



6 March 2017

[Redacted]

Member number: [Redacted]

Dear [Redacted]

**Insurance cover in your Aon Master Trust account from 7 April 2017**

We wrote to you recently regarding your accumulated balance in default investment option(s), which is known as your accrued default amount or ADA, and its automatic transfer to Aon MySuper in April 2017 unless you choose to opt out. We are writing now to let you know about a change to your insurance arrangement in the Aon Master Trust account to satisfy MySuper legislation and what it means for you.

**The change: new arrangement for your death and total and permanent disablement cover from 7 April 2017**

The MySuper legislation requires us to offer you a minimum level of death and total and permanent disablement (TPD) insurance cover. As you would have seen from your 30 June 2016 benefit statement, your existing insurance arrangement in the Aon Master Trust is death-only cover. The introduction of a new arrangement means that from 7 April 2017:

- your death cover will be the greater of your existing cover and the standard minimum level of cover
- you will also have the standard minimum level of TPD cover.

The table below compares your existing and new insurance arrangements. You'll find more detail on minimum levels of cover over the page.

TPD cover pays you a lump sum in the event you become permanently disabled. For detailed information regarding death and TPD cover, including standard rate-for-age premium rates, terms and conditions, please refer to the *Corporate Super – Essentials Product Disclosure Statement (PDS)* available on our website at [aonmastertrust.com.au/pds.htm](http://aonmastertrust.com.au/pds.htm)

	Your existing arrangement		New arrangement from 7 April 2017	
	Level of cover	Premium*	Level of cover†	Premium*
<b>Death cover</b>	\$ [Redacted]	\$ [Redacted]	\$ [Redacted]	\$ [Redacted]
<b>TPD cover</b>	[Redacted]	[Redacted]	\$ [Redacted]	\$ [Redacted]
<b>Total premiums</b>		\$ [Redacted]		\$ [Redacted]

\* Annual premium using standard premium rates at 7 April 2017.

† Your TPD cover and any increase to your existing death cover from 7 April 2017 will be subject to the following additional terms and conditions:

- You must be classed as 'At Work' on 7 April 2017. If you are not classed as 'At Work' you will be entitled to 'New Events Cover' only. Full cover will apply after you have subsequently been 'At Work' for 30 continuous days. For information about 'At Work' and 'New Events Cover' please refer to page 3 of the *PDS Insurance guide* ([aonmastertrust.com.au/pdf/cse\\_insurance\\_0715.pdf](http://aonmastertrust.com.au/pdf/cse_insurance_0715.pdf)).
- As at 7 April 2017, you must never have been paid or been eligible to be paid a TPD or terminal illness benefit under any insurance policy.
- You must never have been underwritten and declined any insurance cover in the Aon Master Trust.

No benefit, including your existing arrangement, shall be paid for death arising from suicide within 13 months after 7 April 2017 or TPD arising from intentional self-inflicted injury within 13 months after 7 April 2017.



### Premiums deducted from your account

Please note that premiums for cover under your new arrangement will be deducted from your account from 7 April 2017. Premiums are calculated using standard rate-for-age premium rates that also take into account the type and amount of cover, your occupation factor and any additional loadings. Please refer to the *PDS Insurance guide* ([aonmastertrust.com.au/pdf/cse\\_insurance\\_0715.pdf](http://aonmastertrust.com.au/pdf/cse_insurance_0715.pdf)) for more information.

As an employee benefit, your employer will meet the cost of your cover under the new arrangement (excluding any voluntary cover you may have or take out) by making additional superannuation contributions to your account. **Please note that premiums covered by your employer are considered to be concessional contributions and will count towards your annual concessional contributions cap.**

### You can opt out of the new arrangement

If you do not want the new arrangement to start on 7 April 2017, please complete and return the attached form so it reaches us before 1 April 2017 to ensure that premiums deducted from 7 April 2017 reflect your existing arrangement. You can cancel insurance cover at any time.

