



Member Guide

Product Disclosure Statement
Part 1, of 2

This Product Disclosure Statement (PDS), in 2 parts, will remain in force unless withdrawn by the Issuer. Part 1 should be read in conjunction with Part 2 of this PDS.

Issued: 1 July 2007

What This Document is About

Product Disclosure Statement for Auswide

This document was prepared and issued on 1 July 2007 as the Product Disclosure Statement (PDS) for employer-sponsored members in the Auswide Employer Superannuation Plan and members in the Auswide Personal Superannuation Plan by the Trustee of the Plan, Statewide Superannuation Pty Ltd, ABN 62 008 099 223. It sets out the main features of the fund. Auswide is a public offer superannuation fund that is open to employees of participating employers and the general public.

The PDS is split into two parts:

Part 1 – Member Guide

Part 2 – Investment Strategies

You should carefully read both parts of this PDS to familiarise yourself with the features, costs, benefits, and risks of investing superannuation contributions in Auswide.

Please note that this PDS has not been lodged with ASIC, and is not required by the Corporations Act to be lodged with ASIC.

The Benefits and Risks of Investing your Superannuation in the Plan

Auswide enables you to save for your retirement in a tax effective environment that suits you personally. It lets you tailor your investment strategy to your own needs and attitude to risk, as well as offering you choice of insurance cover for death or disability.

You should be aware that, if you leave Auswide within a few years of joining, you may get back less than the amount of contributions paid in, because of the level of investment returns earned by Auswide, its charges and the impact of tax.

How to get More Information

If you want more information about Auswide, please contact your Adviser or Auswide Member Services. If you need more information about the Trustee of Auswide, Statewide Superannuation Pty Ltd, please contact the Trustee office. The provision of certain information may be subject to a charge.

Getting Advice

We recommend that professional financial advice should be sought from a qualified licensed financial adviser with regard to your objectives, financial situation and needs before considering or acting on the appropriateness of the information given. If you are an employer sponsored member your employer must not give advice about this Plan or recommend any other financial product unless licensed to do so.

How to Contact Us

Auswide Member Services

Address:
Statewide House,
99 Gawler Place, Adelaide, SA

Postal Address:
GPO Box 1572, Adelaide, SA 5001

Telephone: 1300 88 56 65
Facsimile: (08) 8217 8595

Email: info@auswide.com.au
Website: www.auswide.com.au

Issuer of this PDS and RSE Licensee:

Statewide Superannuation Pty Ltd
ABN 62 008 099 223 Australian Financial
Services Licence No. 243171 and Trustee
of Statewide Superannuation Trust
(Auswide).

Trustee Office

Address:
Statewide House,
99 Gawler Place, Adelaide, SA

Postal Address:
GPO Box 1572, Adelaide, SA 5001

Telephone: 1300 88 56 65
Facsimile: (08) 8217 8595

Email: info@auswide.com.au
Website: www.auswide.com.au

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A Message From Auswide

Thank you for considering Auswide for your superannuation needs. Outlined in this Guide are all the features of Auswide, including the wide range of investment and personal insurance options we offer, designed to help you both now and into the future.

Comprising of three divisions of Statewide Superannuation Trust, Auswide offers a master trust style superannuation fund designed to maximise flexibility, investment choice and service levels. Using a wholesale approach to investment and insurance ensures all fees and charges in the Auswide Superannuation Plans are minimised, with all savings passed on to you.

Auswide offers the following cost-effective benefits:

1. Diversified investment options and strategies
2. Flexible Death, Total & Permanent Disablement and Income Protection insurance
3. One of the lowest administration fees for a master trust in Australia
4. Flexible arrangements for payment of contributions by you and/or your employer (if applicable)
5. Access to a variety of services to enable you to obtain your account balance, investment information and other details.

Auswide's friendly and knowledgeable staff are at your service. When you phone our Members Service Officers, your call will be answered by a 'real' person who is ready to answer any questions you may have about Auswide and superannuation in general.

The Trustee and staff of Auswide look forward to being of service to you and wish you all the very best with your retirement savings.

Auswide at a Glance

Services

Auswide provides services via:

- A dedicated team of Member Service Officers who are only a phone call away to answer your questions
- A dedicated, secure internet site which provides you with access to your personal details
- A commitment to helping members understand more about their superannuation via different mediums such as seminars, brochures and other educational tools
- A strongly held philosophy of ensuring members' needs are considered in every decision we make.

Minimum Investment or Rollovers – Auswide Personal Superannuation Plan

A minimum rollover or single contribution of \$15,000 is required. Alternatively if you intend to make regular contributions a minimum investment of \$1,500 p.a. is required. Insurance premiums cannot be part of this minimum.

Investment Options and Strategies

Auswide provides members with a wide choice of investment options and strategies. For further information see Part 2 of this PDS. You can mix and match to suit your needs.

Unit Pricing

Auswide enables you to directly access unitised wholesale-managed funds from various investment managers. Your benefits are a combination of contributions and investment earnings credited into an account in your name, less charges, insurance premiums (if any) and tax/surcharge (if any).

Your account balance at any time is made up of units in various investment options that fluctuate in value in accordance with market conditions. The unit values are calculated by the various wholesale investment managers and are generally updated on a daily basis. Auswide does not modify or add fees or charges into the unit prices declared by the wholesale investment managers but directly passes on unit prices into your account. There are no hidden fees or cost recoveries imbedded in Auswide unit prices. What you see is what you get.

Investment Switching

Personal circumstances change which may result in you changing your investment objectives and strategies. Acknowledging the importance of this, Auswide provides flexible switching arrangements.

Fees

Auswide is committed to ensuring you are provided with a value-for-money superannuation product. Please see page 18 for further details.

Insurances

Death Only, Death and Total & Permanent Disablement and Income Protection insurances are available to you. Auswide has negotiated with its Insurer to provide insurance at a low cost to assist in providing you and your dependants with peace of mind. Please see page 13 for further details.

Choosing your beneficiary

You may choose to make a 'binding' nomination of a dependent beneficiary (see page 10). This option is strictly controlled by both legislation and the Trust Deed, so please read and understand the implications of your choice carefully. If these legal steps are not strictly adhered to, your choice may become invalid, and the Trustee may then decide to whom your benefit will be paid. If you wish to make a binding nomination please contact Auswide on 1300 88 56 65.

Risk

The Trustee is committed to ensuring that Auswide is prudently managed. This commitment is evident via a number of measures the Trustee has put in place such as Corporate Governance policies and Codes of Conduct. However, the Trustee does want to make the following information clear to you:

- Your investment in Auswide is not guaranteed. Investment markets do fluctuate. Please see page 12 for further details regarding the investment options and strategies to determine which best suits your needs.
- If the investment strategy you choose is not right for you, you may not achieve the goals you set.
- Laws affecting superannuation may change at any time.

Taxation

Superannuation was designed to assist people to save for retirement. For this reason, superannuation contributions, earnings and benefits enjoy concessional taxation treatment. Please see page 24 for further details.

Additional Products and Services

Whilst Auswide helps you to save for your retirement in the future, we acknowledge that we can help you in other ways for today. By providing you with value-added products and services you can take advantage of now, Auswide knows that it will help you save more for your retirement tomorrow.

For more information about the additional products and services on offer (eg. access to cost effective loans and health insurance), contact your adviser or Auswide Member Services on 1300 88 56 65.

Communicating with you

Knowing how your superannuation fund is performing and other important information is vital to ensuring you make the most of your retirement savings. Auswide provides you with account information twice a year and an annual report. In addition, Auswide communicates with you via our website (which provides you with access to your personal details), telephone, brochures, work-site visits, the post, seminars and even the press to ensure you have all the information you need. Auswide.On.Line is located at www.auswide.com.au and provides you with access to your superannuation details 24 hours a day via a secure internet link.

Access to your superannuation

As superannuation was designed to help you save for retirement, the Federal Government restricts when you can access your superannuation. Page 11 provides you with further details on when you can access your superannuation.

About Auswide

Auswide Employer Superannuation Plan and the Auswide Personal Superannuation Plan are divisions of Statewide Superannuation Trust, which was established in 1986. The Trustee is Statewide Superannuation Pty Ltd (ABN 62 008 099 223). The Plan provides both superannuation and rollover facilities.

Treatment of Personal Information

Auswide complies with the National Privacy Principles (NPPs) outlined in the Privacy Act 1988. The Privacy Act requires us to tell you that the purpose of the collection, use and storage of your personal information and other sensitive information is to:

- issue you with a superannuation interest (membership)
- maintain your superannuation account
- provide you with insurance cover
- pay any benefits
- handle any enquiries, complaints or claims.

Auswide must disclose your personal information and details of your employer to its administrator and may in certain circumstances, for example benefit payments and claims handling, disclose personal information to third parties such as insurers, doctors, lawyers, your spouse (intended, current or former) or as required by law. The Trustee will also disclose certain details to its mail-house for mail-outs or to the regulators, such as the Australian Prudential Regulatory Authority, the Australian Securities and Investments Commission and the Australian Taxation Office.

Auswide will not trade, rent or sell your personal information to any third parties but we or other related entities and business partners may use your personal information to tell you about other products and services Auswide or its related entities or business partners may provide.

You can access your information at any time and we ask that you notify us of any change to your personal details. We may wish to use your personal information for direct marketing purposes – if you don't want us to do this, please call one of our Member Service Officers on 1300 88 56 65.

The policies adopted by the Trustee in order to comply with the NPPs are available on request from Member Services.

Treatment of Personal Information when making a claim

If you make a claim under the insurance policy, the Insurer may conduct investigations to assess the validity of the claim. This may involve the use of investigation agents, legal advisers and the collection of personal information, including health information, that the Insurer believes is relevant.

Why is Superannuation Important?

Do what you've always wanted in retirement

Many of us look forward to a retirement filled with all the activities there weren't time for while we were working, and it's more than likely that we'll need extra savings to fund our ideal way of life.

Whether we're at the start of our working life, raising a family or planning when to give up work, we all need to consider how to fund a comfortable lifestyle in retirement.

Superannuation gives you freedom

Superannuation is money saved throughout your working life so you can enjoy the lifestyle you want when you retire. For many people it will be their main source of income at retirement.

How to make the most of your savings

The earlier you start saving for your retirement the better off you'll be.

