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Product Disclosure Statement

Elevate Super

A Sub Plan of the Aracon Superannuation Fund

ABN 40 586 548 205

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Issued by Equity Trustees Superannuation Limited

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Trustee:

Equity Trustees Superannuation Limited
Level 1, 575 Bourke Street Melbourne Vic 3000

Promoter:

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Corporate Authorised Representative CAR No.
001233660 of Fundhost Ltd AFSL (No. 233045) &
Arrow Securities Group Pty Ltd AFSL (No. 448218)

Important Information

This Product Disclosure Statement ("PDS or Statement") is a summary of significant information and contains a number of references to important information, each of which forms part of this Statement. This Statement contains general information only and does not take into account your personal financial situation or needs. You should consider obtaining financial advice from a licensed financial advisor that is tailored to suit your personal circumstances. This Statement may be updated or changed by the issuer from time to time.

You should read and consider the important information about Elevate Super, a Sub Plan of the Aracon Superannuation Fund, before making a decision about the product. Go to the Additional Information Guide and other relevant forms or guides that are available on www.elevatesuper.com.au. The material relating to Elevate Super may change between the time when you read this Statement and the day when you acquire the product. For current information refer to the website.

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01. About Elevate Super

Welcome to Elevate Super (“Elevate Super”, or “the Plan”). Elevate Super is a sub plan in Aracon Superannuation Fund (“Fund”) ABN 40 586 548 205, a complying public offer superannuation fund regulated under the Superannuation Industry (Supervision) Act 1993 (“SIS Act”).

Elevate Super was borne out of our vision to build a better world for all through the power of investing and technology. Elevate Super has been specifically built from the beginning to be a superannuation offering that targets competitive returns plus measures and discloses how its investment portfolio (where data is available) contributes to the Sustainable Development Goals (“SDGs”) – a leading global framework officially adopted by 193 countries around the world with 17 goals including ending extreme poverty, fighting inequality and combating climate change.

The Trustee of the Fund is Equity Trustees Superannuation Limited (the “Trustee”, or “we”), a wholly owned subsidiary of EQT Holdings Limited (EQT), an ASX Listed Financial Services company.

The Trustee is responsible for ensuring that Elevate Super is managed in accordance with the Trust Deed and the provisions of the SIS Act. The Trustee is required to disclose certain Trustee and Elevate Super information and documentation on a website.

Accordingly, the Trustee’s website: www.eqt.com.au and Elevate Super’s website contain the required information and documentation. The information and documentation includes, but is not limited to, the following: the remuneration received by the Trustee’s executive officers, the Trust Deed, The Product Disclosure Statement (this document), the most recent Annual Report and the names of each material outsourced service provider to Elevate Super. Alternatively, you can call 02 8103 2085 and request this information.

Service Providers

The following organisations are engaged to manage certain aspects of Elevate Super’s operations

Administrator: DIY Master Pty Ltd ABN 41 123 035 245

Group Life Insurer: Hannover Life Re of Australasia Limited ABN 37 062 395 484

Promoter: AtlasTrend Pty Ltd ABN 83 605 565 491
The Administrator is a wholly owned subsidiary of HUB24.

02. How Super Works

Superannuation (or “super”) is a means of saving for retirement, which is in part compulsory. There are different types of contributions available that can, subject to limitations and other criteria, be made to your super account by you, your employer, your spouse or by Government co-contribution. Some of these contributions may be either compulsory or voluntary.

During your working life, contributions accumulate in your super account and are invested according to your chosen investment strategy, with earnings

and/or losses allocated to that account. Deductions from your account may be made for taxes, insurance premiums or other fees and costs. The balance of the super account is generally available to form a benefit upon retirement. During the accumulation phase, insurance may be included with your super account to provide additional benefits in the event of your death or disability.

There are various limitations on how you can withdraw your benefits from superannuation and the Government has imposed preservation requirements to restrict access to your benefits until genuine retirement, or in other specific circumstances that include death, terminal illness, disability, financial hardship or compassionate grounds. Your benefits will be paid as a lump sum.

The Australian Government provides various taxation savings and concessions to those who invest in super. Most people have the right to choose the super fund into which their employer should direct their superannuation guarantee contributions. You can obtain more information on how super works at the Australian Securities and Investments Commission (“ASIC”) website www.moneysmart.gov.au.

You should read the important information about how super works before making a decision. Go to the How Super Works section contained in the Additional Information Guide that is available on the Elevate Super website. The material relating to How Super Works may change between the time when you read this Statement and the day when you acquire the product.

