Annual Report to Members for the Year Ending

30 June 2016

This Annual Report should be read in conjunction with your Annual Benefit Statement for the year ended 30 June 2016. Together, they form your annual periodic statement.

Issued by the Trustee of max Super,
Equity Trustees Limited
ABN 46 004 031 298
AFS Licence No 240975
RSE Licence No L0003094
RSE Registration Number R1067897
Max Super ABN 22 508 720 840
This report is issued by the Trustee of the Max Super Fund (Fund), Equity Trustees Limited ABN 46 004 031 298 AFS Licence No 240975 RSE Licence No L0003094. The Fund’s ABN is 22 508 720 840. Neither Equity Trustees Limited, any investment manager nor other service provider to the Fund guarantees the investment performance of any investment offered or the repayment of capital. Investment in the Fund is subject to investment risk including loss of income and capital invested.

The information provided in this report is in accordance with the requirements of the Corporations Act 2001. The information is of a general nature only and has been prepared without taking account of your investment objectives, financial situation and needs. Before making any investment decisions in relation to the Fund you should consider obtaining professional financial advice from an appropriately licensed or authorized financial adviser. Whilst all due care has been taken in the preparation of this report, the Trustee reserves the right to correct any errors or omissions.

The terms of your membership in the Fund are set out in the Fund’s Trust Deed. Should there be any inconsistency between this report and the Fund’s Trust Deed, the terms of the Fund’s Trust Deed will prevail.
Equity Trustees Limited (the Trustee) is pleased to present the Annual Report for the Max Super Fund (the Fund) for the year ending 30 June 2016. This report is for members of all products offered by the Fund (max MySuper, Max Personal and max Corporate, collectively referred to in this report as max Super, and Good Super).

This report provides you with information on the Fund’s progress throughout the year, along with details of the Fund’s financial position, its investment objectives and performance, and other issues relevant to your membership of the Fund. Information is shown at a Fund level, unless otherwise stated.

Take the time to read this report as it will help you in increasing your understanding of how your Fund, and superannuation in general, works towards building an asset for your retirement. Should you have any questions regarding your participation in this Fund, please contact the Administrator whose details can be found in the Directory at the back of this Report.
HOW YOUR FUND OPERATES

About the Fund
The Fund is set up as a trust and is governed by a legal document called the Trust Deed. The Fund is run by the Trustee, Equity Trustees Limited, a professional trustee company which acts as trustee of numerous superannuation funds. The Fund is a “Regulated Fund” under the Superannuation Industry (Supervision) Act 1993.
At 30 June 2016, Fund assets were in excess of $92 million and there were more than 3700 Fund members.

Trustee & the issuer of this report
The Trustee is responsible for the prudent management of the Fund and for ensuring that the Fund operates in accordance with the Trust Deed and the relevant legislation. The Trustee is also the issuer of this report.

Trustee indemnity insurance
The Trustee has taken out Professional Indemnity insurance to protect it from liability that may be incurred in carrying out its duties as Trustee. The policy does not provide cover arising out of the committing of any dishonest or fraudulent act or any knowing or willful violation of any statute or any willful breach of any duty.
HOW YOUR FUND OPERATES (con’t)

Related party disclosures
The Trustee and related parties do not have any interest in any service provider or investment managers engaged by the Fund. The Trustee receives remuneration in its capacity as trustee of this Fund on an arm’s length and commercial basis.

Trustee Statements in relation to the year ending 30 June 2016

Compliance Statement
The Trustee intends to operate the Fund at all times as a complying superannuation fund under the Superannuation Industry (Supervision) Act 1993 (SIS Act). Compliance with the SIS Act entitles the Fund to receive concessional tax treatment. The Trustee is unaware of any events that could jeopardise the Fund’s complying status and has not had any penalties imposed under Section 38A of the SIS Act.

Trust Deed
The overall operations of the Fund are governed by a legally binding document known as the Trust Deed. The Trust Deed as amended from time to time, sets out who can join the Fund, how monies are received and invested, how benefits are paid to Members, and other details on how the Fund must operate.
You can obtain a copy of the Trust Deed and the amendments made thereto free of charge by contacting the Administrator, or by accessing the it from the Fund website www.maxsuper.com.au and www.goodsuper.com.au.

