



Significant Event Notice

This notice only applies if you were a previous member of the Salic Superannuation Fund and did not make an investment selection when you joined the Crescent Wealth Super Fund.

If this does apply to you, this document will cover in more detail:

1. the details of this Significant Event Notice;
2. the transfer of your superannuation account into the LESF Super fund or how to stay with the Crescent Wealth Super fund; and
3. the continuation of your current benefits.

For any questions, please feel free to get in touch with Crescent Wealth's Member Care team on 1300 926 626 or info@crescentwealth.com.au

The Crescent Wealth Superannuation Fund will now be referred to as “CWSF” or the “Fund” for the remainder of this document.

Background of this Significant Event Notice

We thank you for being a member of the CWSF. Due to changes in superannuation legislation, we had to write to you in February 2016 providing information in relation to amendments made by the Federal Government as part of the Super reforms known as “Stronger Super”. These changes (which took effect 1 January 2014) stated that if a member does not make a written investment choice within their superannuation fund, that any contributions cannot be accepted into their account. In addition to this, if a member had not made an investment choice or their account balance remains 100% invested within the ‘default’ option, their account balance as at this time would be classified as an ‘Accrued Default Amount’ (ADA).

This legislation requires all ADA’s held in superannuation funds must be moved to a MySuper product by 30 June 2017.

How does this affect me?

As a result of not receiving an investment choice from yourself whilst you have been a valued member of either the Salic Superannuation Fund or the CWSF, we are now writing to advise you that your benefit has been classified as being an ADA and to inform you of the planned transfer of your benefit to a MySuper Fund.

What will happen to my benefits in the CWSF?

As the CWSF is not a MySuper Fund, we are unable to keep your benefit containing an ADA within the Fund. Accordingly, the trustee has undertaken a process to identify a MySuper fund that we will transfer your benefit to.

The trustee has identified ‘LESF Super’ (ABN 13 704 288 646) as the MySuper fund that we will transfer your benefit to.

As at the date of this letter, your account balance in the CWSF, which will be transferred to LESF Super, is;

When will the transfer occur?

This letter is to advise that between 90-120 days from the date of this letter, we will be arranging to transfer your benefit to LESF Super unless you elect to opt out of the transfer prior to **14 December 2016**.

About LESF Super

The Trustee has chosen LESF Super as the preferred MySuper fund because it has:

- a competitive MySuper option enabling it to accept default contributions for current and new members who do not choose a superannuation fund;
- considerably lower fees than those charged within the CWSF;
- standard default cover insurance offerings that are higher than those previously provided under CWSF. In addition, the cost per \$1,000 basis is either equivalent to or cheaper than the CWSF insurance pricing;
- a wider range of investment options than the CWSF; and
- the same trustee as the CWSF.

Diversa Trustees Limited is the Trustee of the CWSF. Diversa Trustees Limited is also the Trustee of LESF Super.

Insurance arrangements

If you **do currently** have Death and Total & Permanent Disablement (TPD) insurance with CWSF, as a result of the transfer to LESF Super, you will receive a higher level of cover in accordance with Table 2 below.

If you **do not** currently have Death and Total & Permanent Disablement (TPD) insurance with CWSF, as a result of your transfer to LESF Super, you will automatically receive default Death and TPD Cover in accordance with Table 2 below.

The premium rates and default covers that will apply after the transfer are as set out in the following Tables 1 and 2. The occupation category that we have on file within the CWSF will be transferred across to LESF Super. The premiums shown in Table 2 assume a Blue Collar occupation. If you have advised us that you are not in the Blue Collar occupation category, your premium within LESF Super will be charged at the percentages shown in Table 1 below. It is important to ensure that we have details of your most recent occupation. You need to notify us if your occupation details change. If we don't have details of your occupation, your premiums will be calculated using the Blue Collar occupation category.

You can update your occupation category at any time.

