

24 March 2017

Mr Sample
123 Street
SUBURB STATE 9999

Dear Mr Sample,

Important information about your Enterprise Super account
Member number: 000000-000000

This letter provides you with important information about your Enterprise Super account.

As part of a strategic review of Enterprise Super, Equity Trustees Superannuation Limited (ETSL), the trustee of Enterprise Super has made an in-principle decision to transfer all members and assets of Enterprise Super to The Executive Superannuation Fund, subject to the completion of due diligence. If the transfer does not proceed for any reason, you will be notified. The decision has been made to gain greater efficiencies and economies of scale, which will deliver greater benefits to members.

How and when will the transfer take place?

All members and assets of Enterprise Super will be automatically transferred to The Executive Superannuation Fund in a new sub-division called 'Enterprise Plan' on **30 June 2017**, unless a member chooses to opt-out of the transfer.

This type of transfer is known as a 'successor fund transfer' and is allowed to be done without member consent as the rights of each member of Enterprise Super in relation to benefits will be equivalent (or better) upon transfer to The Executive Superannuation Fund. Both ETSL and the trustee of The Executive Superannuation Fund (Equity Trustees Limited) must agree to this and be satisfied that this will occur.

What this means for you

Our records show that as at 15 March 2017:

- Your account balance was \$99,999.99
- Your account balance was invested in the Balanced investment option, Enterprise Super's default option; and
- You have not previously made an investment choice while a member of Enterprise Super.

As a result of not making an investment choice and being invested in the default option, for the purpose of superannuation law, your account is considered an 'accrued default amount' (ADA). Superannuation law requires ETSL to transfer all ADAs out of Enterprise Super and into a MySuper product by no later than 30 June 2017. ETSL has selected "MyLife", the MySuper product in The Executive Superannuation Fund.

Your account in Enterprise Super will be automatically transferred to the MyLife product in The Executive Superannuation Fund on 30 June 2017, unless you opt-out of this transfer (see the "How to opt-out of the transfer" section of this Notice).

Upon transfer, you will become a member of The Executive Superannuation Fund. You will retain your current membership number and you can continue to login to your Super Managers Online account as per normal.

Investments

Your account will be invested in MyLife, the MySuper product in The Executive Superannuation Fund. A comparison of your current Balanced investment option to your new MyLife investment option has been provided in the following table.

	Enterprise Super		The Executive Superannuation Fund	
	Balanced 'default'		MyLife	
Asset Allocation	Growth 66%	Defensive 34%	Growth 70%	Defensive 30%
Return target	To achieve returns (after fees and taxes) equivalent to CPI plus 2.5% p.a. over a 5 year period.		To achieve returns (after fees and taxes) equivalent to CPI plus 3.5% p.a. over a 7 year period.	
Actual Annual (net) return as at 30 June 2016	1.88% p.a.		3.3% p.a.	
Level of investment risk	Very high. The estimated number of negative annual returns in a 20 year period is 6 or greater.		Medium to high. The estimated number of negative annual returns in a 20 year period is 3 to less than 4.	

Insurance

If you do not currently hold insurance cover in your Enterprise Super account and you meet the eligibility requirements (an 'Eligible Person'), you will be provided with \$50,000 standard Death (including Terminal Illness) and Total and Permanent Disablement (TPD) cover automatically upon transfer.

This insurance cover will commence on 1 July 2017 unless notice in writing to opt-out of cover is received by us prior to 1 July 2017. If notice to opt-out of cover is received prior to 1 July 2017 then cover will be deemed to have not come into force. If notice to opt-out of cover is received on or after 1 July 2017, cover will cease from the date the notification is received by the insurer.

This insurance cover is being provided only to an Eligible Person who:

- (a) has not previously opted out of cover under *The Policy*, and
- (b) has not previously claimed for total & permanent disablement or terminal illness, or is entitled to lodge a claim for total & permanent disablement or terminal illness, under any life insurance policy; and
- (c) as not previously been declined by the insurer for death or *Total & Permanent Disablement* cover where the decision was made by the Insurer; and
- (d) is less than age 65 at 1 July 2017; and
- (e) is not employed in an *Excluded Occupation*.

If these provisions are not satisfied, you are not eligible for cover.

