



Solid. Strong. Yours.

Investment Guide

The information in this document forms part of the
Product Disclosure Statement for AMIST Super

AMIST Super Issued: 4 November 2019



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This Investment Guide is issued by Australian Meat Industry Superannuation Pty Ltd ABN 25 002 981 919 as Trustee for the Australian Meat Industry Superannuation Trust ("AMIST" or the "Fund"), Australian Financial Services Licence No. 238829.

The information contained in this Investment Guide is current as at the date of its preparation. However, changes to information after that date may result in this Investment Guide being updated or replaced from time to time. Unless the changed information is materially adverse to members, the Trustee may not always update or replace this Investment Guide to reflect the changed information. Such updated information will instead be published on the AMIST website at www.amist.com.au. Paper copies of any updated material will also be available free of charge upon written request to the Trustee.

The information in this Investment Guide is of a general nature only. It does not take into account

your particular objectives, financial situation or needs. Before acting on information in this Investment Guide you should consider the appropriateness of the information having regard to your particular objectives, financial situations or needs. Neither the Trustee nor AMIST's representatives are licensed to provide personal financial advice. We recommend that you speak with a qualified and independent financial adviser before making a financial decision.

The governing rules of AMIST are contained in the AMIST Trust Deed, which is a legal document governing the Fund and is available for inspection on request to the Trustee. From time to time the Trustee may alter the provisions of the Trust Deed.

This document is incorporated by reference as part of the AMIST Super Employer Sponsored Product Disclosure Statement and AMIST Super Personal Division Product Disclosure Statement.

Investments

AMIST Super offers five investment options in addition to the default MySuper option. These are the Secure, Capital Stable, Growth, High Growth and Balanced options. Members can choose to invest their superannuation savings in one of these options as an alternative to the default, or spread their investment across two or more options. Please note that at this stage the asset allocations of the MySuper and Balanced Options are identical.

Any member who does not make an investment choice will have their account balance invested in the default option of MySuper. The MySuper option invests in a wide range of investments including shares, property, government bonds, cash and alternatives such as infrastructure.

Details of the six options appear on the following pages and include the strategic asset allocation for each option. The strategic asset allocation is the percentage of funds to be invested in each asset class. Asset allocations are valid at the date shown on the front of this document.

Because the Trustee reviews these asset allocations regularly, they may be subject to change. Any changes to the strategic asset allocations will be advised in the newsletters that accompany the AMIST Super member statements that you receive during the year. The up to date strategic asset allocations will also appear on the AMIST Super website. Due to differences in returns in each asset class the actual asset allocation may drift from the pre-set asset allocation. The trustee will rebalance to the set strategic asset allocation from time to time.

Investment Policy Statement

AMIST Super has an Investment Policy Statement (IPS) that sets out the policies adopted by the Trustee for the investment of the fund's assets.

The IPS details the Trustee's approach to investing including: the asset classes each investment option can invest in; the characteristics of each investment option; rebalancing; the use of derivatives; policies on voting on shares held and on lending stocks; benchmarks used; and the policy relating to the Allocation of Earnings.

AMIST Super offers investment choice to members through six options:

- MySuper (default option)
- Secure
- Capital Stable
- Balanced
- Growth
- High Growth

Switching between investment options

You can change the way your account is invested by switching between investment options.

Investment switches will take effect each Wednesday and any application to switch must be received by 11:59 pm on the preceding Tuesday.

Example:

Application received* between:	Takes effect from:
Wed 6 March 2019 and Tues 12 March 2019	Wed 13 March 2019
Wed 13 March 2019 and Tues 19 March 2019	Wed 20 March 2019
Wed 20 March 2019 and Tues 26 March 2019	Wed 27 March 2019

You have the following options:

- 1) Have your entire account balance and any new contributions invested in your new investment selection, or
- 2) Leave your account balance invested in the current investment option, and only new contributions invested in your new investment selection.

* An application made online must be completed by 11:59 pm on the Tuesday to take effect from the next day (Wednesday). If the application is made using the Member Investment Choice Form and sent by mail it must reach AMIST Super's Administrator by the Tuesday - therefore you will need to allow adequate time for the form to be processed by Australia Post. Please note that AMIST Super's Administrator does not receive mail deliveries on weekends or Public Holidays in NSW.



