

## Significant Event Notice - New Insurance Arrangements from 1 July 2017

In order to ensure that the product features and benefits provided to our valued members remains competitive, Nationwide Super has recently conducted a review of our insurance arrangements. This notice provides details of changes to these insurance arrangements which will apply from 1 July 2017.

Members will benefit from retaining the same level of insurance cover, with a lower premium cost, and some additional new features. Insurance cover will be provided by CommInsure from 1 July 2017, replacing MetLife Insurance Limited as the Fund's provider of Death, TPD and Income Protection insurance cover.

CommInsure provides insurance to over four million customers and is a part of the Commonwealth Bank Group with roots in the Australian insurance industry going back over 140 years. In 2016, CommInsure paid over \$1 billion in life and income protection payments to around 20,000 people and their families.

### Summary of premium rate changes

#### Automatic default cover

The cost of automatic Death & Total and Permanent Disablement (TPD) cover varies according to your age. The table below sets out the old and new weekly premium rates, from 1 July 2017. Please note there is no change to the level of insured benefit of the automatic Death & TPD insurance cover provided.

Age Next Birthday	Cost (per week)*	
	Up to 30 June 2017	From 1 July 2017
11 – 24	\$2.88	\$2.74
25 – 54	\$4.32	\$4.11
55 - 70	\$2.88	\$2.74

#### Voluntary Death & TPD – unitised cover

The table below sets out the old and new weekly premium cost per unit of cover. Please note there is no change to the level of insured benefit provided per unit of the voluntary unitised Death & TPD insurance cover available.

Type of cover	Cost per unit of cover (per week)*	
	Up to 30 June 2017	From 1 July 2017
Death and TPD	\$1.44	\$1.37
Death only	\$0.68	\$0.66
TPD only	\$0.86	\$0.80

*\*Your premium cost is calculated daily and deducted from your Nationwide Super account on a monthly basis. The cost is correct as at 1 July 2017. The rate may change in the future. Rates include stamp duty. Nationwide Super receives a tax deduction for insurance premiums paid by members. You will benefit from this via a 15% tax rebate on your insurance premiums, credited to your account on a monthly basis. This means the after tax cost of insurance is less than the premium rates noted in this notice.*

### Voluntary Death & TPD - fixed cover

The tables below set out the new annual premium rates per \$1,000 of fixed Death and TPD cover, which apply from 1 July 2017.

Age Next Birthday	Male Death & TPD	Female Death & TPD
Up to 34	\$0.96	\$0.49
35	\$0.96	\$0.53
36	\$1.02	\$0.59
37	\$1.08	\$0.70
38	\$1.19	\$0.78
39	\$1.29	\$0.89
40	\$1.44	\$1.02
41	\$1.61	\$1.19
42	\$1.78	\$1.36
43	\$2.01	\$1.48
44	\$2.25	\$1.64
45	\$2.56	\$1.76
46	\$2.89	\$1.91
47	\$3.23	\$2.09
48	\$3.66	\$2.34
49	\$4.10	\$2.60
50	\$4.40	\$2.78
51	\$4.69	\$3.01
52	\$5.26	\$3.42

Age Next Birthday	Male Death & TPD	Female Death & TPD
53	\$5.95	\$3.88
54	\$6.62	\$4.38
55	\$7.40	\$4.87
56	\$8.19	\$5.34
57	\$9.06	\$5.85
58	\$10.08	\$6.41
59	\$11.24	\$6.99
60	\$12.60	\$7.60
61	\$14.08	\$8.23
62	\$15.77	\$9.02
63	\$17.50	\$9.91
64	\$19.50	\$11.12
65	\$21.60	\$12.50
66	\$24.55	\$14.21
67	\$27.94	\$16.17
68	\$31.78	\$18.42
69	\$36.17	\$20.94
70	\$41.18	\$23.87

Death and TPD cover ceases at age 70  
 TPD definition changes at Age Next Birthday 66  
 Rates valid for White Collar occupation rating only -  
 different rates apply for Standard and Professional  
 occupation ratings

The tables below set out the new annual premium rates per \$1,000 of fixed Death only cover, which apply from 1 July 2017.