Your employer may contribute to a super fund for you, and you can also make extra contributions. You may be eligible for the co-contribution payment from the Government which could be up to \$1,500 a year.

Saving for retirement through superannuation is encouraged by the Federal Government by offering tax advantages and incentives. Superannuation contributions, earnings and benefits are all subject to taxation concessions.

By adding to your savings now you will end up with more money working for you each and every year until you retire.

Joining Auswide

To join the Auswide Employer Superannuation Plan your employer must first be registered as a Participating Employer. All you are required to do is complete the Application Form – Employee in the back of Part 2 of this PDS and immediately hand it to either your adviser or employer. Alternatively you may forward your application for membership directly to Auswide.

For Personal Superannuation Plan members simply complete the Application Form – Personal and Brief Personal Statement if you are applying for insurance. Your completed Application Form can be handed to your adviser or forwarded direct to Auswide.

Please ensure that you read Part 2 of this PDS as it details all the investment strategies and options you may choose from. Should this PDS be missing or you have any questions please contact your adviser or Auswide Member Services on 1300 88 56 65.

On joining Auswide you will receive a welcome letter and certificate of membership that will evidence such items as your personal and superannuation details, fee structure, chosen investment strategy and insurance details.

All investment earnings will be paid into your account. Tax, charges and any insurance premiums will be deducted from your account on a monthly basis or earlier on withdrawal. You will also receive a statement of your account every six months (as at 30 June and 31 December).

Contributing to Auswide

When deciding to contribute to your superannuation you need to consider how your lifestyle will change when you give up working and no longer have the security of a regular pay cheque.

How much any of us needs to support ourselves comfortably in retirement depends entirely on individual expectations. As a guide, assume you can live on 75% of the after-tax income you are currently receiving. Only one in three Australians are actually saving enough to finance their retirement, based on this guide.

You can estimate how much you may need in retirement by using the superannuation calculator accessed via www.auswide.com.au. This simple guide will help you estimate your retirement benefits based on your current or assumed levels of personal or employer superannuation. However these calculations are not guaranteed or based on actual investment returns and so will produce only estimates of what you may receive in retirement.

Outlined below and on the following pages are the various types of contributions that may be made to your superannuation account. By using a variety of these contribution methods you may enjoy a better lifestyle in your retirement.

Superannuation Guarantee

If you are:

- aged between 18 and 64
- aged 65-69 and work more than 40 hours in a period of no more than 30 consecutive days in one financial year, or your employment contract specifies mandated employer superannuation contributions

and you are paid \$450 (before tax) or more a calendar month, your employer is legally required to contribute to a complying superannuation fund on your behalf. This is the Superannuation Guarantee. It was implemented with the aim of ensuring that as many Australians as possible can enjoy the benefits of superannuation when they retire from the workforce.

The minimum contribution your employer must make under the Superannuation Guarantee is 9% of your ordinary time earnings. This may be a larger percentage if you are covered by an Award or Workplace Agreement. To ensure you receive the full benefit of your Superannuation Guarantee contributions please ensure you have provided us with your Tax File Number.

Salary Sacrifice

There may be advantages to sacrificing a portion of your pre-tax salary to your Auswide account if your income places you in a higher tax bracket. These contributions can be arranged between you and your employer, whereby you give up part of your pre-tax salary as a superannuation contribution to be made by your employer. One of the benefits of salary sacrificing is that contributions are only taxed at 15% rather than your marginal tax rate.

Government Co-Contribution

Members aged less than 71 at the end of the income year and making voluntary contributions to their superannuation from their post-tax salary may also be entitled to the Government Co-Contribution. This means that the Government will contribute up to \$1.50 for each \$1.00 of voluntary post-tax contributions you make in a year. The scheme is open to those with an assessable income of up to \$58,980 p.a., with those earning up to \$28,980 p.a. entitled to the maximum benefit. If you earn between \$28,981 and \$58,980 the amount of Government Co-contribution you will receive is reduced by 5c per dollar of assessable income. Further information can be obtained by visiting the Australian Taxation Office web site at www.ato.gov.au/super.

Self-Employed Contributors

If you are classed as substantially self-employed (no more than 10% of your assessable income comes from wages or salary) you will need to look after your own superannuation savings. As an incentive for the self-employed to make contributions, you are entitled to a full tax deduction on contributions up to the concessional contributions cap, currently \$50,000 per member per annum provided you are aged 74 or under (up to 28th day after your 75th birthday). A transition period applies for members age 50 and over. You must notify us by the lodgement of your tax return or the end of the following financial year (whichever is earlier) if you wish to claim a tax deduction for your contributions.

Furthermore, you may also be eligible for the Government's Co-Contribution scheme which has now been extended to the self-employed. Eligibility for the scheme will be based on assessable income and any reportable fringe benefits less deductions you are entitled to as a result of carrying on a business.

Contributing to Auswide [continued]

Personal Contributions

For those under 75 you may choose to make extra contributions to your superannuation. Many of us are relying on our Superannuation Guarantee contributions and our homes to fund our retirement, but they may not be enough. Additional contributions may be made by way of:

- Regular contributions from your post-tax salary using payroll deductions (non-concessional contributions) if your employer consents
- Irregular payments from your after-tax salary for times when you have some extra funds (non-concessional contributions)
- Applying funds from the sale of business assets which satisfy the basic conditions for small business capital gains tax relief. There is a \$1million per person lifetime limit for such contributions.

Limits applicable to concessional and non-concessional contributions have been outlined on the following pages.

If you are a member of the Auswide Personal Superannuation Plan and you choose to make personal contributions you must make a minimum of \$1,500 per annum. The Trustee reserves the right to reject contributions at its discretion. Employer sponsored members may add as much or as little as they wish subject to contribution limits. Please contact your adviser or Auswide Member Services if you require further information on the contributions you may make.

In order for the Trustee to be able to accept your personal contributions you must provide us with your Tax File Number.

Concessional Contributions made by your employer

Concessional contributions are those contributions made to your superannuation account from your pre-tax income. This includes Superannuation Guarantee payments and additional payments such as salary sacrifice. These contributions are taxed by the superannuation fund at the time of contribution at the concessional rate of 15%. Concessional contributions are restricted to the concessional contributions cap of \$50,000 per person per annum. This amount is indexed to Average Weekly Ordinary Times Earnings (AWOTE) but will only increase when indexation results in an increase of \$5,000 or more. Where the concessional cap is exceeded the excess will be taxed at the rate of 31.5% resulting in a total tax impost of 46.5% when coupled with the 15% tax on contributions. The 31.5% tax will be assessed to you as an individual, not to your fund, however you will be able to request money be released from your nominated superannuation account to cover this amount. If you have inadvertently made excess contributions you may appeal to the Australian Taxation Office (ATO) to have the amount of contributions subject to penalty tax reduced.

For the financial years 2007–08 to 2011–12 a transitional period applies to those aged 50 and over, as well as those turning 50 within this timeframe allowing them to make \$100,000 of concessional contributions per annum.

Any concessional contributions made in excess of prescribed limits will count towards your non-concessional limit outlined in the next column.

Non-concessional Contributions

Non-concessional contributions are those superannuation contributions made from your post-tax income. For the 2007/2008 financial year the non-concessional cap is \$150,000.

People under 65 are able to bring forward two years of contributions and make up to \$450,000 of contributions in one financial year.

If you choose this option, you will then be unable to make any non-concessional contributions in the following 2 years. For example, if you made contributions of \$450,000 in the 2007–08 financial year you would not be able to make any further contributions until the 2010–2011 financial year.

Those aged 65 to 74 may make non-concessional contributions of up to \$150,000 a year provided they work at least 40 hours in a continuous period of 30 days. People aged 75 and over are unable to make non-concessional contributions.

Contributions exceeding your non-concessional contribution limit will be taxed at a penalty rate of 46.5%.

In all cases, if you have made a genuine error and contributed more than the limit in place you may appeal to the ATO to reduce the amount of contributions subject to penalty tax.

There are other specific bases at which contributions in excess of the non-concessional cap can be made. These include a lifetime limit of \$1million arising from the disposal of eligible small business assets as well as unlimited contributions capability with respect to amounts referable to certain personal injury settlements.

Auswide must have your Tax File Number to be able to accept any non-concessional contributions.

Contributing to Auswide [continued]

Rollovers into the Fund

With the days of holding one job for life now over it's easy to accumulate a number of superannuation accounts each holding small amounts.

To make it easier to keep track of your retirement savings and to minimise administration charges these funds can be rolled over into your Auswide account. Please note that a minimum of \$15,000 applies to rollovers being contributed to the Auswide Personal Superannuation Plan. The Trustee reserves the right to reject rollovers at its discretion.

Rollovers into your Auswide account can be arranged by completing the Rollover Authority form located in Part 2 of this PDS. Please check with your adviser before rolling any money into Auswide as they may have a reason for separating your monies. Furthermore some funds may charge exit fees when transferring funds and there may also be insurance cover attached to these funds which will cease on transfer.

Employment Termination Payments

An Employment Termination Payment is a lump sum payment made to a person on termination of employment.

As a result of reforms effective from 1 July 2007 Employment Termination Payments can only be accepted as super contributions if they were specified in an employment contract dated prior to 10 May 2006 and the Employment Termination Payment is made prior to 1 July 2012. Refer to page 24 of this PDS for information the tax treatment of these payments.

Spouse contributions

Auswide will accept contributions paid by your spouse* into your superannuation fund if you are under the age of 65. If you are aged between 65 and 70 your spouse can still contribute provided you are working at least 40 hours within a period of 30 consecutive days in the financial year in which the contributions are made. Any contributions made by your spouse from their after-tax salary will count towards your non-concessional contribution cap as outlined on page 8 of this PDS.

Depending on your personal circumstances the contributing spouse may be eligible for a tax off-set. This is described in further detail in the taxation section of this document.

Contribution Splitting

Superannuation contribution splitting allows you to split concessional contributions with your spouse. This allows couples to effectively share their superannuation benefits and potentially take advantage of taxation benefits as a result.

You are able make a request to split contributions once per year and up to 85% of your concessional contributions may be split. Non-concessional contributions are not eligible for contribution splitting.

Applications to split contributions must be made by 30 June of the financial year following the one in which contributions were made. For example, to split contributions made in the 2006-2007 financial year, the application form must be received by 30 June 2008.