How do I make an investment choice?

You can make an investment choice by logging onto your AMIST Super account in MemberAccess at www.amist.com.au or by completing the *Member Investment Choice* form in the back of this Guide. If you do not have online access to your account, it's easy to register. Click on the MemberAccess button on the AMIST Super website and click "Register Now".

Can I invest in more than one option?

You may elect to have your account balance in one or more of the investment options.

If you decide to split your balance between more than one option, you must ensure that the percentages allocated to the various options totals 100%. If it does not total 100%, the Trustee will refuse to process the switch.

What happens when I switch between investment options?

Where you elect to change the way your existing superannuation balance is invested, earnings are applied to your account based on your previous investment selection (or the default if you hadn't previously made a choice) using the crediting rates available at that time (see page 8).

The balance of your account at that date, plus any new amounts that you invest with AMIST Super, will be invested according to your new investment election.

Where your switch only involves the investment of future contributions, all contributions received after the date that the switch takes effect will be invested in the way that you have elected. Earnings will not be applied to your account balance at the time of the investment switch.

Cost of switching investments

There is no cost to switch your investments in AMIST Super, and you will receive confirmation in writing once your switch has been processed.

What do you need to consider before making an investment choice?

There are many important issues to consider when making your investment choice including:

Risks and Return and Time Horizon -

Superannuation is a long-term investment strategy. Your returns can go up and down over the short-term.

The way each of us invests depends on our risk profile, the time over which we are likely to be investing, and of course the proportion of our investments that are in super in comparison to other assets.

As you can imagine, the options depend on each person's individual circumstances, and in order to decide your own strategy you may want to talk to a financial planner.

The Trustee strongly recommends that you seek financial advice before making any decision regarding the investment of your superannuation.

The Trustee has an arrangement in place with a company called Link Advice to provide simple financial advice to members. There is no charge for your initial call to Link Advice to receive simple advice. Depending on your financial circumstances, if more complex advice is required there might be a cost; however you will be advised of the cost before any advice is provided.

Simply call 1800 808 614 and ask to speak with a financial planner who will discuss your investment options with you.

What should I look for?

Risk profile - If you are uncomfortable with short-term changes in the value of your super, you may want to choose a lower risk investment option. But remember, if you are investing over the long-term, generally the more risk you take, the higher the returns may be.

Time horizon - Our investments in super are there for retirement. Look at how long you have until you plan to retire and, even then, how long you will have in retirement. Remember even in retirement, your returns can often be very significant.

Returns - Over the very long-term, riskier assets (provided they are well chosen) should outperform less risky investments.

Remember one of the risks is that inflation will erode your savings. Think carefully about what returns you are targeting.

Losses - In volatile years it is tempting to switch to safer investments. However, the fact is that all investments, including those in your super, go up and down with changes in financial market conditions. But while your money is sitting in your super fund's portfolio, any losses you incur are just "on paper". They only become real losses when you "crystallise" them by cashing in and switching to another option. When you do that, it's irreversible.

If you leave your money where it is, however, you may benefit when the market recovers and your investments start to grow again.

On the other hand, experts themselves don't often agree about the right time to switch. Holding on to a loss making investment can be counterproductive as is selling an investment too soon, and parking your money in cash.

Remember, it's all about your time horizon.

If you require further explanation of the information contained in this Guide, please contact the AMIST Super Hotline on 1800 808 614. It is wise to seek financial advice to assist you in reaching a decision. Neither the Trustee nor its service providers are able to provide you with this advice. Link Advice provide AMIST Super members with limited over the phone advice at no additional cost to you and/or a face-to-face financial planning service that you can elect to use and pay for. Please call AMIST Super on 1800 808 614 for more details or go to www.amist.com.au

Remember, if you do not want to make a choice, simply do nothing and your account will be invested in the MySuper Option.

PLEASE NOTE

Past performance is not a reliable indicator of future performance.

Investment Options

Target Return for each option
Standard Risk Measure

SECURE OPTION

Exceed the Reserve Bank Cash Rate over rolling ten-year periods.

