

<Date>

Title First name Surname  
Address Line 1  
Address Line 2  
Suburb State Postcode

Dear Title Surname

Member number: <Member Number>

### Important changes to your investment in the Australian Shares – Socially Responsible investment option

This notice is to inform you of an important change to your investment in the smartMonday *Australian Shares - Socially Responsible* investment option ('SRI option').

The manager of the underlying fund, *Crescent Wealth Australian Equity Fund*, has taken a strategic decision to move its business in a different direction and as such will be applying to the regulator (the Australian Securities and Investments Commission) to de-register the Fund in June 2019.

As a result, the trustee of smartMonday has decided to terminate the SRI option on or around 15 May 2019. From that date, the SRI option will no longer be available to smartMonday members.

As you have <\$0.00> invested in the SRI option, this change will affect you.

#### Action required by you

You have two options to consider with regard to the termination of the SRI option:

1. Switch all of the investment balance you hold in the SRI option to another option available on the smartMonday investment menu. **If you decide to make a switch you will need to ensure we have received your instructions no later than close of business on Tuesday, 14 May.** You can switch by logging into your account online or by sending us a *Switching investment options* form available on the website. OR
2. Do nothing. If you do not instruct us to switch your investment in the SRI option to another option, we will automatically switch your investment to the *Australian Shares – Index* investment option on or around 15 May 2019.

Members please note that the Australian Shares – Index option is not a designated socially-responsible investment option and as such may not suit individual members’ investment preferences. Importantly, the underlying fund, Vanguard Australian Shares Index Fund, is not Shariah-compliant.

We have nominated the Australian Shares – Index option to replace the SRI option to broadly maintain members’ Australian shares asset class exposure without increasing the overall investment-related fees and costs. The nature of the Australian shares exposure is not identical due to differing investment approaches employed by the underlying managers, Crescent and Vanguard.

In addition, all members should be aware that they will not be invested in any investment option or underlying market during the transition period of up to five business days between redeeming from the Australian Shares – Socially Responsible option and having the proceeds applied to any new investment option (whether instructed by the member or automatically switched to the Australian Shares – Index option). This means members would neither capture the gains nor be exposed to the losses from rising or falling investment markets during the transition period.

We have not been able to take members’ specific socially-responsible investment preferences into consideration, and therefore urge members to factor this into their decision-making.

For your information, a brief comparison between the *Australian Shares – Socially Responsible* investment option and the *Australian Shares – Index* investment option is provided below. For more information please see the smartMonday DIRECT or smartMonday PRIME – *Your investment options* guide in the Resources section of the [smartMonday.com.au](http://smartMonday.com.au) website.

Investment options	Target return	Benchmark index	Standard Risk Measure <sup>1</sup>	Investment related fees / costs (%p.a.) <sup>2</sup>	Investment Returns As at 31 March 2019	
					10yr	5yr
Australian Shares – Socially Responsible	To provide a return that exceeds the benchmark return (after fees but before tax) over rolling 5-year periods.	S&P/ASX All Ordinaries Accumulation index	6 (High)	1.51	2.1%	-1.8%
Australian Shares - Index	To provide a return that closely matches the benchmark return before fees and tax	80% S&P/ASX 300 Accumulation Index 20% FTSE/ASFA Australian High Dividend Yield Index	6 (High)	0.53	9.3%	6.6%

1. The Standard Risk Measure is the estimated number of negative annual returns over any 20-year period. Risk Band 6 = “4 to less than 6” estimated negative annual return periods over any 20-year period. The Standard Risk Measure is a guide only. You should consider whether you are completely comfortable with the risks and potential losses associated with the investments you choose.

- Investment fees include the fees we charge to cover the investment cost including fees of the fund managers managing the investments, fees and costs charged by the custodian we employ to hold the investments, and other indirect costs including brokerage and derivatives costs on trading activity, settlement costs and (where applicable) stamp duty on investment transactions.

### **More information**

Before making any decision about your investments we recommend you speak with your financial adviser:

Adviser name  
Ph: Adviser phone  
Email: Adviser email

Alternatively, you can speak with a smartMonday smartCoach who can provide you with advice on the investments within your smartMonday super. There is no additional cost to use this service. To contact a smartCoach email [smartcoach@smartmonday.com.au](mailto:smartcoach@smartmonday.com.au) or phone **1300 262 241**.

**Yours sincerely,**

**For and on behalf of the Trustee  
Equity Trustees Superannuation Limited**

The information in this notice is general information only and does not take into account your particular objectives, financial circumstances or needs. You should consider obtaining personal financial advice that takes into account your particular circumstances before making any financial decisions based on the information in this notice.