To make an application to split contributions please contact your adviser or Auswide Member Services on 1300 88 56 65.

*Spouse for Eligible Spouse Contributions and Contribution Splitting includes a person who lives with a member as husband or wife but does not include living separately and apart on a permanent basis.

Methods of Payment

There are a number of convenient ways in which contributions can be made to your Auswide account including:

- Payroll deduction – this can be arranged by completing a 'Voluntary Contribution Authority' form available from your employer
- Electronic Funds Transfer
- Direct debit. If you wish to make frequent contributions please complete the 'How to Contribute Directly from your Bank Account' form located in Part 2 of this PDS
- By post – Cheques made payable to 'Auswide' can be posted to Auswide at GPO Box 1572, Adelaide SA 5001 and should be accompanied by your member number and information regarding the type of contribution being made
- Securely over the internet at www.auswide.com.au.*

*Initial contribution needs to be paid by cheque.

Choosing Your Beneficiary

Thinking about where your benefits are going to go when you die is a difficult process. However, it is important to be in control of who receives your superannuation benefits when you do die, especially if you have people who depend on you financially.

That's why it's important to take the time to think carefully about who you nominate as a beneficiary. It's also vital to update these details regularly to reflect any changes in your personal circumstances, such as getting married, having children or getting divorced. If you haven't completed a will, you may want to consider doing so to ensure your wishes are reinforced.

There are two types of beneficiaries that each require careful consideration. The differences are explained below.

Binding beneficiary

If you wish to ensure that your benefits upon your death are paid to your nominated beneficiary, you may choose to nominate a binding beneficiary. This means that as long as your nomination meets the legal criteria, your benefits will be paid strictly as you have instructed subject to certain exclusions (i.e. family law splits/court orders).

Extreme care must be taken with your understanding of this option, as who you may nominate is specifically spelt out by legislation and the Trust Deed. If these legal steps are not strictly adhered to, your choice may become invalid and the Trustee may then decide to whom your benefit will be paid.

Your binding beneficiary must be a dependant or your legal personal representative (who is usually the executor of your estate) as prescribed by legislation. A dependant includes your spouse (as defined) and children, any person with whom you had an interdependency relationship immediately prior to death OR any person who at the time of your death, and in the Trustee's opinion, was wholly or partially financially dependent on you. If you wish to nominate a person other than your legal representative, partner or child, you should ensure that dependency can be shown at the time of death. If on your death, the Trustee finds it is unable to verify your nominee as a spouse, child or dependant, your nomination will be declared invalid, and the Trustee is then required to fully review to whom your account is paid. This includes consideration of payment to your legal representative.

An interdependency relationship is defined as a close personal relationship between two people (regardless of gender) who live together and one or each of them provides the other with financial and domestic support. If either person is disabled, an interdependency relationship may still exist where they live apart.

Your nomination must be signed, dated, and witnessed by two independent adults (at least 18 years old), not including any beneficiaries. The witnesses must also sign a declaration affirming that your notice was signed in their presence. If you nominate more than one person, who can include your legal personal representative, you must state the proportion that you wish to be paid to each person.

Binding nominations are only valid for three years after the day of being signed. If you choose this option, Auswide will advise you to update your nomination one month prior to your next three-year due date.

Preferred beneficiary

If you would prefer not to make a binding nomination, an ordinary, or preferred, nomination can be made. While it is not formally binding, the Trustee will take into account your nomination, together with any other factors which are relevant at the time of your death. It may be that your circumstances have changed since your nomination and the Trustees may take the changed circumstances into account when making their decision.

Your preferred beneficiary(s) can be:

- your dependent(s) – spouse, de facto spouse, children, someone in an 'interdependent relationship' with you or any other person who the Trustee considers was dependent on you for maintenance or support at the date of your death
- your legal representative – the executor or administrator of your estate.
- A combination of your dependants and legal representatives

You will be asked to nominate your beneficiaries on your Member Application form when you apply for Auswide membership. If you are unsure about your decision, please talk to a financial planner so you know you are making the right decision. We will list your beneficiary(s) on your member statement that we send out to you twice a year.

The Trustees remain bound by the Trust Deed in making their decision, which states that your account may only be paid to dependants, or to your legal personal representative (for management of your estate). The decision is made at the Trustee's discretion.

Please note different tax laws apply depending on who receives your death benefit (see page 25).

Benefits You May Receive

Superannuation is a long-term investment designed to accumulate so you can enjoy the lifestyle you want when you retire.

For this reason, there is legislation in place limiting when you can access your savings so that your money is kept 'preserved' until you reach a certain age. Preservation Age is the age at which you can access the preserved benefits that have accumulated in the Fund (see table below). This varies according to your birth date.

You may also have non-preserved contributions and investment earnings accrued prior to 30 June 1999 which will be shown on your Auswide member statement. They will either be restricted (you can't access the savings until after termination of employment) or non-restricted (you can access the money at any time).

Retirement

Your super balance may be payable to you when you retire permanently from the workforce, having reached your Preservation Age (see table below). Your balance may also be paid to you if you leave your employer after age 60 irrespective of whether you are retiring permanently from the workforce.

The Preservation Ages are as follows:

Date of Birth	Preservation Age
Before 1 July 1960	55
1 July 1960 – 30 June 1961	56
1 July 1961 – 30 June 1962	57
1 July 1962 – 30 June 1963	58
1 July 1963 – 30 June 1964	59
After 30 June 1964	60

You Reach Age 65

Once you attain age 65 you can access your super funds even if you have not yet retired from the workforce.

Under current law, you may retain your benefits in superannuation or a pension plan indefinitely.

Auswide provides a range of pension options that you may want to consider when you're thinking about accessing your retirement savings. Rather than receiving your superannuation funds in one lump sum, an Auswide pension can provide you with a regular, tax-effective stream of income. Please contact Auswide Member Services on 1300 88 56 65 for more information, or you can download our Pension Guide at www.auswide.com.au.

Resignation benefits

If you resign from an employer you may be eligible for a cash benefit from your superannuation fund. You are only eligible to receive this benefit if you have non-preserved funds in your superannuation account. You are not obliged to take this benefit as there may be tax implications. You can simply retain your benefit in your Auswide account and continue to let your savings grow.

Death and Total & Permanent Disablement (TPD) and/or Death Only Insurance Benefits

If you become permanently disabled and have insurance with Auswide, you may be eligible to receive benefits to the level of insurance cover you have, plus your superannuation account balance if you have elected to receive your benefit on this basis. Refer to page 14 for further information.

If you do not have insurance with Auswide and are permanently disabled you may request to have your superannuation account balance paid upon becoming and satisfying the Trustee that you are permanently incapacitated.

See page 15 for the definition of Total & Permanent Disablement. In the event of your death, your account balance will be paid to your dependants or legal representative.

More information about insurance cover and when benefits may be paid can be found in the insurance section of this guide.

Income Protection benefits

Benefits will be paid to you if you are absent from work due to a temporary disablement through injury or illness.

The definition of temporary disablement and the levels of insurance cover are detailed in the insurance section of this PDS.

Other circumstances when benefits may be paid

There are other circumstances where Auswide may be able to provide you with access to your superannuation benefits before reaching preservation age. These include:

- Specified grounds approved by the Australian Prudential Regulation Authority

- Severe financial hardship (evidence required)
- Temporary residents who are permanently leaving Australia. Higher tax rates may apply in these circumstances.

Automated Transfer Facility – Auswide Employer-Sponsored Plan

With the days of holding one job for life now over it's easy to accumulate a number of superannuation accounts, each holding small amounts. To help overcome this issue Auswide automatically transfers employer-sponsored members and their accrued benefits to the Auswide Personal Superannuation Plan on leaving the service of their employer. The advantages of this feature include:

- No need to worry about where to rollover your account or fill out paperwork – it is automatically transferred
- You can maintain your existing investment strategy if it is appropriate to your needs
- You are able to maintain your existing Death Only and Death & Total and Permanent Disablement benefits
- No establishment or up front fees are payable
- No need to liquidate assets and bear the associated costs
- No closing penalties or adjustments
- The ability to have contributions from your new employer paid to your existing account (if you are eligible for Choice of Fund)

Insurance premiums will be those applicable under the Auswide Personal Superannuation Plan.

Auswide is extremely efficient to use as a vehicle to accumulate superannuation assets as you move from one employer to another. You can keep your steadily accumulating assets or rollovers private in the Auswide Personal Superannuation Plan whilst benefiting from our already low fee structure which reduces even further as your assets increase. Flexibility and a wide choice of investment strategies and managers ensure that the Fund will grow with you as your life circumstances change.

Choosing the right Investment Strategy

Auswide offers members a wide choice of investment strategies. Members can choose from a menu of the following investment strategies currently offered.

Model Portfolio Options

(underlying investment manager mix has been pre-selected by the Trustee):

- Capital Stable
- Conservative
- Balanced (Default Option)
- Growth
- High Growth

Managed Options

(investment managers may be chosen by you):

- Capital Stable
- Conservative
- Balanced
- Growth & High Growth

Sectoral Options

(investment managers may be chosen by you):

- Cash and Enhanced Cash
- Fixed Interest
- Property
- Australian Shares
- International Shares

Please refer to Part 2 of this PDS for full details of the investment options available within each investment strategy.

Default Strategy

Should you choose not to make an investment selection or if the Trustee is unable to interpret your selection, the Default investment strategy will be applied. The Default investment strategy is the Pre-Mixed Balanced Option.

The Trustee reserves the right to change the Default investment strategy at any time.

Once you have selected an investment strategy, you can change it at any time by giving written notice to the Trustee. Generally, a switch will be effected within four weeks of receipt of an instruction or such other period as the Trustee in its absolute discretion may determine. There are no administration charges levied by Auswide in respect to investment switches.

What is the risk profile of the investment strategies?

As a general observation, the higher an investment's potential return, the greater the risk associated with that investment. Over the long-term, historically, share market investments have provided the highest average returns, but demonstrate the greatest volatility. Volatility refers to the value of investments going up or down over time. Cash or fixed interest investments have delivered lower average returns and demonstrate lower volatility than share market investments.