The Trustee expects that there will not be a negative return.

How will your money be invested in order to achieve the target return?

Asset Class	
Australian Shares	
International Shares	
Alternatives	
Property	
Global Credit	
International Fixed Interest	
Australian Fixed Interest	
Cash	

Secure Strategic Asset Allocation Range	
	Nil
	Nil
	Nil
	Nil
	Nil
	Nil
	Nil
	100%
<div><div><div>Cash 100%</div><div>SECURE</div></div></div>	
Crediting Rates	
	3.01%
	2.06%
	1.89%
	1.90%
	1.84%
	2.00%

* as at 30 June 2019.

CAPITAL STABLE

Inflation plus 1% over rolling ten-year periods.

Estimated probability of a negative return is 1.8 out of every 20 years.

Capital Stable
Strategic Asset Allocation Range

5-15%

5-15%

0-12%

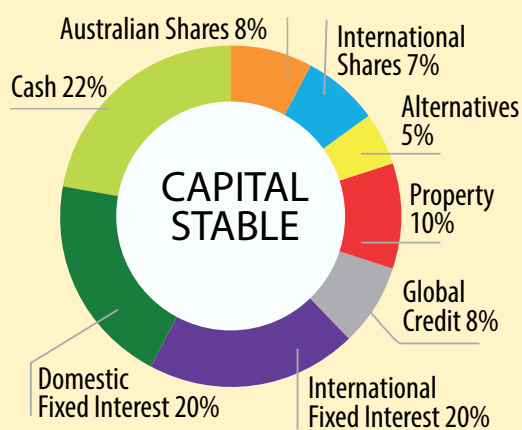
5-22%

3-13%

10-30%

10-30%

Balance



Crediting Rates

5.51%

3.91%

5.74%

4.59%

5.67%

5.00%

MYSUPER OPTION

This is the default option if you do not make a choice

Inflation plus 3% over rolling ten-year periods.

Estimated probability of a negative return is 3.8 out of every 20 years.

MySuper
Strategic Asset Allocation Range

15-35%

15-35%

0-20%

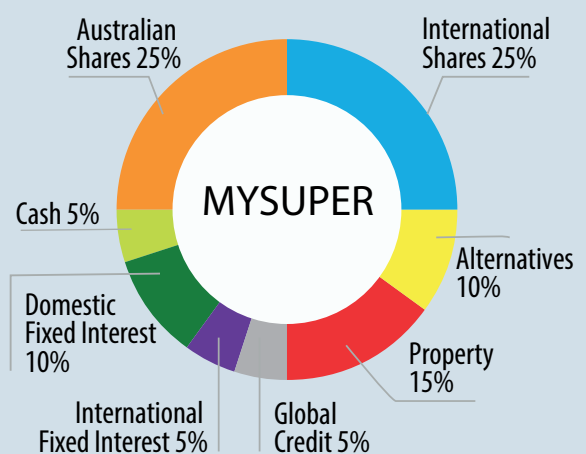
10-22%

0-10%

0-10%

5-15%

Balance



Crediting Rates

8.68%

4.27%

10.59%

9.55%

6.62%

7.80%

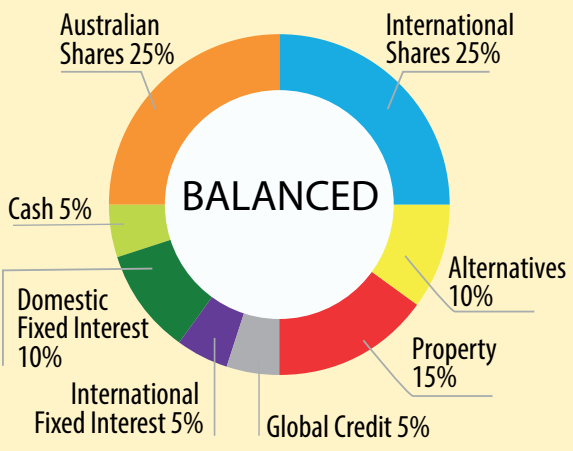
Investment Options

Target Return for each option
Standard Risk Measure

BALANCED OPTION
Inflation plus 3% over rolling ten-year periods.
Estimated probability of a negative return is 3.8 out of every 20 years.