Policy Committees
Where an Employer group in the Fund has more than 49 Members, there is a requirement that a Policy Committee be formed.
A Policy Committee is made up of an equal number of Member-appointed and Employer-appointed persons, who collectively act as a link between the Trustee, the Members, and the Employer. Where required, Members of the Fund are invited to nominate candidates for the applicable number of Member-appointed representatives, and a secret ballot is held when there are more nominations than there are vacancies. Also, where required, the Employer will nominate Employer-appointed representatives, in equal numbers to the number of Member-appointed representatives. There are restrictions in relation to who can serve on a Committee, and these details, along with all other relevant information is provided at the time when nominations are sought. These details are also available upon request from the Administrator.
HOW YOUR FUND OPERATES (con’t)

The main role of the Committee is to facilitate the flow of information between the Trustee and the Members – for example, the Committee can let the Trustee know the views and needs of the Members. It is not the role of the Committee to set the Employer’s superannuation policy, nor is it the role of the Committee to set or advise on investment strategies.

There were no Policy Committees in place during the year ending 30 June 2016, or at the date of issue of this report (as none were required during the year, or currently).

What we do to keep you informed

At least once every year the Trustee will provide you with, or give you access to, the following information in writing:

**Member’s Annual Benefit Statement** – details about your account, your benefits, and a summary of transactions over the last year. This will be posted to your mailing address or emailed to your supplied email address after the end of each financial year.

**Annual Report** - this will provide you with details about the Fund, its operation, and its performance. Please note that the Annual Report will, by default, be available electronically and you can access it by visiting www.MaxSuper.com.au and www.GoodSuper.com.au. However, you may elect to have a hard copy, or electronic copy, sent to you free of charge. If you elect to have a hard copy or electronic copy of the annual report sent to you, the Trustee will for each subsequent financial year/reporting period, send you a hard copy/electronic copy until you advise that this is no longer required. If you require any further information, contact the Fund Administrator on 1300 629 787.

During the year, you can keep up to date with your Fund:

- by visiting the Administrator’s website www.maxsuper.com.au and Goodsuper.com.au, as applicable to your participation in the Fund
- by using the Administrator’s internet facility for interactive access
- by contacting the Administrator or Fund Enquiries and Complaints Officer whose details can be found in the Directory at the back of this Report.
HOW YOUR FUND OPERATES (con’t)

Members may also obtain or view the following information upon written request to the Trustee:

- copy of the Annual Return provided to the Australian Prudential Regulation Authority
- copy of the Auditor’s Report
- copy of the latest audited accounts
- provisions of the Trust Deed which relate to your membership.

In addition, you may request information from the Trustee in order to:

- understand any benefit entitlements that you may have or used to have;
- understand the main features of the Fund;
- make an informed judgment about the management and financial condition of the Fund;
- make an informed judgment about the investment performance of the Fund; and
- understand the particular investments of the Fund.

You can obtain the Trust Deed, forms, a copy of this Annual Report, investment updates and other general information via the web site applicable to your participation in the Fund.

If you have any questions regarding the Fund, its insurance, contribution and investment options, or your benefits, please contact the Administrator.
HOW YOUR FUND OPERATES (con’t)

UNCLAIMED MONEY

Under Federal Government (Unclaimed Money) legislation, there are a number of circumstances in which superannuation must be paid to the Australian Taxation Office as unclaimed money. These circumstances include lost member accounts which meet certain criteria, and benefits of former temporary residents. There are some other circumstances such as Deceased members and Members aged 65 or older - please see www.ato.gov.au for more information.

In summary, a lost member account of a fund is taken to be unclaimed super if it does not relate to a defined benefit interest, the member is a lost member, and:

- the balance of the lost member account is less than $4,000 or such other amount determined by the Government from time to time (small lost member account), or
- the lost member account has been inactive for a period of 12 months and the provider is satisfied that it will never be possible to pay an amount to the member (insoluble lost member account).

A person is taken to be a lost member if they are either uncontactable or inactive (as defined in Government regulations).

A former temporary resident’s superannuation benefit must be paid to the Australian Taxation office as unclaimed money where it has been at least six months since they departed Australia and their visa has lapsed AND the Australian Taxation Office issues a notice to the fund requesting the benefit be paid to the Australian Taxation Office. If this happens, you have a right, under the Government’s legislation, to claim your super money directly from the Australian Taxation Office (subject to the applicable tax rates).

Further information can be obtained from the Australian Taxation Office website (www.ato.gov.au).