Auswide's menu of investment strategies in Part 2 of this PDS are generally listed in order of increasing allocation to growth assets and therefore investment risk. The specialist Sectoral Options potentially have the highest risk of the available options as they are usually invested in one asset class. The investment managers in the Model Portfolio Options represent complementary combinations that are designed to benefit from the different investment styles of the underlying investment managers.

The Model Portfolio Option asset allocations are monitored to ensure that growth assets remain in pre-determined ranges for the respective options. Individual member accounts are not rebalanced.

Please refer to Part 2 of this PDS for full details.

Investment Risks

Please note your investment in Auswide is not guaranteed. Investments are subject to various risks and can fluctuate in value. Each investment option has different risk characteristics and volatility.

Significant investment risks include:

- The risk that inflation is higher than the investment return
- The risk that an individual investment falls in value (see next column)
- Market risk (e.g. economic, technology, political or legal) and
- Currency exchange risk (if we invest overseas).

Individual investments fall in value for a variety of reasons:

- Australian shares are affected by the performance of the company and market conditions (e.g. inflation, interest rate)
- International shares are affected by similar factors to the Australian shares but are also influenced by additional exchange rate risks and political risks associated with investing in that country
- Diversified fixed interest investments are affected by changes in the interest rates (e.g. risk of default on repayment of a loan) and
- Property investments are affected by general economic factors, such as inflation and employment, as well as the location and quality of the property.

The other risk in choosing to invest in Auswide or any other superannuation fund is that changes to superannuation and taxation laws may have an effect on the accessibility or value of your investment.

Investment Returns

The investment performance of the underlying investments which make up the menu of investment strategies presently offered by the Trustee are set out in Part 2 of this PDS.

All of the underlying investments are collective investment vehicles.

The investment returns detailed in Part 2 of this PDS are net of investment managers' fees and taxes. Please refer to that brochure for full details.

Note: Past performance should not be taken as an indication of future performance. The investment returns and return of capital are not guaranteed by the Trustee nor by any of its service providers.

Consult a professional

The Trustee recommends that you consult a licensed financial adviser to assist you in constructing an investment strategy specifically suited to your circumstances from the selection of strategies made available by Auswide. Alternatively you may contact Auswide Member Services on 1300 88 56 65 for information of a general nature.

Insurance

Why insurance is important

Life is full of uncertainties and insurance cover can help you and your dependants achieve peace of mind should the worst occur. Ensuring your insurance cover is up to date is vital for the financial security of you and your family. Without enough cover, you and anyone who depends on you could be dangerously exposed.

Although superannuation is primarily designed to help you save for retirement, it can also provide you with cost-effective insurance cover for a range of circumstances. However, not all insurance cover offered by superannuation funds is the same.

If you are considering changing funds, reviewing your insurance cover is even more important as there can be discrepancies between the different insurance covers offered by each super fund.

Take care to ensure you have adequate insurance cover during the transitional period and that your beneficiaries are still correct and valid. Also look at any limitations, such as age or for part time or casual employees, and also the costs involved.

What insurance cover can Auswide offer?

Auswide prides itself on being able to offer you comprehensive and competitive insurance products. We understand the importance of insurance to help you and your dependants plan for life's unexpected twists.

The three types of insurance cover available from Auswide are:

- Death and Total & Permanent Disablement (TPD)
- Death Only
- Income Protection.

You can select different combinations of these insurance types to suit your own requirements. No two people will have exactly the same insurance needs so we recommend you read this Guide and obtain appropriate professional advice before making a decision. Contact your adviser or Auswide's Member Service Officers on 1300 88 56 65 to discuss the options available to you.

Auswide can offer you access to competitive insurance cover through its Insurer, MetLife Insurance Limited (ABN 75 004 274 882, AFSL No: 238096). With over 137 years of experience it is the largest insurer in the USA. The MetLife group of companies serve millions of customers in the Americas, Asia Pacific and Europe.

Automatic Acceptance for employer sponsored members

A standard level of Death and TPD cover will automatically be allocated to every employer sponsored member who joins the Auswide Employer Sponsored Superannuation Plan provided that Auswide is your employer's default fund and you have Superannuation Guarantee (SG) contributions paid into the Fund by your employer. More information on the levels of cover offered can be found in the Death Only and Death and Total & Permanent Disablement (TPD) Insurance section of this Guide.

How to apply for insurance cover

To apply for insurance simply fill out the insurance section of the relevant Application Form located in Part 2 of this PDS. Note that the Insurer's underwriting requirements will need to be met on a discretionary basis.

If you are a personal member you will also need to complete the Brief Personal Statement located in Part 2 of this PDS.

If you are an employer sponsored member and you wish to apply for insurance cover in addition to that which you are automatically accepted for you must also complete the Brief Personal Statement. Your application must be received by Auswide within 90 days of commencement with your employer and within 30 days from when you sign the application.

Please contact your employer (if applicable), adviser or Auswide Member Services on 1300 88 56 65 if you have any questions or to check your insurance levels.

Evidence of health

All applications for insurance are subject to acceptance by the Insurer, except in the case of automatic acceptance. The Insurer reserves the right to ask for additional medical evidence to be provided and we will contact you if this is required for your application.

The Insurer will assess applications and advise whether or not cover will be granted. They may also impose special conditions of acceptance, including exclusions and/or the payment of additional premiums.

Commencement of Cover

Where automatic acceptance does not apply, insurance cover will usually commence once a Brief Personal Statement is completed, an initial contribution is paid and cover is accepted by the Insurer. If automatic acceptance applies, your cover will normally commence on the day you become eligible to join Auswide (which in most circumstances is when you commence employment) provided you were in active employment.

Active employment means you are employed by your employer to carry out identifiable duties and performing those duties and not restricted by illness or injury from being capable of performing those duties on a full-time basis.

For full details of the insurance cover available to you, please speak to your adviser or call Auswide Member Services on 1300 88 56 65.

Selecting your Insurance Option

DEATH ONLY AND DEATH AND TOTAL & PERMANENT DISABILITY (TPD) INSURANCE

Auswide has a high level of flexibility in respect to the level of insurance cover available. Summarised below are various methods that can be used to optimise your insurance cover:

1. Percentage of salary multiplied by future service to age 65 e.g. 10% x Salary x Years to 65

This basis has the advantage of linking your benefits to your standard of living through your salary while gradually reducing the level of insurance as you approach retirement, as the need for insurance diminishes.

2. A multiple of salary e.g. 3 x Salary, 5 x Salary etc

This basis again has the advantage of linking your benefits to your standard of living through your salary. However as the cost of insurance increases with age, if you select the benefit basis of "in addition to your Auswide account" (refer to "Determining the amount of Insurance Benefits based on your account balance" on this page), the cost of insurance will continue to rise as you approach retirement i.e. a higher proportion of your account balance will be needed for insurance premiums as you age.

3. A fixed dollar amount e.g. \$150,000, \$200,000 etc

This basis while initially providing you with adequate cover when taken out has a number of disadvantages. The first is that it is not tied to salary so inflation may erode the adequacy of your cover if it is not regularly reviewed. The other disadvantage is similar to that of the previous point above, the cost of insurance increases with age.

4. An amount of cover based on a table of sums insured reducing with age.

This basis provides cover very similar to that offered by many industry style superannuation funds throughout Australia. For a fixed premium, the amount of cover provided will reduce each year to reflect the increase in your age.

The insurance premium rates available in Auswide are very competitive and not normally available to individuals. Premium rates have been calculated to cover administration costs, your adviser's remuneration and include GST.

Insurance cover premiums are paid monthly and will reflect your age, gender, occupational risk, state of health and pastimes. Rates can be obtained from your adviser or Auswide Member Services by telephoning 1300 88 56 65. All rates are subject to change by the Insurer.

Automatic Acceptance for employer sponsored members

A standard fixed level of automatic acceptance will be allocated if you are an employer-sponsored member. The amount allocated is dependant on your age next birthday at the time of joining the Fund and is shown in the schedule below:

Standard Automatic Acceptance levels applicable at age of entry

Age next birthday	Death and TPD Sum Insured
Up to 35	\$126,600
36 to 40	\$105,600
41 to 45	\$80,200
46 to 50	\$52,800
51 to 55	\$31,600
56 to 60	\$15,800
61 to 65	\$8,400
66 to 70	\$8,400

Who is eligible?

Employees of an employer who has just joined Auswide (i.e. the employer was not previously a member of Auswide) eligibility for insurance cover commences from the date the employer joins the Fund.

In all other cases eligibility commences from the date you join the services of an Auswide employer for SG purposes, provided that the date you commenced service with the employer does not fall outside the SG quarter for which employer contributions are being made and you are in active employment. If you are not in active employment then limited cover will apply until you are in active employment for 30 consecutive days.

Limited cover means you are only covered from an illness that first becomes apparent or an injury that first occurs on/after the date cover last commenced, recommenced or was reinstated.

If you start work for an employer outside the SG quarter for which employer contributions are being made, you will be required to complete a Brief Personal Statement before insurance cover can be considered.

Automatic acceptance outside standard levels

Automatic acceptance for insurance cover in excess of the standard levels mentioned in the above table is available up to set limits without evidence of health provided certain provisions set out by the Insurer are met. Please contact your adviser or Auswide Member Services by telephoning 1300 88 56 65.

Determining the amount of Insurance Benefits based on your account balance

You can choose to calculate your insurance benefit in one of two ways:

- Inclusive of your Auswide account balance.
You receive the sum insured less the amount in your account, i.e. at any time you are only paying for the level of insurance required to build up to your required benefit. This approach has the advantage of maximising retirement funding by minimising insurance costs.
- In addition to your Auswide account balance.
You receive the sum insured plus the amount in your account, i.e. at any time you are paying for a constant level of insurance. This approach may have the effect of eroding a prospective retirement benefit, as a greater proportion of the ongoing contributions will be required to meet insurance costs as you age.

You can nominate your preferred method of benefit payment in the Insurance Cover section of the appropriate Application Form found in Part 2 of this PDS.

Who is eligible?

All Auswide members apart from Auswide pension members are eligible to apply for insurance cover.

How to apply

To apply for Death Only or Death and TPD insurance cover new personal members are required to complete the Brief Personal Statement. The Insurer's underwriters consider the risk on an individual case by case basis.

