

There are limits that restrict the amount you can contribute to superannuation in any particular year before incurring additional tax.

Contribution limits apply to both concessional and non-concessional contributions.

WHAT ARE CONCESSIONAL CONTRIBUTIONS?

These contributions are made before tax is taken out of your salary, and include super guarantee (SG) contributions made by employers, personal contributions (for which you can claim a tax deduction) and salary sacrifice contributions.

Concessional contributions are taxed at a lower 'concessional' rate of 15%. If your employer subsidises any administration costs or pays insurance premiums on your behalf, these amounts also count towards your concessional contribution limit.

WHAT ARE NON-CONCESSIONAL CONTRIBUTIONS?

These are generally contributions you make to your super after tax has already been paid.

To make a non-concessional contribution you must be under age 75. Members over the age of 75 may not make contributions.

However, if you wish to claim a personal super contribution deduction and you're between age 67 and 74, you need to meet an annual 'work test' of 40 hours gainful employment within a 30-day period in the financial year in which you contribute.

Importantly, if you have \$1.9 million or more in the super system as at 30 June in the previous financial year, you will no longer be able to make non-concessional contributions.

WHAT HAPPENS IF I GO OVER MY LIMIT?

If your contributions are over your limit, you will be liable to pay more tax. Only the amount above the relevant limit is charged this additional tax. For example, if you contributed \$5,000 more than the limit, extra tax would be charged on this \$5,000. See over the page for the limits that apply to this financial year.

Concessional contributions above the limit will be taxed at your marginal rate (minus a 15% tax offset), plus the Medicare Levy and potentially an interest charge.

Excess concessional contributions will also count towards your non-concessional contribution limit. Any non-concessional contributions which exceed the limit will be taxed at 47% (including the Medicare Levy).

It's up to you to monitor your contributions. And if you're contributing to more than one super account, remember that the contribution limit is a total combined limit, irrespective of how many accounts you may have.

Of course, if you're happy to pay the additional tax, the choice to contribute more than the limit is up to you.

HOW CAN I KEEP TRACK OF MY CONTRIBUTIONS?

You can monitor your concessional contributions via our website. It is important not to use your payslip to track these contributions, because it will not take into account any amount your employer pays towards insurance premiums and fees in your super. Your payslip also will not take into account when your contributions arrive in the Fund. For example, a contribution deducted from your pay in June may not arrive in your account until July, which is in a different financial year.

You can see this financial year's:

- » amounts contributed by your employer
- » salary sacrifice contributions, and
- » other concessional amounts.

You can also see totals for the previous year.

Track your contributions online

You can log in to your account at nationwidesuper.com.au/login and go to the 'Concessional Contributions' section under the 'Contributions' tab for details.

And finally, if you want some help to work out your relevant limit, please call us. We're here to help.

WHAT ARE THE LIMITS?

Limits for the 2024-25 financial year

CONCESSIONAL CONTRIBUTIONS	NON-CONCESSIONAL CONTRIBUTIONS
<p>Limited to \$30,000 a year</p> <p>Concessional contributions include both employer contributions (including SG and salary sacrifice contributions), and personal contributions for which a tax deduction has been claimed.</p> <p>If your employer subsidises any administration costs or pays insurance premiums on your behalf, these amounts also count towards your concessional contribution limit.</p> <p>Any contributions in excess of this limit will be taxed at your marginal rate (including the Medicare Levy). These contributions will also count towards your non-concessional contribution limit.</p> <p>You are able to carry forward your unused concessional contributions cap amounts from 1 July 2018. This allows eligible members who do not use all of their concessional cap in a particular financial year, to carry forward their unused concessional cap amounts to future years. You can only increase your concessional contributions cap by the amount of the unused cap if you have a total superannuation balance less than \$500,000 on 30 June in the previous year. Unused amounts are available for a maximum of five years.</p>	<p>Limited to \$120,000 a year</p> <p>If you want to make non-concessional contributions above this cap, you may be eligible to automatically gain access to future year caps and 'bring forward' two years of contributions, giving you a total non-concessional cap of \$360,000 for the three years.</p> <p>It all depends on:</p> <ul style="list-style-type: none">» your age – you need to be under 75 years» your total super balance on 30 June in the previous financial year – you need to have less than the general transfer balance cap of \$1.9 million. <p>The bring-forward rule allows you to make extra non-concessional contributions without having to pay extra tax. Where this rule has been triggered, the two future years' entitlement are not indexed.</p> <p>Any contributions made in excess of the bring-forward rule limit will be taxed at 47% (including the Medicare Levy). If you are over the limit you can choose to have your excess non-concessional contributions (along with associated earnings) returned to you.</p>



Advice that's right for you

Good financial advice is about making the most of what you have to help achieve your goals. That's what we offer—general information, personal advice over the phone, Retire Ready meetings (often at no cost) or comprehensive personal advice (complimentary first meeting).

Find out more at nationwidesuper.com.au/advice



We're here to help

If you have any questions, please contact us:

- » call **1800 025 241** (Monday to Friday 8.30am to 5.30pm AEST)
- » email enquiries@nationwidesuper.com.au
- » visit nationwidesuper.com.au

Issued by Total Risk Management Pty Ltd ABN 62 008 644 353, AFSL 238790 (TRM) as trustee of Russell Investments Master Trust ABN 89 384 753 567. Nationwide Super and Resource Super are Divisions of the Russell Investments Master Trust. The Product Disclosure Statement ('PDS'), the Target Market Determinations and the Financial Services Guide can be obtained by phoning 1800 555 667 or by visiting russellinvestments.com.au or for Nationwide Super by phoning 1800 025 241 or visiting nationwidesuper.com.au. Any potential investor should consider the latest PDS in deciding whether to acquire, or to continue to hold, an investment in any Russell Investments product. Russell Investments Financial Solutions Pty Ltd ABN 84 010 799 041, AFSL 229850 (RIFS) is the provider of MyTracker and the financial product advice provided by GoalTracker Plus. General financial product advice is provided by RIFS or Link Advice Pty Ltd (Link Advice) ABN 36 105 811 836, AFSL 258145. Limited personal financial product advice is provided by Link Advice with the exception of GoalTracker Plus advice, which is provided by RIFS.

This communication provides general information only and has not been prepared having regard to your objectives, financial situation or needs. Before making an investment decision, you need to consider whether this information is appropriate to your objectives, financial situation and needs. If you'd like personal advice, we can refer you to the appropriate person. This information has been compiled from sources considered to be reliable but is not guaranteed. Past performance is not a reliable indicator of future performance. To the extent permitted by law, no liability is accepted for any loss or damage as a result of reliance on this information. This material does not constitute professional advice or opinion and is not intended to be used as the basis for making an investment decision. This work is copyright 2024. Apart from any use permitted under the Copyright Act 1968, no part may be reproduced by any process, nor may any other exclusive right be exercised, without the permission of Russell Investments.

NW_FACT_ContLimit_V1D1_2406