If you are a former temporary resident whose superannuation benefits are transferred to the ATO as unclaimed money, you may not be notified of this or receive an exit statement after the transfer occurs. The Trustee will rely on relief provided by the Australian Securities & Investments Commission (ASIC) Class Order [CO 09/437] which says, in effect, that the trustee of a superannuation fund is not obliged to meet certain disclosure requirements in relation to non-residents that have ceased to hold an interest in the fund as a result of the payment of unclaimed superannuation to the Commissioner of Taxation. If you require any further information, contact the Fund Administrator on 1300 629 787.
How your Fund invests
During the 2015/2016 year, the Fund provided members with a choice of 12 different investment options for Max Super and 3 investment options for Good Super including options that invest across a range of asset classes, and options that invest in just the one asset class.

About the Investment Options
The Fund offers two styles of investment which aim to meet your investment needs:

• Diversified options with assets spread across several investment sectors (also referred to as ‘Pre-mixed options’ in this report);
• Sector options which allow you to control your exposure to specific asset sectors (also referred to as ‘Asset options’ in this report).

Members may select any combination of the investment options (available to their participation in the Fund), and there is no minimum amount of money that you must have in any particular option. The key characteristics of each investment option are summarised in investment tables appearing later in this report.

Changing your Investment Options
Members can change investment options at any time by notifying us in writing, as many times as you like during the year. There is no fee for changing your investment options but the units for some options do have a difference between the Buy and Sell price. The Sell price applies when you switch out of an investment option. The Buy price applies when you switch into an investment option. Buy/Sell prices are determined weekly unless circumstances arise in which the Trustee determines that unit pricing should be deferred or suspended.

To find out more about your investment options (including any investment options introduced after 30 June 2016) and any buy/sell margin that may apply, see the Product Disclosure Statement applicable to your membership of the Fund. You can obtain the relevant Product Disclosure Statement and an Investment Nomination Form, by contacting the Administrator on 1300 629 787 for Max Super and 1300 788 658 for Good Super.


Derivatives
The Trustee has never invested directly in derivatives and does not intend to do so. However, the underlying investment managers utilised by the fund may use futures, options and other derivative instruments to assist with the effective management of the Fund’s assets.

However these instruments may not be used to gear the portfolio. Derivatives may be used to enhance returns on the Fund’s assets, improve liquidity in some asset classes and control risk. Currently foreign exchange contracts are used to hedge currency exposure to the Australian dollar in various investment options.
INVESTMENT NEWS (con’t)

2015/2016 Financial Year in Review

The most important factor influencing the global economy in the 2015/2016 financial year has been Brexit – the United Kingdom’s decision to withdraw from the European Union (EU) via the June 2016 referendum. The process of withdrawal from the EU will be complex and protracted and is not set to be complete until early 2019.

The UK economy is the fifth largest in the world and as such Brexit has caused worldwide economic uncertainty. Following from the referendum the pound fell to a 30 year low against the US dollar, and European equity markets were mostly negative over the financial year despite the European Central Bank (ECB) stimulus support. The Europe region of the MSCI World index returned -8.4% for unhedged Australian investors.

In the United States (U.S.) consumption and labour markets have remained strong which has had a positive impact on worldwide equity markets. The U.S. equity market is close to record highs while long-term yields have trended lower, partly on the back of record low interest rates with the U.S. Federal Reserve Bank (Fed) delaying raising interest rates until the 4th quarter of 2015 and indicating that they are unlikely to continue raising rates until the broader economy shows evidence that an economic recovery is sustainable and the broader implications of the Brexit vote are known.

The Australian economy has been growing at a respectable rate as the economy rebalances from the resource led growth period, with inflation at one of the lowest points of the past 20 years resulting in low cash rates in both real and nominal terms. In addition, the terms of trade weakness continues to restrict local economic growth.

With fixed interest yields at historical lows, investors are facing low yields as well as the risk of capital loss in a rising interest rate market. Simultaneously major equities markets are trading at or near historical price-earnings ratio (PE) highs likely representing fair value at best, at least in the near term. This has resulted in strong demand for property and infrastructure assets which continue to provide strong dividends and are considered more defensive than equity markets.

Global economic conditions are likely to provide subdued but positive growth over the short to medium term.