How will your money be invested in order to achieve the target return?

Asset Class	
Australian Shares	
International Shares	
Alternatives	
Property	
Global Credit	
International Fixed Interest	
Australian Fixed Interest	
Cash	

Balanced Strategic Asset Allocation Range
15-35%
15-35%
0-20%
10-22%
0-10%
0-10%
5-15%
Balance

Crediting Rates
8.68%
4.27%
10.59%
9.55%
6.62%
7.80%

* as at 30 June 2019.

GROWTH OPTION

Inflation plus 4% over rolling ten-year periods.

Estimated probability of a negative return is 4.3 out of every 20 years.

Growth
Strategic Asset Allocation Range

25-50%

25-50%

0-20%

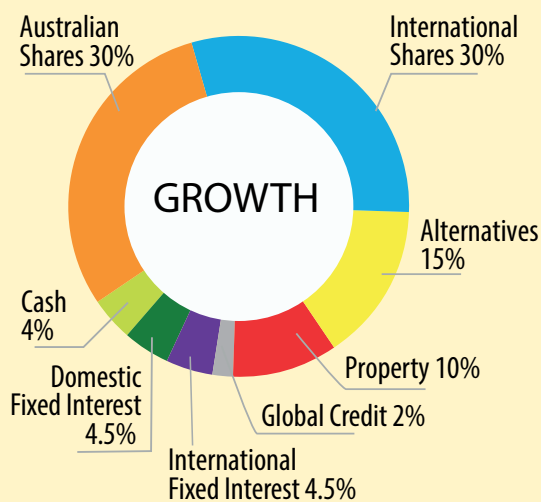
5-15%

0-5%

0-10%

0-10%

Balance



Crediting Rates

10.83%

4.61%

11.79%

9.78%

7.35%

8.73%

HIGH GROWTH OPTION

At least 5% pa above CPI Inflation measured over rolling 10 year periods.

Estimated probability of a negative return is 5.5 out of every 20 years.

High Growth
Strategic Asset Allocation Range

40-60%

40-60%

Nil

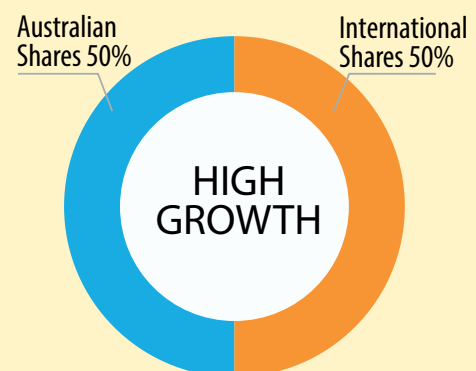
Nil

Nil

Nil

Nil

Nil



Crediting Rates

13.27%

3.24%

14.93%

13.09%

7.32%

9.95%



Interim crediting rate

The Trustee declares the final crediting rates for the year ending 30 June after the end of each financial year. At this time, earnings are applied to all member accounts for the year ending 30 June.

If you leave the fund or switch between investment options prior to the final crediting rates being declared, earnings are applied to your account using crediting rates available at the time.

How are crediting rates determined?

At the end of each week the Fund's Custodian provides a net valuation of the assets of each investment option. The net valuation is based on the value of the assets invested in each option (in accordance with pre-defined methods of valuing the assets), minus an allowance for taxation and fees.

The fluctuation in the value of the assets held for each investment option between the current and previous weeks is used to determine the rate of earnings (which may be positive or negative) that are applied to members' accounts.

If you switch all or part of your account balance between investment options, switch between divisions of the fund (i.e. transfer part of your balance to the AMIST Pension), or receive a full or partial benefit payment, earnings are applied using the weekly crediting rates available at that time. If the current week's rate is not available then the previous week's rate will apply.

Socially responsible investments

The Trustee generally does not take labour standards or environmental, social or ethical considerations into account for the purposes of selecting, retaining or realising an investment. The primary focus of the investment managers is on economic and financial outcomes. However from time-to-time, labour standards and environmental, social or ethical considerations may be taken into account where the Trustee becomes aware that they may have a material influence on the financial value of an investment.

