



For Account-based Pension members

# WE'RE REFRESHING OUR INVESTMENT MENU

December 2021 | This is a Significant Event Notice for the purposes of the Corporations Act 2001.



At Mine Super, we're committed to continuously improving our products and services to help our members achieve the exceptional retirement they deserve.

As part of this ongoing improvement, we're excited to announce an expansion of our investment menu with three new pre-mixed investment options and some minor changes to our current investment options' investment mixes and risk profiles.

We're also merging the **Stable** investment option with the **Capital Guarded** investment option, as the two investment strategies are the same.

This will result in no practical change to your Account-based Pension account, risk profile or investment returns.

## 1. We're offering three new investment options

We're introducing three new investment options: **Balanced** and **Indexed Defensive** on **Monday, 20 December 2021** and **Secure** on **Thursday, 24 March 2022**.

These three new investment options complement our existing pre-mixed menu, offering greater choice to members and something to suit a range of risk / return profiles.

**Balanced** – designed for members who want to invest for four or more years and have a high risk tolerance.

**Indexed Defensive** – designed for members who want to minimise investment fees, invest for three or more years and have a medium to high risk tolerance.

**Secure** – designed for members who want to invest for two or more years and have a low to medium risk tolerance.

### How are you affected?

From **Monday, 20 December 2021**, you'll have an extra two investment options to choose to invest your pension into (Balanced and Indexed Defensive) and a further one (Secure) from **Thursday, 24 March 2022**.

Before considering investing in these new investment options, it's important you understand how they're invested. For more information, please read the enclosed information sheet.

## 2. We're merging our **Stable** investment option with the **Capital Guarded** investment option, which will not impact your Account-based Pension's investment strategy or returns.

Currently, we offer pension members both the **Stable** and **Capital Guarded** investment options, which are identical in terms of investment strategy and underlying assets. Because of this we will merge **Stable** and **Capital Guarded** together on Thursday, 24 March 2022, leaving **Capital Guarded** as the default investment option for pension members.

## How are you affected?

If you're invested in the **Stable** investment option, you'll be transferred to the **Capital Guarded** investment option. This won't affect how your pension payments are made and if they are currently paid from your investment in **Stable**, then your payments will be made from **Capital Guarded**.

For more information about the **Capital Guarded** investment option, please read the Pension PDS which you can find at [mine.com.au/pension-pds](http://mine.com.au/pension-pds)

## 3. We're updating some of the investment options

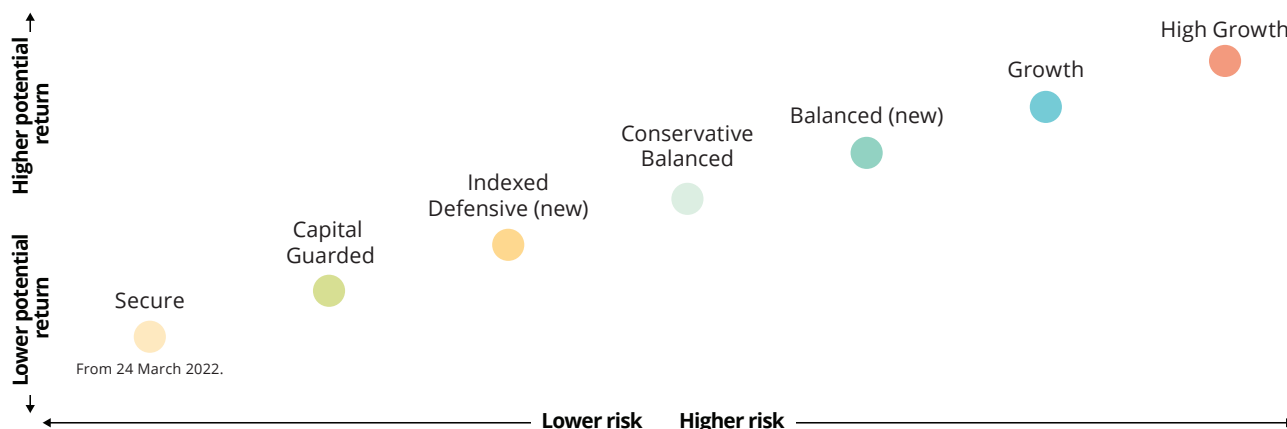
We regularly review our investment options to ensure our members have the right mix of assets to deliver their long-term financial goals. As part of this regular review, we've made some minor changes to some of the investment options' investment mixes and risk profiles.