If you are applying for more than \$500,000 of Death and TPD and/or Death Only insurance cover other information will be required. Contact our Member Service Officers on 1300 88 56 65 for further information.

Selecting your Insurance Option [continued]

Interim Accident Cover

If you are a personal member and have applied for Death Only or Death & TPD insurance cover, or an employer-sponsored member applying for additional Death Only or Death & TPD insurance cover, interim accident cover applies if you have an accident resulting in your death or total and permanent disablement. The benefit payable will be limited to the amount of personal cover or employer sponsored additional insurance cover that you have applied for up to \$500,000. Additionally your death or total and permanent disablement must occur within 365 days of the accident (other conditions apply).

This cover starts from the date we receive your fully completed application for death or death and total and permanent disablement insurance until:

- you withdraw your application
- your application is accepted or denied or
- 90 days has passed from the date your application is received.

Any additional insurance cover requested by you will only commence when:

1. You are accepted for membership in accordance with the Fund rules and eligibility conditions as specified in the insurance policy; and
2. Your application is accepted by the Insurer.

Definition of Total and Permanent Disablement

Total & Permanent Disablement means:

Part 1:

For members less than age 65 employed at any time in the last 12 months where at the date of disability one of the following part 1, (a), (b), (c) or (d) applies:

- a) The member suffering the permanent loss of use of two limbs or the sight of both eyes or the loss of use of one limb and the sight of one eye (where limb is defined as the whole hand or the whole foot),
- b) The member having been absent from their occupation through illness or injury for six consecutive months and having provided proof to the satisfaction of the Insurer that the member has become incapacitated to such an extent as to render the member unlikely ever to engage in or work for reward in any

occupation or work for which he or she is reasonably qualified by reason of education, training or experience,

- c) The member, through illness or injury and having provided proof to the satisfaction of the Insurer, is permanently unable to perform two of the following six basic activities of every day living:
 - Bathing – to shower or bathe
 - Dressing – to dress or undress
 - Toileting – to use the toilet including getting on and off
 - Feeding – to eat and drink
 - Continence – to control bladder and bowel functions
 - Mobility – to get out of bed or chair or wheelchair.

If the member can perform the activity by using special equipment they will be considered able to perform the activity.

- d) The member, through illness or injury, is suffering from the permanent deterioration or loss of intellectual capacity and has provided proof to the Insurer's satisfaction that they are required to be under continuous care and supervision by another adult person for six consecutive months and this care is likely to be on a permanent daily basis and on-going.

Part 2:

Where a member has not been employed in an occupation for twelve consecutive months or is aged between 65 and 70 years at the date of disability, one of part 2 (a), (b) or (c) applies:

- a) The member suffering the permanent loss of use of two limbs or the sight of both eyes or the loss of use of one limb and the sight of one eye (where limb is defined as the whole hand or the whole foot),
- b) The member, through illness or injury and having provided proof to the satisfaction of the Insurer, is permanently unable to perform two of the following six basic activities of every day living:
 - Bathing – to shower or bathe
 - Dressing – to dress or undress
 - Toileting – to use the toilet including getting on and off
 - Feeding – to eat and drink
 - Continence – to control bladder and bowel functions
 - Mobility – to get out of bed or chair or wheelchair.

If the member can perform the activity by using special equipment they will be considered able to perform the activity.

- c) The member, through illness or injury, is suffering from the permanent deterioration or loss of intellectual capacity and has provided proof to the Insurer's satisfaction that they are required to be under continuous care and supervision by another adult person for six consecutive months and this care is likely to be on a permanent daily basis and on-going.

Part 3:

Where at the date of disability a member whose occupation is a home maker, one of the following part 3, (a), (b), (c) or (d) applies:

- a) The member suffering the permanent loss of use of two limbs or the sight of both eyes or the loss of use of one limb and the sight of one eye (where limb is defined as the whole hand or the whole foot),
- b) The member, through illness or injury and having provided proof to the satisfaction of the Insurer, is permanently unable to perform two of the following six basic activities of every day living:
 - Bathing – to shower or bathe
 - Dressing – to dress or undress
 - Toileting – to use the toilet including getting on and off
 - Feeding – to eat and drink
 - Continence – to control bladder and bowel functions
 - Mobility – to get out of bed or chair or wheelchair.

If the member can perform the activity by using special equipment they will be considered able to perform the activity.

- c) The member, through illness or injury, is suffering from the permanent deterioration or loss of intellectual capacity and has provided proof to the Insurer's satisfaction that they are required to be under continuous care and supervision by another adult person for six consecutive months and this care is likely to be on a permanent daily basis and on-going.
- d) The member, as a result of illness or injury, who is under the regular care of a medical practitioner and is unable to:
 - perform normal domestic duties
 - leave their home unaided and
 - be engaged in any employment for a period of six consecutive months

Selecting your Insurance Option [continued]

and at the end of six months provided proof to the satisfaction of the Insurer that they have become incapacitated to such an extent as to render them likely to require ongoing medical care and be unlikely ever to engage in normal domestic duties or any occupation.

Home Maker is defined as the duties normally performed by a person who remains at home and is not working in regular employment for income. These duties normally include cleaning the home, washing, shopping for food, cooking meals and caring for children and the family on a full-time basis.

Members who meet the occupational definition under Part 3 will not be considered under Part 1 and Part 2.

Definition of Terminal Illness

A member suffers from a sickness which:

- a) A medical practitioner, specialising in your illness, certifies in writing that despite reasonable medical treatment your death is expected within 12 months of the date of the certification; and
- b) The Insurer is satisfied, on medical or other evidence, that despite reasonable medical treatment your death is expected within 12 months of the date of the certification referred to in paragraph (a).

Maximum Cover

The maximum insurance cover available subject to underwriting conditions is \$2,000,000 per person for Death and Total & Permanent Disablement cover and \$5,000,000 for Death Only cover.

Transfer or Continuation of Insurance Cover

If you are an employer-sponsored member and you change employers or cease employment you can have your Death & TPD or Death Only insurance cover transferred to the Auswide Personal Superannuation Plan and continue your membership without any alteration of cover. This is usually the most cost effective and flexible option especially in respect of maintaining existing benefits and insurance arrangements. Please contact your adviser or Auswide Member Services on 1300 88 56 65 if you have any questions.

Should you however wish to leave the Fund insurance cover will cease after 60 days.

INCOME PROTECTION INSURANCE

Income Protection insurance is available to you if you regularly work a minimum of 15 hours per week and are not employed on a casual basis.

A benefit is paid when you are absent from work as a result of becoming temporarily disabled through injury or illness.

Disablement means being unable by reason solely of illness or injury, to attend work and not being otherwise gainfully employed or engaged in gainful business activity. While on claim, you must be under the regular care of a medical practitioner.

Premiums are paid monthly and will reflect your age, gender, occupational risk, state of health and pastimes. Premium rates have been calculated to cover administration costs, your adviser's remuneration and include GST.

Rates can be obtained from your adviser or Auswide Member Services by telephoning 1300 88 56 65. Premiums for Income Protection insurance are in addition to Death Only and Death & TPD premiums. All rates are subject to change by the Insurer.

To apply for Income Protection insurance cover you will need to complete the Brief Personal Statement.

Options Available

Auswide enables you to tailor an Income Protection package to suit your individual requirements.

The options available are:

- A choice of four income levels i.e. 50%, 66%, 75% or 85% of income and
- A choice of three waiting periods i.e. 30, 60 or 90 days.

The amount of the benefit is limited to the lesser of 85% of pre-disability salary or \$20,000 per member per month. Where greater than 75% of salary is insured, 75% will be paid to you as a benefit with up to a maximum of 10% paid to your Auswide superannuation account.

Income Definition

For permanent employees it is the total monthly regular income received from your employer for personal exertion for your usual occupation (including salary sacrifice amounts but excluding overtime, bonuses, commissions, profit distributions, director's fees and any other non regular payments). Where your income includes overtime

and/or allowances, this may be averaged over the past 3 years.

For employees not employed on a permanent basis your income is the average of your regular income from your employer over the previous 12 months. Monthly income is averaged over the last 12 months or the actual period if less, subject to a minimum averaging period of 6 months.

If you directly or indirectly own part or all of the business or professional practice from which you earn a regular income, earnings will include the gross revenue generated by the business as a result of your personal exertion less eligible business expenses. Earnings exclude investment income, business expenses and mandated superannuation contributions. Monthly income will be averaged over the previous 12 months.

When is an Income Protection benefit paid?

You must be disabled for your previously chosen waiting period before a benefit becomes payable. Benefits will be payable for a maximum of two years from the date the waiting period expires.

Benefits will be paid monthly in arrears and will be reduced by any payment made under a similar policy and by any Workers Compensation payments. Social Security payments may also be off-set in some circumstances.

A benefit will not be paid where the disability is caused directly or indirectly by self-inflicted injury, attempted suicide, an act of war, service in any armed forces, pregnancy, childbirth, or miscarriage.

Benefits may not be paid for longer than 12 months in some circumstances where you are disabled overseas.

A proportionate benefit is paid if you resume employment at a reduced rate of income while still partially disabled, provided you have been in receipt of disability benefits of at least one month.

The waiting period is waived if you suffer a recurrence of a disability from the same cause within six months of ceasing to receive benefits.

When do benefits cease?

Benefits will cease to be paid when you:

- are no longer disabled
- die
- turn age 65

Selecting your Insurance Option [continued]

- have received benefits for 2 years.
- are no longer following the advice of a medical practitioner.

Long-term Income Protection Insurance Cover

Auswide also offers long-term Income Protection insurance cover. With this cover, benefits can continue to be received up until age 65. The waiting period before benefits are received is two years.

Benefits are paid monthly in arrears and the indexation basis is CPI based on eight capital cities, to a maximum of 5%, applied on the first annual anniversary of the benefit being paid and annually thereafter.

Only members who have commenced Income Protection cover payable for 2 years (as previously described) are eligible for this long-term Income Protection cover. A separate premium is charged for long-term Income Protection cover. Premium rates are available from your adviser or can be obtained by ringing Member Services on 1300 88 56 65.

Payment of Insurance Premiums

Auswide deducts insurance premiums from your account monthly or on earlier withdrawal.

Maintaining cover when changing jobs

If you resign from your job, your Death & TPD or Death Only insurance cover will continue provided you have sufficient funds in your account to pay the premiums.