Please note that the investment commentary above has been prepared by Como Financial Services Pty Limited ABN 74 101 393 435 AFSL 289890 (not the Trustee) as the asset consultant of the Fund and is of a general nature only. It relates to the broader investment market for the period ending 30 June 2016 (not the Fund’s particular investments). Past performance of the investment markets described above is not a reliable indicator of future performance, or a reliable indicator of the future performance of the Fund’s investment options. Investment earnings can be positive or negative. Decisions about your investments are important and should not be made without first obtaining advice from an appropriately licensed or authorised financial adviser that takes into account your personal circumstances and needs.
# INVESTMENT OPTIONS (MAX SUPER PRE-MIXED OPTIONS)

The following charts summarise key features of each of the Max Super pre-mixed investment options.

<table>
<thead>
<tr>
<th>Investment Option</th>
<th>Growth</th>
<th>Balanced</th>
<th>Max Super MySuper</th>
<th>Moderate</th>
<th>Conservative</th>
<th>Income</th>
</tr>
</thead>
<tbody>
<tr>
<td>Return Profile</td>
<td>High</td>
<td>High</td>
<td>High</td>
<td>High</td>
<td>High</td>
<td>High</td>
</tr>
<tr>
<td>Risk Profile</td>
<td>Risk Band Level 6</td>
<td>Risk Band Level 6</td>
<td>Risk Band Level 6</td>
<td>Risk Band Level 4</td>
<td>Risk Band Level 2</td>
<td>Risk Band Level 2</td>
</tr>
<tr>
<td>(5 to less than 8 years)</td>
<td>(3 to less than 10 years)</td>
<td>(4 to less than 6 years)</td>
<td>(2 to less than 5 years)</td>
<td>(1 to less than 2 years)</td>
<td>(1 to less than 2 years)</td>
<td></td>
</tr>
<tr>
<td>Suggested minimum investment duration</td>
<td>7 years</td>
<td>5 years</td>
<td>5 years</td>
<td>3 years</td>
<td>3 years</td>
<td></td>
</tr>
<tr>
<td>Performance V/S to 30 June 2016</td>
<td>3.3%</td>
<td>4.2%</td>
<td>3.6%</td>
<td>4.1%</td>
<td>4.5%</td>
<td>4.9%</td>
</tr>
<tr>
<td>Performance since inception</td>
<td>4.2% (average compound return p.a. since 1 Jul 2005)</td>
<td>4.0% (average compound return p.a. since 1 Jul 2005)</td>
<td>7.3% (average compound return p.a. since 30 Jun 2014)</td>
<td>2.6% (average compound return p.a. since 31 Mar 2003)</td>
<td>4.7% (average compound return p.a. since 1 Jul 2005)</td>
<td>4.4% (average compound return p.a. since 1 Jul 2005)</td>
</tr>
<tr>
<td>Investment Style</td>
<td>Invest in a broad range of growth investments, with a spread of risk</td>
<td>Invest in a broad range of investments, with an emphasis on growth assets, with a spread of risk</td>
<td>Invest in a broad range of investments, with an emphasis on growth assets, with a spread of risk</td>
<td>Invest in a broad range of income and growth investments with a spread of risk</td>
<td>Invest in a broad range of income investments, with a spread of risk</td>
<td></td>
</tr>
<tr>
<td>Investment Objective*</td>
<td>To exceed the average annual inflation rate over the medium to long term by approximately 5% p.a.</td>
<td>To exceed the average annual inflation rate over the medium to long term by approximately 4% p.a.</td>
<td>To exceed the average annual inflation rate over the medium to long term by approximately 4% p.a.</td>
<td>To exceed the average annual inflation rate over the medium to long term by approximately 3% p.a.</td>
<td>To exceed the average annual inflation rate over the medium to long term by approximately 2% p.a.</td>
<td></td>
</tr>
<tr>
<td>Strategic Asset Allocation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

*Investment returns are calculated after relevant taxes, fees and costs (but not all taxes, fees and costs). Past investment performance is not a reliable indicator of future performance. The investment objective is not a promise or guarantee of a particular return. Actual asset allocations may vary from time to time.
INVESTMENT OPTIONS (MAX SUPER ASSET OPTIONS)

The following charts summarise key features of each of the Max Super asset investment options.

