

Significant Events Notice

Product and investment changes

This Notice provides members of the Zurich Master Superannuation Fund ('Fund') with a general description of the changes that may affect your investment in the Fund and informs you how to obtain further information and assistance. Please note that the information applies to certain products (as indicated) and may not be apply to your current plan.

In this Notice, **ZSP** stands for Zurich Superannuation Plan, **ZRP** stands for Zurich Retirement Plan, **ZABP** stands for Zurich Account-Based Pension, **ZAP** stands for Zurich Allocated Pension and **ZTAP** stands for Zurich Term Allocated Pension.

The Trustee of the Zurich Master Superannuation Fund (ABN 33 632 838 393 SFN 2540/969/42 Registration No. R1067651) is Zurich Australian Superannuation Pty Limited ABN 78 000 880 553 AFSL 232500 RSE Licence No. L0003216

5 Blue Street North Sydney NSW 2060
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Update: Product and investment

Increase to the minimum Monthly Portfolio Management Charge (ZSP, ZABP, ZAP and ZTAP clients only)

Effective 1 April 2010 the minimum monthly Portfolio Management Charge for the Zurich Superannuation Plan (ZSP), the Zurich Account-Based Pension (ZABP), the Zurich Allocated Pension (ZAP) and the Zurich Term Allocated Pension (ZTAP) increased from \$18.37 to \$18.76 and the Cheque Fee (for ZABP, ZAP and ZTAP only) increased from \$6.40 to \$6.53.

As disclosed in the PDS, the increase has been calculated on the Consumer Price Index ('CPI') increase measured over the 12 months ending 31 December of the previous year (ie. 2009). The CPI is the "Weighted Average of Eight Capital Cities Index" published by the Australian Bureau of Statistics.

Closure of the Macquarie Life Capital Stable investment option

Effective 22 June 2010 the Macquarie Life Capital Stable investment option was closed. Members in that option were asked to nominate an alternative(s) option for their investments or their investment was moved into the default option, the Zurich Capital Stable option.

If you have any questions regarding the closure of the Macquarie Life Capital Stable investment option, please contact either your financial adviser or Zurich's Client Service Centre on 131 551.

Change of Strategic Investment Partners

Effective 1 September 2010, Ellerston Capital Limited will be the small companies strategic investment partner within the Australian shares allocation of the Zurich diversified options. From October 2010 Aberdeen Asset Management Limited (Aberdeen) will become the manager of a combined Australian and international fixed interest allocation within the Zurich diversified options. Aberdeen currently manage the Australian fixed interest allocation and will replace Deutsche Asset Management (Australia) Limited, the current manager of the

international fixed interest allocation. The Zurich diversified options include the Capital Stable, Balanced, Managed Growth, Equity Income, Priority Growth and Managed Share options.

The details of the strategic investment partners for the investment options are contained in the brochure entitled “Zurich’s Business Philosophy – Our Strategic Investment Partners” available from the website www.zurich.com.au/strategicpartners.

Change to the Zurich Global Property Securities option to include investments in Australian property securities

Effective 1 July 2010, the Global Property Securities Fund can now hold Australian property securities. As a result the asset allocation has been amended in line with the following table:

Asset class	Benchmark %	Ranges %
Property securities*	100	90 – 100
<i>Total growth assets</i>	<i>100</i>	<i>90 – 100</i>
Cash	0	0 – 10
<i>Total defensive assets</i>	<i>0</i>	<i>0 – 10</i>

*includes Australian and international property securities

Switching

You can move your money (called “switching”) between investment options at any time. There is no minimum amount that must be switched. If we accept a switch request before 3pm in Sydney on a business day, the exit and entry unit prices determined for the relevant options for that business day will generally apply.

Renewal notices change from monthly to quarterly to support our commitment to the environment (ZSP and ZRP clients only)

The Fund’s administrator, Zurich Australia Limited (‘Zurich’) remains committed to reducing the environmental impact of our daily work practices. Zurich’s Green Office program

aims to limit the company's impact on the environment and addresses day-to-day operating procedures. The introduction of electronic Product Disclosure Statements, together with other initiatives such as the provision of annual fund reports online and the introduction of *My Zurich*, once again illustrates Zurich's commitment to the Environment.

To further support the Green Office program, Zurich are in the process of replacing monthly renewal notices with quarterly notices to those clients whose retirement strategy is based on making contributions on a regular basis by cheque.

It is important to note that you will still be able to make more frequent investments, it is just the frequency of the notices you receive that will change.

Change to nominated Eligible Rollover Fund

The Fund's nominated Eligible Rollover Fund (ERF) and the circumstances a Fund member's benefit may be transferred to the ERF have changed.

