



Looking after you  
and your super

LGsuper  
Level 17, 333 Ann Street  
Brisbane Qld 4000  
GPO Box 264  
Brisbane Qld 4001  
**Toll free 1800 444 396**  
**Facsimile 07 3244 4344**  
**info@lgsuper.org**  
**www.lgsuper.org**

The Queensland Local Government  
Superannuation Board  
ABN 94 085 088 484  
AFS Licence No. 230511  
Local Government  
Superannuation Scheme  
ABN 23 053 121 564

Dear member

### **MySuper changes and your LGsuper account**

As part of the Australian Government's Stronger Super reforms, super funds must offer a MySuper product from 1 January 2014 for members who haven't chosen their investment option. These products must be simple, low-cost and meet certain legislative requirements.

#### **Introducing the LGsuper MySuper Lifecycle option**

Our MySuper product is called the LGsuper MySuper Lifecycle option and it will be 'phased-in' in two stages. Stage 1 will take effect from 1 January 2014, while stage 2 will start on 1 April 2014 as we explain below.

The MySuper Lifecycle option is designed to meet the needs of most members by investing according to their age. For members under age 75, the investment strategy is the same as our Diversified Growth option<sup>1</sup>, while for those aged 75 plus the investment strategy is identical to the Balanced option<sup>1</sup>.

#### **What this means for you**

Because you are a member under age 75 with part or all of your money invested in the Balanced investment option by default, we will:

- from 1 January 2014, invest any new contributions or transfers to your account in the MySuper Lifecycle option, unless you opt out by 31 December 2013
- from 1 April 2014, move your full account balance to the MySuper Lifecycle option (unless you opt out or make an investment switch by 31 March 2014).

To help you understand what this change means for you, in this pack you'll find:

- a *MySuper transfer statement* that shows the amount to be invested in the MySuper Lifecycle option from 1 April 2014, and how any contributions or transfers you make will be invested from 1 January 2014.
- a *MySuper update* to explain how the MySuper Lifecycle option invests and how you can opt out.

#### **Could you be an LGsuper member representative director?**

LGsuper is seeking nominations for three member representative director positions from 1 July 2014. Any LGsuper member can nominate—see the enclosed *SuperNews* for more information.

#### **Any questions?**

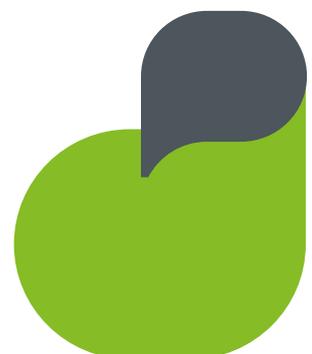
At LGsuper we're here to help. If you have any questions about your super please contact our team on 1800 444 396.

Yours sincerely

A handwritten signature in black ink, appearing to read "David Todd".

David Todd  
Chief Executive Officer

<sup>1</sup> Based on the initial asset allocation for each lifecycle stage, but may change in future.



# MySuper update



Looking after you  
and your super

We encourage you to take a few minutes to read the enclosed information and consider whether the MySuper Lifecycle option is right for you. Full details on the LGsuper MySuper Lifecycle option will be available in the updated *Accumulation account, Retained Benefit account and Spouse account Product Disclosure Statement (PDS)* available from our website at [www.lgsuper.org/pds](http://www.lgsuper.org/pds) or by calling us on 1800 444 396 after 1 January 2014.

## Key dates

The LGsuper MySuper Lifecycle option will be 'phased-in' in two stages. Stage 1 will take effect from 1 January 2014, while stage 2 will start on 1 April 2014 as we explain below.

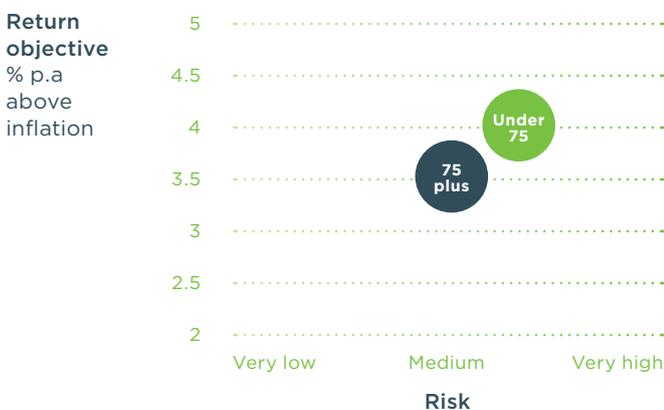
Key date	What's happening?	You can opt out by:
1 January	All contributions and transfers from other super funds will go to the MySuper Lifecycle option	31 December
1 April	Account balance will be transferred to the MySuper Lifecycle option	31 March

See *How can I opt out?* on this page for details on how you can remain in your current investment option/s.

## About the MySuper Lifecycle option

The MySuper Lifecycle option mainly invests in return-seeking assets and aims for higher returns while you are under age 75, before investing more conservatively from your 75th birthday. The chart below shows the investment objective and level of risk for each lifecycle stage.

### Risk and return



See *How is the MySuper Lifecycle option invested?* over the page for more details on the MySuper Lifecycle option including asset allocation and fees.