<table>
<thead>
<tr>
<th>Investment Option</th>
<th>Australian Shares</th>
<th>International Shares</th>
<th>Listed Property</th>
<th>Australian Fixed Interest</th>
<th>International Fixed Interest</th>
<th>Cash</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Return Profile</strong></td>
<td>High</td>
<td>High</td>
<td>High</td>
<td>Med / Low</td>
<td>Med / Low</td>
<td>Low</td>
</tr>
<tr>
<td><strong>Risk profile</strong></td>
<td>Risk Band: Level 6 (1 to less than 5 years)</td>
<td>Risk Band: Level 6 (1 to less than 5 years)</td>
<td>Risk Band: Level 5 (1 to less than 5 years)</td>
<td>Risk Band: Level 3 (1 to less than 6 years)</td>
<td>Risk Band: Level 3 (1 to less than 6 years)</td>
<td>Risk Band: Level 6 (Negligible likelihood of negative return)</td>
</tr>
<tr>
<td><strong>Suggested minimum investment timeframe</strong></td>
<td>7 years</td>
<td>7 years</td>
<td>7 years</td>
<td>5 years</td>
<td>5 years</td>
<td>3 years</td>
</tr>
<tr>
<td><strong>Performance</strong></td>
<td>1.1% (average compound return p.a. since 28 Feb 2007)</td>
<td>2.7% (average compound return p.a. since 28 Feb 2007)</td>
<td>-0.7% (average compound return p.a. since 28 Feb 2007)</td>
<td>4.0% (average compound return p.a. since 28 Feb 2007)</td>
<td>4.1% (average compound return p.a. since 28 Feb 2007)</td>
<td>1.0% (average compound return p.a. since 28 Feb 2007)</td>
</tr>
<tr>
<td><strong>Investment strategy</strong></td>
<td>Invest in Australian companies listed on the Australian Stock Exchange.</td>
<td>Invest in Overseas companies listed on International Stock Exchanges.</td>
<td>Invest in property or buildings via property trusts listed on the Australian Stock Exchange.</td>
<td>Invest in loans to Australian governments or businesses where a fixed interest rate and loan length are agreed in advance.</td>
<td>Invest in loans to Overseas governments or businesses where a fixed interest rate and loan length are agreed in advance.</td>
<td>Invest in Cash deposits in a bank, short-term loan securities and other similar investments.</td>
</tr>
<tr>
<td><strong>Investment Objective</strong></td>
<td>To match the performance of the market, before fees and taxes, as measured by the return of the S&amp;P/ASX 300 Accumulation Index.</td>
<td>To match the performance of the market, before fees and taxes, as measured by the return of the MSCI World ex-Australia Index.</td>
<td>To match the performance of the market, before fees and taxes, as measured by the return of the S&amp;P/ASX 300 A-REIT Accumulation Index.</td>
<td>To match the performance of the market, before fees and taxes, as measured by the return of the UBS Australia Composite Bond index.</td>
<td>To match the performance of the market, before fees and taxes, as measured by the return of the UBS Australia Composite Bond index.</td>
<td>To match the performance of the market, before fees and taxes, as measured by the return of the UBS Bank Bill Index.</td>
</tr>
<tr>
<td><strong>Strategic Asset Allocation as at 30 June 2016</strong></td>
<td>Australian Shares 100%</td>
<td>International Shares 100%</td>
<td>Listed Property 100%</td>
<td>Australian Fixed Int. 100%</td>
<td>International Fixed Int. 100%</td>
<td>Cash 100%</td>
</tr>
<tr>
<td><strong>Actual Asset Allocation as at 30 June 2016</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>100%</td>
<td>100%</td>
<td>100%</td>
<td>100%</td>
<td>100%</td>
<td>100%</td>
</tr>
</tbody>
</table>

*Investment returns are calculated after relevant taxes, fees and costs (but not all taxes, fees and costs). Past investment performance is not a reliable indicator of future performance. The investment objective is not a promise or guarantee of a particular return. Actual asset allocations may vary from time to time.
# INVESTMENT OPTIONS (GOOD SUPER PRE-MIXED OPTIONS)

The following charts summarise key features of each of the Good Super pre-mixed investment options.

