



super safeguard

Eligible Rollover Fund

Trustee Report

to Members

for the year ended 30 June 2008

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This report should be read in conjunction with your Member Statement for the period 1 July 2007 to 30 June 2008. Further information about the Fund is contained in your Super Safeguard Eligible Rollover Fund Product Disclosure Statement (PDS). You can request a copy by contacting us on 1300 135 181 or writing to the Administrator at the postal address shown on the next page.

This report is for all members of SuperSafeguard as at 30 June 2008 whether participating in Investment Pool 1 or Investment Pool 2 (see the Investment Strategy section below for information about the investment pools). Unless otherwise specified, the information in this report applies to members in both investment pools.

The information contained in this Trustee Report is of a general nature only and has not been prepared taking into account your circumstances, needs, objectives or resources. The Trustee cannot provide personal advice. Prior to acting on anything contained in this Trustee Report you should consider your needs, objectives and resources and, if appropriate, seek advice from an appropriately qualified adviser.

Introduction

The Trustee, Trust Company Superannuation Services Limited (ABN 49 006 421 538 AFSL 235153 RSE License L0000635), is pleased to present this report to members of Super Safeguard for the financial year ended 30 June 2008.

This report to members is an important document, which provides members with information about how the Fund has performed and how it is managed.

Super Safeguard remains committed to providing members with low cost superannuation whilst striving to provide competitive rates of return through prudent funds management policies.

If you have any questions about your membership or benefits with Super Safeguard please contact the Enquiries Officer:

Postal Address

Super Safeguard
GPO Box 3426
Melbourne VIC 3001

Office Address

Super Safeguard
Level 1, 333 Collins Street
Melbourne VIC 3000
Phone: 1300 135 181
Facsimile: 1300 135 191
Email: supersafeguard@primary.com.au
Website: www.supersafeguard.com.au

Safeguarding your Privacy

Super Safeguard has always been committed to providing the highest level of service, and this includes safeguarding your personal information.

Super Safeguard is required to comply with obligations under privacy legislation. This legislation outlines the standards for the handling of personal information, including the collection, use, disclosure, storage and disposal of information, as well as the rights of individuals to access and correct that information.

Your personal information will not be used or disclosed for any other purpose without your permission, except where the law allows or requires.

As a member of Super Safeguard, you may access our Privacy Policy Statement upon request.

The Trustee and their Responsibilities

Trust Company Superannuation Services Limited is a licensed Trustee for the purposes of the Superannuation Industry (Supervision) Act 1993 (SIS).

The Trustee for Super Safeguard is responsible for managing the Fund in accordance with the Fund's Trust Deed and relevant legislation such as the Superannuation Industry (Supervision) Act 1993 (SIS), and the Corporations Act.

The Trust Deed is a legal document that sets out the rights of the members and their beneficiaries, and the responsibilities and duties of the Trustee.

The Trust Deed allows the Trustee to delegate several functions in regards to the running of the Fund to external specialists including the administration and the investment of the Funds' assets. It is the Trustee however, who maintains the ultimate responsibility for ongoing compliance with all statutory requirements, the Trust Deed and for the day to day operation of the Fund in accordance with these requirements.

Super Safeguard is a complying superannuation fund and operates in accordance with SIS. As such, the Fund is eligible for concessional tax treatment.

Trustee Indemnity Insurance

The Trustee of Super Safeguard has in place indemnity insurance to protect it and the Fund against certain liabilities. This does not extend to all liabilities and is subject to the terms and conditions of the relevant insurance policy.

Crediting Rate and Reserving Policy

All investment earnings of the Fund (i.e. gross earnings) are allocated to a Reserve Account.

The Trustee determines an interim crediting rate based on the earnings of the Fund's assets to allow the payment of benefits from the Fund from time to time. Interim crediting rates are reviewed quarterly and may be positive or negative.

The Trustee aims to allocate investment earnings to each member's account at a competitive rate. However, from time to time a portion of the earnings of the Fund may be retained in the Reserve Account to allow for the payment of Fund expenses, tax and to smooth future crediting rates. The amount that may be retained in the Reserve Account is between 2% and 3% of total fund assets, with an upper limit of 5%. This policy may change in future years. For the 2007/08 financial year, the amount retained in the Reserve Account was 0.98% of actual fund assets.