When does insurance cover end?

Death and TPD, Death Only and Income Protection Insurance ("IP") cover/benefits will cease when you either:

- Have insufficient funds in your account to pay the insurance premiums
- Provide a written request that cover is to be terminated
- Turn 70 (65 for income protection insurance)
- Leave the fund
- Commence duty with the armed forces of any country
- Are paid a TPD or Death benefit.

Statewide Financial Management Services Pty Ltd (as Trustee and administrator of Auswide) may receive up to 30% of insurance premiums paid by members from the Insurer to cover the administration of insurance requirements (paid monthly).

Please note that all insurance cover and benefits payable are subject to the terms and conditions of the relevant insurance policy. If a joining member has existing underwritten Death and TPD insurance, Death Only insurance, or Income Protection insurance that exceeds the insured cover available with Auswide, the Insurer may be able to match the existing insurance cover i.e. additional insurance cover may be provided upon proof of the existing cover.

If you wish to opt out of automatic insurance cover you will need to complete the relevant form, available by either ringing one of our Member Service Officers on 1300 88 56 65 or from our website at www.auswide.com.au.

During the course of the operation of the Insurance Policy there may be years where no or few claims are lodged with the Insurer and the Plan maybe eligible for a Premium Experience Rebate from the Insurer. Any such rebate will be retained by the Trustee as part of its remuneration to off-set administration fees.

Fees and Other Costs

CONSUMER ADVISORY WARNING

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 fund 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.

You may be able to negotiate to pay lower contribution fees and management costs where applicable. Ask the fund or your financial adviser.

To find out more

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

Whilst the wording in the Consumer Advisory Warning is stipulated by Law, the ability to negotiate is not applicable to Auswide, although fees payable to your adviser may be negotiated. See 'Adviser Remuneration' on page 20 of this PDS for further information.

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

Taxes and insurance are set out in another part of this document.

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

Fees and costs for particular investment options that are deducted by the various investment managers before earning rates or unit prices are declared are set out in detail in the Investment Strategies Product Disclosure Statement Part 2 commencing from page 13.

Fees and charges are paid from member accounts by selling sufficient units in relevant investment options.

The Trustee, may, from its own funds, also provide financial assistance to financial advisers. These are not additional costs borne by members.

All ongoing fees and/or charges expressed in dollars may be indexed annually to the Consumer Price Index (CPI)* and applied with effect from 1 July each year. The Trustee undertakes not to deduct any other type of fees or charges in excess of CPI without 30-day prior written notification to members (other than Government taxes and charges).

All fees and charges quoted are inclusive of GST (where applicable).

The fees and charges are paid from member accounts and deducted from the unit prices of investment options by the underlying wholesale investment managers.

*The CPI for each year will represent the percentage change from the corresponding June quarter of the previous year for the weighted average of eight capital cities.

Small Account Protection

If at any time the amount of a member's benefit in Auswide is less than \$1,000 and it includes or has included Superannuation Guarantee or Award contributions by their employer, Government regulations limit the amount of charges that can be deducted from their benefits but a minimum \$10 pa fee applies. Additional administration fees cannot exceed earnings allocated to accounts that are Member Benefit Protected. Charges do not include the Federal Government's Contribution Tax and Insurance premiums. Negative investment earnings are also not included.

Fees and Other Costs [continued]

TYPE OF FEE OR COST	AMOUNT	HOW AND WHEN PAID
FEES WHEN YOUR MONEY MOVES IN OR OUT OF THE FUND		
Establishment Fee The fee to open your investment	Nil	Not applicable.
Contribution Fee** The fee on each amount contributed to your investment – either by you or your employer	For personal members up to 4% or a flat dollar amount as agreed with your adviser and up to 3% or a flat dollar amount as agreed with your adviser for employer-sponsored members.	Deducted from members' contribution account when contribution is received. The amount of this fee may be negotiated. Alternatively, you may agree to a flat dollar amount with your adviser. Refer to 'Adviser Remuneration' under the 'Additional Explanation of Fees and Costs' section. Contributions may include rollins, Government co-contributions and other eligible contributions made by other persons or entities.
Withdrawal Fee The fee on each amount you take out of your investment	Nil	Not applicable.
Termination Fee The fee to close your investment	Nil	Not applicable.
MANAGEMENT COSTS		
The fees for managing your investment** The amount you pay for specific investment options is shown from page 12 of Part 2 of this PDS.	Sliding scale annual fee based on account balance ranging from 0.63% to 2.03%* Plus Member fee of \$93.60 per annum (\$7.80 per month)	The administration and member fees are deducted from individual member accounts on a monthly basis. They are calculated on the last business day of the month. The dollar value of these fees is then charged against member accounts in the following month at the market values applicable at the time. The amount of this fee can be negotiated – refer to 'Adviser Remuneration' under the 'Additional Explanation of Fees and Costs' section. Investment manager fees are deducted by the relevant external investment manager before they declare unit prices.
SERVICE FEES		
Investment switching fees The fee for changing investment options	Nil	Not applicable.

* This fee range is an estimate only and is based on information provided by each underlying fund manager. See 'ICR/MER%' listed in Part 2 of this PDS for investment manager fees. Also see the example table on page 22 of this PDS for an example of how these fees might apply to your investment.

** This fee includes an amount payable to an adviser. (See 'Adviser remuneration' under the heading 'Additional Explanation of Fees and Costs'.) Your adviser may charge a service fee (if agreed by you) for advice in relation to your superannuation investment – refer to 'Adviser service fees' under the heading 'Additional Explanation of Fees and Costs'.)

Fees and Other Costs [continued]

TYPE OF FEE OR COST	EXPLANATION
ADDITIONAL EXPLANATION OF FEES AND COSTS	
Management costs consists of:	
<ul style="list-style-type: none"> • Member Fees 	\$93.60 per annum (\$7.80 deducted each month)
<ul style="list-style-type: none"> • Administration Fee 	<p>The administration fees component of total management costs is determined using a sliding scale relative to the value of your employer superannuation plan as follows:</p> <p>0.8% per annum on first \$200,000 0.6% per annum on next \$200,000 0.3% per annum on balance over \$400,000</p>
<ul style="list-style-type: none"> • Investment Manager Fee 	<p>These fees are not deducted directly from your account but are deducted by investment managers before declaring earning rates or unit prices. These fees are representative of the funds' Indirect Cost Ratio and are included in the total management costs.</p> <p>To determine the extent to which investment manager fees are included in the amount of total management costs you will incur will depend on the investment option you select. The proportion that it will comprise total management costs will range from 0.33% to 1.23% for superannuation accounts.</p> <p>The external investment manager fees for each specific investment option are shown from page 12 of Part 2 of this PDS under the column heading "ICR/MER%". The ICR/MER% represents the fee retained by the investment managers before their earning rates/unit prices are declared. Auswide does not modify or add fees or changes the unit prices declared by the investment managers but directly passes on unit prices to member accounts.</p> <p>These fees are at wholesale rates. During the course of the operation of particular investment strategies, the Plan may be eligible for rebates from investment managers. The Trustee as part of its remuneration will retain any such rebates.</p>
<ul style="list-style-type: none"> • Performance Fee 	Management costs may also include a performance fee, which is a fee paid to investment managers for performance over agreed benchmarks. Performance fees may apply to Maple-Brown Abbott Australian Equities PST and were nil for year ended 31 March 2007.
Taxation	Please refer to the section headed Taxation and Superannuation in the Product Disclosure Statement Part 1 for the impact of taxation on contributions, fund earnings and benefit payments.
Insurance costs	<p>Please refer to section headed Selecting Your Insurance Option, commencing on page 14 of the Product Disclosure Statement Part 1 for an explanation of premium rates. During the course of the operation of the Insurance Policy, there may be years where no or few claims are lodged with the Insurer. During such years the Plan may be eligible for a Premium Experience Rebate from the Insurer. Any such rebate will be retained by the Trustee as part of its remuneration to offset administration fees.</p> <p>The Trustee receives 10% of Death Only and Death & TPD insurance premiums and up to 30% of Income Protection insurance premiums to cover the cost of insurance administration.</p>
Contribution Tax Rebate	<p>Each year the Trustee will calculate any contribution tax rebate arising from deductions made from members' accounts that it can claim as tax deductions for the Fund.</p> <p>The contribution tax rebate will be allocated to eligible contributing members' accounts following each financial year or on earlier withdrawal from the Fund. Tax rebates in respect to non-contributing members will be retained by the Trustee as part of its remuneration to offset administration costs.</p>
Adviser Remuneration	<p>The adviser selling you this product may receive payment ('remuneration') for the sale. Your adviser has to meet their expenses from this remuneration, and also relies on it to provide them with an income.</p> <p>Adviser fees are negotiable with your adviser and the Trustee must be advised in writing of the agreed fee when your application is received or at the time of any re-negotiated fee arrangement. Contact details for the adviser will be provided to you on your request.</p> <p>The Trustee pays your adviser the following fees from the total fees and insurance premiums collected from your account by the Fund :</p>
<ul style="list-style-type: none"> • Contributions & Roll-ins 	Up to a maximum of 3% on contributions for employer-sponsored members and 4% for personal members or a flat dollar amount agreed with your adviser.
<ul style="list-style-type: none"> • Insurance 	A percentage of premiums to be negotiated with your adviser
<ul style="list-style-type: none"> • Ongoing Standard Remuneration 	Is based on a sliding scale for the total assets held in a employer superannuation plan at the end of each month and is calculated as 0.5% per annum on first \$200,000 , 0.4% per annum on next \$200,000 and 0.2% per annum on balance over \$400,000
<ul style="list-style-type: none"> • Adviser service fees 	<p>You may negotiate an additional Service Fee (whether dollar or percentage based) with your adviser over and above the administration fee – refer to management costs.</p> <p>Any additional percentage based Adviser service fees is limited to 1% of your account balance per annum.</p>
Incidental fees	A cheque dishonour fee of \$20 may apply.

