



Significant Event Notice.

20 March 2019

Significant Event Notices are important updates relating to the operation of Hostplus which may impact your investment and related services. Please take the time to read through the important information provided below.

This Significant Event Notice is to inform you of important changes to the Hostplus Pooled Superannuation Trust (PST) Infrastructure and Property Investment Options, which will come into effect from 29 April 2019.

What is changing?

From 29 April 2019 the Hostplus PST Infrastructure and Property investment options will include an increased number of specialist investment managers and a more diverse range of underlying investments. These changes are being introduced to provide greater diversification across Australian and International markets which will in turn support a better risk-return outcome over the long term.

As a result of these changes some underlying investment fees and costs, including indirect costs, of both the Infrastructure and Property investment options will increase. Details of these changes are below.

Summary of changes

The table below summarises the changes to the investment costs:

	To 28 April 2019			From 29 April 2019			Total Increase
Investment Fee							
Investment option	Management Fee	Performance Fee	Total Investment Fee	Management Fee	Performance Fee	Total Investment Fee	
Infrastructure	0.42%	0.00%	0.42%	0.41%	0.01%	0.42%	0.00%
Property	0.24%	0.00%	0.24%	0.50%	0.06%	0.56%	0.32%

Indirect Cost Ratio (ICR)							
	Transaction Cost	Operational Cost	Total Indirect Cost Ratio	Transaction Cost	Operational Cost	Total Indirect Cost Ratio	
Infrastructure	0.01%	0.14%	0.15%	0.09%	0.26%	0.35%	0.20%
Property	0.20%	0.14%	0.34%	0.24%	0.15%	0.39%	0.05%

Borrowing Cost					
Infrastructure			N/A	0.01%	0.01%
Property			0.27%	1.07%	0.80%

Property Operating Cost				
Property		1.10%	1.20%	0.10%

How the changes will occur

On 29 April 2019 the Hostplus PST Infrastructure and Property investment options will be changed to reflect the increased investment manager and related diversification updates. These will be processed by our investment administrator as an investment option switch between the old and the newly expanded PST Infrastructure and Property investment options. This will involve the sale of your existing units in the old option(s) and a concurrent purchase of units in the new option(s). The total market value of your investments in either the PST Property or Infrastructure options will be unaffected as a result of this change.

Once completed, the transaction will be visible in your account via the PST's online investor portal.

While these changes will increase and enhance the diversity of underlying assets within these options, including in both cases internationally domiciled and managed investments, these will be fully hedged in Australian dollars to eliminate currency exposure risk.

These changes will not affect either option's stated return targets, level of investment risk, investment style or objectives, the minimum suggested investment time frames as stated in the PST's PDS.

Please click on the links for the current investment holdings of the PST **Infrastructure** and **Property** options.

What do I need to do?

Unless you wish to make any changes to your PST investments, which you can do at any time via the PST's online investor portal, there is no action you need to take as a result of this Notice.