Derivatives

Investment Managers engaged to invest the assets of AMIST Super, in general, are permitted to use derivatives for hedging purposes only.

However, certain investment managers may use derivatives as a means to implement an investment strategy.

Reserving policy

Under the Reserving Policy, the Trustee will distribute all earnings to members at 30 June each year, less a contingency reserve to provide for taxation and operating expenses of the fund.

The Trustee, in consultation with the Fund's Investment Consultant or Actuary, will determine the amount to be held in reserve at the time that the Crediting Rate is declared. The Trustee has discretion to determine the amount that is to be retained.

From 1 July 2013, the Trustee is required by law to hold funds in an "Operational Risk Financial Reserve" which is maintained to cover the costs to members of an event that might occur (other than fluctuation in asset values as a result of investment performance) which has a financial impact on the Fund. The circumstances in which the Operational Risk Financial Reserve can be used is limited. For example, the Trustee could not call upon the Operational Risk Financial Reserve to meet general operating costs.

The Trustee has determined that the Operational Risk Financial Reserve will be maintained within a range of 0.28% to 0.40% of the Fund's assets.

The Trustee also maintains an Income Protection Insurance Reserve and a General Reserve.

The amount of reserves held over the last five years was:

Year ending 30 June	Operational Risk Financial Reserve amount	Percentage of assets	Other Reserves amount	Percentage of assets
2019	\$7.20 million	0.31%	\$5.20 million	0.22%
2018	\$7.20 million	0.34%	\$5.30 million	0.25%
2017	\$6.42 million	0.34%	\$5.49 million	0.29%
2016	\$5.72 million	0.34%	\$3.39 million	0.20%
2015	\$5.39 million	0.34%	\$3.28 million	0.21%



Potential risks of investing in superannuation

Below is a list of common investment risks in superannuation.

Understanding the risk/ return trade-off

When you invest in asset classes that aim to provide higher returns, the high level of volatility generally means there is a greater risk of capital loss or gain in the short-term. On the other hand, asset classes that generally provide lower returns have a lower level of volatility, and less risk of capital loss.

Inflation risk

A continual rise in the prices of goods and services is called inflation. It is also often referred to as an “increase in the cost of living”. Although an investment may produce a positive return, if that return is not greater than the increase in the cost of living, the investment is said to have “not kept up with inflation”. Your purchasing power is effectively reduced as a result.

You need to balance risks against returns in order to achieve your investment goals.

Credit risk

Debt securities are essentially instruments that bundle loans to companies or governments (such as government bonds).

They generally provide some form of ongoing interest payment and the payment of capital at some termination date. However these securities are subject to credit risk.

In cases where the issuer of the instrument cannot pay interest or the face value, the price of the debt security can fall. This may also occur when the market believes that the risk of default increases, even where the debt issuer has kept up to date with their payments.

Interest rate risk

Interest rate movements affect cash, cash-like securities and debt securities investments. Capital gains can be earned from debt securities investments where interest rates are falling, but capital losses can occur where interest rates are rising. The risk of capital gain or loss tends to increase relative to the interest rate movements where the time to maturity is longer.

Liquidity risk

Many investment strategies hold assets that are ‘illiquid’. These are assets that we may not be able to sell at short notice, or we may need to sell at a discount or a loss if we need to ‘cash out’ quickly.

Examples are direct property, absolute return, private equity and non-listed alternative investments. Listed investments can be illiquid where there is not an active market for the securities, such as small companies’ shares.

Market risk

General economic conditions both in Australia and elsewhere in the world affect markets. Changes in government policies, interest rates, inflation, technological developments and demographic changes (changes in the makeup of the population – such as the fact that on average the population of Australia is aging) all affect investment markets as a whole, causing the value of investments to rise and fall.

We have no way of accurately predicting what will happen and how this will affect the markets.