Age Next Birthday	Male Death only	Female Death only
Up to 34	\$0.62	\$0.28
35	\$0.62	\$0.31
36	\$0.62	\$0.33
37	\$0.62	\$0.36
38	\$0.62	\$0.40
39	\$0.67	\$0.44
40	\$0.72	\$0.47
41	\$0.78	\$0.55
42	\$0.85	\$0.60
43	\$0.92	\$0.63
44	\$1.03	\$0.69
45	\$1.14	\$0.70
46	\$1.23	\$0.74
47	\$1.34	\$0.75
48	\$1.49	\$0.83
49	\$1.63	\$0.88
50	\$1.70	\$0.91
51	\$1.77	\$0.93
52	\$1.94	\$1.06

Age Next Birthday	Male Death only	Female Death only
53	\$2.12	\$1.19
54	\$2.29	\$1.32
55	\$2.52	\$1.46
56	\$2.74	\$1.58
57	\$2.99	\$1.73
58	\$3.26	\$1.89
59	\$3.58	\$2.06
60	\$3.95	\$2.24
61	\$4.35	\$2.43
62	\$4.78	\$2.66
63	\$5.21	\$2.92
64	\$5.69	\$3.30
65	\$6.19	\$3.69
66	\$6.88	\$4.09
67	\$7.64	\$4.54
68	\$8.48	\$5.05
69	\$9.38	\$5.62
70	\$10.42	\$6.21

Death cover ceases at age 70  
 Rates valid for White Collar occupation rating only -  
 different rates apply for Standard and Professional  
 occupation ratings

The tables below set out the new annual premium rates per \$1,000 of **fixed TPD only cover**, which apply from 1 July 2017.

Age Next Birthday	Male TPD only	Female TPD only
Up to 34	\$0.36	\$0.24
35	\$0.36	\$0.27
36	\$0.48	\$0.33
37	\$0.54	\$0.45
38	\$0.72	\$0.48
39	\$0.78	\$0.57
40	\$0.90	\$0.69
41	\$1.05	\$0.81
42	\$1.20	\$0.96
43	\$1.38	\$1.11
44	\$1.56	\$1.23
45	\$1.83	\$1.38
46	\$2.16	\$1.53
47	\$2.48	\$1.77
48	\$2.82	\$2.01
49	\$3.22	\$2.31
50	\$3.57	\$2.49
51	\$3.84	\$2.77
52	\$4.41	\$3.18

Age Next Birthday	Male TPD only	Female TPD only
53	\$5.08	\$3.64
54	\$5.74	\$4.14
55	\$6.55	\$4.63
56	\$7.29	\$5.08
57	\$8.11	\$5.58
58	\$9.13	\$6.10
59	\$10.30	\$6.64
60	\$11.65	\$7.24
61	\$13.13	\$7.84
62	\$14.81	\$8.59
63	\$16.63	\$9.46
64	\$18.68	\$10.54
65	\$20.88	\$11.92
66	\$24.00	\$13.73
67	\$27.60	\$15.79
68	\$31.77	\$18.19
69	\$36.55	\$20.88
70	\$42.02	\$24.06

TPD cover ceases at age 70  
 TPD definition changes at Age Next Birthday 66  
 Rates valid for White Collar occupation rating only -  
 different rates apply for Standard and Professional  
 occupation ratings

*Stamp duty is included in above premium rate tables.*

### Income protection

Please note that Income Protection premium rates have stayed the same under the new insurance arrangements.

### Summary of policy changes

#### Introduction of suicide/self-inflicted injury exclusion

For any voluntary Death or TPD insurance cover obtained on or after 1 July 2017, the Insurer will not pay any benefit as a result of suicide or attempted suicide, self-inflicted injury or taking of drugs, other than prescribed, within 12 months of obtaining voluntary cover (Note: default cover will still be paid in these circumstances).

