



Significant Event Notice.

For members of Hostplus Pension

14 September 2021

i This Significant Event Notice contains important updates relating to changes to Hostplus Pension which may impact your investment and related services. Please take the time to read through the important information provided and please refer to the Hostplus Pension Product Disclosure Statement (PDS) dated 1 July 2021 on our website.

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1. Changes to some of Hostplus Pension investment options' investment strategy objectives, risk profiles and strategic asset allocations.

Hostplus' investment options are designed with different investment objectives, strategies and risk profiles established by the Trustee.

We closely monitor the overall investment profile, and from time to time amend the investment strategy to reflect changing circumstances in markets, in order to achieve the outlined objective of each investment option.

These changes were updated in the 1 July 2021 PDS edition.

Effective from 1 July 2021, some changes (highlighted) have been made to the following Hostplus Pension investment options:

	Capital stable				Conservative Balanced				Socially Responsible Investment (SRI) - Balanced				Indexed Balanced				Balanced				Shares Plus			
	From 1 July 2021		Prior to 1 July 2021		From 1 July 2021		Prior to 1 July 2021		From 1 July 2021		Prior to 1 July 2021		From 1 July 2021		Prior to 1 July 2021		From 1 July 2021		Prior to 1 July 2021		From 1 July 2021		Prior to 1 July 2021	
Return target Pension	CPI plus 3.0% per annum on average over 20 years.		CPI plus 3.5% per annum on average over 20 years.		CPI plus 3.5% per annum on average over 20 years.		CPI plus 4.0% per annum on average over 20 years.		CPI plus 4.0% per annum on average over 20 years.		CPI plus 4.5% per annum on average over 20 years.		CPI plus 3.0% per annum on average over 20 years.		CPI plus 3.5% per annum on average over 20 years.		CPI plus 5.0% per annum on average over 20 years. CPI plus 3.5% per annum on average over 10 years.		CPI plus 5.0% per annum on average over 20 years. CPI plus 3.5% per annum on average over 10 years.		CPI plus 5.5% per annum on average over 20 years.		CPI plus 5.5% per annum on average over 20 years.	
Return target Transition to Retirement	CPI plus 2.0% per annum on average over 20 years.		CPI plus 2.5% per annum on average over 20 years.		CPI plus 3.0% per annum on average over 20 years.		CPI plus 3.0% per annum on average over 20 years.		CPI plus 3.0% per annum on average over 20 years.		CPI plus 3.5% per annum on average over 20 years.		CPI plus 2.5% per annum on average over 20 years.		CPI plus 2.5% per annum on average over 20 years.		CPI plus 4.0% per annum on average over 20 years. CPI plus 3.0% per annum on average over 10 years.		CPI plus 4.0% per annum on average over 20 years. CPI plus 3.0% per annum on average over 10 years.		CPI plus 4.5% per annum on average over 20 years.		CPI plus 4.5% per annum on average over 20 years.	
Level of investment risk	Low to Medium. (Negative returns expected in between 1 to less than 2 out of every 20 years)		Low to Medium. (Negative returns expected in between 1 to less than 2 out of every 20 years)		Medium. (Negative returns expected in between 2 to less than 3 out of every 20 years)		Medium. (Negative returns expected in between 2 to less than 3 out of every 20 years)		High. (Negative returns expected in between 4 to less than 6 out of every 20 years)		High. (Negative returns expected in between 4 to less than 6 out of every 20 years)		High. (Negative returns expected in between 4 to less than 6 out of every 20 years)		High. (Negative returns expected in between 4 to less than 6 out of every 20 years)		Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)		Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)		High. (Negative returns expected in between 4 to less than 6 out of every 20 years)		High. (Negative returns expected in between 4 to less than 6 out of every 20 years)	
Asset mix																								
Asset Class	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark	Range	Strategic Asset Allocation Benchmark
Australian Shares	5 – 20%	8%	5 – 20%	8%	10 – 30%	16%	10 – 30%	16%	15 – 50%	25%	15 – 50%	23%	25 – 55%	35%	25 – 55%	32%	10 – 40%	21%	10 – 40%	21%	20 – 40%	30%	20 – 40%	30%
International Shares - Developed Markets	5 – 15%	8%	5 – 15%	8%	10 – 25%	16%	10 – 25%	16%	15 – 50%	30%	15 – 50%	32%	25 – 55%	40%	25 – 55%	43%	10 – 40%	21%	10 – 40%	21%	20 – 40%	30%	20 – 40%	30%
International Shares - Emerging Markets	0 – 5%	3%	0 – 5%	3%	0 – 10%	6%	0 – 10%	6%	0 – 20%	0%	0 – 20%	0%	0 – 10%	0%	0 – 10%	0%	0 – 15%	8%	0 – 15%	8%	0 – 15%	11%	0 – 15%	11%
Property	0 – 20%	9%	0 – 20%	10%	0 – 20%	9%	0 – 20%	10%	0 – 20%	10%	0 – 20%	10%					0 – 30%	11%	0 – 30%	13%	0 – 20%	7%	0 – 20%	8%
Infrastructure	0 – 20%	9%	0 – 20%	7%	0 – 20%	9%	0 – 20%	8%	0 – 20%	10%	0 – 20%	10%					0 – 30%	11%	0 – 30%	12%	0 – 20%	7%	0 – 20%	6%
Private Equity	0 – 5%	1%	0 – 5%	1%	0 – 10%	3%	0 – 10%	2%	0 – 20%	10%	0 – 20%	10%					0 – 20%	10%	0 – 20%	8%	0 – 15%	8%	0 – 15%	7%
Credit	0 – 10%	8%	0 – 10%	8%	0 – 10%	6%	0 – 10%	6%	0 – 20%	0%	0 – 20%	0%					0 – 20%	7%	0 – 20%	7%	0 – 10%	5%	0 – 10%	6%
Alternatives	0 – 20%	7%	0 – 20%	4%	0 – 20%	6%	0 – 20%	5%	0 – 20%	0%	0 – 20%	0%					0 – 20%	3%	0 – 20%	5%	0 – 10%	2%	0 – 10%	2%
Diversified Fixed Interest	10 – 50%	24%	10 – 50%	26%	10 – 40%	15%	10 – 40%	16%	0 – 20%	10%	0 – 20%	10%	10 – 30%	17%	10 – 30%	17%	0 – 20%	3%	0 – 20%	0%	0 – 10%	0%	0 – 10%	0%
Cash	10 – 40%	23%	10 – 40%	25%	5 – 25%	14%	5 – 25%	15%	0 – 20%	5%	0 – 20%	5%	0 – 20%	8%	0 – 20%	8%	0 – 15%	5%	0 – 15%	5%	0 – 10%	0%	0 – 10%	0%
Growth assets	35%		34%		55%		54%		74%		76%		75%		75%		76%		76%		89%		89%	
Defensive assets	65%		66%		45%		46%		26%		24%		25%		25%		24%		24%		11%		11%	