Asset class risks

Apart from the risks listed above, specific risks for individual asset classes include:

- **Alternative assets** – many alternative assets are illiquid and can also involve the use of derivatives, gearing* and short selling. Furthermore, alternative assets are typically not often traded, making it difficult to accurately price them.
 - **Australian equities** – specific risks relating to individual companies include profits and dividends being below expectations, adverse management changes or reassessment of the outlook for the company or industry.
 - **Cash** – whilst it is unlikely that the market value of a cash investment will decline, longer-term returns are generally lower than other assets.
 - **Debt securities** – whilst these investments normally pay a set amount of interest income over time, market values can fluctuate. Overall returns in the short-term can be negative. The value will fall if yields rise. Fixed interest investments are also subject to default risk.
 - **International equities** – global economic trends, individual country risk factors as well as specific risks relating to individual companies will affect the price. Capital gains may occur when the Australian dollar depreciates against other currencies and capital losses may occur when the Australian dollar appreciates.
 - **Property** – risks include vacancies, locational factors, and unprofitable property development activities, declining property values and realised losses when properties are sold. Where the property investments are held in a listed entity, it will also attract some of the risk associated with share market volatility.
- Other risks include delays in obtaining required approvals, construction risk, leasing risk and market risk.
- **Currency risk** – capital gains may occur when the Australian dollar depreciates against other currencies and capital losses may occur when the Australian dollar appreciates. Where investments in overseas currencies are hedged, there is an additional risk as the fund may need to liquidate investments to obtain sufficient cash to cover hedge losses against appreciating currencies.
 - **Hedge risk** – the risk that the hedge ratio (or the relative value of the hedge to the investments hedged) may change due to changes in valuations.

*Please note that AMIST Super does not allow managers to gear the portfolio.



Derivatives risk

The Trustee has a policy that is applied when approved investment managers trade in derivatives. This policy includes guidelines for writing and buying 'options', 'futures' and other derivatives. Derivatives can be used for many purposes, including hedging to protect an asset against market fluctuations, reducing costs of achieving a particular market exposure and maintaining asset allocations.

Risks include:

- **Price** – the risk that changes in prices in the market underlying a derivative contract, or in the derivative contract itself, is adverse to the position held.
- **Leverage** – the risk that losses may be magnified by creating exposure to a market that is greater than that of the assets backing the position.
- **Liquidity** – the risk that a derivative position cannot be reversed.
- **Default** – the risk that the other party does not meet its obligations.

Short selling risk

Short selling is a sophisticated technique where a share is sold, for delivery at a later date, in anticipation that its value will decline over the period, and you will be able to buy it back at a cheaper price than you sold it for. Of course if the price has risen in that time, you can lose the difference between what you sold it for and what you need to buy it for (plus all the transaction, holding and other costs). However it is important to note that due to the nature of short selling, the potential loss to the asset may be greater than for the more traditional purchase and sale transactions, as there is risk that the price of the asset sold increases rather than falls.

Lending shares to investors for the purposes of holding a short position in the share often generates additional income. However, there may be a risk of the value of the share falling and as a result, creating greater capital losses than revenue gains from lending the share. A further risk is counterparty risk to the person borrowing the share.

How do I understand and manage my risks?

There are a number of things you can and should do to manage the risks associated with investing in the investment strategies offered:

- Get professional advice to determine whether the investment strategies suit your investment objectives, financial situation and needs.
- Carefully read all the information in this Guide before investing.
- Consider investing in the strategy for at least the suggested minimum investment period. You should also consider the relative Standard Risk Measure for each investment strategy. However, you should note that investing for the suggested minimum investment time does not eliminate the risk of loss.
- Regularly review your investments in light of your investment objectives, financial situation and needs.

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Member Investment Choice



Please complete and return form to: AMIST Super, Locked Bag 5390, Parramatta NSW 2124 | Internet: www.amist.com.au
Please write in BLOCK letters and use a BLUE or BLACK ballpoint pen. This form will be invalid if unsigned or incomplete.

Complete this form if you would like to change your investment option or mix of options. You should read the AMIST Super Investment Guide before making any decision regarding the investment of your superannuation.

If you do not select any investment option(s) your account will be invested in the MySuper Option which is the default option.

Please note that confirmation of your investment switch will be sent to you within 5 days of us actioning your switch. Please check this carefully and contact us immediately if it does not reflect the instructions you provided on this form.

Please note you can also make an Investment Switch online by using MemberAccess - simply apply for a password by calling 1800 808 614.

