



MilitarySuper

Educator name

Friday, 27 May 2022

The information in these slides is current as at 27/05/2022. Information covered in these slides may change in the future.



It's important you know

General Advice

Any financial product advice provided in this presentation is general advice only and has been prepared without taking account of your personal objectives, financial situation or needs. Before acting on any such general advice, you should consider the appropriateness of the advice, having regard to your own objectives, financial situation and needs. You may wish to consult a licensed financial advisor. You should obtain a copy of the relevant Product Disclosure Statement and consider its contents before making any decision regarding your super.

Target Market Determination

-A Target Market Determination (TMD) has been made for ADF Super which can be found on our website csc.gov.au/tmd. A TMD describes the types of customers a financial product is appropriate for based on their likely needs, objectives and financial situation (target market), and it establishes the conditions and restrictions in relation to how the product can be distributed to customers. The TMD also describes our reporting requirements, and events or circumstances where we may need to review the TMD. There is no TMD for MilitarySuper as CSC is not required to provide TMDs for Defined Benefit Products or for MySuper investment options.

Commonwealth Superannuation Corporation (CSC) – ABN 48 882 817 243 RSE Licence No: L0001397

MilitarySuper - ABN: 50 925 523 120 RSE Licence No: R1000306

ADF Super - ABN: 90 302 247 344 RSE Licence No: R1077063



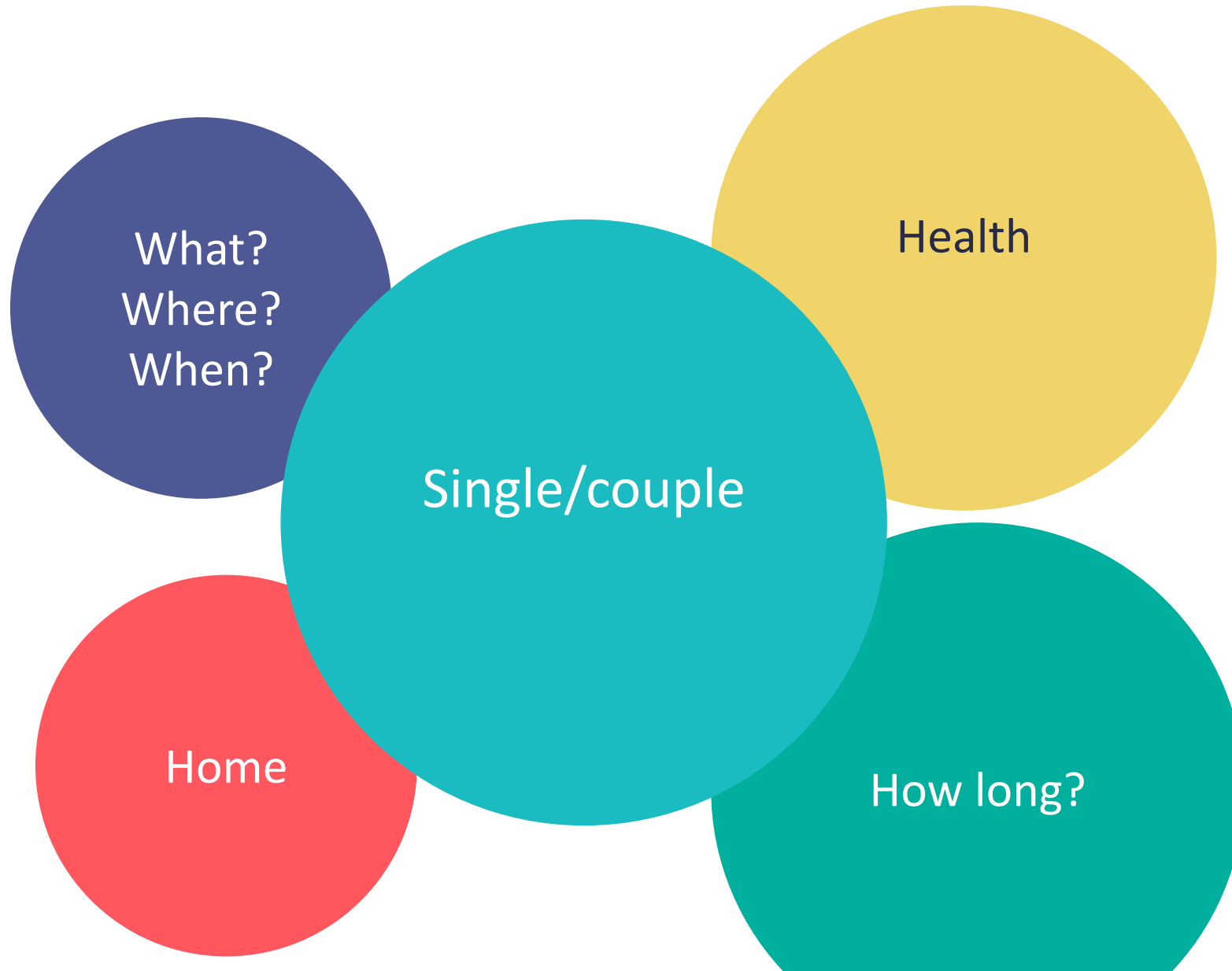
Commonwealth
Superannuation
Corporation

What is super for?

“The primary objective of the superannuation system is to provide income in retirement to substitute or supplement the age pension”

- Superannuation (Objective) Bill 2016

What does retirement look like?



ASFA 'Modest' for those aged around 65

***Assuming retiree(s) own their own home and are
relatively healthy**

Source: ASFA Retirement Standard (Dec quarter 2021)

SINGLES

\$29,139
(\$1,120 / fortnight)

COUPLES

\$41,929
(\$1,612 / fortnight)

ASFA 'Comfortable' for those aged around 65

***Assuming retiree(s) own their own home and are
relatively healthy**

Source: ASFA Retirement Standard (Dec quarter 2021)

SINGLES

\$45,962
(\$1,767/ fortnight)

COUPLES

\$64,771
(\$2,491 / fortnight)

