ONECARE SUPER PRODUCT DISCLOSURE STATEMENT UPDATE

1 July 2022

This Product Disclosure Statement Update (PDS Update) relates to the OneCare and OneCare Super Product Disclosure Statement and Policy terms dated 27 September 2021. This PDS Update relates to OneCare Super.

Why is the PDS being updated?

Legislative changes related to superannuation contributions come into effect from 1 July 2022. For OneCare Super, the main change from 1 July 2022 is the repeal of the work test for individuals aged between 67 and 74 (inclusive).

Currently, if you are aged 67 to 74 years old, you can only make or receive voluntary contributions (both concessional and non-concessional) to your superannuation if you meet the work test. That is, you must be 'gainfully employed'* for at least 40 hours during a 30 consecutive day period in the financial year that the contribution is made.

From 1 July 2022 work test requirements are changing. Individuals aged 67 to 74 will no longer be required to meet the work test when making, or receiving, non-concessional contributions or salary sacrificed contributions.

However, those aged 67 to 74 will still need to meet the work test or work test exemption if they wish to claim a tax deduction on personal superannuation contributions, and this will be administered by the ATO at the time of tax return lodgement. No personal contributions may be made, and no income tax deduction claimed, after 28 days from the end of the month on which you turn 75.

Individuals under 75 will also now be able to access the non-concessional bring-forward arrangements, subject to meeting the relevant eligibility criteria. This was previously limited to individuals under age 67.

*'Gainfully employed' means being employed or self-employed for gain or reward in any business, trade, profession, vocation, calling, occupation or employment.

What is changing in the PDS?

In the PDS listed above:

- Under the heading 'Who can contribute to the Fund', the table and all footnotes underneath the table on page 114, are deleted and replaced with the following:

Your age	Who can contribute?
Under 75	You, your spouse, your employer and a third party
75† and over	Your employer may make `mandated employer contributions'#.

Mandated employer contributions are contributions:
- that reduce an employer's potential liability for the superannuation guarantee (SG) charge; or
- that are a payment of a shortfall component; or
- in or towards satisfaction of the employer's obligation under an agreement certified, or award made, on or after 1 July 1986 by an industrial authority.

† Contributions by you, your spouse, your employer or a third party may be accepted on or before the 28th day after the end of the month in which you turn 75.

- Under the heading 'Can I claim a tax deduction for contributions?' on page 118, the following text is deleted:

  "Generally, individuals may be able to claim an income tax deduction for personal superannuation contributions."

  and replaced with:

  "Generally, individuals may be able to claim an income tax deduction for personal superannuation contributions.

  Individuals aged 67 or more, at the time of making the contribution will need to meet the 'work test' or 'work test exemption' in order for the ATO to recognise their deduction. The 'work test' requires an individual to have been 'gainfully employed'* for at least 40 hours in a consecutive 30 day period during the financial year the contribution is made. The 'work test exemption' applies if all of the following are satisfied:

  – you have not met the 'work test' for that financial year

  – you have met the 'work test' for the previous financial year

– you had a total superannuation balance below $300,000 on 30 June of the previous financial year, and

– you have not already relied on the 'work test exemption' for a previous financial year.

No personal contributions may be made, and no income tax deduction claimed, after 28 days from the end of the month in which you turn 75.

* 'Gainfully employed' means being employed or self-employed for gain or reward in any business, trade, profession, vocation, calling, occupation or employment."

- Under the heading 'Non-concessional contributions' on page 118, the following text is deleted:

  "Generally, if you are eligible and under age 67 at any time during the financial year, you may be able to make non-concessional contributions of up to three times the annual non-concessional contributions cap under the 'bring-forward' arrangements."

  and replaced with:

  "Generally, if you are eligible and under age 75 at any time during the financial year, you may be able to make non-concessional contributions of up to three times the annual non-concessional contributions cap under the 'bring-forward' arrangements."

What do the changes mean for me?

No action is required. However, you may wish to speak to your financial adviser to understand what these changes may mean for you.

ANY QUESTIONS?

If you have any questions about the changes outlined in this PDS Update, or you need more information about your policy, please contact your financial adviser or call Customer Care on 133 667, weekdays between 8:30am and 6:00pm (AEST).

OnePath Life Limited ABN 33 009 657 176, AFSL 238341 (OnePath Life) issues OneCare. This includes OneCare External Master Trust and OneCare SMSF.

OnePath Custodians Pty Limited (OnePath Custodians) ABN 12 008 508 496 AFSL 238346 RSE L0000673 is the trustee of the Retirement Portfolio Service superannuation fund ABN 61 808 189 263 (the Fund) and the issuer of this product. OnePath Custodians is a member of the Insignia Financial Group of Companies comprising Insignia Financial Limited ABN 49 100 103 722 and its related bodies corporate (Insignia Financial Group).

This communication has been prepared by OnePath Life Limited (OnePath Life) ABN 33 009 657 176 AFSL 238341 as the administrator and insurer of this product. OnePath Life is a company within the Zurich Financial Services Australia Group.

OnePath Life is not a related body corporate of OnePath Custodians or any other company in the Insignia Financial Group.

This information is of a general nature only and has been prepared without taking into account your personal objectives, financial situation or needs. Before making a decision based on this information, you should consider the appropriateness of the information, having regard to your personal objectives, financial situation and needs. You should also consider the relevant Product Disclosure Statement and policy terms available free of charge by calling us on 133 667 before making any decision about whether to continue to hold the product.

PVNN-018759-2022 569716_OPL8912/0622