<table>
<thead>
<tr>
<th>Investment Option</th>
<th>Growth</th>
<th>Balanced</th>
<th>Conservative</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Return Profile</strong></td>
<td>High</td>
<td>Med / High</td>
<td>Med / Low</td>
</tr>
<tr>
<td>Risk profile (Estimated number of negative annual returns over any 20-year period)</td>
<td>Risk Band: Level 6 Risk label: High (4 to less than 8 years)</td>
<td>Risk Band: Level 3 Risk label: Low to Medium (1 to less than 2 years)</td>
<td></td>
</tr>
<tr>
<td>Suggested minimum investment timeframe</td>
<td>7 years</td>
<td>5 years</td>
<td>3 years</td>
</tr>
<tr>
<td>Performance* (Year to 30 June 2016)</td>
<td>0.0%</td>
<td>1.1%</td>
<td>2.9%</td>
</tr>
<tr>
<td>Performance* since inception (including inception date)</td>
<td>5.6%</td>
<td>4.9%</td>
<td>2.7%</td>
</tr>
<tr>
<td>Performance* since inception</td>
<td>5.58% (average compound return p.a. since 20 Dec 2013)</td>
<td>4.87% (average compound return p.a. since 20 Dec 2013)</td>
<td>3.80% (average compound return p.a. since 20 Dec 2013)</td>
</tr>
<tr>
<td><strong>Investment Strategy</strong></td>
<td>To provide higher growth in your investment over the long term with a high level of volatility from year to year</td>
<td>To provide long-term growth in your investment through exposure to a variety of asset classes with an emphasis on growth assets</td>
<td>To provide stable returns through exposure to a variety of asset classes with an emphasis on income assets, with some growth in the investment timeframe</td>
</tr>
<tr>
<td><strong>Investment Objective</strong>*</td>
<td>To deliver a return of CPI + 4% before fees and taxes over a rolling 5-year timeframe</td>
<td>To deliver a return of CPI + 4% before fees and taxes over a rolling 5-year timeframe</td>
<td>To deliver a return of CPI + 2% before fees and taxes over a rolling 5-year timeframe</td>
</tr>
</tbody>
</table>

### Strategic Asset Allocations*

<table>
<thead>
<tr>
<th></th>
<th>Australian Shares</th>
<th>International Shares</th>
<th>Australian Property</th>
<th>Cash</th>
<th>International Fixed Interest</th>
<th>Australian Fixed Interest</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>22.2%</td>
<td>44.3%</td>
<td>19.3%</td>
<td>0.1%</td>
<td>14.1%</td>
<td>2.7%</td>
</tr>
<tr>
<td>2015</td>
<td>44.4%</td>
<td>45.0%</td>
<td>5.3%</td>
<td>0.2%</td>
<td>0.2%</td>
<td>0.0%</td>
</tr>
<tr>
<td>2016</td>
<td>10.5%</td>
<td>10.0%</td>
<td>25.7%</td>
<td>4.0%</td>
<td>12.3%</td>
<td>27.5%</td>
</tr>
<tr>
<td>2016</td>
<td>10.2%</td>
<td>6.0%</td>
<td>25.0%</td>
<td>4.0%</td>
<td>12.4%</td>
<td>27.0%</td>
</tr>
<tr>
<td>2015</td>
<td>15.0%</td>
<td>14.3%</td>
<td>13.3%</td>
<td>13.1%</td>
<td>13.3%</td>
<td>13.4%</td>
</tr>
</tbody>
</table>

### Actual Asset Allocation as at 30 June 2016

*Investment returns are calculated after relevant taxes, fees and costs (but not all taxes, fees and costs). Past investment performance is not a reliable indicator of future performance. The investment objective is not a promise or guarantee of a particular return. Actual asset allocations may vary from time to time.*
INVESTMENT NEWS (con’t)

Standard Risk Measure

We have provided the Standard Risk Measure for each investment option in the following table which is based on industry guidance to assist you to compare investment options that are expected to deliver a similar number of negative annual returns over any 20 year period. The Standard Risk Measure is not a complete assessment of all forms of investment risk, for instance it does not detail what the size of a negative return could be or the potential for a positive return to be less than you may require to meet your objectives. Further, it does not take into account the impact of administration fees and tax on the likelihood of a negative return. You should still ensure you are comfortable with the risks and potential losses associated with your chosen investment option/s.

<table>
<thead>
<tr>
<th>Risk band</th>
<th>Risk Label</th>
<th>Estimated number of negative annual returns over any 20 year period</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Very low</td>
<td>Less than 0.5</td>
</tr>
<tr>
<td>2</td>
<td>Low</td>
<td>0.5 to less than 1</td>
</tr>
<tr>
<td>3</td>
<td>Low to medium</td>
<td>1 to less than 2</td>
</tr>
<tr>
<td>4</td>
<td>Medium</td>
<td>2 to less than 3</td>
</tr>
<tr>
<td>5</td>
<td>Medium to high</td>
<td>3 to less than 4</td>
</tr>
<tr>
<td>6</td>
<td>High</td>
<td>4 to less than 5</td>
</tr>
<tr>
<td>7</td>
<td>Very high</td>
<td>6 or greater</td>
</tr>
</tbody>
</table>

How are investment returns passed on to members?