Retiree needs and wants change over time

**Essentials
vs
Desirables**

Active Phase

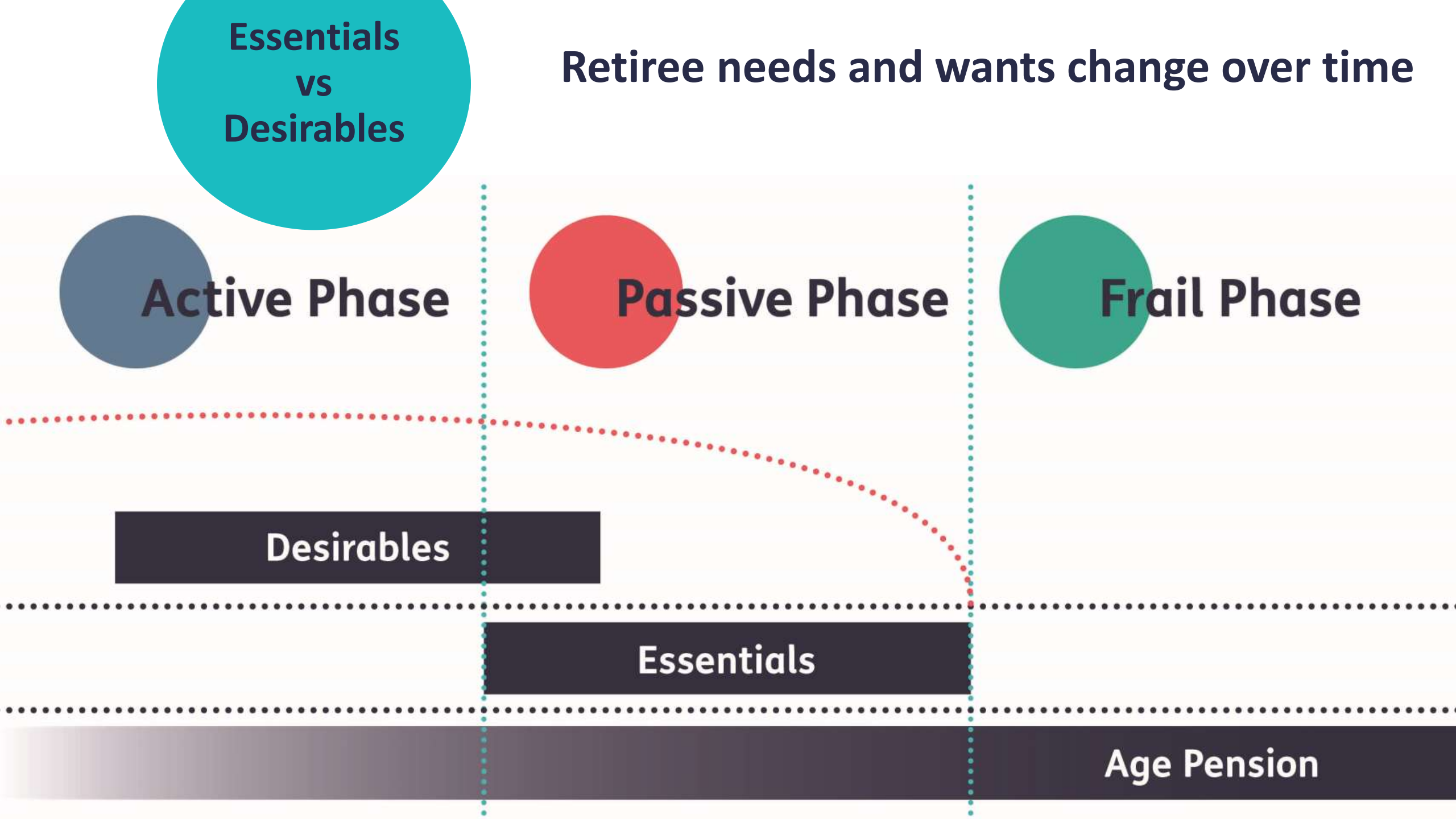
Passive Phase

Frail Phase

Desirables

Essentials

Age Pension





**How am I
tracking?**

Main features

Exceptional contributions from Defence