### How are you affected?

If you're invested in any of these investment options, there will be minor changes that you should be aware of.

For more information about these changes, please read the enclosed information sheet.

## Here's our new pre-mixed investment menu<sup>1</sup>



<sup>1</sup> Investment options listed are our pre-mixed diversified investment options, except the Secure investment option which is a low-risk non-diversified pre-mixed option.

## It's important to understand how your pension is invested

As always, you should understand how your pension is invested and whether the investment options are right for you. When deciding which investment option is right for you, it's important to focus on how much time you have to invest, how much risk you're comfortable with and how much you need for retirement. For information on how your pension is invested, log in to your online account at [mine.com.au/login](http://mine.com.au/login)

**Have you thought about financial advice?** The team at Mine Super Financial Advice is here to provide the help you need to make confident and informed financial decisions, including how your pension is invested.

If you have any questions or would like to make an appointment with Mine Super Financial Advice, please call us on 13 64 63 or email [help@mine.com.au](mailto:help@mine.com.au)

Thanks for being with Mine Super.

Glenda Abraham  
Chief Engagement Officer

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This is general advice only and does not take into account your financial situation, needs or objectives. Before acting, consider if the information is right for your needs and circumstances and read the relevant Product Disclosure Statement (PDS). The Target Market Determinations (TMD) for our financial products can be found at [mine.com.au/tmd](http://mine.com.au/tmd). If there are any inconsistencies between this document and the PDS or Trust Deed the terms of the PDS or Trust Deed will prevail. This information is based on our understanding of current Australian laws and assumes they will remain unchanged.

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Account-based Pension

# INVESTMENT MENU REFRESH

Below you can find information about:

- our new Balanced, Indexed Defensive and Secure investment options
- changes to some of the investment options' investment mixes and risk profiles

To compare the new investment options against our existing diversified investment options, read the pension PDS at [mine.com.au/pension-pds](http://mine.com.au/pension-pds)

## 1. We're offering three new investment options

How Balanced, Indexed Defensive and Secure will be invested

	Balanced (from 20 December 2021)			Indexed Defensive (from 20 December 2021)			Secure (from 24 March 2022)	
		SAA <sup>1</sup> %	Allowable range %		SAA <sup>1</sup> %	Allowable range %		SAA <sup>1</sup> %
<b>Asset allocation and allowable range</b>	<b>Australian Shares</b>	23.0%	5-40%	<b>Australian Shares</b>	16.5%	5-35%	<b>Australian Shares</b>	10.0%
	<b>International Shares</b>	34.5%	20-55%	<b>International Shares</b>	23.5%	10-40%	<b>Cash</b>	90.0%
	<b>Alternatives</b>	0.4%	0-20%	<b>Alternatives</b>	0%	0%		
	<b>Infrastructure</b>	6.8%	0-25%	<b>Infrastructure</b>	0%	0%		
	<b>Property</b>	6.1%	0-25%	<b>Property</b>	0%	0-10%		
	<b>Fixed Income</b>	23.2%	5-35%	<b>Fixed Income</b>	35.0%	20-50%		
	<b>Cash</b>	6.0%	0-30%	<b>Cash</b>	25.0%	10-40%		
<b>Description</b>	Balanced aims to provide a balance of risk and return. It invests mainly in shares and fixed income, with a small allocation to property, infrastructure and other alternatives. Shares are a growth asset that aim to maximise returns by taking greater risk. Fixed income is a defensive asset that reduces some short-term risk, but provides lower long-term returns.			Indexed Defensive is a low-cost passively invested option with the majority of its defensive assets in fixed income and cash. The growth assets include Australian and International Shares. Defensive assets generally have lower short-term risk, but provide lower long-term returns. Growth assets aim to maximise returns by taking greater risk.			Secure aims to provide a low-risk investment. Secure invests predominantly in cash (a defensive asset class), with a small allocation to shares. Defensive assets have lower short-term risk, but provide low long-term returns.	
<b>Suitable for</b>	Suitable for people who wish to invest their pension for four or more years.			Suitable for people who wish to invest their pension for three or more years.			Suitable for people who wish to invest their pension for two or more years.	
<b>Investment return objective</b>	Achieve a return exceeding the increase in the Consumer Price Index (CPI) by at least 3.5% pa, after tax and investment costs, over any 10-year period.			Achieve a return exceeding the increase in the Consumer Price Index (CPI) by at least 2% pa, after tax and investment costs, over any 10-year period.			90% RBA Cash Rate and 10% S&P / ASX 200 Accumulation index (Net Total Return).	
<b>Minimum time frame for investing</b>	At least four years.			At least three years.			At least two years.	
<b>Standard risk measure<sup>2</sup></b>	Risk level – high Estimated number of annual negative returns over any 20-year period – 4.5			Risk level – medium to high Estimated number of annual negative returns over any 20-year period – 3.5			Risk level – low to medium Estimated number of annual negative returns over any 20-year period – 1.1	