The Fund is a “unit-linked” Fund. This means that contributions or other amounts credited to your account buy investment units in the investment option(s) that you have nominated, or otherwise apply to you.

A forward unit price for each of the Fund’s investment options is calculated on a daily basis, taking into account the performance of the underlying assets and taxes, fees and costs related to the Fund (other than taxes, fees and costs deducted directly from your account). This may include estimated taxes, fees or costs or provisions for amounts payable (but not yet paid) as determined appropriate from time to time. This means the performance of your superannuation account will keep up-to-date with the net investment performance of the investment option(s) applicable to your account.

If the underlying investments are performing well, then generally the unit price will go up. If the underlying investments are not performing well, then generally the unit price will go down. Your Annual Benefit Statement will show your information relevant to the investment performance applicable to your account.

The Trustee reserves the right to change the frequency of the calculation of unit prices, to defer applications and withdrawals, and/or to defer valuation if the Trustee believes that this is in the best interests of all members (for example, if an underlying investment fund or product becomes illiquid) or it is required to do so by law.
Underlying Investment Manager

The Trustee has selected BlackRock Investment Management (Australia) Limited (BlackRock) as the underlying investment manager of Max Super and AMP Capital Investors Limited, Australia and New Zealand Banking Group Limited, Perpetual Investment Management Limited, Triodos Investment Management B.V. as the underlying investment managers for Good Super.

Investments above 5% of Fund Assets
The Fund invests directly into the following funds, and each of these investments held a value in excess of 5% of the total assets of the Fund at 30 June 2016:

- BlackRock Wholesale Indexed Australian Equity Fund (Max Super only)
- BlackRock Wholesale Indexed International Equity Fund (Max Super only)
- BlackRock Wholesale Indexed Australian Listed Property Fund (Max Super only)
- BlackRock Wholesale Indexed Australian Bond Fund (Max Super only)
- AMP Responsible Investment Leaders Diversified Fixed Interest (Good Super only)
- Perpetual Wholesale Ethical SRI Fund (Good Super only)
- Triodos Sustainable Equity Fund (Good Super only)
Important Reminder Regarding Making claims

For Death, Total and Permanent Disablement (TPD) or Salary Continuance claims, you must advise us in writing of any claim as soon as it is reasonably possible for you to do so.

If we do not receive notice within a reasonable period of time, the Insurer may reduce or refuse to pay the benefit to the extent their assessment of the claim is prejudiced.
OPERATIONAL RISK FINANCIAL REQUIREMENT (ORFR)

An ORFR Reserve is accumulated and maintained by the Trustee via a separately identifiable reserve in the Fund which provides an unrestricted commitment of funds to address losses arising from operational risks in a timely manner. The Trustee accounts for the ORFR Reserve separately in the Fund’s Balance Sheet and amounts paid into the Reserve are reflected in the calculation of the Fund’s unit prices.

The ORFR Reserve was established on 1 July 2013. The ORFR Reserve is invested proportionately across the available Fund investment options. The strategy will reflect movements of the Fund assets as a whole which mitigates the risk of any performance gap. The Fund achieved the target amount as at 30 June 2016. The ORFR Reserve has been:

<table>
<thead>
<tr>
<th>As at June</th>
<th>2016</th>
<th>2015</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reserve ($,000)</td>
<td>294</td>
<td>150</td>
<td>41</td>
</tr>
</tbody>
</table>
OTHER INFORMATION

Tax File numbers and No-TFN Tax

Under Government legislation, superannuation funds can collect TFNs from members and employers and employers are (in certain circumstances) required to provide TFNs to another fund.

If the Fund does not hold your TFN, you may incur additional tax on concessional contributions. Other taxes may apply (to benefits) and there may be other adverse consequences. You should refer to the PDS relating to your participation in the Fund for further information about the collection of TFNs and the consequences for you if you do not provide your TFN (and we do not otherwise hold your TFN).