Investment choice on your contributions

24/7 invalidity and death benefit cover

No administration fees

Pension payable for life

Lump sum benefit*

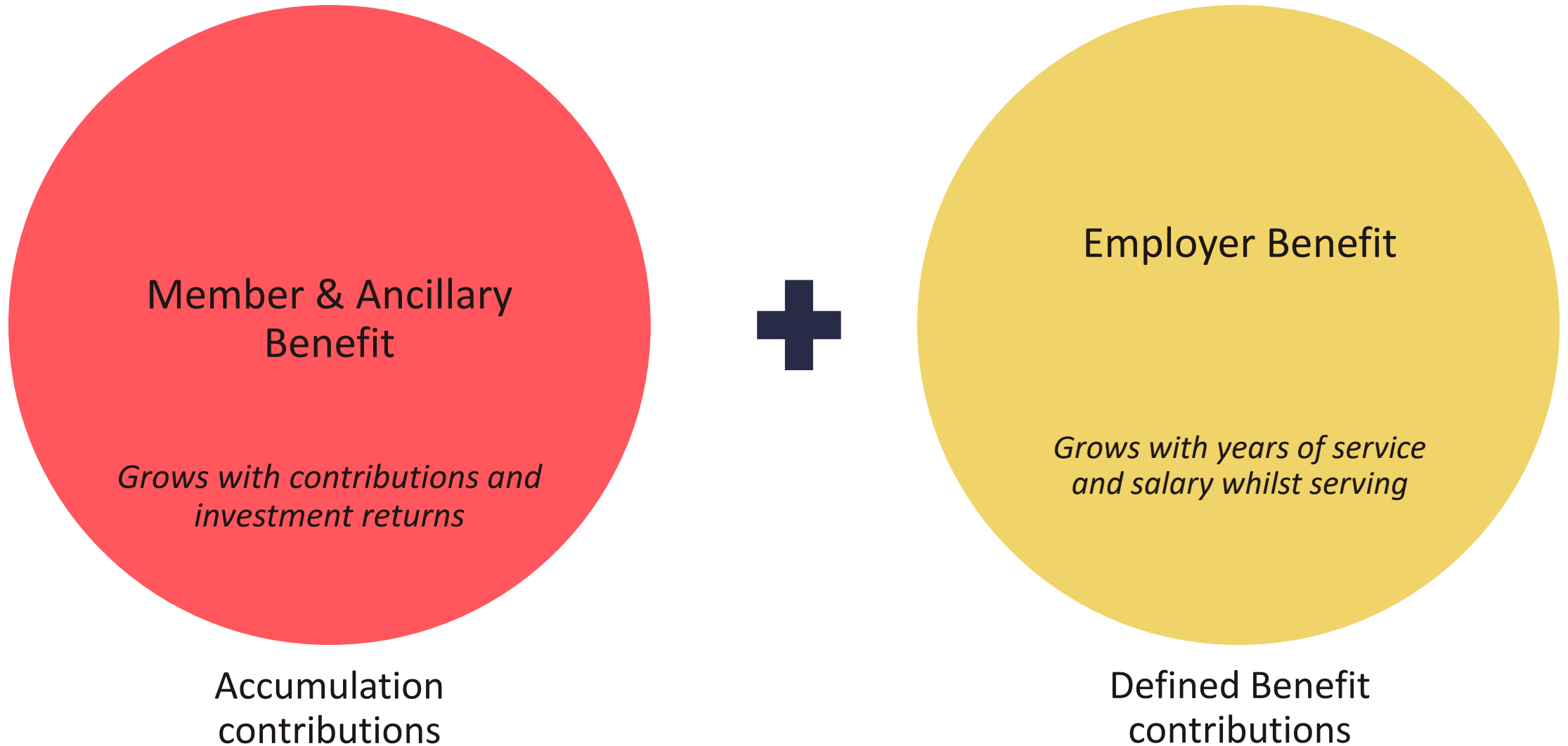
* Lump sum only payable if condition of release met

What is my preservation age?