<sup>1</sup> SAA = Strategic Asset Allocation. <sup>2</sup> For more information about the standard risk measure go to [mine.com.au/pension-options](http://mine.com.au/pension-options)

## 2. We're updating some of the investment options from 20 December 2021

### Changes to risk profiles

We measure risk using the super industry's standard risk measure so you can compare investment options. The table below shows the estimated number of annual negative returns over any 20-year period. These negative returns can be experienced several years apart or several years in a row within the 20-year period. The risk band is a relative measure of the risk of different investment options. The bands range between 1 and 7, with 1 being lowest risk and 7 the highest.

	Account-based Pension			
	Estimated number of annual negative returns over any 20 year period		Risk band	
	Old	New	Old	New
<b>High Growth</b>	4.8	5.3	6 – High	Unchanged
<b>Growth</b>	4.5	4.9	6 – High	Unchanged
<b>Conservative Balanced</b>	3.4	3.8	5 – Medium to high	Unchanged
<b>Stable / Capital Guarded</b>	2.3	2.5	4 – Medium	Unchanged
<b>Australian Shares</b>	6.3	6.4	7 – Very high	Unchanged
<b>International Shares</b>	5.6	5.8	6 – High	Unchanged
<b>Property</b>	7.4	7.5	7 – Very high	Unchanged
<b>Bonds</b>	4.3	3.6	6 – High	5 – Medium to high
<b>Cash</b>	0.0	Unchanged	1 – Very low	Unchanged
<b>Term Deposit</b>	0.0	Unchanged	1 – Very low	Unchanged

### Changes to investment mixes – Strategic Asset Allocation (SAA)

The SAA is the target percentage investment mix for each investment option. These percentages will always be within the allowable range, which have not changed. You can find the allowable ranges for each investment option in the Product Disclosure Statement which you can find at [mine.com.au/pension-pds](http://mine.com.au/pension-pds)

	High Growth		Growth		Conservative Balanced		Stable / Capital Guarded	
	Old	New	Old	New	Old	New	Old	New
<b>Australian Shares</b>	38.5%	38.5%	32.2%	32.0%	19.0%	18.5%	11.1%	11.0%
<b>International Shares</b>	47.3%	48.0%	38.4%	39.0%	22.5%	23.5%	11.0%	11.2%
<b>Alternatives</b>	0.7%	0.7%	0.5%	0.5%	0.3%	0.4%	0.3%	0.3%
<b>Infrastructure</b>	5.0%	4.3%	5.0%	5.5%	6.2%	6.5%	6.2%	6.6%
<b>Property</b>	3.3%	3.2%	6.0%	4.8%	7.7%	6.1%	7.7%	6.9%
<b>Fixed Income</b>	2.2%	1.8%	14.4%	14.5%	29.3%	32.0%	37.9%	39.0%
<b>Cash</b>	3.0%	3.5%	3.5%	3.7%	15.0%	13.0%	25.8%	25.0%