

# ClearView **LifeSolutions**

## Super Rollover

Product Disclosure Statement  
30 September 2013

Issued by: ClearView Life Nominees Pty Ltd ABN 37 003 682 175 AFSL 227683 (CLN) as Trustee for the ClearView Retirement Plan ABN 45 828 721 007.



This Product Disclosure Statement (PDS) is a summary of significant information and contains a number of references to important information which is contained in the Additional Information brochure (which forms part of the PDS).

The information provided is based on our understanding of the Australian laws effective as at the date of this PDS. Individual circumstances can be quite different and the law may change so we recommend that you speak with a taxation and/or superannuation professional in regards to your own situation.

You should consider that information before making a decision about **ClearView LifeSolutions Super Rollover**.

Information in this PDS and the Additional Information brochure may change from time to time. If the change is not materially adverse, the updated information will be made available on our website at [www.clearview.com.au](http://www.clearview.com.au).

You can request a paper copy of any updates free of charge, by contacting us on **132 979**.

In this document 'we/us/our' means CLN.

ClearView Life Nominees Pty Ltd (CLN) ABN 37 003 682 175 is ultimately a subsidiary of ClearView Wealth Limited ABN 83 106 248 248.

## Related parties

ClearView Life has given its consent and has not withdrawn its consent to the inclusion in this PDS of statements by it in the form and context in which they appear.

'ClearView Life' means ClearView Life Assurance Limited ABN 12 000 021 581 AFS Licence No. 227682 who has been appointed by us to carry out the day-to-day management and administration of this product within the ClearView Retirement Plan.

'Policy/ies' means policy/ies issued by ClearView Life to us.

## Contact details

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# 1. About ClearView LifeSolutions Super Rollover

ClearView LifeSolutions Super Rollover is issued by ClearView Life Nominees Pty Ltd (CLN) as the Trustee for the ClearView Retirement Plan (ClearView Plan), a complying superannuation fund.

ClearView LifeSolutions Super Rollover allows you to rollover monies from another complying superannuation fund into the ClearView Plan.

ClearView LifeSolutions Super is a risk only superannuation product that allows you to hold your Life, Total and Permanent Disability (TPD), Income Protection and Income Protection Plus Cover inside the ClearView Plan. The money invested in ClearView LifeSolutions Super Rollover can be used to pay the premiums for cover held through ClearView LifeSolutions Super.

ClearView LifeSolutions Super Rollover provides only one investment option being a cash investment option that is designed to act as a float to pay for your life insurance premiums. It is not available for any other purpose.

To invest in ClearView LifeSolutions Super Rollover, you must become a member of the ClearView Plan. The ClearView Plan is governed by a Trust Deed which is dated 19 January 1988. You can request us to provide you with a copy of the ClearView Plan's Trust Deed free of charge by contacting us on **132 979**.

## 2. How superannuation works

In general, superannuation is a way for you to save for your retirement, either through regular contributions made by you or your employer or by consolidating your superannuation savings when you change jobs.

Contributions to superannuation funds generally can be employer contributions (either compulsory or voluntary) or personal contributions made by you or your spouse. Most people can choose the superannuation fund into which their superannuation guarantee contributions can be invested.

Because superannuation is designed to provide for you in your retirement, there are restrictions on when you can make contributions and access your benefit. There is also a variety of government incentives (including tax savings) to encourage you to save using superannuation.

The payments you can make to ClearView LifeSolutions Super Rollover are restricted to rollovers from other complying superannuation funds. If you want to pay your life insurance premium with contributions via direct debit, you can do this via ClearView LifeSolutions Super.

ClearView LifeSolutions Super Rollover will not accept contributions.

You cannot use your account balance as security for borrowing.

You should talk with your financial adviser about how superannuation may be appropriate for your individual objectives, financial situation and needs.

### **Your account balance in ClearView LifeSolutions Super Rollover:**

- increases by the amount of the funds rolled over from other superannuation funds
- reduces by the amount of taxes, fees, costs and insurance premiums deducted
- reduces by the amount of superannuation benefits paid
- reduces or increases according to market movements reflected in the value of your investment in the ClearView Life Super Cash Fund.

### **More information**

You should read the important information about making rollovers and accessing your superannuation before making a decision. Go to Sections 1, 2 and 3 of the ClearView LifeSolutions Super Rollover Additional Information brochure at [www.clearview.com.au](http://www.clearview.com.au). The material relating to making rollovers and accessing your superannuation may change between the time when you read this statement and the day when you acquire the product.

