

Significant Event Notice

Changes to our insurance arrangements from 1 January 2021

Club Plus Super believes that life insurance and income protection within super plays an important role in providing a safeguard for you and your family.

Recent legislative changes to superannuation and the effect of COVID-19 have significantly impacted the insurance market and in many instances have caused rising insurance premiums. In order for us to keep premiums lower for our members, we have undertaken an extensive review of our insurance product in consultation with our insurer, OnePath. The good news is that premiums for short term income protection and life insurance will be reduced, however there will be some additional changes you need to be aware of.

The changes are:

- The default waiting period for Short Term Income Protection (STIP) is being extended from 21 days to **30 days**.
- The Short Term Income Protection (STIP) sum insured amount is being reduced from 90% of Salary + Super Guarantee (SG) to **80%** of Salary + SG.
- We are reducing the premiums charged for Death, Total and Permanent Disability (TPD) and Income Protection (IP) cover (including unitised cover and fixed cover); and
- We are removing the insurance administration charge for insured members.

You can read more about the changes below.

What are the changes to Death and TPD cover?

The amount of default cover you are insured for remains the same however the premium rates for Death and TPD cover have reduced as outlined in the below tables:

| Current Death and TPD rates | | | |
|------------------------------|------------------------------|----------------------------|--------------------------------------|
| Age Band (Age Next Birthday) | Death (\$ Per Unit Per Week) | TPD (\$ Per Unit Per Week) | Death and TPD (\$ Per Unit Per Week) |
| 15-20 | 0.96 | 0.23 | 1.19 |
| 21-30 | 0.90 | 0.30 | 1.20 |
| 31-45 | 1.95 | 0.81 | 2.76 |
| 46-55 | 1.17 | 1.25 | 2.42 |
| 56 and Over | 0.82 | 0.68 | 1.50 |

| New Death and TPD rates (from 1 Jan 2021) | | | |
|---|------------------------------|----------------------------|--------------------------------------|
| Age Band (Age Next Birthday) | Death (\$ Per Unit Per Week) | TPD (\$ Per Unit Per Week) | Death and TPD (\$ Per Unit Per Week) |
| 15-20 | 0.80 | 0.15 | 0.95 |
| 21-30 | 0.75 | 0.21 | 0.96 |
| 31-45 | 1.70 | 0.67 | 2.37 |
| 46-55 | 0.99 | 1.07 | 2.06 |
| 56 and Over | 0.68 | 0.55 | 1.23 |

Contact details

GPO Box 3774, Sydney NSW 2001
phone: (02) 9376 9400 fax: (02) 9231 6955
email: member@clubplussuper.com.au

clubplussuper.com.au

member hotline: **1800 680 627**
pension hotline: **1800 204 194**
employer hotline: **1800 210 098**

Club Plus Superannuation Pty Limited

Club Plus Superannuation Pty Limited ABN 26 003 217 990,
AFSL No. 245362 RSE Licence No. L0000529 as trustee of
Club Plus Superannuation Scheme ABN 95 275 115 088,
RSE Registration No. R1000757.

What are the changes to Short Term Income Protection (STIP)?

To reduce premiums, we have made changes to the waiting periods and sum insured amount. These new changes compared to our existing offering are outlined below:

| Current Income Protection pricing and structure | | | | |
|--|-------------------------|----------------|----------------|----------------|
| Division | Cost structure | 21 days | 45 days | 90 days |
| Industry Division | 90% of SG contributions | 9.48% | 8.08% | 4.82% |
| Personal Division | % of Insured Salary | 1.04% | 0.91% | 0.62% |

| New Income Protection pricing and structure (from 1 Jan 2021) | | | | |
|--|-------------------------|----------------|----------------|----------------|
| Division | Cost structure | 30 days | 45 days | 90 days |
| Industry Division | 80% of SG contributions | 9.28% | 7.88% | 4.62% |
| Personal Division | % of Insured Salary | 0.84% | 0.71% | 0.42% |

The 2-year benefit period for STIP remains the same and there are no additional changes to the product.

What are the changes to fixed cover if I have been through underwriting?

If you have applied for and been accepted for additional cover via underwriting, the premiums for your underwritten fixed cover are reducing and the new rates will be available in the Industry and Personal Insurance Booklets from 1 January 2021 and on our website at clubplussuper.com.au/pds

More information about insurance

To check your insurance cover log into your online account via MemberAccess. You can also check the changes to your cover from 1 January 2021 via MemberAccess at clubplussuper.com.au/memberaccess.

Do you need to do anything?

If you are happy with your existing insurance cover, **then you do not need to do anything.**

Alternatively, if you have any questions or would like to apply for or change your insurance, contact the Member Hotline on 1800 680 627 Monday to Friday between 8am and 6pm AEST, or email member@clubplussuper.com.au.

Remember if you need professional advice about what types of insurance or levels of cover are right for you, that type of advice – through Club Plus Financial Planning - comes at no additional cost to Club Plus Super members.

Club Plus Financial Planning Pty Ltd (Club Plus Financial Planning) ABN 14 143 636 766 is a Corporate Authorised Representative #367058 of Link Advice Pty Ltd ABN 36 105 811 836, AFSL 258145 ('Licensee'). All Club Plus Financial Planning's financial advisers are sub authorised representatives of the Licensee. Club Plus Financial Planning is an associated company of Club Plus Superannuation Pty Limited, the Trustee of the Fund.

All cover types, premium and sum insured levels are not guaranteed indefinitely and may change over time. The insurance described here is a guide only and you should read the important information about insurance including eligibility, exclusions, terms and conditions before making a decision. Go to clubplussuper.com.au/pds and read the relevant Insurance Booklet (or call us on 1800 680 627 for a copy) and seek independent financial advice around this if you are unsure.

Club Plus Super is not licensed to provide general financial product advice except as it relates to our products. This is general information only and does not take into account your personal objectives, financial situation or needs. Prior to acting on any information in this document you should read the appropriate Product Disclosure Statement for any product you are considering, (available at clubplussuper.com.au or by calling 1800 680 627) and seek independent financial advice around this if you are unsure.

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