

Essential Super Product Update

Issued July 2021



This Product Update contains information about some changes for Essential Super. It accompanies the current Essential Super Product Disclosure Statement (PDS) and Reference Guide (Issue 3/2021, dated 30 June 2021) which can be downloaded at commbank.com.au/essentialsuper-documents or call us on **13 4074** for a copy.

Changes to the way Employers contribute for new employees

The Your Future, Your Super Bill 2021 recently passed Parliament and introduces changes to default super arrangements.

From 1 November 2021, if a new employee doesn't choose where they want their employer super contributions paid by completing a Choice form, an employer needs to confirm with the ATO whether they have an existing super account and their account details. If the employee doesn't have an existing super account and they don't make a choice, the employer will need to set up a default account on their behalf. This change aims to help prevent the creation of unintended multiple superannuation accounts.

For more information on your default fund obligations, please refer to www.ato.gov.au

Changes to the Cash Deposit option

The Cash Deposit option is one of three alternative options you can choose to invest in within Essential Super. The option is intended to be the lowest risk option available that achieves a positive monthly return after fees and taxes. For this option, the return will be calculated, using the return rates quoted by us, on the daily option balance and will be credited monthly on the last calendar day of the month or upon withdrawal of the balance of the Cash Deposit option. If the daily return is less than half a cent based on the daily option balance, you will not earn any return.

Effective from 3 September 2021, an Administration Fee, which may vary between 0.35% p.a. to 0.50% p.a. will be applied to the Cash Deposit option. The Administration Fee is reflected in the daily unit price and is deducted from the assets of the investment option on a monthly basis. To view the current administration fee and current return rate please visit commbank.com.au/essentialunitprices.

We're here to help

If you'd like further information, please call our Essential Super team on **13 4074**, 8am - 7pm Monday to Friday (Sydney time).

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