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UNIT PRICES AND RETURNS

The unit prices and returns for the 8 months ending 30 June 2016:

Option	Unit price	Return*
Managed [^]	\$1.3262639714	0.19%
Pension Managed [^]	\$1.0955741061	-0.37%
Pension Cash	\$1.0374498044	0.71%

FINANCIAL YEAR TO DATE RETURNS

The Fund's returns (based on the change in unit price) for the period 1 July 2016 - 31 August 2016 are:

Growth option	-0.4%
Balanced option [^]	2.24%
Pension Growth option	N/A
Pension Balanced option [^]	2.41%
Pension Cash option	0.25%

* The return on your account may vary depending on when you joined the Fund, timing of any contributions and withdrawals paid to or from your account during the period. Returns are for 8 months due to the change in end of financial year date for CBH Super.

[^] The Managed option has been renamed to the Balanced option from 1 July 2016.

INVESTMENT UPDATE

'Volatility' has been the catchphrase in markets around the world for the past two years and is expected to continue into the future. With interest rates at historical lows, investors have focused their attention on central bank policy in order to gauge the state of the economy. Depending on how the market interprets this policy, returns from listed asset classes can fluctuate significantly. In early August 2016, the RBA cut the cash rate to 1.50% in order to help stimulate growth. The decision to cut rates was based on low annual inflation figures which indicated an annual rate of 1.0% (to 30 June 2016) which is well below the RBA's annual target of 2-3%.

During August 2016, Australian listed companies also reported their annual results as at 30 June 2016. As a group, the profit results were down by around 8.5% from the previous year and the decline was mainly driven by the resources sector which suffered from falling commodity prices. The Australian share market, as measured by the S&P/ASX 200 Accumulation Index, returned -1.5% over August but has been positive for the new financial year. The strongest sectors during the month were Information Technology (4.6%), Energy (2.4%) and Consumer Staples (1.9%), while the Industrials (-4.3%), Utilities (-5.7%) and Telecommunications (-6.5%) sectors had the worst performance.

Globally, international shares returned 1.3% over the month in unhedged Australian dollar terms as measured by the MSCI World ex Australia Accumulation Index. Returns from global bonds also remained near historic lows, indicating the market expects subdued economic growth in the medium term.

The Australian dollar weakened modestly relative to the US dollar in August, finishing the month at

75.17 US cents, compared with 75.96 US cents at the end of July.

Given the increased volatility and potentially lower return environment, CBH Super continues to manage these risks through diversification. Additionally, the Fund holds the majority of its assets in highly liquid securities so that it can react to changing market conditions in a timely and efficient manner.

ASSET ALLOCATION CHANGE

Following a regular review of investment strategy at the Meeting of Directors held 4 August 2016, it was agreed that the strategic asset allocation (SAA) range and benchmarks for the Balanced and Pension Balanced options would be amended to suit the current market conditions. The table below shows the new ranges and benchmarks:

Asset Class	SAA Range	Benchmark
Australian Shares	20 – 40%	28%
Overseas Shares	20 – 40%	30%
Property	0 – 20%	10%
Other Growth investments	0 – 20%	2%
Fixed Interest	10 – 35%	25%
Cash & Liquid Assets	2 – 15%	5%

To see the SAAs of all investment plans, visit the [website](#) or If you would like to change your investment option, please use the [Investment Switch](#) form or the [Pension Investment Switch](#) form.

CALL FOR NOMINATIONS - MEMBER-DIRECTOR

Nominations are open for a Member-elected Director position being a 5 year term commencing on 3 December 2016.

Fund members who would like to participate in the management of the Fund as a Member-elected Director are invited to nominate for the position.

The Nomination Form and details of the duties of Trustees may be obtained by contacting Donna Adam at donna.adam@cbh.com.au or call 08 9237 9707. Nominations close at midday on Friday 7 October 2016.

Preferred Financial Advisor

CBH Super has appointed Vantage Wealth Management as the preferred independent financial advisor for members. Contact Vantage on 1800 118 848 or visit vantagewm.com.au.

Don't forget to mention you are a CBH Super member!

CHANGE IN FEES

The annualised management expense ratio (MER) paid by members in the Managed and Pension Managed options for the year ended 30 June 2016 has increased from the previous year.

The MER has increased from 0.28% in 2015 to 0.31% in 2016. The 2016 MER is made up of an investment fee of 0.12% and indirect costs of 0.19%. For Pension Cash, only the indirect cost applies as there is no investment fee.

There has been no change to any other fees payable by members of the Fund.

WHAT IS AN MER?

The MER is the net cost of managing the Fund for the year divided by the Fund's total assets. The cost includes investment and administration costs, but not tax or insurance premiums. The total costs paid are adjusted by the administration fee of \$65 p.a. recouped directly from each member's account.

WHY HAS THE COST CHANGED?

The cost of managing investments and the Fund fluctuates from year to year depending on Fund requirements and investment types. The MER comprises only of actual costs that have been incurred by the Fund in that year.

HOW IS THE MER PAID?

The cost is met through a reduction in the unit prices used to calculate account balances – i.e. it is not deducted directly from member's accounts.

EXAMPLE OF ANNUAL FEES AND COSTS

This table gives an example of how the fees and costs for the Balanced option would have affected your superannuation investment over a 1 year period. You should use this table to compare CBH Super with other superannuation products.

Example – Balanced option		Balance of \$50,000
Investment Fees	0.12%	For every \$50,000 you had in the Fund you will have been charged \$60 each year before the unit prices were determined and applied to your account.
Plus Administration Fees	\$65	And, you were charged \$65 for the year in administration fees regardless of your balance.
Plus indirect costs for the Balanced option	0.19%	And, indirect costs of \$95 for every \$50,000 you had in the Fund were deducted before the unit prices were determined and applied to your account.
Equals Cost of product		If your balance was \$50,000, then for that year you would have been charged fees of \$220.00 for the Balanced option.

ADMINISTRATOR UPDATE

Further to our July newsletter, work is progressing on transitioning the Fund's data to the new Administrator, SuperBPO. The first point of contact for members will still remain with the CBH Super team.

Once the transition is complete, members will receive a new password and instructions on how to access their online account. This new improved online member portal has the ability to complete investment switches and update your account details online.

UNSOLICITED MISLEADING EMAIL

A member has recently brought to our attention a misleading email that had been sent to them. It had the subject line "Your super fund has asked us to get your opinion on your super fund" sent from a company called 'Find Your Super'.

You can be assured that CBH Super has not asked any external company to contact members on our behalf and urge members not to disclose any personal information to any company without confirming the legitimacy of the request.

If you have any questions regarding emails or unsolicited contact by any companies regarding your super account, please contact CBH Super immediately.

FURTHER INFORMATION

If you have any superannuation questions you can go to www.cbhsuper.com.au or contact Danielle Purdye on 9416 6235 or at danielle.purdye@cbh.com.au.



T W Cunningham
Trustee Chairman

Disclaimer - Past performance may not be an indication of future performance. This information does not take into account your own situation and you should consider the information in the PDS or seek professional financial advice before making any decisions.

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