The Trustee will determine an annual earnings rate to be allocated to member's accounts after taking into consideration the actual returns for the year minus any relevant tax, fees, expenses or any amounts retained or allocated from the reserves of the Fund. Annual crediting rates may be positive or negative.

The declared annual crediting rate is allocated to each member's account effective 30 June each year at the time the member's annual statements are produced. If a member leaves Super Safeguard before the declared annual crediting rate has been determined and allocated to member accounts, an interim crediting rate is allocated to the member's account up to the date of that member exiting the Fund.

Different declared annual crediting rates may apply depending on the Investment Pool in which a member participates.

Crediting Rate for 30 June 2008

The crediting rates declared for the 2007/08 financial year are:

Investment Pool 1: (-)11.80%.

Investment Pool 2: (-)0.05% *(Note: for period 21 May 2008 to 30 June 2008 only).*

Movement in Reserves

	30 Jun 08 \$	30 Jun 07 \$	30 June 06 \$
Balance as at:	198,400	451,625	143,928

Past Crediting Rates

The following table shows the Fund's annual crediting rates and annual net earnings (net of relevant tax and indirect management costs associated with administration of the fund but not all fees and costs) for each of the past five years.

Investment Pool 1

Year Ended	Crediting Rate	Net Earnings	Net Earnings Rate
30/06/08	(-)11.80%	(-)4,034,947	(-)11.76%
30/06/07	5.10%	513,240	5.70%
30/06/06	9.10%	647,239	6.62%
30/06/05	8.10%	407,190	6.55%
30/06/04	6.60%	283,134	6.57%

The five-year compound average annual crediting rate up to 30 June 2008 is 3.42%.
The five-year compound average net earnings up to 30 June 2008 is 2.58%

Investment Pool 2:

Historical investment performance is not available for this pool as it commenced on 21 May 2008.

General Information:

Please note that past performance is not a reliable indicator of future performance. Future performance depends on various factors including the experience of the investment markets and asset allocations or managers used from time to time. Current asset allocations or managers may be different to past allocations and managers.

A superannuation fund's investment performance typically varies over time. Because superannuation is a long-term investment, 5 and 10-year figures smooth out short-term results. For example, in a given fund over a 5-year period, negative returns may be experienced in a particular year, however positive returns might be experienced in other years, giving an overall result that is positive for the 5 years.

Fees and Costs

The following is a brief summary of the fees and costs that apply.

An administration fee of \$8.00 per annum is levied against member accounts. This fee is levied against a member's account when leaving the Fund (pro-rata) or at the 30 June balance date. The fee is subject to Member Benefit Protection rules which may result in a rebate being applied to your account.

Expenses relating to the management of the Fund are deducted from the Fund's investment earnings before the crediting rate is calculated and applied to members' accounts. As gross earnings go to the Reserve Account, expenses of the Fund and the crediting rate is also paid out from the Reserve Account.

For full details of the fees and costs, see your PDS and subsequent product disclosures provided to you. Your annual member statement will also show the fees and costs that impacted your investment.

Member Benefit Protection

All members of Super Safeguard are covered by Member Benefit Protection rules which protect member account balances from being eroded by administration fees that are deducted directly from the account (this does not apply to tax or fees and costs deducted prior to the calculation of the crediting rate). As a result of the application of these rules, a rebate may be applied to your account.

This means fees deducted directly from your account cannot exceed earnings credited to the account unless the total of the administration costs that would be charged to members of the Fund but for the application of the member protection rules is greater than the total investment return that would be credited to or debited against members of the Fund for the period (ie. the Fund has experienced a poor or negative investment year) and the apportionment of these costs is carried out in a fair and reasonable manner. In the event of a poor or negative investment year, an amount not exceeding the investment return credited to member's

benefit, plus \$10 may be charged to each member's account and is regarded as fair and equitable under superannuation legislation. This amount is in addition to other fees and costs that are deducted prior to the allocation of investment earnings to your account.