#### Additional Income Protection offsets

From 1 July 2017, the Insurer may reduce any Income Protection benefit payable by any amounts payable to the claimant as sick leave or other disability related employee benefit payments.

#### Maximum levels of cover

The maximum available levels of Death and TPD insurance cover that members can apply for will be reduced from 1 July 2017, as follows:

Cover type	Current maximum (to 30 June 2017)	New maximum (from 1 July 2017)
Death	Unlimited	\$10 million
TPD	\$5 million	\$3 million
Terminal illness	\$5 million	\$3 million

### **Revised Income Protection disablement definition**

From 1 July 2017, the definition for total disablement for Income Protection cover will be amended to add a requirement that gainful employment must cease. To view the new disablement definition, go to [nationwidesuper.com.au/tpddefinition](http://nationwidesuper.com.au/tpddefinition).

### **Revised TPD definition**

From 1 July 2017, the definition for total & permanent disablement will be amended, including to better cater for members employed in a casual role. To view the new disablement definition, go to [nationwidesuper.com.au/tpddefinition](http://nationwidesuper.com.au/tpddefinition).

### **Terminal Illness and TPD Exclusion**

From 1 July 2017, new members that have previously received or are eligible to receive a terminal illness benefit from either Nationwide Super or another super fund will not be eligible for insurance cover.

### **Other new features**

Other new features and changes that are being introduced from 1 July 2017 include:

- Increasing availability of terminal illness cover, by extending the certification period (expected life expectancy as a result of the terminal illness) from 12 months to 24 months;
- Extension of period for which you can be on parental leave prior to cover ceasing;
- Adding two new life events after which members can request an increase of Death and/or TPD cover, including a child commencing primary school and entering a de-facto relationship;
- Waiver of the 3 month waiting period for TPD claims relating to a range of specific medical conditions;
- A range of Rehabilitation and recovery programs available at no expense, including return to work and wellness programs.

### **Insurance claims**

The current insurance arrangements apply to insurance claims effective prior to the introduction of the new insurance arrangements.

### **Insurance policies**

This notice summarises the 1 July 2017 changes to the Death, TPD and Income Protection insurance cover provided to Nationwide Super members.

All insurance cover provided to members is subject to the terms and conditions set out in the relevant Policy. If there is any inconsistency between this notice and the terms and conditions of the relevant Policy, the Policy terms and conditions prevail to the extent of the inconsistency. Please contact Nationwide Super if you would like to request a copy of the Policy.

### **Further information on changes**

You can view further details on Nationwide Super's insurance arrangements by reading the Insurance Guide (to be re-issued on 1 July 2017), available online at [nationwidesuper.com.au/PDS](http://nationwidesuper.com.au/PDS), or contact us to request a printed copy. You can also check your new insurance cover and premium from 1 July 2017 by logging into your Nationwide Super account via MemberAccess at [nationwidesuper.com.au/login](http://nationwidesuper.com.au/login).

If you wish to review your insurance, more information about your insurance options and a calculator to help you determine your insurance needs can be found at [nationwidesuper.com.au/insurance](http://nationwidesuper.com.au/insurance).

## Getting help

For any help you need, simply contact the Nationwide Super team on 1800 025 241 or by email to [enquiries@nationwidesuper.com.au](mailto:enquiries@nationwidesuper.com.au)

As a Nationwide Super member, you can get help with making decisions about your super and which insurance options are right for you, from a Super Adviser from Link Advice over the phone\*. Because Nationwide Super wants its members to make good decisions about super, we will pay for the first piece of advice you receive^.

This document contains general information only and has been prepared without taking into account your financial objectives, situation or needs. It may therefore, not be right for you. Before you make any investment decision, we suggest you consult Nationwide Super's Product Disclosure Statement and/or seek licensed financial advice.

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^Nationwide Super will pay for the first piece of advice you receive on a single super issue over the phone.

CommInsure is a registered business name of The Colonial Mutual Life Assurance Society Limited ABN 12 004 021 809 AFSL 235035 (CMLA), a wholly owned but non-guaranteed subsidiary of the Commonwealth Bank of Australia ABN 48 123 123 124.