Under the Superannuation Industry (Supervision) Regulations (SIS Regulations), contribution rules prevent a fund accepting certain contributions (or require refunding certain contributions within a specified timeframe) where a TFN is not held by a fund. The Trustee’s policy in relation to these requirements is summarised in the PDS relating to your membership of the Fund.

Where No-TFN Tax is payable, the amount of tax due for the financial year will be deducted from your account at the end of the financial year, or upon full withdrawal from the Fund, if earlier, and then paid to the Australian Taxation Office. This means that your account balance at 30 June, or when you leave the Fund, may be less than the balance during the year – for example, the No-TFN tax due for the 2015/2016 financial year will not have been deducted from your account until 30 June 2016. This allows time for you to quote your TFN to the Fund in order to avoid having the No-TFN tax deducted from your account.

Note: While employers are under stricter obligations to quote TFNs of their employees to their superannuation funds, this does not always occur so you should ensure we have your TFN.

If you have not provided your TFN to your Fund (or you are not sure whether we hold it), you can:

- Call the Fund Administrator on 1300 629 787 (Max Super) or 1300 788 658 (Good Super) to advise your TFN or request a TFN Collection Form;

Post it to:
max Super
Reply Paid 3528
P.O. Box 3528
Tingalpa DC QLD 4173

Good Super
Reply Paid 3528
P.O. Box 3528
Tingalpa DC QLD 4173

There is a note in the top right hand corner of the first page of your Annual Benefit Statement to tell you whether or not the Fund has your TFN. If we do not have your TFN, we strongly recommend that you let us know as soon as possible.
ENQUIRIES AND COMPLAINTS

One of the key features of legislation governing the operation of superannuation funds is that funds must establish a procedure to deal with enquiries and complaints. All efforts will be made to produce a satisfactory resolution to all parties.

The Fund has a procedure for dealing properly with enquiries and complaints.

Most enquiries are reasonably straightforward and these can be dealt with by contacting the Fund.

A complaint is where you express dissatisfaction with some aspect of the Fund’s service to you or other decision relating to the Fund that may impact you. Complaints are to be directed to:

Resolutions Manager
max Super Fund
P.O. Box 3528
Tingalpa DC QLD 4173
Phone: 1300 629 787
Email: maxteam@maxsuper.com.au

What if I am still not satisfied?

If you are not satisfied with the Fund’s handling of your complaint or the Trustee’s decision, or you do not receive a response to your complaint within 90 days, you may be able to refer the complaint to the Superannuation Complaints Tribunal. The Tribunal is an independent body set up by the Federal Government to assist members or beneficiaries to resolve certain superannuation complaints.

The Superannuation Complaints Tribunal may be able to assist you to resolve your complaint, but only after you have made use of the Fund’s own complaint-handling process. Once the Tribunal accepts your complaint, it will attempt to resolve the matter through conciliation, which involves assisting the parties to come to a mutual agreement. If conciliation is unsuccessful, the complaint is formally referred to the Tribunal for a determination.

You should first telephone to find out the type of information you need to provide. For the cost of a local call anywhere in Australia you can contact the Superannuation Complaints Tribunal at:

Locked Bag 3060
Melbourne VIC 3001
Phone: 1300 884 114
Email: info@sct.gov.au

If you have any questions in relation to your benefit, please do not hesitate to contact us on 1300 629 787.
This is a summary of the Fund’s financial position as at 30 June 2016.

**18,442**
Total inflows (’000)

- Investment income: 6,674
- Employer contributions: 6,725
- Member contributions: 487
- Transfers in: 4,656

**16,057**
Total outflows (’000)

- Benefit payments: 12,227
- General administration expenses: 1,350
- Income Tax expenses: 531
- Group Life Insurance: 1,435

Member funds (’000) as at:
- 30 June 2016: $92,397
- 30 June 2015: $92,369

The audited accounts and auditor’s report are available on request by contacting the Trustee.
DIRECTORY

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Equity Trustees Limited
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AFSL No 240 975
GPO Box 2307 Melbourne VIC 3001
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Facsimile: (03) 8623 5200
Internet: www.eqt.com.au

Administration Manager
max Super Fund
Reply Paid 3528
PO Box 3528
Tingalpa DC QLD 417
Phone (Max Super): 1300 629 787
Phone (Good Super): 1300 788 658

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BDO East Coast Partnership
Level 14, 140 William Street
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AUSTRALIA
Tel: +61 3 9603 1700
Fax: +61 3 9602 3870
www.bdo.com.au

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