As a result of the negative performance of the Fund's investments during the financial year ending 30 June 2008, the Trustee has determined that administration fees of up to \$8.00 will be deducted from member accounts in a manner that is consistent with superannuation legislation.

Important Notice Regarding Benefit Payments

(Applicable for Investment Pool 1 only)

If you have requested or request a full withdrawal of your benefit, the Trustee has determined (with the approval of the Australian Prudential Regulation Authority) that only 70% of the total benefit can be released. This is due to the Voluntary Administration of Absolute Capital Yield Strategies Fund (Absolute Capital Fund), which has affected the liquidity of some of the Fund's investments. This restriction on the withdrawal of benefits will apply until a resolution of the issues affecting the Absolute Capital Fund can be reached. Once the matter is finalized the balance of any withdrawal request will be paid. Please refer to further information below regarding the impact of the Absolute Capital situation on your benefit entitlements.

The Fund's Investments

Investment Strategy Changes

The Trustee of Super Safeguard has established a new investment pool in response to complications resulting from the voluntary administration of the Absolute Capital Fund. The Trustee has adopted this change in order to best protect the members' interest.

The new investment strategy applies to all members who joined the Fund after the closure of Investment Pool 1 on 27 December 2007. Member's who joined the Fund prior to the closure of investment Pool 1 will remain subject to the investment strategy for Investment Pool 1 (old investment strategy) until the Trustee is satisfied that an accurate valuation of the Fund's assets invested in accordance with the old strategy has been determined.

Once the Trustee is satisfied with the valuation of the Fund assets that are subject to the old investment strategy, these assets will be invested in accordance with the new investment strategy. All affected members will be notified about this through the provision of a Significant Event Notice (SEN).

In the meantime, the Fund will comprise of two investment pools (or products):

- Investment Pool 1 (this is closed to new investments effective as of 27 December 2007)
- Investment Pool 2 (commenced 21 May 2008)

All funds which were received during the interim period between the closure of Investment Pool 1 and the establishment of Pool 2 were held in a cash management account pending the establishment of Investment Pool 2. Upon the establishment of Investment Pool 2, all funds received after the closure of Investment Pool 1 became subject to the Investment Strategy for Pool 2.

The Trustee of Super Safeguard invests members' money with the specific aims of:

- Achieving a positive investment yield every year;
- Ensuring that there are sufficient earnings to allow Super Safeguard to meet the cost of its financial obligations to its suppliers, and to ensure the continued running of the Fund; and
- Using a single investment option which is interest bearing rather than unit based.*

* Due to the complications associated with the voluntary administration of Absolute Capital Limited, the Trustee opened a new investment pool (Investment pool 2). The Trustee aims to close Investment pool 1 once investments can be redeemed, in order to meet the Fund's investment objectives.

Investment Objectives (Pool 1)

The investment objectives of the Product are to:

- match or exceed short-term investment returns as measured by the UBSW Australia Bank Bill Index
- seek a minimum earning rate, after tax and fees associated with administration of the Fund, of 5% p.a. subject to prevailing levels of interest rates
- avoid negative annual returns.

These objectives are not a promise or guarantee of a particular benefit but are used to measure the Fund's performance.

Investment Strategy (Pool 1)

The Trustee utilises specialist underlying investment managers who have adopted strategic asset allocations with the aim of achieving the above benchmark rates of return.

The specialist investment managers use sound principles of asset allocation, portfolio construction and risk management to meet the Pool's investment objectives.

The Pool's investment strategy is to invest members' funds and reserves to achieve the objectives of:

- Adopting a strategic asset allocation of 100% of the total Pool's assets to fixed interest/cash in Australian Dollars. This strategic allocation forms the benchmark of the total Pool.
- Investing the funds through specialist underlying investment managers. The assets are invested with a minimum of three investment managers. The investment managers, fund pools and investment targets for the year ending 30 June 2008 (and at the time of preparation of this report) are:

Investment Pool 1

Investment Manager	Investment Fund	Investment Target ¹
Spectrum Asset Management	Spectrum Wholesale Enhanced Income Fund	AFMA Floating Rate Note Index + 1.5% pa
Absolute Capital	Absolute Capital Yield Strategies Fund (Retail)	UBS Australian Bank Bill Index + 1.9% pa
Goldman Sachs JB Were Group	Goldman Sachs JB Were Enhanced Income Fund	Cash+2% pa

Investment Objectives (Pool 2)

The investment objectives of the Product are to:

- achieve a return of 3% per annum (after tax and fees) above the consumer price index (CPI) over a rolling 5 year period;
- avoid a negative annual return beyond once in 5 years, and
- achieve a crediting rate on member accounts of CPI plus 3%.

