applicable for investments in the ClearView Pension Plan.

In the 2012/13 Federal Budget, the Government announced a proposal, from 1 July 2012 to increase the tax on concessional contributions by 15% for individuals with income greater than \$300,000. As at the date of this PDS, this proposed change had not been made law.

### Tax on investment earnings

Investment earnings are taxed at a maximum rate of 15% in superannuation. This is generally lower than the personal rate of tax that applies to income from most other investments. The tax on the investment earnings is reflected in the unit price of the Investment Option, so the investment income credited to your account is net of income tax.

There is no tax payable on the investment earnings if you are a member of the ClearView Pension Plan. These earnings are reflected in the unit price and may be enhanced by franking credits depending on the Investment Option you choose.

### Tax on withdrawals

Lump sum withdrawals from superannuation are known as superannuation lump sum payments. The amount of tax payable depends on the individual components making up the benefit and your age at the date of withdrawal.

### Age tax treatment

Under age 55	Taxable component – taxed at 20% plus the Medicare Levy of 1.5% Tax-free component – tax free
Age 55-59	Taxable component – Tax-free up to the low rate threshold of \$175,000* Amounts over the low rate threshold will be taxed at 15% plus the Medicare levy of 1.5% Tax-free component – tax free
Age 60 and above	All payments and/or withdrawals will be tax free

\*Tax rates and thresholds are applicable for the 2012-13 financial year. Tax thresholds are indexed to Average Weekly Ordinary Times Earnings (AWOTE).

The components of your withdrawal will generally be required to be taken in the same proportion as the components in your account at the time of withdrawal.

### Tax on pension payments

If you are 60 and over, your pension payments are tax free. You do not need to report these payments in your tax return each year.

If you are less than 60, your payments are subject to Pay As You Go (PAYG) withholding tax just like salary or wages. This PAYG withholding tax will be deducted from your pension payments.

The tax applicable generally will be:

Tax free component of payment	Nil
Taxable component	Under age 55, tax is paid at marginal tax rate plus Medicare levy of 1.5% with no tax offset* Between 55-59 tax is paid at marginal tax rates, less a tax offset of 15%

\*Disabled members under age 55 may also be entitled to a tax offset.

### Tax on death

The tax applicable to death benefits payable to beneficiaries depends on a number of factors such as how the benefit is paid (eg pension or lump sum), timing, the tax dependency status of your beneficiaries, your age at the date of death and the age of your beneficiaries.

*You should read the important information about how superannuation is taxed. Go to the Additional Information brochure available at [www.clearview.com.au/PDS](http://www.clearview.com.au/PDS).*

*The material relating to how superannuation is taxed may change between the time when you read this Statement and the day when you acquire the product.*

**i** Warning: You should provide your TFN when you join the Plan. We will not accept any contribution unless we receive your TFN within 30 days of receipt of the contribution.

## 8. Insurance in your super

Optional insurance is available to members in ClearView Superannuation and Roll-overs only. The insurance covers you worldwide, 24 hours a day. The insurer is ClearView Life and insurance cover is provided under an insurance policy issued to us under which you are the insured. We are only liable to pay insurance benefits to the extent of the proceeds we receive from ClearView Life under the insurance policy.

Warning: You should read all available information, including the Additional Information brochure, before deciding whether the insurance is appropriate.

### What type of insurance cover is available?

You can apply for the following types of insurance cover:

- Death cover (which includes Terminal Illness cover); or
- Death and Total and Permanent Disablement (TPD) cover.

While your Application is being assessed, Interim Accidental Death cover is provided to you, at no extra cost. Please see the Additional Information brochure for more information.

Any proceeds from an accepted insurance claim will be paid by ClearView Life to us. The proceeds will be credited to your superannuation account and be used to purchase units in the Guaranteed Cash Investment Option. For an insured benefit to be paid into your superannuation account, all of ClearView Life's requirements for a claim must be met.

There are taxation implications involved with insurance cover provided through a superannuation fund. Speak to your Financial Planner for details.

Please note that while ClearView Life may pay a benefit to us and this amount will be invested into your ClearView Superannuation and Roll-overs account, we cannot pay out a benefit to you until you have satisfied a condition of release under super law.

