

5 February 2021

Australia Post Superannuation Scheme

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NOTIFICATION OF INVESTMENT CHANGES FOR THE APSS CONSERVATIVE OPTION

Whenever there is an important change to information contained in your APSS Product Disclosure Statement (PDS), by law the APSS must send you a ‘Significant Event Notice’ (SEN).

Certain changes must be notified to members at least 30 days before the change, while others may be notified up to 12 months after the change. This SEN falls into the second category as the changes have been in place from December 2020.

What are the investment changes?

The Trustee has made two adjustments to the long-term allocation of assets (called the ‘Strategic Asset Allocation’ or SAA) for the portfolio of the APSS **Conservative** investment option.

Following a recent review of the APSS’s investment strategy, the Trustee determined that a revision in the SAA for the Conservative investment option would improve the risk and return characteristics of the investment option taking into account the outlook for investment markets in 2021 and beyond. In December 2020, the Trustee increased the allocation to bonds and reduced the allocation to cash as set out below, with the ranges of both asset classes also adjusted to reflect the change in allocation.

The Trustee believes the adjustments are prudent and in the best interests of members invested in the APSS Conservative investment option.

Asset Class	Previous (Pre 09/12/20)		New (From 09/12/20 – Current)	
	SAA	Range	SAA	Range
Public market shares	20%	10% - 30%	20%	10% - 30%
Private equity	6%	0% - 20%	6%	0% - 20%
Real assets	5%	0% - 10%	5%	0% - 10%
Alternative credit	4%	0% - 8%	4%	0% - 8%
Bonds	40%	30% - 50%	▲ 55%	▲ 45% - 65%
Cash	25%	15% - 35%	▼ 10%	▼ 0% - 20%

The current versions of the following APSS disclosure documents, dated **9 December 2020**, includes these new adjustments and can be downloaded at apss.com.au by going to the 'Product disclosure' section under 'Publications & Forms':

- *Your Defined Benefit & Member Savings* PDS
- *Guide to your Member Savings* (for Rollover and Spouse members), which is to be read this with the *Your Member Savings* PDS; and
- *Your APSS Pension* PDS.

What has not changed?

There are no other changes to the SAAs or the target ranges across the APSS investment options and there is no financial impact on members' Defined Benefits (if you are entitled to one).

Do you have any questions?

If you have questions about this letter, just email sr@apss.com.au or phone **1300 360 373**.

Yours sincerely



APSS Member Services

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