

SIGNIFICANT EVENT NOTICE

20 July 2021

This notice explains the changes that will be made to the investment objectives described in the Defence Bank Super Product Disclosure Statements (PDS) and the Investment Booklet. This information should be read in conjunction with the PDS you received when you joined the Fund, together with any other member materials you have received for information about the type and amount of insurance cover you are eligible to apply for. The changes will be incorporated into an updated version of these documents which will be available at www.defencebank.com.au from July 2021.

Change to Investment Objectives from 17 June 2021

The Fund's Trustee, Equity Trustees Superannuation Limited has reviewed the investment objectives and as a result have made some changes. These changes were applicable from 17 June 2021.

Why have we made these changes?

Our medium to long-term return forecasts for domestic and global investment markets have been reduced due to a range of factors including low global growth expectations. This means that there is a reduced likelihood of your investment options meeting their investment objectives. We believe investment objectives should be a reasonable indication of the returns you can expect over the long term. In response, we have amended investment and risk objectives, as required, effective from 17 June 2021 as outlined in the table below.

Summary of changes

The table below provides a summary of the changes to the investment objectives and risk objectives which are effective from 17 June 2021.

Investment Option	CURRENT		NEW	
	Investment Objective	Risk Objective	Investment Objective	Risk Objective
Conservative	CPI + 1.00% pa over rolling 4-year periods	3	CPI + 0.75% pa over rolling 4-year periods	4
Balanced	CPI + 2.00% pa over rolling 6-year periods	4	CPI + 1.50% pa over rolling 6-year periods	5
Growth	CPI + 3.00% pa over rolling 8-year periods	4	CPI + 2.50% pa over rolling 8-year periods	5
High Growth	CPI + 4.25% pa over rolling 8-year periods	6	CPI + 3.75% pa over rolling 8-year periods	No change

What does this mean for you?

There is no impact to fees and costs, however the changes to investment and risk objectives may no longer align with your current risk appetite. Whilst you cannot opt out of these changes, you are able to switch to an investment option/s that may better suit your risk appetite. Prior to making any changes, we recommend you seek financial advice to ensure any changes are in line with your objectives.

For more information on how to switch investments, please contact our Fund Administration team. Please note that the first 3 investment switches within a financial year are free with subsequent switches incurring a switching fee of \$25.

Want to know more?

Speak with our Fund Administration team on:

- Email: defencebank@cubssuper.com.au
- Phone: 1800 979 188

Equity Trustees Superannuation Limited, ABN 50 055 641 757 (**Trustee**), is the Trustee of Defence Bank Super, a sub-plan of the CUBS Superannuation Fund, ABN 90 120 177 925 (Fund). The Trustee provides this important significant event notice (**SEN**) to members of Defence Bank Super.

Important information

Further information about the fees and costs applicable to Defence Bank Super is available in the Product Disclosure Statement (PDS) (and, where applicable, associated Factsheets) for Defence Bank Super, is available from www.defencebank.com.au.

The information provided in this SEN is of a general nature only and you should seek financial advice in light of your personal financial needs, objectives and financial situation.

This is a significant event notice for the purposes of the Corporations Act 2001.

This SEN contains general advice only and does not take into account your personal financial situation, needs or objectives. Before acting on the information contained in this SEN, we encourage you to read the PDS in conjunction with the SEN and to consider seeking professional advice tailored to your personal circumstances.