These objectives are not a promise or guarantee of a particular benefit but are used to measure the Fund's performance.

¹ After fees and before tax

Investment Strategy (Pool 2)

The Product's investment strategy, to achieve its investment objectives, is to:

- adopt a strategic asset allocation of the Product's total assets primarily to hybrid fixed interest investments and balanced investments; and
- invest the Product's assets through specialist investment managers as determined by the Trustee from time to time with the assistance of its service providers and/or advisers and who, in combination, will achieve the objectives.

The Product's assets will be invested in accordance with benchmark asset allocations and ranges outlined below:

Asset Allocation:

	Benchmark (%)	Range (%)
Asset classes		
Australian Shares	14	5-20
Overseas Shares	10	4-20
Australian Listed Property	2	0-5
Overseas Listed Property	2	0-5
Australian Fixed Interest	6	4-15
Overseas Fixed Interest	4	0-6
Australian Hybrids	40	0-50
Cash	23	5-60
Total Assets	100	
Asset Styles		
Total Balanced ² assets	40	20-50
Total Growth assets ³	28	

The Product also has benchmarks for particular styles of assets, which are taken into account in addition to benchmarks and ranges applicable to particular asset classes or types (such as shares, listed property, fixed interest, hybrids and cash).

Australian hybrids are securities which combine both debt and equity characteristics. Hybrids pay a predictable rate of interest or dividend for a stated period. An option for conversion into underlying shares generally exists. Hybrids have more certain cash flow than shares and greater volatility than fixed interest.

2 Balanced assets include investments across major asset classes providing diversification and thereby reducing risk while providing significant exposure to growth assets.

3 Growth assets are predominately invested in Australian hybrid securities.

A range of professional investment managers will be used to achieve an exposure to assets consistent with these benchmarks and the ranges below:

Hybrids	
Investment	Range (%)
Credit Suisse Global Hybrid Income Fund	0-20
GSJB Were Enhanced Income Wholesale Fund	0-20
Spectrum Wholesale Enhanced Income Fund	0-20
Balanced Funds	
AMP Balanced Growth Fund	10-25
BT Wholesale Active Balanced Fund	10-25
Cash	
Cash Management Fund ⁴	5-60

We will perform periodical reviews of the investment strategy to ensure that it meets the Product’s investment objectives.

We also determine the asset allocation, having regard to the above ranges, in an effort to enhance diversification and minimise risk. The allocation between underlying investment funds and managers will vary from time to time as determined by the Trustee with the assistance of its service providers and/or advisers or to reflect variable cash flow and market experience.

If you would like more detailed information about the Product’s investment policy, please contact us on 1300 135 181.

⁴ In addition, generally 5% of the assets will be invested in an interest bearing cash management account which is used as a ‘cash float’ to pay benefits and expenses. This account is managed by Trust Company Limited (the Trustee’s parent company) on an arms length commercial basis.

Where Are Our Funds Invested?

Investment Pool 1

Investments	30 June 2008	2008 % of portfolio	30 June 2007 (\$)	2007 % of portfolio
Trust Cash Management Fund ⁵	3,488,709	20.67%	3,667,105	17.77%
Goldman Sachs JB Were Enhanced Income Fund	5,624,662	33.33%	6,401,301	31.02%
Absolute Capital Yield Strategies Fund (Retail) ⁶	3,585,191	21.25%	5,770,380	27.97%
Spectrum Wholesale Enhanced Income Fund	4,176,134	24.75%	4,794,303	23.23%