Transfers to an Eligible Rollover Fund

Where one of the following occurs, a Fund member's benefit may be transferred to an ERF:

- The benefit is immediately payable, and we have not been provided with instructions for payment within 90 days from the date the benefit became payable;
- We have lost track of the member (this is usually when we believe a member has not received at least two consecutive statements from Zurich) and does not meet the minimum account balance;
- The member is inactive and has a balance of under \$1,000; or
- The member has engaged in activity which could result in, or has resulted in, financial detriment to other Fund members or beneficiaries ("misconduct").

Superannuation law also allows the trustee to determine other transfer circumstances.

The Zurich Master Superannuation Fund's nominated ERF is AUSfund. Where we intend to transfer your benefits to AUSfund, we will provide you with prior notification. If your benefits are transferred:

- you will no longer be a member of the Zurich Master Superannuation Fund and all associated benefits such as insurance (if any) will cease;
- you will instead become a member of AUSfund;
- AUSfund will invest your benefit using a default investment strategy without knowing whether it is appropriate to your needs;
- AUSfund will have a different fee structure;
- AUSfund will not provide death or disablement insurance benefits.

If you are transferred to the AUSfund, you may request access to, or correction of, any personal information held by AUSfund by writing to AUSfund's Privacy Officer. AUSfund can be contacted at:

AUSfund Administration
PO Box 2468,
Kent Town SA 5071

Phone: 1300 361 798 Fax: 1300 366 233

Email: admin@ausfund.net.au

Web: <http://unclaimedsuper.com.au//>

If we do not transfer your benefit to an ERF and your benefit becomes unclaimed money as defined by superannuation law, we are required to transfer it in full to the Australian Taxation Office (ATO). You may contact the ATO to claim your benefits should that occur.

For information about unclaimed superannuation for holders of temporary resident visas who permanently depart Australia, please contact your financial adviser.

Other significant notices

Federal Budget 2010/11

On 11 May 2010 the Treasurer, Wayne Swan, delivered his third Federal Budget. A copy of the Zurich Budget Summary can be found online at www.zurich.com.au. Alternatively, copies of Mr. Swan's speech together with supporting Budget papers can be found online at <http://www.finance.gov.au/budget/>.

Following are changes that may impact on your investment in the Fund. We recommend you speak to your financial adviser about how these changes affect your investment. Please note that unless otherwise stated, legislation has not yet been passed. We strongly recommend that members check with their financial adviser before making any changes to their investment.

Government co-contribution rate to stay at 100%

In the 2009 Budget, the Government reduced its super co-contribution rate from 150% to 100%, but foreshadowed a staged return to the previous rate from 2012–13. However, as part of the Budget, the Government announced it will permanently retain the matching rate for the superannuation co-contribution at 100 per cent and retain the maximum co-contribution that is payable on an individual's eligible personal non concessional superannuation contributions at \$1,000. The co-contribution matching rate will now be as per the following table:

Financial Year	Matching Rate	Maximum Co-contribution
2010–11 +	100 per cent	\$1000 reduced by 3.333 cents for each dollar by which the person's total income exceeds the lower income threshold level

The 2009–10 income threshold levels for the co-contribution (between \$31,920 and \$61,920) will also remain frozen for the next two years.

Increasing concessional contribution caps for individuals over 50 with low superannuation balances

From 1 July 2012, the Government proposes to allow individuals aged 50 and over with total superannuation balances below \$500,000 to make up to \$50,000 in concessional tax superannuation contributions. This doubles the cap of \$25,000 (indexed) which is scheduled to apply from 1 July 2012.

Other changes to superannuation

Reduced pension minimum income payment factor for 2010/11 (ZABP)

The Government has extended the temporary 50 per cent minimum pension drawdown relief which applied in the 2008/9 and the 2009/10 financial years into 2010/11. The pension drawdown relief reduces the minimum pension payment amounts that must be drawn from a pension each year.

The minimum income payment factors for the 2010/11 financial year (including the 50% reduction) are:

Age	% of account balance
Under 65	2
65 – 74	2.5
75 – 79	3
80 – 84	3.5
85 – 89	4.5
90 – 94	5.5
95+	7

Note that these reduced pension factors may cease to apply from 30 June 2011.

Further information

If you would like further information on these changes, or on how these changes may affect you, we strongly recommend that you speak to your financial adviser who will be able to provide specific advice after taking into consideration your individual situation.

For any other enquiries, please do not hesitate to contact the Zurich Client Service Centre on 131 551.

The information in this document is commentary that contains general advice and it does not take into account your personal financial needs and objectives or your current financial situation. The content of this document is not meant as personal, financial or legal advice and should not be relied upon as such. For personal advice you should firstly consult with a qualified expert before committing to any decision with respect to the information in this document. You should consider the relevant Product Disclosure Statement (PDS) issued by Zurich Australian Superannuation Pty Limited (Trustee) ABN 78 000 880 553, AFSL 232 500, (available only for open products). Zurich and its related entities receive remuneration such as fees, charges and premiums for the financial products which they issue. Details of these payments can be found in the relevant PDS for each financial product.

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www.zurich.com.au

Zurich is proud to support football as an Official Partner of the Hyundai A-League



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