Member Details

AMIST Membership Number

(This can be found on your Member Statement)

Mr/Mrs/Ms/Miss

Surname

Given Names

Date of birth (dd/mm/yyyy)

Residential Address

Street Number / PO Box

Street Name

Suburb / Town

State

Postcode

Postal Address (if different from Residential Address)

Street Number / PO Box

Street Name

Suburb / Town

State

Postcode

Telephone (Home)

Telephone (Mobile)

Email

Please turnover to complete and sign this form ➤

Investment choice

Select either **Option 1** or **Option 2** by placing an X in the appropriate box, and then complete the action required under that Option

☐ Option 1

If you would like your entire current balance, and any future transactions allocated in the same way, then use this column only

☐ Option 2

If you would like your current balance and any future transactions allocated in a **different** way, complete both of these columns.

Money that's currently in your account

Either Place an X in this box:

☐ Do not switch my current account balance

Or Choose how you would like to switch your current account balance below:

Switch my current balance to:

Future transactions

You must complete this column even if there is no change in the way you would like your future transactions allocated.

Apply my future transactions to:

Investment option

Secure

			%
			%
			%
			%
			%
			%
			%

Capital Stable

			%
			%
			%
			%
			%
			%
			%

MySuper

			%
			%
			%
			%
			%
			%
			%

Balanced

			%
			%
			%
			%
			%
			%
			%

Growth

			%
			%
			%
			%
			%
			%
			%

High Growth

			%
--	--	--	---

1	0	0	%
---	---	---	---

			%
			%
			%
			%
			%
			%
			%

1	0	0	%
---	---	---	---

			%
			%
			%
			%
			%
			%
			%

1	0	0	%
---	---	---	---

Declaration and disclaimer

Please direct my current account balance and all future transactions made by me and/or on my behalf to the investment choice option(s) I have nominated on this form.

I declare that:

- I have received, read and understood all of the information that I reasonably require, in order to make an informed decision about my investment options and how to complete this form. AMIST Super's Privacy Policy, Financial Services Guide and Product Disclosure Statement(s) are all readily available from www.amist.com.au and I can contact AMIST Super at any time, if I require assistance.
- I understand that any information provided by AMIST Super is of a general or factual nature only. The information does not take into account my personal investment objectives, financial situation or particular needs. I acknowledge that AMIST Super has recommended that I seek professional financial advice before making any investment decision.
- I understand and accept that investment carries risk; that the return on my investment may be positive or negative.
- It is my intention that AMIST Super act upon my instructions contained in this form as soon as practicable and that these instructions will supersede all previous investment elections.
- I understand my investment switch will occur in accordance with the guidelines outlined on the AMIST Super website www.amist.com.au
- I understand that once I make an investment choice, it cannot be reversed. A further switch can be lodged which will take effect on the relevant date for that particular switch.

Signature of applicant



Dated (ddmmyyyy)

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Sign here

Australian Meat Industry Superannuation Pty Limited (Trustee) ABN: 25 002 981 919 RSE Licence: L0000895 AFSL: 238829
as Trustee for Australian Meat Industry Superannuation Trust (AMIST) ABN: 28 342 064 803 Registration No. R1001778

AMIST Super Hotline
1800 808 614

www.amist.com.au
service@amist.com.au
Locked Bag 5390
Parramatta NSW 2124



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AMISTSUPER
YOUR MEAT INDUSTRY FUND



Contact us

AMIST Super Hotline:

1800 808 614
(toll free call from fixed lines within Australia)

AMIST Pension Hotline:

1800 255 521

By mail:

AMIST Super
Locked Bag 5390
Parramatta NSW 2124

By e-mail:

service@amist.com.au

By fax:

1300 855 378

In person:

Australian Administration Services (the Fund administrator)

1A Homebush Bay Drive
Rhodes NSW 2138

From overseas:

+61 2 8571 5739
(you will be charged by your service provider for
an overseas call).



AMISTSUPER
YOUR MEAT INDUSTRY FUND



Solid. Strong. Yours.

AMIST Super Hotline
1800 808 614

www.amist.com.au
service@amist.com.au

Locked Bag 5390
Parramatta NSW 2124