Investment Pool 2

Investments	30 June 2008	2008 % of portfolio
Credit Suisse Asset Management Global Income Fund (formerly Global Hybrid Income Fund)	\$0.00	0%
GSJB Were Enhanced Income Wholesale Fund	\$0.00	0%
Spectrum Wholesale Enhanced Income Fund	\$0.00	0%
BT Wholesale Active Balanced Fund	\$0.00	0%
AMP Balanced Growth Fund	\$0.00	0%
Cash Management Fund	3,523,465	100% ⁷

5 The Trust Cash Management Fund is operated by Trust Company Limited. Trust Company Limited is a related party of the Trustee. Investments in the Trust Cash Management Fund are made at arms length and any remuneration received by Trust Company Limited is on commercial terms. The cash holding as at 30 June 2008 has arisen in response to the Absolute Capital situation (see information further below for further explanation of the cash holdings of the Fund).

6 Estimate only (see abridged Financial Statement further below for more information)

7 The cash holdings as at 30 June 2008 have arisen in response to the Absolute Capital situation. These holdings mean that applicable benchmarks are exceeded, pending finalisation of the implementation of the Fund's underlying investments with external managers. The remaining assets of the Fund are held in liquid assets ensuring that the Fund remains highly liquid.

Updated Information regarding Fund Assets Invested with Absolute Capital Limited

Absolute Capital Limited has entered a managed wind down which will return the proceeds of asset sales to unit holders over a period of time. Administrators were appointed for Absolute Capital Limited on 26 November 2007.

On 11 April 2008 a circular was issued to unit holders advising of the termination of Absolute Capital Limited (incl. Absolute Capital Yield Strategies Fund), with the first termination payment to unit holders being dispatched in late April 2008.

Termination Payment 1 was issued to unit holders on 28 April 2008, distributing available cash to unit holders. This payment has been factored in to the calculation of the applicable crediting rate.

On 23 May 2008, the liquidators of Absolute Capital Limited issued a statement to unit holders advising that credit assets will be sold over a period of time, dependant on market conditions. Taking into account the low levels of liquidity in the market, this process is expected to take at least 12 to 18 months. The managed wind down is intended to obtain the best result for unit holders and prevent a "fire sale" of assets.

If you would like any further information about this, please contact the Fund on 1300 135 181.

Derivatives

The Trustee of Super Safeguard will not directly buy or sell derivative instruments but permits its underlying investment managers to use futures, options and other derivative instruments to assist with effective investment management of the Fund's assets. However, derivatives are not to be used to gear the portfolio or for speculative purposes. Derivatives are monitored and an appropriate Risk Management Statement has been prepared by or on behalf of the Trustee.

Financial Statement

A summary of the Fund's unaudited financial accounts is detailed in the following tables. A copy of the Fund's audited accounts and auditor's report may be obtained from the Administrator upon request.

STATEMENT OF THE CHANGES IN NET ASSETS

	2008 \$	2007 \$
Net Assets at 1 July 2007	21,372,023	18,774,848
Plus:		
Investment Revenue	(-)2,334,704	1,296,419
Contributions	3,579,914	2,776,814
Total Revenue	1,245,210	4,073,233
Less:		
Benefits Paid	651,290	696,718
General Administration Expenses	1,651,020	705,592
Other Operating Expenses	127,701	62,914
Income Tax Expense	(-) 78,478	10,835
Total Expenses	2,351,533	1,476,058
Net Assets at 30 June 2008	20,265,700	21,372,023

STATEMENT OF NET ASSETS

	2008 \$	2007 \$
Assets		
Investments	13,385,987	16,965,684
Cash	7,012,174	3,667,105
Accrued Receivable	581,442	865,074
Total Assets	20,979,603	21,497,864
Less Liabilities		
Provision for Income Tax	-	4,780
Other Liabilities	713,903	121,061
Total Liabilities	713,903	125,841
Net Assets at 30 June	20,265,700	21,372,023

Investments	30 Jun '08 \$	30 Jun '07 \$
Absolute Capital Yield Strategies Fund (Retail)	3,585,191	5,770,380 ⁸
Spectrum Wholesale Enhanced Income Fund	4,176,134	4,794,003
Goldman Sachs JB Were Group Enhanced Income Wholesale Fund	5,624,662	6,401,301
Total	13,385,987	16,965,684

⁸ Estimated asset valuation subject to variation depending on the finalization of the valuation of Fund assets invested with the Absolute Capital Fund.