Fees and Other Costs [continued]

TYPE OF FEE OR COST	EXPLANATION								
ADDITIONAL EXPLANATION OF FEES AND COSTS									
Buy-Sell spread	<p>Investment managers may impose different buying and selling prices in respect of the investments they manage. Its purpose is to recover costs associated with the buying and selling of investments. The buy/sell differentials can vary from 0.0% to 1.00% depending on the investment strategy chosen.</p> <p>The charge is incurred at the time of buying or selling units and is in addition to management costs shown above.</p> <p>Please refer to Part 2 of this PDS for details of specific investment option buy/sell spread percentages.</p> <p>The Trustee will be both buying and selling units in investments on the same day and intends to deal as a net buyer or seller of units on a given day. As a result, a profit may arise equal to the differential of the units netted off for a particular day. The Trustee will retain any profit made as part of its remuneration.</p>								
Fee changes	<p>The Trustee may increase its member fees each financial year by the Consumer Price Index ("CPI") weighted average for all Australian capital cities.</p> <p>The Trustee undertakes not to increase member fees in excess of CPI without 30 days prior written notification to members.</p> <p>The Trustee may charge members out-of-pocket expenses if considered necessary to recover the costs in operating the Fund (including custodian fees and investment consulting fees). 30 days written notice would be provided before such costs are deducted from member account balances.</p>								
Family law charges	<p>The Trustee allows either the splitting or deferral of a member's account on separation or divorce. Government Regulations allow the Trustee to charge a reasonable fee for any requests to comply with the Family Law provisions. The charges are:</p> <table border="0" style="width: 100%;"> <tr> <td style="padding-left: 20px;">Request for information by Member</td> <td style="padding-left: 40px;">Nil</td> </tr> <tr> <td style="padding-left: 20px;">Request for information by non-Member</td> <td style="padding-left: 40px;">\$120 (payable at the time of request)</td> </tr> <tr> <td style="padding-left: 20px;">An order to split or flag an interest</td> <td style="padding-left: 40px;">\$240 (payable at the time of request)</td> </tr> <tr> <td style="padding-left: 20px;">Paying out a benefit</td> <td style="padding-left: 40px;">\$360 (deducted from the benefit unless prior arrangements are agreed to)</td> </tr> </table>	Request for information by Member	Nil	Request for information by non-Member	\$120 (payable at the time of request)	An order to split or flag an interest	\$240 (payable at the time of request)	Paying out a benefit	\$360 (deducted from the benefit unless prior arrangements are agreed to)
Request for information by Member	Nil								
Request for information by non-Member	\$120 (payable at the time of request)								
An order to split or flag an interest	\$240 (payable at the time of request)								
Paying out a benefit	\$360 (deducted from the benefit unless prior arrangements are agreed to)								
Small Accounts	<p>Account balances of less than \$1,000 (Small Accounts) are protected from paying the full administration and member fees. These fees are limited to the amount of earnings allocated each year and a minimum fee of \$10 may apply.</p> <p>For further details please refer to the subheading Small Account Protection in the section headed Fees and Charges in the Product Disclosure Statement Part 1.</p> <p>Members who have account balances of less than \$2,000 and cease employment with an Auswide employer will be transferred to Statewide Superannuation Trust Personal Division (2) and available funds will be invested in the Growth Investment Option. In the event of this occurring, members will be advised and provided with a Statewide Superannuation Trust Product Disclosure Statement of the Personal Division.</p> <p>Employer Superannuation Plan members with account balances greater than \$2,000 will be treated as per 'Automated Transfer Facility' outlined on page 11 of this PDS.</p>								
Goods and Services Tax ("GST")	<p>All fees and charges quoted are inclusive of GST (where applicable). The Fund is entitled to claim reduced input tax credits on certain fees and charges and these are retained by the Trustee as part of its remuneration to offset administration costs.</p>								
Holding Account	<p>Any interest remaining after bank fees is retained by the Trustee as part of its remuneration to offset administration costs.</p>								
Other fees	<p>Fees may be charged for extra-ordinary services required by members. For example for photocopying documents required by a member.</p>								

Fees and Other Costs [continued]

The following table gives an example of how the fees and costs in the balanced investment option for this product can affect your superannuation investment over a 1 year period. You should use this table to compare this product with other superannuation products.

Please note that Auswide's investment menu allows superannuation members a choice of 16 balanced funds from different investment managers. The investment manager fees for these balanced funds range from 0.34% to 1.04% per annum of the assets managed. The investment

manager's management cost of the balanced investment options used in the example below is 0.66%. Therefore, total costs will depend on the actual investment option chosen and can vary widely.

EXAMPLE: <i>Employer Superannuation Plan Members - the Zurich (Wholesale Superannuation) Managed Growth Fund</i>		<i>Balance of \$50,000 with contributions of \$5,000 during year</i>
Contribution fees	0 to 3%	For every \$5,000 you put in, you will be charged between \$0 and \$150.
PLUS Management costs	***1.46% + \$93.60 per annum (\$7.80 per month)	**And, for every \$50,000 you have in the fund, you will be charged \$730 each year plus \$93.60 in member fees regardless of your balance.
EQUALS Cost of fund		If you put in \$5,000 during a year and your balance was \$50,000, then for that year you will be charged fees of from \$823.60 to \$973.60 * What it costs you will depend on the investment option you choose and the fees you negotiate with the fund or financial adviser.

* Additional fees may apply

** The above wording is stipulated by the law. However, the statement "for every \$50,000 you have in the fund, you will be charged \$730 each year" is not strictly correct as Auswide has a sliding administration fee scale which reduces when member account balances exceed \$200,000 and reduces further on balances over \$400,000 - please refer to the management costs section of the 'Additional Explanation of Fees & Costs section'.

*** Management Costs comprise a maximum annual administration cost of 0.8% (on first \$200,000) and an Investment Manager fee of 0.66% p.a..

The investment manager fee for that fund is an estimate only and was based on the investment manager fee details for the 12 months ending 31 March 2007. The investment manager fee is not deducted directly from your account, but is deducted by investment managers before declaring earning rates or unit prices, and is included in the total management costs. For more details see page 20 of this PDS.

Establishment fee – nil

Withdrawal fee if you leave the fund – nil

Notes:

1. As the account balance in the example used above is less than \$200,000, the calculation of total cost has been based on the maximum administration fee.
2. In respect to members who have superannuation contributions made into the Fund by an Auswide Employer, all employee members' account balances are taken into consideration when calculating administration fees using the sliding scale and the lower rate (if applicable) is then applied to each member's account balance.

More Information About the Trustee

The Plan

The Auswide Employer Superannuation Plan and Auswide Personal Superannuation Plan form Divisions 4 and 5 of the Trust Deed governing Statewide Superannuation Trust, a complying Public Offer Superannuation Fund. Auswide has been specifically designed to provide members with a wide choice of investment and insurance options at very low cost compared with other similar funds in the market place.

Auswide's high levels of service and flexibility ensures that the Auswide will continue to suit members at various stages in their lives, i.e. whether working and contributing towards superannuation, rolling over or requiring a pension.

The Governing Rules

As previously mentioned the Auswide Plans are divisions of Statewide Superannuation Trust. The Deed and Rules constituting Statewide Superannuation Trust were made on 1 May 1986. The Auswide divisions were subsequently added via Supplemental Deed to increase flexibility and investment choice for members.

The Deed together with Government requirements determines the rights of members. Copies of the Deed may be inspected by arrangement during business hours at the offices of the Trustee.

The Approved Trustee

Statewide Superannuation Pty Ltd (ABN 62 008 099 223) is the Approved Trustee of Auswide as defined in superannuation legislation and meets the minimum government prescribed eligible asset requirements.

As Trustee, Statewide Superannuation Pty Ltd has overall responsibility for the management of Auswide.

Statewide Superannuation Pty Ltd has in place a professional indemnity policy, and will renew it when it falls due.

The Board

The Trustee is Statewide Superannuation Pty Ltd (ABN 62 008 099 223) with the Board of Directors comprising an equal number of representatives from employer and employee organisations.

Relationship between the Trustee and some service providers

David Meyer is a Director of the Trustee of Statewide Superannuation Trust (of which Auswide is a division) and is also a Partner of Lynch Meyer. Lynch Meyer provides legal services to Auswide and receives fees for services.

The administrator of Auswide is Statewide Financial Management Services Pty Ltd (ABN 69 092 109 209) a wholly owned subsidiary of the Trustee, Statewide Superannuation Pty Ltd, and it receives fees for its services.

The Trustee undertakes to disclose all service providers that are associates of the Trustee. It also undertakes to treat all services providers equally and fairly regardless of their association with the Fund.

Communicating with Members

Auswide's Member Services team can assist you with any queries.

The Trustee provides information to members via a number of communications:

- a member statement as at 30 June each year showing the member account balance and listing all transactions, fees and charges deductions, made during the financial year (yearly);
- an interim or mid year member statement showing transactions and account balances to 31 December, and
- an annual report which contains information about the management and financial condition of the Plan, including investment performance (yearly).

Electronic Access to PDS

Where this PDS is distributed in electronic form, copies and forms of this PDS are available on request from the Trustee without charge.

Each member can also access their superannuation details 24 hours a day via a secure internet link service Auswide.On.Line, located at www.auswide.com.au.

Taxation and Superannuation

Taxes on Contributions

Auswide is legally required to deduct 15% Contributions Tax from concessional contributions employers make on behalf of their employees including Superannuation Guarantee and Salary Sacrifice contributions. This Contributions Tax also applies to concessional contributions made by the self-employed which will be claimed as a tax deduction. Auswide is responsible for forwarding Contributions Tax to the Australian Taxation Office (ATO). Further information on concessional contributions can be found on page 8 of this PDS.

As non-concessional contributions are generally made from a taxed source of income they are not taxed upon payment to a fund. You can find more information on non-concessional contributions on page 8 of this PDS.

Tax deductions

As Auswide is a regulated superannuation fund under the Superannuation Industry (Supervision) Act 1993, contributions by employers for eligible employees and concessional contributions made by the self-employed within legislated limits are fully tax deductible. The table below shows the legislated concessional contribution limits.

Age of Employee	Maximum Contribution Limit per financial year
Under 50	\$50,000*
50-74	\$100,000 up to financial year 2011-2012
75 and over	mandated employer contributions only

*This amount is indexed to AWOTE but will only increase when indexation results in an increase of \$5,000 or more.

It should be noted that the above concessional limits are specific to the individual and not the contributor and include contributions from all sources.