## 3. Benefits of investing with ClearView LifeSolutions Super Rollover

ClearView LifeSolutions Super Rollover provides a means of paying your ClearView LifeSolutions Super life insurance premiums while providing a secure cash investment style option for your superannuation savings.

A summary of the key features is included on the following page.

Superannuation	
Who can contribute?	Complying superannuation fund trustees rolling over a benefit
Payment methods	Electronic Funds Transfer (EFT) or cheque (if allowed under superannuation law)
Features and requirements	
Investment option	ClearView Life Super Cash Fund
Initial investments	No minimum amount
Additional investments	No minimum amount
Minimum total balance	No minimum amount
Withdrawals	No minimum amount
Superannuation Rollover Tax Benefit	You may receive the benefit of a 15% tax deduction on the premium for ClearView LifeSolutions Super. Refer to Section 7 for details of this benefit.
Fees and costs	
Indirect cost ratio <sup>1</sup>	1.5% p.a.
Services to manage your investment	
Keeping you informed	<ul style="list-style-type: none"> <li>• Transaction statement</li> <li>• Annual statement</li> <li>• Annual report (optional)</li> </ul>
Confirming your investment	<p>We will send you an investment confirmation:</p> <ul style="list-style-type: none"> <li>• after we receive your initial rollover, and</li> <li>• after we process your withdrawal.</li> </ul>
Supporting you	A team of dedicated professionals providing helpful and efficient customer service responding to your needs.

<sup>1</sup>This cost is net of income tax and so represents the amount a member pays. The amount gross of income tax is 1.76% p.a. but it is reduced to 1.50% p.a. as the benefit of tax deductions available to the fund are passed onto members.

## 4. Risks of superannuation

Before you consider investing in ClearView LifeSolutions Super Rollover, it is important you understand the risks that can affect your investment.

### What is risk?

Investment risk is most commonly measured by the volatility of returns. Generally speaking, there is a positive relationship between returns and risk. All investments carry risk. Different strategies may carry different levels of risk depending on the assets that make up the strategy. Each person's level of risk will vary depending on a range of factors including age, investment time frames, other investments you hold and your risk tolerance.

### Investment risk

Assets with the lowest levels of risk will generally also provide the lowest returns. The value of your investment will vary from time to time and future returns may differ from past returns. Often returns are not guaranteed and you may lose some of your investment. You should also consider the risk that the performance of your investment may not meet your investment objectives. In other words, the chance that you might not be able to meet your investment goals over your investment timeframe with your choice of investments and therefore your superannuation savings may not be enough to provide adequately for your retirement.

ClearView LifeSolutions Super Rollover offers only one investment option which is the ClearView Life Super Cash Fund.

### General risks

There is a risk that:

- superannuation laws (including tax laws) may change in the future and may adversely affect your investment
- the Trust Deed of the ClearView Plan may change without your consent
- there may be a delay in processing transactions
- if you do not have sufficient monies in your account to pay your insurance premiums, your insurance cover may be cancelled, and
- your contributions may exceed the contribution caps.

If you exceed the contribution cap in any financial year you may be required to pay excess contribution tax of up to 46.5% on the excess amount. You should monitor your superannuation contributions against the contribution caps.

## 5. How we invest your money

Your rollover monies are invested in a life investment policy which issues units in the ClearView Life Super Cash Fund. The life investment policies are issued to us by ClearView Life.

The ClearView Life Super Cash Fund invests 100% in cash and short term securities. This is a unitised investment option and ClearView Life guarantees the capital (money) that you invest less net withdrawals which include tax, fees and premiums paid for life insurance cover. No part of your investment return is guaranteed.

This guarantee is provided from the assets of the ClearView Life Statutory Fund No. 2.



ClearView Life Super Cash Fund			
Description	A very low risk strategy classification which generally provides exposure to cash and other highly liquid investments.		
Designed for	Investors who are looking for high security and have an investment timeframe of at least one year.		
Investment return objective	To earn returns that match headline CPI increases over rolling one-year periods.		
Strategy benchmark	Funds offered will typically benchmark with reference to the UBSWA Bank Bill Index.		
Risk profile	Very low		
Minimum timeframe	One year		
Representative asset allocation range	Asset class	Allocation benchmark	Allocation range
	Cash	100%	0-100%

While past performance is not an indicator of future performance investment history has shown:

- investments with potentially higher long term returns tend to have more variable returns and have a greater chance of negative returns in the short term, and
- investments that provide more stable returns, with less chance of negative returns, have tended to produce lower returns over the long term and would expect less fluctuation in returns and less chance of capital loss.