03. Benefits of Investing with Elevate Super

Elevate Super is a sub plan within a fully compliant, regulated and flexible super fund that provides a transparent and user-friendly solution for your retirement savings.

Elevate Super believes that positive social & environmental impact (what we call Sustainable Impact using SDGs as a measurement framework) and competitive financial returns shouldn’t be mutually exclusive. At Elevate Super, our investment philosophy includes both traditional financial analysis and SDG contribution analysis. The measurement of SDG contribution is based on independent third-party data. Other features of Elevate Super include:

- Sustainable Impact transparency: Members will be able to see how the Elevate Super investment portfolio contributes to the SDGs (where data is available).
- Online access: this will include members being able to see their account balance, select details on underlying investments and, over time, investment performance.
- Subject to eligibility, default insurance cover for death and/or permanent disability (provided on an opt-out basis) and the ability to include income protection if selected.

For other benefits of investing with Elevate Super, please refer to the website www.elevatesuper.com.au.

You should read the important information about the benefits of investing with Elevate Super before making a decision. The material relating to Elevate Super may change between the time when you read this statement and the day when you acquire the product.

- processing of transactions may be delayed in some circumstances, e.g. where a manager of an underlying investment freezes funds.

The level of risk a person is willing to accept will vary depending on a range of factors, including age, investment time frames, other wealth or investments, and risk tolerance.

04. Risks of Super

All investments carry risk, which may result in undesirable consequences or outcomes. Elevate Super offers members two different investment strategies, which carry different levels of risk, depending on the assets that make up the strategy.

Generally, assets with the highest long-term returns may also carry the highest level of short-term risk. Some of the significant risks of investing with Elevate Super include:

- the value of investments will vary;
- the level of returns will vary and future returns may differ from past returns;
- returns are not guaranteed and members may lose money on some or all of their investment;
- superannuation laws may change in the future;
- your future superannuation savings, including contributions and investment returns, may not be enough to provide adequately for your retirement;
- your savings and benefits cannot be accessed until you meet a condition of release;

05. How We Invest Your Money

Members of Elevate Super are required to make an investment choice when investing in the fund. Elevate Super offers a choice of two investment strategies, Elevate Balanced and Elevate Growth. For both investment options, alongside traditional financial analysis, Elevate Super's investment portfolio takes into account sustainable, environmental and social considerations using an independent third party data provider to measure SDG contribution (where data is available). For more information on our responsible investment principles please refer to the Elevate Super website www.elevatesuper.com.au and the Additional Information Guide.

Warning: You should consider the likely investment return, the risk and your investment time frame when choosing an investment option in which to invest.

	Elevate Balanced	Elevate Growth
Who is this investment for?	The Elevate Balanced option has a higher allocation to growth assets (equities) than fixed interest and cash. It's designed for members seeking medium to long-term growth who are willing to accept short term fluctuations in returns.	The Elevate Growth option has a higher allocation to growth assets (equities) than the Elevate Balanced option. It is also designed for members seeking medium to long-term growth who are willing to accept a higher level of short term fluctuations in returns compared to the Elevate Balanced option.
Investment return objective	To achieve a return after tax and investment management fees equal to or better than CPI plus 2.5% per year when measured over any 10 year period.	To achieve a return after tax and investment management fees equal to or better than CPI plus 3.0% per year when measured over any 12 year period.
Minimum suggested time frame	10	10
Standard Risk Measure*:Risk Band and Label	Medium to High (Risk Band 5)	High (Risk Band 6)

Elevate Super options asset allocation

	Elevate Balanced	Elevate Growth
Growth	75%	90%
Australian equities	27% range (17% - 47%)	32.5% range (25% - 55%)
International equities	33% range (13% - 43%)	42.5% range (25% - 55%)
Emerging markets equities	15% range (0% - 25%)	15% range (0% - 25%)
Defensive	25%	10%
Australian fixed interest	13% range (0% - 20%)	5% range (0% - 20%)
International fixed interest	7% range (0% - 20%)	2.5% range (0% - 20%)
Cash	5% range (0% - 15%)	2.5% range (0% - 15%)

*** Standard risk measure**

The table below shows how the risk level is determined.