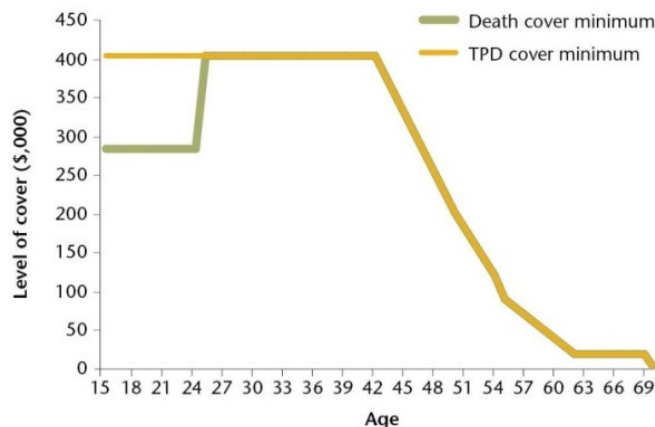
Please note that opting out of the ADA transfer to Aon MySuper does not automatically opt you out of the new insurance arrangement—you will need to complete and return the attached form if you wish to opt out of this insurance offer.

If you opt out and wish to apply for TPD cover in the future, you will need to provide health evidence which is satisfactory to the insurer.

### Minimum levels of cover

As the graph below shows:

- minimum levels of cover are age-based – **if your employment status is casual you are entitled to cover at 25% of the levels shown in the graph below**
- TPD cover is higher than death cover at younger ages
- death cover steps up to the same level as TPD cover from age 25
- cover reduces from age 43 (you can arrange to fix your cover at any age after age 43 but the premiums will increase each year based on your age)
- cover can continue until you turn age 70.



The minimum levels of cover keep pace with inflation by increasing at each 1 July by the lower of 5% or the increase in the Consumer Price Index.



**Questions**

Should you have any questions regarding your new insurance cover or your Aon Master Trust account please contact us on 1300 880 588 or email [contactaon@pillar.com.au](mailto:contactaon@pillar.com.au)

Yours sincerely

A handwritten signature in black ink, appearing to read 'Jennifer Dean', is positioned below the text 'Yours sincerely'.

Jennifer Dean  
Director and Fund Secretary  
Aon Superannuation Pty Limited



Name: [REDACTED]

Member number: [REDACTED]

## Opt out of 7 April 2017 new insurance arrangement

Before making a decision to opt out of the new arrangement for death and total and permanent disablement (TPD) insurance cover, think about your age, dependants and financial obligations as these factors may affect your insurance needs. You may also wish to discuss your decision with a financial adviser.

(tick box)

*I have read the attached letter 'Insurance cover in your Aon Master Trust account from 7 April 2017' and wish to opt out of the new insurance arrangement as at 7 April 2017.*

*I understand that:*

- *provided the Aon Master Trust receives this form before 1 April 2017 premiums deducted from my account from 7 April 2017 will reflect my existing insurance arrangement*
- *I can cancel insurance cover at any time, and*
- *if I wish to apply for TPD insurance cover in the future, I will need to provide health evidence which is satisfactory to the insurer.*

Signature \_\_\_\_\_

Date \_\_\_\_/\_\_\_\_/\_\_\_\_

## Return your completed form

- by email: scan and email to **aon\_memberservices@pillar.com.au** or
- by post: return to **Aon Master Trust, Reply Paid 1949, Wollongong DC, NSW 2500** (no stamp required).

**aonmastertrust.com.au**

The information in this document is general in nature and should not be relied on as advice (personal or otherwise) as your personal needs, objectives and financial situation have not been considered. Before deciding whether a particular Aon Master Trust product is right for you, please consider the relevant Product Disclosure Statement or talk with your financial adviser. This document has been prepared by Aon Hewitt Limited (ABN 48 002 288 646, AFSL No 236667) a related body corporate of the trustee of the Aon Master Trust (ABN 68 964 712 340), Aon Superannuation Pty Limited (ABN 83 057 982 822, AFSL No 237465). This is a relationship that might reasonably be expected to be capable of influencing Aon Hewitt when the company provides financial product advice to clients in respect of the Aon Master Trust.