Benefits Super Safeguard Accepts

Super Safeguard is an Eligible Rollover Fund designed to accept benefits transferred from other complying institutions such as a superannuation fund, Approved Deposit Fund (ADF) or Retirement Savings Account (RSA):

- Where the member meets criteria set by the trustee of the superannuation fund or other entity that can transfer benefits into Super Safeguard, and
- To protect member benefits against erosion due to certain fees and costs in accordance with superannuation legislation.

Other Contributions We Accept

Super Safeguard does not accept employer or member contributions.

We accept:

- A shortfall component of Superannuation Guarantee Charge from the Australian Taxation Office (ATO);
- An amount paid from a Superannuation Holding Account Special Account (SHASA).

Note: these amounts are generally subject to contributions tax at the rate of 15%.

Claiming your Benefits

Superannuation is a long-term investment. The Government has placed restrictions on when members can get access to their benefits in cash (see the information about preserved benefits below).

However, you may request the transfer or rollover of your benefits to another superannuation fund at any time (sometimes referred to as "Portability of Benefits"). Superannuation funds have 30 days from the date of receiving all relevant information, to process a rollover request (except that a longer period may be allowed for illiquid investments in prescribed circumstances). There is a new standard form that can be used to transfer super between funds. If you would like to request a transfer, contact us on 1300 135 181. Please note that access to benefits invested in Investment Pool 1 is currently subject to some restrictions. See "Important Notice Regarding Benefit Payments" on page 13.

Preserved Benefits

All contributions and investment earnings received after 1 July 1999 are fully preserved. The value of any non-preserved benefits, to which you were entitled at 1 July 1999, will remain a non-preserved benefit.

In general, you cannot receive your benefit until you have reached age 60, or your preservation age and have retired.

The government restrictions are commonly known as 'preservation' requirements. The preservation ages are set out in the table below.

Date of Birth	Preservation Age
Before 01/07/1960	55
01/07/1960 – 30/06/1961	56
01/07/1961 – 30/06/1962	57
01/07/1962 – 30/06/1963	58
01/07/1963 – 30/06/1964	59
After 30/06/1964	60

However, there are special circumstances where the early release of your benefit is permitted. Generally these include:

- Death of a member
- Permanent incapacity
- Financial hardship
- Specified grounds approved by Australian Prudential Regulatory Authority (APRA)
- People who hold a temporary resident visa who have permanently returned to their country of origin (excluding New Zealand citizens)
- Under \$200 balance.

Your entitlements will equal your account balance after taking into account investment earnings and any applicable tax and fees, subject to Member Benefit Protection rules.

All payments made are subject to the Trust Deed governing the Fund. They are also subject to providing proof of identity as may be required under Anti-Money Laundering and Counter-Terrorism Financing legislation. See further below for more details.

For further information on superannuation payments upon departing Australia, please see the Australian Taxation Office (ATO) website.

Unclaimed Benefits

If you reach age 65, and:

1. The Fund has not received a contribution/rollover for you for at least two years, and
2. There has been no contact with you for at least five years, and
3. We have tried to contact you but have been unable to do so, we must pay your benefit by law to the Australian Tax Office. You can contact them at:

Unclaimed Super Money
PO BOX 1417
ALBURY NSW 2640

Taxation

Note: the taxation summary below is based on current laws. How the taxation rules impact you will depend on your personal situation. If you would like advice about tax that takes into account your personal circumstances, we recommend you obtain appropriately qualified advice. Further information is also available from www.ato.gov.au.

The tax rates shown below assume the Fund holds your TFN (higher tax may otherwise apply).

Tax on Lump Sum Benefits

The tax payable on lump sum benefits paid from this Fund depends on your age at the time of payment, the components of your benefit and the amount of the payment as shown in the following table. Your benefit may have a tax free component and/or taxable component.