Table 1 - premium rates		
Occupation Category	Death Only	Death and TPD
Professional	60.00%	51.43%
White Collar	66.67%	57.14%
Blue Collar	100.00%	100.00%

Table 2 - level of cover and premiums

Age next birthday	Level of cover	Annual premium for Blue Collar category (\$)			
		Male		Female	
		Death & TPD	Death Only	Death & TPD	Death Only
16	\$50,000	59.50	50.50	29.50	25.00
17	\$50,000	72.00	63.00	29.50	26.00
18	\$50,000	87.00	75.00	34.00	30.00
19	\$50,000	99.00	88.50	38.50	34.50
20	\$50,000	110.50	96.00	44.00	39.00
21	\$50,000	116.00	102.00	44.00	40.50
22	\$50,000	120.50	104.00	44.00	37.50
23	\$80,000	192.80	168.80	67.20	58.40
24	\$80,000	199.20	168.80	71.20	56.80
25	\$80,000	202.40	166.40	67.20	53.60
26	\$80,000	185.60	150.40	71.20	52.80
27	\$100,000	232.00	181.00	97.00	69.00
28	\$100,000	232.00	177.00	105.00	72.00
29	\$150,000	348.00	261.00	165.00	111.00
30	\$200,000	482.00	342.00	246.00	150.00
31	\$250,000	602.50	422.50	317.50	192.50
32	\$250,000	610.00	415.00	337.50	195.00
33	\$250,000	622.50	407.50	377.50	195.00
34	\$250,000	645.00	407.50	412.50	217.50
35	\$250,000	675.00	412.50	452.50	237.50
36	\$250,000	697.50	412.50	495.00	257.50
37	\$250,000	727.50	412.50	550.00	285.00
38	\$250,000	782.50	415.00	602.50	310.00
39	\$250,000	842.50	445.00	655.00	337.50
40	\$250,000	917.50	480.00	720.00	360.00
41	\$250,000	982.50	512.50	790.00	385.00
42	\$250,000	1,067.50	550.00	877.50	415.00
43	\$250,000	1,162.50	592.50	960.00	445.00
44	\$200,000	1,040.00	528.00	854.00	380.00
45	\$200,000	1,166.00	588.00	948.00	402.00
46	\$150,000	982.50	490.50	792.00	321.00
47	\$150,000	1,102.50	546.00	888.00	342.00
48	\$100,000	825.00	406.00	667.00	241.00
49	\$100,000	918.00	436.00	735.00	261.00
50	\$100,000	1,018.00	471.00	816.00	280.00
51	\$80,000	909.60	405.60	720.00	242.40
52	\$80,000	1,011.20	435.20	797.60	261.60
53	\$80,000	1,128.80	468.80	885.60	281.60
54	\$50,000	784.50	315.00	604.50	189.00
55	\$50,000	870.50	338.00	661.50	203.00
56	\$50,000	968.00	363.00	723.00	217.50
57	\$50,000	1,075.00	389.00	790.50	233.00
58	\$50,000	1,198.00	417.50	864.50	250.50
59	\$40,000	1,048.00	369.60	738.80	214.00
60	\$40,000	1,144.40	408.40	789.20	229.20
61	\$40,000	1,252.40	451.20	843.20	244.80
62	\$40,000	1,369.60	499.20	900.80	262.00
63	\$40,000	1,499.60	551.20	962.00	280.00
64	\$40,000	1,656.80	601.20	1,044.80	300.40
65	\$25,000	1,145.25	409.75	707.75	201.00
66	\$25,000 death only	n/a	446.50	n/a	215.50
67	\$25,000 death only	n/a	487.00	n/a	231.00
68	\$25,000 death only	n/a	530.75	n/a	247.50
69	\$25,000 death only	n/a	588.25	n/a	267.75
70	\$25,000 death only	n/a	652.00	n/a	289.75

Note: By cancelling your default cover you will no longer have death and TPD insurance through LESF. If you want insurance cover with LESF in the future you will need to apply, provide medical evidence and be accepted by the Insurer.

If you wish to decline this new default insurance cover or cancel existing cover within LESF Super, you will need to contact LESF Member Services on 1800 359 686 or by email (LESF@diversa.com.au) after the transfer has occurred. Otherwise premiums may be deducted from your new LESF Super account.

If you wish to increase your insurance cover, you will need to be underwritten for the additional cover. You should contact LESF Member Services for further details on 1800 359 686 or by email (LESF@diversa.com.au).

Investments

Your current default “Crescent Wealth Balanced” investment option within the CWSF will be transferred to the LESF MySuper investment option.