Risk	Risk Label	Estimated number of negative annual returns over any 20-year period
1	Very Low	Less than 0.5
2	Low	0.5 to less than 1
3	Low to Medium	1 to less than 2
4	Medium	2 to less than 3
5	Medium to High	3 to less than 4
6	High	4 to less than 6
7	Very High	6 or greater

*The **Standard Risk Measure** is based on industry guidance to allow members 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 a member may require to meet their objectives. Further, it does not take into account the impact of administration fees and tax on the likelihood of a negative return. Members should still ensure they are comfortable with the risks and potential losses associated with their chosen investment options. It is estimated that both the Elevate Balanced and Elevate Growth options will have 4 to 6 periods of negative annual returns over any 20 year period.

You may alter (switch) your investment strategy selection at any time by completing a Change of Members Details Form. There is no switching fee applied for changing investment options however the buy/sell spread of 0.18% for the Elevate Balanced option will apply (see Fees and Costs section). Investment instructions received after 11am will be taken to be received the following day.

The Trustee regularly reviews (typically on a quarterly basis) and modifies its strategic asset allocations using its model of long-term return expectations. Specific investments held within the various investment strategies may frequently change as Elevate Super is actively and continuously managed on behalf of its members. Rebalancing of the Elevate Super investment portfolios to maintain the strategic asset allocation will occur at least on a weekly basis provided there are sufficient movements and fund flows to warrant such rebalancing.

As a result of this process, the Trustee may change how the investment strategies are designed and invested, including any underlying investment managers, allowable or strategic asset ranges, and the addition or removal of investment strategy options.

Note that both investment options have their own unit prices which represents your return. The value of each investment option is calculated weekly. Unit prices are usually applied at the price of the next business day.

To find out more

If you would like to find out more, or see the impact of the fees based on your own circumstances, the Australian Securities and Investments Commission (“ASIC”) website (www.moneysmart.gov.au) has a superannuation fee calculator to help you check out different fee options.

#The above consumer advisory warning is required by law and the Trustee does not negotiate lower fees to employers, members or other persons.

06. Fees and Other Costs

Did you know?

Small differences in both investment performance and fees and costs can have a substantial impact on your long-term returns. For example, total annual fees and costs of 2% of your account balance rather than 1% could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100,000 to \$80,000).

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs. You or your employer, as applicable, may be able to negotiate# to pay lower administration fees. Ask the fund or your financial adviser.

The ASIC fee calculator at www.moneysmart.gov.au can be used to calculate the effect of fees and costs on account balances. This PDS shows fees and other costs that may be charged in Elevate Super. You should read all the information about fees and costs as it is important to understand the impact on your investment. Taxes, insurance fees and other costs relating to insurance are set out in another part of this document. Generally, all investment and administration fees are deducted, when incurred, from the relevant investment earnings and included in the calculation of unit prices. Other fees or costs, such as insurance premiums and taxation are generally deducted from your account when incurred.

This table provides summary information about the main fees and cost for the Elevate Super Balanced option. This information can be used to compare this superannuation product with other superannuation products. All fees disclosed in this PDS are GST inclusive.

* See the Additional Explanation of Fees and Costs below for an explanation of these fees and costs.

Elevate Super (Balanced option)		
Type of fee	Amount	How and when paid
Investment fee	Nil	N/A
Administration fee ^{1,2}	0.81% per annum plus \$93.60 per annum (\$1.80 per week)	Deducted monthly in arrears from your account
Buy-sell spread ³	0.18%	Included in the unit pricing of the investment option
Switching fee ⁴	Nil	N/A
Advice fees <i>Relating to all members investing in a particular investment option</i>	Nil	N/A
Other fees and costs ⁵		
Indirect cost ratio	0.49% per annum	Deducted from the assets of the underlying investments and reflected in the unit price.

¹ If your account balance for a product offered by the superannuation entity is less than \$6,000 at the end of the entity's income year, the total combined amount of administration fees, investment fees and indirect costs charged to you is capped at 3% of the account balance. Any amount charged in excess of that cap must be refunded. For those with initial investment balances less than \$10,000, or when Supermatch displays a balance of less than \$10,000, the Trustee may consider accepting applications below this amount.

² Includes a Trustee and Custodian fee of 0.121% and a Promoter Fee of 0.689%. Part of the Promoter Fee will be used to fund the Operational Risk Financial Requirement ("ORFR") Reserve. The Trustee, Custodian and Promoter fees are all GST inclusive. All fees quoted above are inclusive of GST and any Reduced Input Tax Credits (RITC) will be allocated to the expense reserve account to fund Elevate Super's ORFR requirement.

³ Buy/sell spreads may be varied from time to time and will be reviewed on a regular basis. The Buy / Sell Spread for Elevate Growth is 0.26%.