The tax free component is made up of:

- Any tax-free or concessional components as at 30 June 2007 derived (mainly) from after tax contributions, plus
- Non-concessional contributions made from 1 July 2007 (this includes member contributions).

The taxable component of the benefit is the total superannuation benefit payable less any tax free component.

Age at the date the payment is received			Tax payable (includes medicare levy)
Any Age	Total benefit of less than \$200		No Tax payable
Age 60 or above	All components		No tax payable
Below preservation age**	Taxable component		Taxed at 21.5%
	Tax free component		No Tax Payable
Preservation age** to age 60	Taxable component	Amount up to low rate cap*	No tax payable
		Amount above cap*	Taxed at 16.5%
	Tax free component		No tax payable

* The low rate cap for the 2007/2008 financial year is \$140,000 (\$145,000 for the 2008/2009 year). This amount is subject to indexation.

** Your preservation age depends on your date of birth as shown earlier in this report.

Members may wish to consider seeking professional advice prior to making a final decision on how their entitlements should be received.

Tax on Death Benefits

The tax payable on lump sum benefits payable from the Fund in the event of your death depends on whether the benefit is paid to a dependant or non-dependant.

For tax purposes dependants include:

1. Any spouse (including de facto spouse) or former spouse of a person.
2. Any child aged less than 18 years (including adopted child or step child) of the person.
3. Anyone with whom the person has an interdependency relationship. Interdependency can be summarised as; two persons have an interdependency relationship if they have a close personal relationship, live together, one or each of them provides the other with financial support and domestic care and personal care.
4. A person who was financially dependent on the deceased.

Beneficiary	Tax Payable (including medicare levy)	
Dependant	No tax payable	
Non-dependant	Taxable component	Taxed at 16.5% (Note: special rules apply to some non-dependants)
	Tax free	No tax payable

Important Fund Information

Membership Details

Maintaining your membership details is important to us as it helps us keep in contact with you. You can update your membership details by completing the Change of Membership details form provided with your Member Statement. Please complete this form and return it to the Administrator if any of your membership details are incorrect. Alternatively you can ring us on 1300 135 181 to update your address, phone number and TFN details. Other changes can only be updated using the Change of Membership Details form.

Nomination of Beneficiaries

The Trustee, as required by law, can generally only pay a death benefit to your Dependant or Legal Personal Representative. For this purpose, these terms mean:

“Dependant” includes the spouse, de facto spouse and/or child of a member and any person who, in the Trustee’s opinion is financially dependant on the member, and interdependents.

An interdependent relationship is where two people have a close personal relationship; live together; or one or each of them provides the other with financial support; and one or each of them provides the other with domestic support and personal care.

“Legal Personal Representative” means the executor or administrator of the deceased member’s estate.

Your nomination of beneficiaries assists the Trustee in determining to whom a death benefit should be paid but is not binding on the Trustee.

You may change your nomination of beneficiaries at any time. If you wish to nominate a beneficiary, please complete the enclosed Change of Membership Details form or contact Super Safeguard on 1300 135 181.

Enquiries and Complaints

Super Safeguard has a formal procedure for dealing with member enquiries and complaints. If you wish to make an enquiry, please contact the Enquiries Officer (contact details on page 3 of this Report). If you wish to lodge a complaint, please send it in writing to or contact:

Super Safeguard Enquiries and Complaints Officer
GPO Box 3426
MELBOURNE VIC 3001
Ph. 1300 135 181

If, after lodging a complaint, you have not received a response or are not satisfied with the outcome within 90 days, you may have the right to lodge a complaint with the Superannuation Complaints Tribunal (SCT).

The SCT is an independent body set up by the Commonwealth Government to hear complaints made by members and their beneficiaries against certain types of decisions made by Trustees. The SCT can only consider complaints if you have already approached the Trustee.

For further information on the SCT, call 1300 780 808 from anywhere in Australia.