You should consider the likely investment return, risk and your investment time frame when deciding whether to apply for ClearView LifeSolutions Super Rollover. We may change the investment option in the future. If this occurs we will notify you.

We do not take labour standards or environmental, social or ethical considerations into account in the selection, retention or realisation of investments in relation to ClearView LifeSolutions Super Rollover.

## 6. Fees and costs

### DID YOU KNOW?

Small differences in both investment performance and fees and costs can have a substantial impact on your long term returns. For example, total annual fees and costs of 2% of your account balance rather than 1% could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100,000 to \$80,000).

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs. Your employer may be able to negotiate to pay lower administration fees. Ask the fund or your financial adviser.\*

\* Please note that ClearView LifeSolutions Super Rollover does not accept employer contributions and the fees and costs are not negotiable.

### TO FIND OUT MORE

If you would like to find out more, or see the impact of the fees and costs based on your own circumstances, the Australian Securities and Investments Commission (ASIC) website ([www.moneysmart.gov.au](http://www.moneysmart.gov.au)) has a superannuation calculator to help you check out different fee options.

This section shows fees and other costs you may be charged. These fees and costs may be deducted from your money, from the returns or your investment or from the assets of the fund as a whole.

Information about taxes are set out in another part of this document.

You should read all the information about fees and other costs because it is important you understand their impact on your investment.

The information in the following table can be used to compare costs between different superannuation products.

ClearView LifeSolutions Super Rollover		
Type of fee	Amount	How and when paid
<b>Investment fee</b>	Nil	Not applicable.
<b>Administration fee</b>	Nil	Not applicable.
<b>Buy-sell spread</b>	Nil	Not applicable.
<b>Switching fee</b>	Nil	Not applicable.
<b>Exit fee</b>	Nil	Not applicable.
<b>Advice fees</b> relating to all members investing in a particular investment option	Nil	Not applicable.
<b>Other fees and costs<sup>1</sup></b>	Nil	Not applicable.
<b>Indirect cost ratio<sup>2</sup></b>	1.5% p.a.	This cost is reflected in the daily unit price of the investment option provided by ClearView Life and is not deducted directly from your account.

<sup>1</sup> Currently, ClearView LifeSolutions Super Rollover does not charge other fees and costs, such as activity fees, advice fees for personal advice or insurance fees. However, we or ClearView Life may introduce additional fees and money invested in ClearView LifeSolutions Super Rollover can be used to pay insurance fees for cover through ClearView LifeSolutions Super.

<sup>2</sup> This cost is net of income tax and so represents the amount a member pays. The amount gross of income tax is 1.76% p.a. but it is reduced to 1.50% p.a. as the benefit of tax deductions available to the fund are passed onto members.

You should read the important information about fees and other costs before making a decision. Go to section 4 of the ClearView LifeSolutions Super Rollover Additional Information Brochure at [www.clearview.com.au](http://www.clearview.com.au) which includes definitions of the fees and costs referred to in the table above. The material relating to fees and other costs may change between the time when you read this statement and the day when you acquire this product.

### Example of annual fees and costs

This table gives an example of how the fees and costs for the ClearView Life Super Cash Fund investment option can affect your superannuation investment over a 1 year period. You should use this table to compare this superannuation product with other superannuation products.

ClearView Life Super Cash Fund option	Balance of \$50,000	
Investment fees	Nil	For every \$50 000 you have in the ClearView Life Super Cash Fund option you will be charged \$0 each year
<b>PLUS</b> Administration fees	Nil	<b>And</b> , you will be charged \$0 in administration fees
<b>PLUS</b> Indirect costs for the ClearView Life Super Cash Fund option	1.5% p.a	<b>And</b> , indirect costs of \$750 each year will be deducted from your investment
<b>EQUALS cost of product</b>	Nil	If your balance was \$50 000, then for that year you will be charged fees of \$750* for the ClearView Life Super Cash Fund option.

\* Additional fees may apply – see 'Increases or alterations to charges' below.

### Increases or alterations to fees and costs

We may increase existing fees and charges at our discretion or impose additional fees (without your consent). ClearView Life may vary the fees and also introduce new fees or charges for the services that it provides to us by varying the fees under the policies by notification to us (and without your consent). If we or ClearView Life decide to introduce any additional fees or increase existing fees and charges, we will give you 30 days advance written notice.

We may at our discretion reduce or waive any of the fees and costs disclosed in this PDS.

## 7. How superannuation is taxed

The laws relating to superannuation, including tax laws can be complex. This section has been prepared as a general guide only and is not personal advice.

