



Significant Event Notice.

For members of the Hostplus Pension Fund

27 February 2020

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

Changes to Hostplus Pension investment options

Hostplus Pension investment options are designed with different investment objectives, strategies and risk profiles established by the trustee in consultation with our asset consultant, JANA Investment Advisers Pty Ltd. Together, we closely monitor the overall investment profile to create a high probability of attaining the outlined objective of each investment option. Strategies are amended from time to time to reflect changing circumstances in different markets.

The Hostplus Pension Product Disclosure Statement (PDS) provides details of the different investment options. This Significant Event Notice is to inform you of recent changes to the investment option descriptions, as disclosed in the PDS, for the following Hostplus Pension investment options shown over the page.

Hostplus introduces a new investment option

From 1 December 2019, Hostplus offered a new investment option, Infrastructure.

The Infrastructure option allows Hostplus Pension members to invest in a long-term direct investment option that invests in tangible infrastructure assets, such as airports, seaports, toll roads, renewable energy and utilities, both within Australia and globally.

Investment option	Return Target		Level of investment risk	
	Disclosed 1 July 2019	From 20 Sept 2019	Disclosed 1 July 2019	From 20 Sept 2019
Capital Stable	CPI plus 2.5% per annum on average over 20 years	CPI plus 3.5% per annum on average over 20 years	Low to medium Negative returns expected in between 1 to less than 2 out of every 20 years	No change
Conservative Balanced	CPI plus 3.4% per annum on average over 20 years	CPI plus 4.0% 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	No change
Socially Responsible Investment (SRI) - Balanced	CPI plus 3.5% per annum on average over 20 years	CPI plus 4.0% per annum on average over 20 years	High Negative returns expected in between 4 to less than 6 out of every 20 years	No change
Indexed Balanced	CPI plus 3.0% per annum on average over 20 years	CPI plus 3.5% per annum on average over 20 years	High Negative returns expected in between 4 to less than 6 out of every 20 years	No change
Shares Plus	CPI plus 4.5% per annum on average over 20 years	CPI plus 5.5% per annum on average over 20 years	High Negative returns expected in between 4 to less than 6 out of every 20 years	No change
Balanced	CPI plus 3.0% per annum on average over 10 years CPI plus 4.0% per annum on average over 20 years	CPI plus 3.5% per annum on average over 10 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	Medium to High Negative returns expected in between 3 to less than 4 out of every 20 years
Cash	CPI plus 0.5% per annum on average over 20 years	CPI plus 1.0% per annum on average over 20 years	Very low Negative returns expected in between 0 to less than 0.5 out of every 20 years	No change
Diversified Fixed Interest	CPI plus 1.0% per annum on average over 20 years	No change	Medium to high Negative returns expected in between 3 to less than 4 out of every 20 years	No change
Property	CPI plus 2.5% per annum on average over 20 years	CPI plus 3.5% per annum on average over 20 years	High Negative returns expected in between 4 to less than 6 out of every 20 years	No change
Australian Shares	CPI plus 5.0% per annum on average over 20 years	CPI plus 6.5% per annum on average over 20 years	High Negative returns expected in between 4 to less than 6 out of every 20 years	No change
International Shares	CPI plus 4.5% per annum on average over 20 years	CPI plus 5.0% per annum on average over 20 years Negative returns expected in between 6 to 7 out of every 20 years	Very High Negative returns expected in between 4 to less than 6 out of every 20 years	High
International Shares (Hedged) - Indexed	CPI plus 3.0% per annum on average over 20 years	No change	Very High Negative returns expected in between 6 to 7 out of every 20 years	No change
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	High Negative returns expected in between 4 to 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	High Negative returns expected in between 4 to 6 out of every 20 years	Medium to High Negative returns expected in between 3 to less than 4 out of every 20 years
Industry Super Property Trust - Property	CPI plus 2.5% per annum on average over 20 years	CPI plus 3.0% per annum on average over 20 years	High Negative returns expected in between 4 to 6 out of every 20 years	No change
Lendlease managed Australian Prime Property Funds (Retail, Commercial and Industrial) - Property	CPI plus 2.5% per annum on average over 20 years	CPI plus 3.0% per annum on average over 20 years	High Negative returns expected in between 4 to 6 out of every 20 years	No change
IFM – Australian Shares	CPI plus 4.5% per annum on average over 20 years	CPI plus 5.5% per annum on average over 20 years	Very High Negative returns expected in between 6 to 7 out of every 20 years	No change
Paradice Investment Management (Small Cap) – Australian Shares	CPI plus 5.0% per annum on average over 20 years	CPI plus 6.0% per annum on average over 20 years	Very High Negative returns expected in between 6 to 7 out of every 20 years	No change
Neuberger Berman – International Shares	CPI plus 4.5% per annum on average over 20 years	CPI plus 5.5% per annum on average over 20 years	Very High Negative returns expected in between 6 to 7 out of every 20 years	No change

Who is this investment suitable for?		Minimum Suggested Time Frame		Strategic Asset Allocation: Growth/Defensive	
Disclosed 1 July 2019	From 20 Sept 2019	Disclosed 1 July 2019	From 20 Sept 2019	Disclosed 1 July 2019	From 20 Sept 2019
May suit members who have a five year plus investment time horizon	May suit members who have a three year plus investment time horizon	5 years plus	3 years plus	32.5% / 67.5%	33% / 67%
May suit members who have a five year plus investment time horizon	May suit members who have a four year plus investment time horizon	5 years plus	4 years plus	51% / 49%	52% / 48%
May suit members who have a five year plus investment time horizon	May suit members who have a three year plus investment time horizon	5 years plus	3 years plus	70% / 30%	69% / 31%
May suit members who have a seven year plus investment time horizon	May suit members who have a six year plus investment time horizon	7 years plus	6 years plus	75% / 25%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a four year plus investment time horizon	7 years plus	4 years plus	86% / 14%	No change
May suit members who have a five year plus investment time horizon	May suit members who have a five year plus investment time horizon	5 years plus	4 years plus	75% / 25%	76% / 24%
May suit members who have a two year plus investment time horizon	May suit members who have a one year plus investment time horizon	2 years plus	1 years plus	0% / 100%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a four year plus investment time horizon	7 years plus	4 years plus	0% / 100%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a three year plus investment time horizon	7 years plus	3 years plus	30% / 70%	No change
May suit members who have a five year plus investment time horizon	May suit members who have a four year plus investment time horizon	5 years plus	4 years plus	100% / 0%	No change
May suit members who have a five year plus investment time horizon	No change	5 years plus	No change	100% / 0%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a five year plus investment time horizon	7 years plus	5 years plus	100% / 0%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a two year plus investment time horizon	7 years plus	2 years plus	0% / 100%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a two year plus investment time horizon	7 years plus	2 years plus	0% / 100%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a three year plus investment time horizon	7 years plus	3 years plus	30% / 70%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a three year plus investment time horizon	7 years plus	3 years plus	30% / 70%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a five year plus investment time horizon	7 years plus	5 years plus	100% / 0%	No change
May suit members who have a five year plus investment time horizon	May suit members who have a four year plus investment time horizon	5 years plus	4 years plus	100% / 0%	No change
May suit members who have a seven year plus investment time horizon	May suit members who have a five year plus investment time horizon	7 years plus	5 years plus	100% / 0%	No change