	Pension		Transition to Retirement	Transition to Retirement	Level of investment risk (Standard Risk Measure) from 1 July 2021	Level of investment risk (Standard Risk Measure) prior to 1 July 2021
	Pension Return target CPI+ Objective from 1 July 2021	Pension Return target CPI+ Objective prior to 1 July 2021	TTR Return target CPI+ Objective from 1 July 2021	TTR Return target CPI+ Objective prior to 1 July 2021		
Cash (default option)	CPI per annum on average over 20 years.	CPI plus 0.5% per annum on average over 20 years.	CPI minus 0.5% per annum on average over 20 years.	CPI plus 0% per annum on average over 20 years.	Very Low. (Negative returns expected in less than 0.5 out of every 20 years)	Very Low. (Negative returns expected in less than 0.5 out of every 20 years)
Diversified Fixed Interest	CPI plus 0.5% per annum on average over 20 years.	CPI plus 1.0% per annum on average over 20 years.	CPI per annum on average over 20 years.	CPI plus 0.5% per annum on average over 20 years.	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)
Property	CPI plus 3.0% per annum on average over 20 years.	CPI plus 3.0% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)
Infrastructure	CPI plus 3.0% per annum on average over 20 years.	CPI plus 3.5% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	CPI plus 2.5% per annum on average over 20 years.	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)
Australian Shares	CPI plus 6.0% per annum on average over 20 years	CPI plus 6.5% per annum on average over 20 years	CPI plus 4.5% per annum on average over 20 years.	CPI plus 5.0% per annum on average over 20 years.	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)
International Shares – Indexed	CPI plus 3.0% per annum on average over 20 years.	CPI plus 3.0% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	CPI plus 2.5% per annum on average over 20 years.	Very High. (Negative returns expected in between 6 or greater out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)
International Shares (Hedged) – Indexed	CPI plus 2.5% per annum on average over 20 years.	CPI plus 3.0% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	CPI plus 2.5% per annum on average over 20 years.	Very High. (Negative returns expected in between 6 or greater out of every 20 years)	Very High. (Negative returns expected in between 6 or greater out of every 20 years)
Macquarie Investment Management – Australian Fixed Interest	CPI plus 0.5% per annum on average over 20 years.	CPI plus 1.0% per annum on average over 20 years.	CPI minus 0.5% per annum on average over 20 years.	CPI plus 0% per annum on average over 20 years.	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)
BlackRock Asset Management – International Fixed Interest	CPI plus 0.5% per annum on average over 20 years.	CPI plus 1.0% per annum on average over 20 years.	CPI minus 0.5% per annum on average over 20 years.	CPI plus 0% per annum on average over 20 years.	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)
Industry Super Property Trust – Property	CPI plus 3.0% per annum on average over 20 years.	CPI plus 3.0% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)
Lendlease managed Australian Prime Property Funds (Retail, Commercial & Industrial) – Property	CPI plus 3.0% per annum on average over 20 years.	CPI plus 3.0% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)
IFM – Australian Infrastructure	CPI plus 3.0% per annum on average over 20 years.	CPI plus 3.5% per annum on average over 20 years.	CPI plus 2.0% per annum on average over 20 years.	CPI plus 2.5% per annum on average over 20 years.	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)	Medium to High. (Negative returns expected in between 3 to less than 4 out of every 20 years)
IFM – Australian Shares	CPI plus 5.0% per annum on average over 20 years.	CPI plus 5.5% per annum on average over 20 years.	CPI plus 3.5% per annum on average over 20 years.	CPI plus 4.0% per annum on average over 20 years.	Very High. (Negative returns expected in between 6 or greater out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)
Paradice Investment Management (Small Cap) – Australian Shares	CPI plus 5.5% per annum on average over 20 years.	CPI plus 6.0% per annum on average over 20 years.	CPI plus 4.5% per annum on average over 20 years.	CPI plus 5.0% per annum on average over 20 years.	Very High. (Negative returns expected in between 6 or greater out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)
Neuberger Berman – International Shares	CPI plus 5.0% per annum on average over 20 years.	CPI plus 5.5% per annum on average over 20 years.	CPI plus 4.0% per annum on average over 20 years.	CPI plus 4.5% per annum on average over 20 years.	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)	High. (Negative returns expected in between 4 to less than 6 out of every 20 years)