Subject to meeting the above eligibility criteria, the cover is only provided for new events where the Illness was diagnosed, or the Injury occurred, after the cover commenced under the offer. All conditions that are pre-existing prior to this date are excluded for the first 24 months. If the Insured Person has been At Work for 30 consecutive days at the end of the 24 months, the Insurer will provide full cover, otherwise cover will continue to be for new events only until the Insured Person is At Work for 30 consecutive days. At work means that a person is actively performing all of the duties of their usual occupation for the Employer and is not in receipt of and/or entitled to claim income support benefits from any source including but not limited to worker's compensation benefits, statutory transport accident benefits and disability income benefits.

The insurance policy defines what constitutes Total and Permanent Disablement (TPD) and sets out terms and conditions which need to be satisfied for a TPD benefit to be payable under the insurance policy. For further information including excluded occupations we will provide you with an Insurance Guide with the Welcome Pack shortly after the transfer.

Premiums will be calculated using the Premium Rates and Occupation Loading Factors from the premium table enclosed. Where an *Insured Person* has not provided us with their occupation, then premiums will be calculated using the Occupation Loading Factor of Class 4.

If you wish to opt-out please refer to the 'Opt-out of insurance' section at the end of this letter.

Fees

A comparison of the fees and costs applicable to you in your current investment option and into your new investment option (as at 1 July 2017) has been provided in the following table.

	Enterprise Super	The Executive Superannuation Fund
Ongoing (annual) fees		
Investment fee	Nil	Nil
Administration fee	% p.a. (asset based fee deducted from your account at the end of each month) PLUS \$ p.a. (member fee)	\$ p.a. (dollar based fee deducted from your account monthly in arrears or on a pro-rata basis upon exit)
Indirect Cost Ratio (ICR)	% p.a. (estimate only)	% p.a. (estimate only) (Deducted from earnings before unit prices are calculated, usually daily)
EQUALS cost of product* if your account balance is \$50,000, for that year you will be charged annual fees of:	\$ p.a.	\$ p.a.
Additional fees		
Buy/sell spread	Nil	Nil
Switching fee	Nil	Nil
Advice fees relating to all members investing in the option	Nil	Nil
Exit fee	\$ (deducted from your account at the time of each withdrawal)	\$ (deducted from your account at the time of each withdrawal)
Family Law Request Fees		
Processing an application for information	\$150	\$50
Processing payment splits	\$250	\$100
Placing a payment flag on a benefit	\$150	\$100
Lifting a payment flag on a benefit	Nil	\$50

*The cost of product shown here is based on annual fees applicable to a member invested in the investment options. Investment fees, buy/sell spreads, switching fees and advice fees relating to all members are not applicable, however there are additional fees that may apply as summarised in the above table, in certain circumstances. The table provides a summary of material differences in specific fees and costs and gives an example of the ongoing cost of each product (for a \$50,000 account balance) having regard to fees and costs disclosure requirements currently applicable and information currently available to ETSL. You should consider all relevant information regarding the fees and costs which will be provided in your Product Disclosure Statement (PDS) from The Executive Superannuation Fund. The fees and costs information may be presented differently in the PDS due to changes to the fees and costs disclosure requirements and updated estimates. Estimates are subject to change. For further information please contact Member Services.

The Executive Superannuation Fund

The Executive Superannuation Fund offers members comprehensive investment choice, with a wide range of investment options to choose from. The Executive Superannuation Fund is a 'public offer scheme', which means you will be able to retain you super account when you move between different employers and you can also consolidate other super accounts which you may have outside of the fund.

Death benefit nominations

If you have a Binding Death Benefit Nomination in Enterprise Super, you should be aware that it will lapse and no longer be valid upon transfer to The Executive Superannuation Fund. This is because a Binding Death Benefit Nomination only binds ETSL, the trustee of Enterprise Super. A nomination form will be provided to you with the Welcome pack.

If you have made a Non-Binding Death Benefit Nomination in Enterprise Super, this will carry over upon transfer and apply to your account in The Executive Superannuation Fund.

Transaction freeze period

In preparation for this transfer, we will not be processing any transactions (such as switches or withdrawals) in Enterprise Super from the 23 June 2017 to 30 June 2017. Any requests received during this period will be processed in the 'Enterprise Plan', the sub-division in The Executive Superannuation Fund from 1 July 2017. Any transactions processed from the 14th to the 22nd will receive the unit price applicable to the 14th June 2017.