## Can I stay in my current investment option?

Yes, you can keep your money invested as shown now on your *MySuper transfer statement* by opting out by the dates mentioned. See *How can I opt out?* below.

## How can I opt out?

To stay in your current investment option/s simply complete the enclosed *MySuper opt-out form* and return it to us by 5pm **31 March 2014**. Keep in mind that we will need this form by **31 December 2013** if you and/or your employer are contributing to LGsuper or if you intend to transfer other super to us and want to ensure none of it is invested in the MySuper Lifecycle option.

If you prefer, you can opt out online by visiting [www.lgsuper.org/mysuper-opt-out](http://www.lgsuper.org/mysuper-opt-out).

Even if you miss these dates there's no need to panic. With LGsuper, you can change your investment option for free at any time online or by completing an *Investment switch form*.

## Can I move to the MySuper Lifecycle option sooner?

Once the MySuper Lifecycle option becomes available from 1 January 2014 you will be able to choose to invest part or all of your account balance in it, just like any of the other investment options LGsuper offers.

## What if I decide I want to move out of the MySuper Lifecycle option in future?

You are not locked in to the MySuper Lifecycle option, and will be able to switch out of it completely or in part for free and at any time.

## Any questions?

If you have any questions about the MySuper Lifecycle option and how the transfer will work, please contact our team on 1800 444 396.

# How is the MySuper Lifecycle option invested?

## MySuper Lifecycle option

### Under 75

**Invests mainly in return-seeking assets, with risk reduced through diversification that includes some fixed interest investments.**



#### Invests in a similar way to...<sup>1</sup>

LGsuper's Diversified Growth option

#### Investment objective over rolling 5-year periods<sup>2</sup>

Returns of 4% p.a. above inflation

#### Who it best suits

Those seeking reasonably high returns and prepared to accept potentially modest to significant fluctuations in returns over shorter periods.

#### Suggested minimum holding period

5 years

#### Strategic asset allocation (SAA) and ranges

	SAA%	Ranges%
<b>Return-seeking assets</b>	<b>88.5</b>	<b>81.0-96.0</b>
Australian shares	23.9	16.4-31.4
International shares	23.9	16.4-31.4
Property	15.0	7.5-22.5
Alternatives	25.7	18.2-33.2
<b>Risk-controlling assets</b>	<b>11.5</b>	<b>4.0-19.0</b>
Fixed interest	11.5	4.0-19.0
Cash	0	0

**Risk** Medium to high



Negative returns expected  
4 out of 20 years

**Estimated fees (2013/14)** **0.72%**

### 75 plus

**More conservative than for under 75s, it invests almost two thirds in return-seeking assets, but has a substantial exposure to risk-controlling assets.**



#### Invests in a similar way to...<sup>1</sup>

LGsuper's Balanced option

#### Investment objective over rolling 5-year periods<sup>2</sup>

Returns of 3.5% p.a. above inflation

#### Who it best suits

Those seeking moderate returns and prepared to accept potentially modest fluctuations in returns over shorter time periods.

#### Suggested minimum holding period

4 years

#### Strategic asset allocation (SAA) and ranges

	SAA%	Ranges%
<b>Return-seeking assets</b>	<b>62.8</b>	<b>55.3-70.3</b>
Australian shares	15.1	7.6-22.6
International shares	15.1	7.6-22.6
Property	15.0	7.5-22.5
Alternatives	17.6	10.1-25.1
<b>Risk-controlling assets</b>	<b>37.2</b>	<b>29.7-44.7</b>
Fixed interest	37.2	29.7-44.7
Cash	0	0

**Risk** Medium



Negative returns expected  
2 out of 20 years

**Estimated fees (2013/14)** **0.64%**

Disclaimer: This MySuper update has been produced by the Queensland Local Government Superannuation Board (ABN 94 085 088 484 AFSL 230511) (LGsuper) as Trustee of the Local Government Superannuation Scheme (ABN 23 053 121 564) and provides general information for LGsuper members. LGsuper recommends that you should, before acting on this information, consider your own personal objectives, financial needs and situation.

LGsuper recommends you consult a licensed financial advisor if you require advice that takes into account your personal circumstances. LGsuper has representatives that are authorised to provide personal advice on LGsuper products and superannuation in general.

The information in this document is up to date at the date of preparation. Some of the information may change following its release. Current information about investment performance and other issues will be published on our website and in our newsletters. We will send you a free printed copy at your request.

Where there is an inconsistency between this document and the Fund's rules as per the LGsuper Trust Deed and Government regulations, the rules in the Trust Deed and Government regulations shall prevail.

Level 17, 333 Ann Street  
Brisbane Qld 4000  
GPO Box 264  
Brisbane Qld 4001  
**Toll free 1800 444 396**  
**Facsimile 07 3244 4344**  
**info@lgsuper.org**  
**www.lgsuper.org**

The Queensland Local Government Superannuation Board ABN 94 085 088 484  
AFS Licence No. 230511  
Local Government Superannuation Scheme  
ABN 23 053 121 564



<sup>1</sup> This is based on the initial asset allocation for each lifecycle stage, and may change in future.

<sup>2</sup> Investment markets are uncertain. LGsuper sets investment objectives for the lifecycle stages and expects to meet or exceed those between half and two thirds of the time.