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

In order to claim benefits as a lump sum in retirement you must generally have reached your preservation age. Details on your preservation age can be found on the ATO website.

Your MilitarySuper set up



Your investment options

Member and Ancillary Benefit only



- You may choose multiple options
- No fees for switching between options
- Online switching

About the pension

CPI indexed twice a year

Reverts to eligible dependants

Subject to PAYG tax

10% tax offset at age 60

Calculating the pension is quite simple:

$$\text{Employer Benefit} / \text{Conversion factor} = \text{Yearly Pension}$$

Age	Conversion factor
65	10.0
60	11.0
55	12.0
50	13.0
45	14.0

*pension option only applicable to the employer benefit. Subject to having ceased full-time service and reached age 55. Different rules apply for CITR and redundancy

What is it worth to me?

10 Years
of
service

Employer Benefit:

\$165,750 / 12

Gross pension at age 55:

Yearly = \$13,812

Fortnightly = \$531

20 Years
of
service

Employer Benefit:

\$403,750 / 12

Gross pension at age 55:

Yearly = \$33,645

Fortnightly = \$1,294

30 Years
of
service

Employer Benefit:

\$810,750 / 12

Gross pension at age 55:

Yearly = \$67,562

Fortnightly = \$2,598

Plus Member + Ancillary Benefit cash at preservation age

Death Benefits

Contributing Member

Your death benefit at 30 June 2018

Lump sum	\$1,155,000.00
OR	
CPI-indexed spouse pension	\$63,954.00
PLUS	
Lump sum	\$105,000.00

No Premiums

Can be paid out in conjunction with other insurance coverage

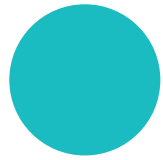
Covered in warlike zones

Preserved Member

Your death benefit at 30 June 2018

Lump sum	\$455,000.00
OR	
CPI-indexed spouse pension	\$16,750.00
PLUS	
Lump sum	\$105,000.00

Re-entry



You can re-join MilitarySuper



If you transfer into ADF Super, you stay in ADF Super.



If you are in receipt of a pension you will default into ADF Super.



Making sure you are on track

2

Insurance

Do you have enough insurance coverage.

1

Set up a new superfund

You will need a new superfund.

Use your MyGov account to find any *'Lost Super'* and consolidate.

Do you want to rollover or preserve your member and ancillary benefit?

3


Pension at 55

Do you know the value of your lifetime pension?

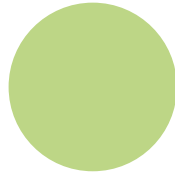
Financial Planning & Advice

- A CSC authorised* financial planner is part of the ADF Financial Advice Referral Program
- Available to all ADFSuper, MilitarySuper & DFRDB Members
- Locations negotiable*
- Fee-for-Service
- Experts in your Scheme

*Our authorised financial planners are authorised to provide advice by Guideway Financial Services (ABN 46 156 498 538, AFSL 420367.). Guideway is a licensed financial services business providing CSC financial planners with support to provide members with specialist advice, education and strategies.



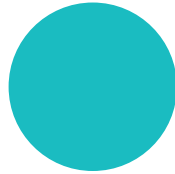
Some useful places for more info



MSBS Benefit Estimate

12 months from discharge?

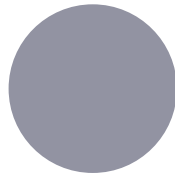
Contact 1300 006 727 or
members@enq.militarysuper.gov.au



www.csc.gov.au

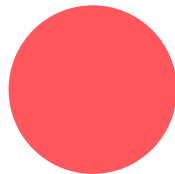
Forms and Factsheets

Online iEstimator



ADF Member Consultation

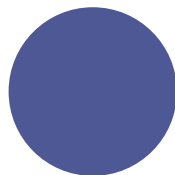
Register online at csc.gov.au for a 1 on 1 consultation with the member education team



ADF Financial Services Consumer Centre

Financial information and support by Defence. For Defence.

www.adfconsumer.gov.au



MoneySmart

Helpful tips, tools, videos and publications

www.moneysmart.gov.au



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