This summary is based on our understanding of the Australian laws effective as at the date of this PDS. Any of these may change without notice. Any changes in tax laws or their interpretations or associated administration practices could affect the tax treatment of members.

You should consult your financial adviser and/or tax professional on superannuation rules and tax advice specific to your circumstances.

### Tax on contributions

Tax is payable on some contributions made to superannuation. In most cases, tax payable will be deducted from your account and paid to the Australian Taxation Office (ATO).

**There is generally no contribution tax payable on rollovers made to a complying superannuation fund. As this product only accepts rollovers, no contribution tax should be payable from accounts under this product.**

**Warning:** There is generally no limit on the amount you can contribute to superannuation. However, there are taxation consequences if a contribution cap is exceeded. If you exceed the contributions cap, an additional tax payment of up to 46.5% may be required for the amount paid above the cap. This tax liability will depend on your circumstances and the types of contributions made.

### Tax on investment earnings

Investment income incurs tax at a maximum rate of 15% in superannuation, allowing for the benefit (if any) of franking credits and tax deductible expenses. The net effect of investment income, tax and fees, is reflected in the product unit prices.

### Tax incentives in superannuation

You may also be entitled to additional taxation incentives, if you meet the applicable eligibility criteria, to:

- claim a tax deduction for your personal concessional contributions
- receive the spouse contributions offset for spouse contributions you make
- receive the government co-contribution for your personal contributions
- receive the government Low Income Earners contribution for your employer or personal tax deductible contributions
- claim capital gains tax (CGT) relief on the disposal of small business assets by making a CGT contribution, and
- contribute a personal injury payment.

**Note: Given the nature of the rollover only product, these tax incentives will not be available in respect of rollovers made to this product.**

### Tax File Number (TFN)

We can collect your TFN under the SIS Act. It is not an offence not to quote your TFN.

Please note: If we don't have your TFN, employer contributions made to your account will be effectively taxed within the Fund at the top marginal tax rate plus the Medicare Levy instead of the normal concessional tax rate of 15%. Additionally, you won't be able to make any non-concessional or personal contributions.

In addition, if you do not provide your TFN, then:

- more tax may become payable on your benefits than would otherwise be payable

- if you are eligible, you may not receive your government co-contribution
- it may become more difficult to locate or amalgamate your superannuation benefits in the future to pay you any benefits you are entitled to.

As a consequence, while you are not required to provide your TFN under super law, the Trustee will not accept your application for ClearView LifeSolutions Super Rollover if you do not provide your TFN.

If you provide your TFN to us, we will use it only for legal purposes, which include:

- calculating tax on any benefit you may be entitled to
- providing information to the Commissioner of Taxation (including disclosing your TFN)
- identifying other accounts you may have within the Fund for consolidation purposes.

If you provide your TFN to us, you consent to us using it to:

- seek information about your superannuation accounts from the ATO using the ATO's SuperMatch program or other facility provided by the ATO; and
- where, as a result, we locate information about superannuation accounts which you hold with other superannuation providers, contacting those providers to confirm the accuracy of the information.

After we have confirmed that you hold superannuation monies with other superannuation providers, we will notify you and you can authorise us to consolidate those accounts on your behalf if you choose to do so.

Please note, the purposes for which we may use your TFN may change in the future following legislative change. The consequences of not providing the TFN may also change in the future.

If you provide your TFN to us, we may provide it to another superannuation fund trustee or retirement savings account provider to whom your benefits are to be rolled over, unless you request us not to do so in writing. In all other respects your TFN will be treated as confidential.

### Superannuation Rollover Tax Benefit

When you pay your ClearView LifeSolutions Super premium via a rollover, you will receive the benefit of a 15% tax deduction on the premium. If you have paid your annual premium via a combination of a rollover and a contribution, the benefit will only apply to the rollover portion of the premium. This benefit has no cash value and will not be carried forward. It applies under an arrangement with us and ClearView Life and may be withdrawn or changed at any time. We will notify you if this occurs.

### Goods and Services Tax (GST)

You don't pay GST on either your account or your benefit payments.

### Tax on withdrawals

Lump sum withdrawals from superannuation are known as superannuation lump sum payments. The amount of tax payable depends on the individual components making up the benefit and your age at the date of withdrawal.

### Age tax treatment

Age	Tax treatment
Under age 55	Taxable component – taxed at 20% plus the Medicare Levy of 1.5% Tax free component – tax free
Age 55 – 59 <sup>#</sup>	Taxable component – Tax free up to the low rate threshold of \$180,000*. Amounts over the low rate threshold will be taxed at 15% plus the Medicare levy of 1.5% Tax free component – tax free
Age 60 and above	All payments and/or withdrawals will be tax free

<sup>#</sup> The components of your withdrawal will generally be required to be taken in the same proportion as the components in your account at the time of the withdrawal.