Other information you will receive

After the transfer has taken place, your existing account will be closed and you will receive an exit statement from Enterprise Super.

Shortly after your account has been transferred you will receive a Welcome Pack from The Executive Superannuation Fund which will include a welcome statement, providing details of your account and how it is invested, insurance cover, your PDS and any other relevant information. Should you have any queries in the interim, please contact Member Services.

How to opt-out of the transfer

If you do not want your account transferred to The Executive Superannuation Fund on 30 June 2017, you will need to request the rollover of your entire account to another superannuation fund or payment of your account balance (if eligible). To do so, please contact Member Services on 1800 816 575 as soon as possible to obtain the relevant form to complete. You must complete and return the form to Member Services **by no later than 22 June 2017**.

If you do not complete and return the form to us by 22 June 2017 (superannuation law requires all elections to be in writing within 90 days of this Notice), your whole account (which is classified as an ADA) will be transferred to the MyLife investment option in The Executive Superannuation Fund.

We are here to help

If you would like to discuss the information contained in this letter, how it affects you or how to make changes to your account, please call Member Services on 1800 816 575.

Yours sincerely



Scott Hardie
Head Of OneVue Super Services
Enterprise Super

Disclaimer

The information in this notice is general information only and does not take into account your particular objectives, financial circumstances or needs. You should consider obtaining professional advice about your particular circumstances before making any financial or investment decisions based on the information in this notice.

Issued by Equity Trustees Superannuation Limited ABN 50 055 641 757, AFSL 229757, as trustee of Enterprise Super ABN 32 894 907 884.



OPT-OUT OF INSURANCE

If you do not want any insurance cover that might otherwise be provided to you as a member of The Executive Superannuation Fund, please complete and return this form in in the Reply Paid Envelope provided or call Member Services on 1800 816 575.

To Enterprise Super
PO Box 1282
Albury NSW 2640

Please note:

By ticking this box, I acknowledge that I am requesting to **opt-out** of any insurance cover that might otherwise be provided to me as a member of The Executive Superannuation Fund.

Name (FULL):

.....

Member number:

Address:

.....

Phone:.....Email:.....

Signature: Date: / / 2017

INSURANCE PREMIUM RATE TABLE FOR DEATH AND TPD COVER

Premium rate table			
Occupational Rating	Class	Description	Occupational Loading Factor
1	Professional	Employees who hold a tertiary qualification, earning \$100,000 p.a. or more in a sedentary capacity in an office.	89%
2	White Collar	Employees mainly engaged in clerical and administrative office based duties working indoors and in a sedentary capacity.	100%
3	Light Manual	Employees mainly engaged in light manual duties or who travel but do not deliver goods (e.g. retail and sales personnel, supervisors or manual work).	125%
4 (default)	Skilled	Skilled trades-persons and semi-skilled employees who hold a trade certificate and who perform a moderate amount of manual work (e.g. plumber, carpenter, nurse).	156%
5	Unskilled	Employees mainly performing manual work or skilled employees performing heavy manual work (e.g. construction workers, factory workers, cleaners, labourers, delivery drivers, storemen and machine operators).	208%

Annual premium rates per \$1000 Sum Insured	
Age next birthday	Death and TPD
16	0.59
17	0.59
18	0.59
19	0.59
20	0.59
21	0.59
22	0.58
23	0.55
24	0.52
25	0.52
26	0.5
27	0.48
28	0.48
29	0.51
30	0.52
31	0.52
32	0.55
33	0.58
34	0.63
35	0.66
36	0.72
37	0.77
38	0.85
39	0.94
40	1.03
41	1.14

42	1.28
43	1.43
44	1.58
45	1.75
46	1.96
47	2.19
48	2.47
49	2.78
50	3.13
51	3.5
52	3.94
53	4.41
54	4.93
55	5.43
56	5.98
57	6.6
58	7.3
59	8.1
60	8.95
61	9.83
62	10.82
63	11.91
64	13.12
65	14.47
66	13.22
67	14.52
68	15.98
69	17.49
70	19.16

Enterprise Super ABN 32 894 907 884 and RSE No R1000146

Trustee and Issuer: Equity Trustees Superannuation Limited (ABN 50 055 641 757, AFSL No 229757, RSE Licence No L0001458)