

SIGNIFICANT EVENT NOTICE

The following page outlines important changes which may affect your account with Super SA.

At Super SA, together with our investment manager Funds SA, we regularly review the investment strategies and options available to you.



Changes to the Capital Defensive and Stable investment options

Funds SA has made the following changes to the strategic asset allocation and ranges for the Capital Defensive and Stable investment options, which have been progressed from 1 February 2023.

The most significant change is the introduction of the Diversified Strategies Growth asset class to the Capital Defensive and Stable investment options. This gives the options exposure to infrastructure investments and private companies.

Capital Defensive investment option				
Asset Class	Current Strategic asset allocation*	Current Range	New Strategic asset allocation*	New Range
Australian Equities	5	0-15	5	0-15
International Equities	8	0-20	7	0-20
Property	6	0-20	6	0-20
Diversified Strategies Growth	0	N/A	12	0-25
Diversified Strategies Income	19	5-30	13	0-25
Inflation Linked Securities	13	5-25	5	0-20
Fixed Interest	36	20-55	34	20-45
Cash	13	0-25	18	0-30
	Investment settings Before 1st February 2023		Investment settings On and after 1st February 2023	
Target rate of return	CPI + 0.5%		No change	
Investment time horizon	2+ years		No change	
Risk of negative return	2 to 3 years in 20		No change	
Growth asset allocation ranges	10-40%		No change	
Risk classification	Medium risk (risk band 4)		No change	

* Long-Term Strategic Asset Allocation (LTSAA)

Stable investment option				
Asset Class	Current Strategic asset allocation*	Current Range	New Strategic asset allocation*	New Range
Australian Equities	11	0-20	9	0-20
International Equities	16	5-25	15	5-25
Property	9	0-20	7	0-20
Diversified Strategies Growth	0	N/A	12	0-25
Diversified Strategies Income	19	5-30	17	5-30
Inflation Linked Securities	11	5-25	4	0-20
Fixed Interest	24	10-45	22	10-35
Cash	10	0-20	14	0-25
	Investment settings Before 1st February 2023		Investment settings On and after 1st February 2023	
Target rate of return	CPI + 1.5%		No change	
Investment time horizon	4+ years		No change	
Risk of negative return	2 to 3 years in 20		No change	
Growth asset allocation ranges	25-55%		No change	
Risk classification	Medium risk (risk band 4)		No change	

* Long-Term Strategic Asset Allocation (LTSAA)

The asset allocations in each of the investment options available are constantly under review. You should check the Super SA website, for up to date asset allocation information.

What do these updates mean for me?

If you are comfortable with the changes outlined as they apply to your current options, you do not need to take any further action. If you are not comfortable with the changes outlined as they apply to your current options, you may wish to consider changes to your investment options.

For further information regarding asset classes please see the Product Disclosure Statement available at supersa.sa.gov.au.

When do these updates come into effect?

These changes will be progressed commencing 1st February 2023. From this date, Funds SA will manage the investment options within the new ranges. When appropriate market conditions occur, Funds SA will shift the allocation towards the new target for the Capital Defensive and Stable investment options, however this may be implemented over multiple years given the nature of investment markets. The actual asset allocation for each investment option is disclosed on the Super SA website on a monthly basis.

Why are we making these changes?

At Super SA, together with our investment manager Funds SA, we regularly review the investment strategies and options. We do this to ensure our investment options reflect shifts in investment markets. These updates are the result of a rigorous review conducted in conjunction with the investment manager, Funds SA.

What will this mean for fees?

Investment fees and costs vary due to a number of factors. These include growth in funds under management, changes to investment managers, changes to fee schedules, performance fees and transactional and operational costs being different to expectations as well as the asset allocation of the investment option. Increasing the allocation to Diversified Strategies Growth is expected to increase investment fees and costs of the relevant investment options, while also increasing the probability of maximising returns for the level of risk.

Further information regarding fees is outlined in the Product Disclosure Statement.



Contact Us

For further information, please contact us on **08 8226 9839**.

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