2. The new CPIplus investment option.

CPIplus is a new Pension only investment option available from 1 July 2021.

CPIplus aims to deliver consistent returns over the long term. The return of the CPIplus option is set in advance for each Return Period (currently 12 months from 1 July) and is expressed as a predetermined rate above the average Consumer Price Index (CPI) rate. CPIplus' target return objective is designed to increase the consistency of investment returns while continuing to maintain the simplicity, flexibility and liquidity of an account-based pension.

By offering a return above CPI, the CPIplus option ensures that the returns generated exceed the level of inflation (as measured by CPI) hence minimising the impact of inflation on the real value of the member's investment returns.

Over the long term, the CPIplus option is designed to provide returns that are more certain and less volatile than those available by investing in growth assets, such as shares, while offering higher returns than those available by investing in conservative assets, such as cash.

Please note: while the return of the CPIplus option is predetermined, the Balanced Option in the Accumulation phase retains any excess market returns generated on the underlying assets of the CPIplus option. CPIplus is not available in Transition to Retirement.

For more information about CPIplus see the Pension PDS available at hostplus.com.au

3. Additional information in the Choiceplus guide.

From 1 July 2021 Hostplus has determined that participation in class actions will not be made available on the Choiceplus platform. This change was made to page 8 of the Choiceplus guide, under the new heading '**Corporate actions, Class actions and proxy voting**'.