

Significant Event Notice

Changes to your TTR from 1 July 2017

Dear Member

GuildPension is committed to keeping you informed about Government changes to superannuation so that you can make the right choices now and afford the best possible lifestyle when you retire. Our aim is to grow and protect your retirement savings over the long term.

It is important that you carefully read this Significant Event Notice on changes to your Transition to Retirement (TTR) Pension, understand what is changing and how the changes affect you.

Tax treatment of TTRs will change

From 1 July 2017, investment earnings on assets held in your TTR will be subject to an investment earnings tax of up to 15%. This investment earnings tax will apply until you cease your TTR because you meet certain [Conditions of Release](#).

Currently assets of your TTR are invested in a tax-free asset pool. Investment earnings in this pool do not attract investment earnings tax.

To comply with legislated changes at 1 July 2017, the Trustee of GuildPension will have to move assets of your TTR into a taxed asset pool.

Will there be a cost of moving the assets?

When assets are moved between pools, there are costs associated with the selling and buying of underlying assets within those pools. These are known as buy/sell costs.

We are pleased to inform you that, in this instance, the Trustee of GuildPension will cover these buy/sell costs on your behalf.

Will you meet a Condition of Release between now and 1 July 2017?

If you will meet a Condition of Release before 1 July 2017, then please call us closer to that date so we can ensure your assets are not moved into the taxed asset pool.

Is TTR still an effective strategy?

Despite the loss of tax free earnings, a TTR strategy may still reduce the overall tax you pay. However, the changes to TTRs are complex and everyone's circumstances are unique. We strongly recommend that you seek professional financial advice – this service is offered to you by GuildPension at no additional cost.

We're here to help

Contact GuildPension on 1300 665 722 between 8am and 7pm Monday to Friday (ADST) and ask to speak to a financial adviser.

Yours sincerely



Mario Pirone
Managing Director, Guild Trustee Services

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Personal financial advice will be provided by Mercer Financial Advice (Australia) Pty Ltd ABN 76 153 168 293 AFS Licence No. 411766.

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