⁴ The buy-sell spread applies for switching between investment options. There is no additional switching fee.

⁵ See the Additional Explanation of Fees and Costs in this section of this PDS for an explanation of other fees and costs that may apply, including activity fees and insurance fees.

Example of Annual Fees and Costs

This table gives an example of how the fees and costs in the Elevate Super Balanced Option investment strategy affect your superannuation investment over a 1 year period. You should use this table to compare this superannuation product with other superannuation products. All fees quoted are inclusive of GST. RITC will be allocated to the Expense Reserve Account.

Example - Elevate Super Balanced option		Balance of \$50,000
Investment fee	Nil	For every \$50 000 you have in the product you will be charged \$0 each year
PLUS Administration	0.81% per annum plus \$93.60 per annum (\$1.80 per week)	And, you will be charged \$498.60 each year in administration fees
PLUS Indirect costs	0.49% per annum	And, indirect costs of \$245 will be deducted from your investment, although it is not deducted directly from your account.
EQUALS Cost of product	1.30% + \$93.60 p.a.	If your balance was \$50,000, then for that year you will be charged fees of \$743.60 for the superannuation product.

Note: Additional fees may apply.

If you leave the superannuation entity you will not be charged an exit fee.

A buy/sell spread applies whenever you make a contribution, rollover, investment switch or if you leave the superannuation entity. The current buy/sell spread is 0.18% (this will equal to \$90 for every \$50,000 you contribute or withdraw).

Additional Explanation of Fees and Costs

The Trustee does not negotiate any of the fees or costs with members. Other service providers, such as the Promoter may provide benefits or rebates. Any fee rebates, where applicable, may reduce the amount of fees shown in the above example. Other fees, such as activity fees and advice fees for personal advice, may also be charged, but these will depend on the nature of the activity or advice you choose. Refer to the Additional Information Guide for more information about these additional fees and costs.

Activity Fees

Family law fees apply. The Trustee charges a request fee of \$110.00 (plus GST) per request. In addition, the Trustee charges Payment Flag and Account Splitting Fees of \$55.00 (plus GST) per flag or split.

Insurance fees

Should you decide to take up Group Life or Group Income Protection cover under Elevate Super, you will

be charged an Insurance Administration Fee of 5.5% of the premium (including GST) which is deducted monthly and paid to the Administrator to cover the cost of administering the insurance arrangements. Refer to Section 8 'Insurance in Your Super' of this PDS and the Elevate Super Insurance Guide.

Fee Changes

The Trustee has the right to change the amount of fees without members' consent. Where this may result in an increase in fees, the Trustee will provide you with at least 30 days written notice of the change.

You should read the important information about fees and fee definitions before making a decision. Go to the Fees and Costs section contained in the Additional Information Guide available on the Elevate Super website. The material relating to Elevate Super's fees and costs may change between the time when you read this statement and the day when you acquire the product.

07. How Super is Taxed

Generally, contributions to your account are taxed at the rate of 15% (provided you have supplied your Tax File Number (TFN)). If you are classified as a high income earner, you may need to pay an additional 15% tax (known as a Division 293 tax) on some or all of your contributions. If this applies to you the Australian Taxation Office (ATO) will notify you after the end of the financial year.

Contributions tax is generally deducted on receipt of the contribution and is paid quarterly to the ATO. Personal and other contributions where tax deductions are not claimed (e.g. because they are being paid with post-tax money), together with any spouse contributions, are not generally subject to tax in super where they are within the relevant contribution caps.

Any fee rebate allocated to your Accumulation account is also subject to tax at the rate of 15%, which is deducted from your account as applicable. Additional tax and charges may be payable if you exceed any of the contribution limits.

From 1 July 2017, the amount of your total superannuation balance may limit your ability to make extra contributions, claim the government co-contribution and spouse tax offsets, and make 'catch up' concessional contributions in the 2019/20 and later years. For further information please see the ATO website, www.ato.gov.au.

Where taxes on contributions are deducted from your account, you will generally receive the tax benefit of any allowable deductions (e.g. for fees or costs deducted directly from your account) that the Trustee is able to claim on the Elevate Super income tax return.