Claiming a tax deduction

If you are an employed individual, any concessional contributions you make in the form of salary sacrifice will be counted as employer contributions and as such, your employer is entitled to claim this amount as a tax deduction.

Self-employed members will receive a notice in June each year to enable you to advise us of the amount of concessional contributions you intend claiming as a tax

deduction. Members who make annual concessional contributions in late June will receive the notice in July.

The notice should then be returned to Auswide so that acknowledgement of your intention to claim a tax deduction on contributions made to the Fund may be issued. Concessional contributions are taxed at 15% and preserved.

No tax is deducted from non-concessional contributions.

Tax on investment earnings

Income earned on investments made by the Fund is subject to a 15% tax. However, this rate may be reduced by investment expenses, imputation credits and by the 33.3% Capital Gains Tax general discount for assets held greater than 12 months. The investment returns applied to members' accounts are net of this tax.

Spouse contributions

Where a spouse earns less than \$13,800 in assessable income plus reportable benefits (total income), members may be entitled to a tax off-set of up to \$540. Those members whose spouse earns \$10,800 in total income will be entitled to a rebate of 18% on up to \$3,000 of contributions. This amount reduces by \$1 for every dollar of total income earned by the spouse, cutting out when \$13,800 is reached. For example, a taxpayer that contributes \$3,000 to the superannuation account of their spouse, whose total income is \$11,500, would be eligible for a tax off-set of \$414. This is calculated by the following:

$\$11,500$ (the total income of the spouse) - $\$10,800$ (the base total income for spouse off-set) = $\$700$

The amount on which the tax off-set can be claimed is $\$3,000$ (maximum contribution entitled to the tax-offset) - $\$700$ (the excess total income) = $\$2,300$.

The maximum off-set that can be claimed in this instance is $\$414.00$ ($\$2,300 \times 18\%$).

If the taxpayer had contributed $\$1,500$ to their spouse's account the maximum spouse contribution off-set they could claim would be $\$270.00$ ($\$1,500 \times 18\%$). This is because the amount contributed is less than the maximum amount that can be used as an off-set. Further information on the tax off-set for spouse contributions can be obtained from the ATO web site at www.ato.gov.au/super.

Employment Termination Payments

A definition of Employment Termination Payments can be found on page 9 of this PDS.

An Employment Termination Payment must be received by Auswide within 12 months of termination of your employment.

As superannuation benefits paid to those over 60 are now tax free Employment Termination Payments cannot be rolled over to superannuation fund unless they have been paid under transitional arrangements. The transitional arrangements will apply to Employment Termination Payments received between 1 July 2007 and 30 June 2012. You will still be able to roll over this payment to a super fund if the Employment Termination Payment is specified in your employment contract before 10 May 2006.

The roll over of employment payments to superannuation funds under \$1 million do not count towards any of the contribution caps that apply to regular superannuation contributions from 1 July 2007.

However amounts comprising the taxable component of an Employment Termination Payment rolled over in excess of \$1 million are counted towards the concessional contributions cap and may be taxed at 46.5%.

Please note that the taxable component of any Employment Termination Payments rolled into super (i.e amounts up to the \$1 million cap) will be taxed at 15% upon it being received into the Fund.

These transitional employment termination payments can be received directly by you in cash as well.

Benefit Payments

Benefit payments from 1 July 2007 will be paid under two components – the tax free component and taxable component.

The tax-free component comprises the former pre-July 1983 component (converted into a fixed amount at 30 June 2007), the CGT exempt component, the post-June 1994 invalidity component, the concessional component and the undeducted component.

Refer to the table over the page for details on the taxation treatment of lump sum withdrawals.

Taxation and Superannuation [continued]

Tax on Death Benefits

Tax on Lump Sum Death Benefits

Lump sum death benefit payments will be tax free if paid to a tax dependant. Tax dependants can be a current spouse, child under 18, a person financially dependent on you or someone with whom you have an 'interdependency relationship'.

The taxable component of a lump sum paid to a tax non-dependant will be taxed at 15% plus Medicare Levy.

Tax on Total and Permanent Disablement Benefits

TPD benefits are taxed as a lump sum benefit with taxable and tax-free components. That part of the benefit that related to age 65 is tax free.

Providing your Tax File Number

You can supply your Tax File Number (TFN) to Auswide on your Application Form. Supplying us with your TFN is not compulsory, however if we do not have a record of your TFN, we can only accept employers contributions which will be taxed at 46.5% (2007/2008 figure). You may also pay more tax on superannuation benefits than necessary and we will be unable to accept personal contributions from you.

Your TFN is confidential and we are required to tell you the following before you can provide your TFN to us:

- We can obtain your TFN under the Superannuation Industry (Supervision) Act 1993.
- If you provide your TFN to us we will use it only for legal purposes. This includes finding or identifying your superannuation benefits where other

information is insufficient, calculating tax on any payment you may be entitled to and providing information to the Commissioner of Taxation (amongst other things to enable the Commissioner of Taxation to assess any surcharge payable on superannuation contributions made to 30 June 2005 by or for you). These purposes may change in the future.

- It is not an offence if you choose not to quote your TFN. However failing to provide your TFN may mean you pay a higher rate of tax on your benefits. It may also be more difficult to locate or amalgamate your superannuation benefits in the future or to pay you any benefits you are entitled to. These consequences may change in the future.
- If you provide your TFN we may provide it to the Trustee of another superannuation fund or Retirement Savings Account (RSA) provider where that Trustee or RSA provider is to receive your transferred benefits in the future. We may also give it to the Commissioner of Taxation. Otherwise your TFN will remain confidential.
- Your employer is obliged under legislation to forward your TFN to the Superannuation fund to which it pays contributions on your behalf.
- Failing to provide your TFN may also result in higher tax being paid on your concessional contributions. This excess may be reclaimed if you provide Auswide with your TFN within a 4 year period.

If you are already a member of Auswide but have changed jobs, simply provide your membership number to your new employer.

On joining Auswide you will receive a membership card and the latest annual report containing the Fund's latest financial information. Once you are a member, all contributions will be paid into your account along with any investment earnings. Tax on contributions from your employers is deducted at the time of receipt. For self-employed members tax is deducted at 30 June each year or on earlier withdrawal.

Taxation treatment of lump sum withdrawals

	Prior to age 60	Age 60 +
Lump sum*	<p>Tax-free component: Tax Free</p> <p>Taxable component (taxed):</p> <p>Under age 55: maximum 20% plus the Medicare Levy</p> <p>Aged 55-59: Up to low-rate cap amount (currently \$140,000): Tax free</p> <p>Balance: maximum 15% plus the Medicare Levy</p>	<p>Total lump sum:</p> <p>Tax Free</p>

*Proportional drawdown of benefits: When any part of a superannuation benefit is made, the benefits will be considered to include both the tax-free and taxable components with the relevant portions of each reflecting the proportions such as components make up of the total benefit.

General Superannuation Facts

Cooling-Off period

We sincerely trust Auswide can provide all that you need in a super fund. However, you can exercise your right to redeem your investment or cancel your membership by notifying Auswide either in writing or electronically, no later than within 14 days of confirmation of membership or 19 days of Auswide receiving your initial contributions or application to join.

You must nominate another complying superannuation fund, retirement savings account or approved deposit fund to which your investment will be transferred, subject to taxation and any adjustments for market movements either up or down. Auswide will not deduct fees or charges for a membership cancelled in this period.

If you are an employer sponsored member and your employer changes their mind about investing with Auswide and requests a refund of any contributions already paid, you can also request a rollover of any personal contributions that you may have made to Auswide.

Complaints Handling Process

Auswide continually strives to provide exceptional service to members. If we do not meet your expectations and you have an inquiry or complaint you should contact our Member Service Officers on 1300 88 56 65. Auswide will deal with your inquiry or complaint as a matter of urgency.

If you wish to lodge a complaint with Auswide, please write to:

Inquiries and Complaints Officer
Auswide
GPO Box 1572
Adelaide SA 5001.

Given that some inquiries or complaints can take time to research, we will deal with it within 90 days. If you are not satisfied with our handling of your complaint, or with the Trustee's decision, you can contact the Superannuation Complaints Tribunal (SCT). The SCT is an independent tribunal established by the Federal Government to conciliate and review Trustee decisions relating to members. The SCT can be contacted on 1300 780 808.

Lost Members

In today's busy lifestyle where we change jobs more often than ever before, it can be easy for us to lose track of our superannuation details – and for plans to lose contact with members.

A superannuation member is classified as 'lost' if one of the following apply:

- At least one communication item has been returned unclaimed;
- No contributions have been paid by the member, or on the member's behalf, into the Plan for at least five years and the Trustee has not been able to verify the member's correct address.

As a lost member:

- The benefit will be transferred to Statewide Industry Fund (Member) where it will be invested in the Statewide Growth option.
- A minimum fee of \$10 per year may apply for balances under \$1,000. However, if your account balance exceeds \$1,000, the full administration fee will apply
- Your benefit will accumulate investment returns (if investment returns are earned during the financial year)
- The benefit is available for withdrawal at any time (subject to any restrictions on preserved benefits)
- Your insurance cover will continue as long as there are funds available in your account to cover the cost of your premiums.

Auswide will provide details of all lost members to the Australian Taxation Office's Lost Member Register, which will endeavour to locate lost members and advise them of their superannuation entitlements. Alternatively, if you believe you may have lost contact with past superannuation funds, you may check the Lost Member Register by phoning 13 10 20.

Updating Information

The information in this PDS is up to date at the time of its preparation. However, certain information in the PDS is subject to change from time to time. Information or alterations that are not materially adverse may be updated via the Trustee's annual report to members.

Members may also access information relating to changes in superannuation that relate to Auswide via the internet at www.auswide.com.au or request a paper copy without charge.

The only information that may be updated in this way is information which is not "materially adverse". Where information changes that is materially adverse (that is, consists of critical information) we will issue you with a supplementary PDS.

Further Information

If you require any further information about this product or the Plan, please contact us:

Auswide
Statewide House
99 Gawler Place, Adelaide

GPO Box 1572, Adelaide SA 5001

Telephone: 1300 88 56 65

Website: www.auswide.com.au
Email: info@auswide.com.au



The Issuer, RSE Licencee and the Trustee

Statewide Superannuation Pty Ltd
ABN 62 008 099 223

Registered Address & Address for Enquiries

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