### How to apply for insurance cover?

You can apply at any time before age 65 (age 60 for TPD) for insurance cover by completing the Application Form. You will be asked for some current information about your health, occupation and lifestyle pursuits so ClearView Life can assess your application. If accepted, we will notify you in writing.

### Premiums

There are costs (premiums) associated with insurance cover. Insurance premiums will be met monthly in advance by realising units from your account, from the Investment Options we determine. Currently premiums are deducted in proportion to the Investment Options held. Your level of premiums will be determined by a number of factors such as the amount and type of cover you require, your age, gender, smoker status and occupation.

An insurance fee may be included in the premium in the future. The insurance fee of \$4.50 per month is currently being waived.

If you leave the ClearView Plan, any premiums charged in advance will be refunded to your account on leaving.

After receiving your Application ClearView Life will assess the Application and may:

- offer you cover at standard rates of premium; or
- offer you cover at an increased premium; or
- offer cover subject to specific exclusions; or
- not be prepared to offer you cover on any terms.

If you would like to obtain a copy of the current standard premium rates call us on 132 976 or visit [www.clearview.com.au](http://www.clearview.com.au). Premiums may change each year according to your age and the amount of insurance cover applying at each 1 July. This is called the review date. Standard premium rates for the ClearView Plan may change in the future and you will be notified where this occurs.

*You should read the important information about insurance cover, including the level of cover available, eligibility for and cancellation of cover, premiums and conditions and exclusions that apply before making a decision. Go to the Additional Information brochure available at [www.clearview.com.au/PDS](http://www.clearview.com.au/PDS).*

*The material relating to insurance cover may change between the time when you read this Statement and the day when you acquire the product.*

## 9. How to open an account

### Applications

Applications to open a ClearView Superannuation and Roll-overs and/or ClearView Pension Plan account can be made through your Financial Planner or by completing an Application Form and sending it to us. You can download a copy of the Application Form at [www.clearview.com.au](http://www.clearview.com.au).

### If you change your mind

A 14 day 'cooling off' period will apply to your initial investment. If, during the 14 day period, you decide the product does not meet your needs, then simply advise us in writing.

The 14 day period is calculated from the date you receive confirmation of your initial investment or the date 5 days after the date units related to your initial investment were issued, whichever is earlier.

The amount of the refund will reflect any rise or fall in the unit price since the effective date of your initial investment less any tax paid or payable (allowing for any transactions that occurred automatically on your account).

Preserved and restricted components of your account balance must be transferred to another complying superannuation fund nominated by you.

Please note that the 'cooling off' period does not apply if you transact on your account or exercise any rights under the terms of the product within the 14 days.

### Complaints resolution

We have procedures in place to handle any enquires or complaints from you as quickly as possible. If you have a complaint please write to us at the following address:

Complaints Manager  
ClearView Retirement Plan  
Reply Paid 4232  
Sydney NSW 2001

You may also call us on 132 977.

We aim to address your complaint within 45 days of receipt or if we are unable to provide you a final response by this time we will inform you of the reasons for the delay. If you are not satisfied with our response or after 90 days you have had no response, you may refer it to the Superannuation Complaints Tribunal (SCT) an external complaints handling service.

The SCT may be contacted at the following address:

The Manager  
Superannuation Complaints Tribunal  
Locked Bag 3060  
Melbourne VIC 3001  
Telephone: 1300 884 114  
Facsimile: (03) 8635 5588  
Email: [info@sct.gov.au](mailto:info@sct.gov.au)

For more information contact your Financial Planner or call us on 132 977.

## 10. Other information

### Privacy and your personal information

We are committed to ensuring the confidentiality and security of your personal information including sensitive information. All personal information will be handled in accordance with the Privacy Act.

### Identification requirements

We are required to comply with the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (AMT/CTF Act). This means that we may be required to carry out a procedure to identify you and verify the identification information, we may also require additional information from time to time to assist with this process.

*You should read the important information about the collection and use of your personal information and requirements under the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 before making a decision. Go to the Additional Information brochure at [www.clearview.com.au](http://www.clearview.com.au). The material relating to the privacy and identification requirements may change between the time you read this Statement and the day when you acquire the product.*