NEW LESF MySuper*				CURRENT Crescent WealthBalanced			
Suitability	Likely to suit members seeking mid to long-term growth of their superannuation with moderate volatility.			Suitability	Designed to provide investors a balance of income and capital growth, with the emphasis on long term capital growth		
Objective	To achieve a return before tax but after investment costs equal to or better than inflation plus 3% p.a. when measured over any 10 year period.			Objective	To achieve an average net return which is 3% p.a. above inflation		
Strategy	The Fund invests in a mix of growth assets (Australian and International shares), with some exposure to fixed interest and cash.			Strategy	The assets of the portfolio are diversified across multiple asset sectors in order to ensure that the returns and associated risks are achieved from multiple sources and are consistent with the achievement of the Fund’s stated investment objectives		
Risk Level	High Probability of a negative return in any single year is less than 20%.			Risk Level	Medium Limit the frequency of a negative annual return to 1 in 7 years. Risk of a negative annual return in a 20 year period is ‘MEDIUM’, which aligns to ‘2 to less than 3’ in 20 years.		
Minimum Investment Timeframe	10 years			Minimum Investment Timeframe	Minimum 5 years		
Asset Allocation	Asset Class	Range	Benchmark	Asset Allocation	Asset Class	Range	Benchmark
	Cash	2-42%	5%		Islamic Cash & Fixed Income	20 - 40%	30%
	Aust. Fixed Interest	8-25%	15%				
	Int. Fixed Interest	0-16%	10%				

	Alt. Assets	0 - 20%	0%		Diversified Property & Infrastructure	15 - 35%	25%
	International Equities (unhedged)	22.5-45%	35%		International Equities	10 - 30%	20%
	Australian Equities	22.5-45%	35%		Australian Equities	15 - 35%	25%
	Growth Assets	45-85%	70%		Growth Assets	60 - 80%	70%
	Defensive Assets	15-55 %	30%		Defensive Assets	20 - 40%	30%

**The LESF MySuper investment option is not a Shariah Compliant investment option.*

Fee Changes

The following table provides a 'snapshot' of significant fees in the two funds:

	NEW - LESF MySuper	CURRENT - Crescent Wealth Balanced
TYPE OF FEES OR COST on a \$50,000 balance	LESF MySuper	CWSF (Crescent Wealth Balanced Option)
Investment fee	0.50% - \$250	Estimated at 1.20%p.a -\$600
Administration fee	0.83% - \$415	0.565% plus \$82.32 - \$364.82
Buy-sell spread	Nil	Nil
Switching Fee	Nil	Nil
Exit Fee	Nil	Nil
Advice Fees	Nil	Nil
Other Fees Costs	Varies – refer to PDS	Varies – refer to PDS
Indirect cost ratio	Nil	-Nil
Cost of Product for a balance of \$50,000	\$665 per annum	\$964.82 per annum

What happens now?

As we've previously advised, current superannuation legislation states that this transfer to LESF Super can be affected without obtaining your consent.

Because the transfer to LESF Super will take place without your consent, you do not need to take any steps in order to allow your account balance to be transferred to it. It is anticipated that the transfer will take place before 31 December 2016.

The full amount of your benefit will be transferred and you will be advised in writing at that time

Your member number will change once you are in LESF Super and you will be advised of those details at a later date.

Can I opt out of the transfer to LESF Super?

You can elect, in writing to opt out of the transfer, however you will need to choose one of the following options;

1) transfer to another fund;

If you wish to transfer your super account to another fund prior to the change, you can nominate an alternative fund by completing a Benefit Payment Form. Contact the CWSF on 1300 926 626 or by email on super@crestwealth.com.au to request a form.

2) stay with the CWSF;

If you wish for your benefits to stay in the CWSF, you will need to elect to stay within CWSF by choosing an investment option in writing. You can complete the Fund's Online Investment Choice form available at www.crestwealth.com.au/icf, alternatively, you can contact the CWSF on 1300 926 626 or by email on super@crestwealth.com.au to request a form.

Please note that if this form is not received by **30 November 2016**, your benefits will be transferred to LESF Super as detailed in this letter.

Nomination of beneficiary

Any existing binding or non-binding nominations of beneficiaries will no longer operate within LESF Super and new nominations will be required once the transfer has been completed.

Want to know more?

For further details about LESF Super or obtain a copy of the LESF Super PDS, please contact;

LESF Member Services
Email: lesf@diversa.com.au
Phone: 1800 359 686
Fax: 02 9262 7473

LESF Super
PO Box A2499
Sydney South NSW 1235

For further details about your existing membership or if you have any questions, please do not hesitate to contact Crescent Wealth on 1300 926 626 or by email on super@crestwealth.com.au. Thank you for taking the time to read this important notice.

Carol Keller

For and on behalf of
Diversa Trustees Limited
Trustee of the Crescent Wealth Superannuation Fund