\* Indexed to Average Weekly Ordinary Times Earnings (AWOTE).

### Tax on death

The tax applicable to death benefits payable to beneficiaries depends on a number of factors such as how the benefit is paid (e.g. pension or lump sum), timing, the tax dependency status of your beneficiaries and age at the date of death of yourself and your beneficiaries.

Upon your death, the ClearView LifeSolutions Super Rollover will only pay a lump sum benefit and does not offer a pension option.

The following table illustrates the tax implications of paying a lump sum death benefit to dependants and non-dependants as defined for tax purposes:

Recipient	Death benefit	Age of recipient	Taxation
Dependant	Lump sum	Any age	Tax free
Non-dependant	Lump sum	Any age	Tax free component – tax free Taxable component: - taxed element is subject to 15% tax plus Medicare Levy - untaxed element is subject to 30% tax plus Medicare Levy

Children aged 18 years and over who were not financially dependent on the member, are treated as non-dependants for tax purposes although they are dependants under superannuation law.

Please note the tax information set out above is general information only and is provided by way of summary. You should consult your financial adviser and/or tax professional for detailed tax advice specific to your circumstances.

## 8. Insurance in your superannuation

ClearView LifeSolutions Super is the risk-only division of the ClearView Plan and offers Life, Total and Permanent Disability (TPD), Income Protection and Income Protection Plus Cover in the superannuation environment.

ClearView LifeSolutions Super Rollover will accept a rollover from another complying superannuation fund which can then be used to fund your insurance premiums for ClearView LifeSolutions Super. Alternatively, if you wish to make personal contributions by way of a direct debit, this can be done via ClearView LifeSolutions Super.

ClearView LifeSolutions Super will accept a rollover from this superannuation product to pay the premium for your insurance cover. For further information and to make an application for Life, TPD, Income Protection and Income Protection Plus Cover please refer to the ClearView LifeSolutions Super PDS on [www.clearview.com.au](http://www.clearview.com.au) or speak with your financial adviser.

## 9. How to open an account

Before you complete your application, you should read the information contained in this PDS as well as the ClearView LifeSolutions Super Rollover Additional Information brochure.

### Applications

Applications to ClearView LifeSolutions Super Rollover can only be made with your financial adviser on an application form. Please read the declarations and acknowledgements before signing.

### About the cooling-off period

As a new member of the ClearView Plan, you are entitled to a 30-day cooling-off period. The 30-day cooling-off period commences at the earlier of:

- when you receive confirmation of your investment, or
- the end of the fifth day after you became a member.

Provided you have not exercised any rights as a member during the cooling-off period you can cancel your membership by notifying us in writing or by electronic means before the end of the cooling-off period.

If you cancel your membership, you will receive back any rollovers you have made less any adjustments we are required or permitted to deduct. Preserved and restricted components of your member account balance must be transferred to another complying superannuation fund nominated by you.

### Complaints resolution

We have procedures in place to handle any enquiries or complaints from you as quickly and smoothly as possible.

If you have a complaint, please call us on **132 979** or write to the following address:

**Complaints Manager**  
**ClearView**  
**Reply Paid 4232**  
**Sydney NSW 2001**

We will address your complaint within 45 days of receipt or if we are unable to provide you a final response by this time we will inform you of the reasons for the delay. If you are not satisfied with our response, you may refer it to the Superannuation Complaints Tribunal (SCT), an external complaints handling service.

SCT may be contacted at the following address:

**The Manager**  
**Superannuation Complaints Tribunal**  
**Locked Bag 3060**  
**Melbourne VIC 3001**

Telephone 1300 884 114  
Facsimile (03) 8635 5588  
Email [info@sct.gov.au](mailto:info@sct.gov.au)

The SCT is an independent body that has been set up by the commonwealth government to assist consumers and the SCT's services are provided to you free of charge.

### For more information

Contact your financial adviser or call us on **132 979**.

## 10. Other information

You should read the important information about how we operate the ClearView Plan, including information about privacy, identification requirements and when we can transfer your benefits without consent before making a decision.

Go to Section 5 of the ClearView LifeSolutions Super Rollover Additional Information brochure at [www.clearview.com.au](http://www.clearview.com.au). The material relating to how we operate the ClearView Plan may change between the time when you read this Statement and the day when you acquire the product.