Superannuation Complaints Tribunal
Locked Bag 3060
MELBOURNE VIC 3001

Annual Data Match

Super Safeguard conducts annual searches using the personal information of its members, to identify if any have recommenced membership of their original superannuation fund. Currently if a match is identified Super Safeguard will write to the member seeking their consent to have their benefit in Super Safeguard transferred back to their previous fund where they may once again be participating as an active member (for example, as a result of member and/or employer contributions being made to the previous superannuation fund). If the member consents to the transfer, a written confirmation will be sent by Super Safeguard to the member when the transfer has been completed. This process may change in the future. In line with the privacy policy of Super Safeguard, if you do not want your personal information to be used for this purpose you have the right to opt out by providing written notification to Super Safeguard addressed to:

Super Safeguard, GPO Box 3426, VIC, 3001 or by sending an email to supersafeguard@primary.com.au

Family Law – Splitting your Super

As part of the Family Law Legislation, superannuation is now treated as property in the same way as other family assets, including your house and shares.

This legislation allows superannuation benefits to be split on the separation or divorce of legally married couples, either by court order or by agreement between both parties.

The Trustee may be required to provide certain information about a member's benefit to certain "eligible persons" (including a member's spouse) and in certain instances without notifying the member of the enquiry. Fees may be levied for the additional services required in dealing with your superannuation under these circumstances. We do not currently charge fees for "splitting" of superannuation accounts, providing information or other family law requirements. However we may review this policy in the future and reserve the right to do so.

Trust Deed

This report summarises the operation of the Fund, which remains at all times governed by the Trust Deed dated 31 October 1996 and subsequent amendments. In the event of any conflict between the terms of this report and the Trust Deed, the provisions of the Trust Deed will prevail. A copy of the Fund's Trust Deed is available on request.

Anti-Money Laundering & Counter-Terrorism Financing (AML/CTF)

From 12 December 2007, as a result of Government reforms designed to counteract money laundering and terrorism financing, you may be required to provide proof of identity prior to being able to access your benefits in cash (lump sum or pension payments) or purchase a superannuation pension (called "customer identification and verification" requirements). These requirements may also be applied by the Trustee from time to time in relation to the administration of your superannuation benefits as required or considered appropriate under the AML/CTF legislation. You will be notified of any requirements when applicable. If you do not comply with these requirements there may be consequence for you, for example, a delay in the payment of your benefits.

As a result of these reforms the Trustee has become the subject of another regulatory body (called AUSTRAC) which has responsibility for the AML/CTF legislation. The Trustee is required to provide yearly compliance reports to AUSTRAC and notify AUSTRAC (from 12 December 2008) of suspicious transactions. This may involve the provision of personal information about you to AUSTRAC.

Note: confirmation of your identity is also required when transferring superannuation benefits between superannuation funds under standardized transfer request processes. Failure to provide necessary information may result in a delay in the transfer of benefits.

Regular Reports to Members

Super Safeguard is reviewed annually as at each 30 June and a Member Benefit Statement and Annual Trustee Report are prepared based on this review.

Super Safeguard will provide the following reports to members:

Information and communication item	When sent to a member
Member Benefit Statement	Once each year as soon as possible after 30 June
Annual Trustee Report ending 30 June	Not sent to members unless member requests. Posted at www.supersafeguard.com.au as soon as possible after 30 June
Benefit Payment statement that will include details of a member's benefit and how the benefit was calculated.	Within 5 days after the member has exited from the Fund.

Super Safeguard Service Providers

Fund Administration & Accounting

Primary Superannuation Services Ltd ABN 93 081 690 735
AFSL 235153

Asset Consultant

Tag Asset Consulting Group Pty Ltd Trading as Atchison Consultants
ABN 58 097 703 047 AFSL 230846

Auditor

W H K Carricks ABN 84 006 466 351

Fund Administrator

Primary Superannuation Services Limited ABN 93 081 690 735
Level 1, 333 Collins Street Melbourne VIC 3000
Telephone: 1300 135 181 Facsimile: 1300 135 191
AFSL No. 238827

Fund Trustee

Trust Company Superannuation Services Ltd
ABN 49 006 421 638
Level 3, 530 Collins Street Melbourne VIC 3000
AFSL No. 235153 RSE Licence No. L0000635
Super Safeguard Fund ABN 13 917 747 013 SFN 299 142 948
Fund Registration No. (FRN) R1001389