If you are under age 60 but have reached your preservation age, the taxable component of lump sum superannuation payments is subject to tax at the maximum rate of 15% (plus Medicare levy). A tax-free threshold, which varies from year to year, applies. Once you are over the age of 60 years, there is generally no tax applicable on the benefits received from your super account upon retirement. In other circumstances, tax may be deducted from your super benefit at rates that vary from nil to the highest marginal tax rate plus any applicable Medicare or other levies, depending on the circumstances of your benefit payment. There is generally no tax deducted when you rollover your benefit from one super fund to another, unless you have an untaxed element of a taxable component.

Investment earnings and capital gains are taxed at a maximum rate of 15%. Some capital gains may be taxed at the concessional rate of 10%. Tax on earnings and capital gains is reflected in the applicable Investment Option's unit price and is not deducted directly from your account.

Warning: You should provide your TFN when acquiring this superannuation product. Not providing your TFN may result in being liable to pay additional tax, missing out on super co-contributions, having member contributions returned to you or it may be more difficult to keep track of your super. Also, where your contributions exceed the relevant contribution caps, you may be assessed for additional tax payable on those contributions (whether or not your TFN is provided).

You should read the important information about how super is taxed before making a decision. Go to the 'Taxation' section contained in the Additional Information Guide. The material relating to how super is taxed may change between the time when you read this statement and the day when you acquire the product.

08. Insurance in Your Super

This section provides a brief summary of the insurance options available in Elevate Super. You should refer to the Elevate Super Insurance Guide for full details which is available at www.elevatesuper.com.au or on request by emailing us at hello@elevatesuper.com.au

Elevate Super offers automatic (also known as default) Death and Total and Permanent Disablement (TPD) cover subject to meeting the Insurer's eligibility criteria including answering eligibility questions.

We offer the following insurance cover:

- Default Death cover, which pays a lump sum benefit in the event of an insured member's death or terminal illness subject to eligibility;
- Default Total and Permanent Disablement (TPD) cover, which pays a lump sum benefit if an insured member becomes totally and permanently disabled (as defined) subject to eligibility.

Default insurance cover

When you join Elevate Super, eligible members will receive default death and total and permanent disablement cover without any medical underwriting unless you select to opt-out during the onboarding process. Your default cover will be provided as Limited Cover (ie no inclusion of pre-existing illness or injury) for a period of 24 months.

The costs of your cover vary depending on your age, level of cover or occupation. These costs are called premium rates and will be payable from your account. For full details on costs and level of insurance cover, please read our Elevate Super Insurance Guide available on our website.

Income protection cover

Elevate Super also offers eligible members Income Protection cover. For further information please refer to the Elevate Super Insurance Guide.

Application for transfer of and variation of insurance cover

You may be able to transfer existing Death and TPD cover from your current insurer or super fund to Elevate Super, provided you meet the eligibility conditions. You can opt out of all cover or reduce your cover by writing to Elevate Super at any time. Any subsequent request to reinstate or increase cover will be subject to underwriting. The maximum value of the combined total of transferred cover and your existing Elevate Super cover must not exceed \$1,500,000.

For full details of additional cover and transferred cover, please read the Elevate Super Insurance Guide.

Declining to acquire cover or cancelling cover

You can decline to acquire insurance cover or cancel cover any time by contacting Elevate Super.

IMPORTANT

If you do not decline to acquire the default insurance cover or you do not cancel it, the Trustee for Elevate Super will continue to deduct the premiums for the Default Cover from your account.

Information about eligibility for cover, cancellation of cover and applicable conditions and exclusions is in the Elevate Super Insurance Guide. You can also find the full terms and conditions set out by the Insurer in the Insurance Guide.

The full terms and conditions contained in the policies take precedence over this PDS (including the incorporated material).

Warning: You should read the important information about eligibility and cancellation of any insurance policy that you choose to include with your account, together with any conditions or exclusions that are applicable, the level and type of cover available and the cost of cover (or range of costs) before deciding whether the insurance is appropriate. If you have insurance cover, the premiums will be deducted out of your account. Go to the relevant insurance policy or PDS applicable for your cover that is available by contacting Elevate Super. The material relating to insurance may change between the time when you read this statement and the day when you acquire the product.

09. How to Open an Account

To open an account with Elevate Super, you will need to go to the Plan website at www.elevatesuper.com.au. Elevate Super's sign up process is entirely online and member communications will be made available through the member portal at our website www.elevatesuper.com.au. If you are unable to sign up online, please contact us on help@elevatesuper.com.au and we will provide you with an alternative sign up option.

Cooling-off Period

A "Cooling-off Period" of 14 days applies where you may cancel your membership account without incurring any fees or costs, except taxes or other government charges. This period commences from the earlier of the date you receive confirmation that your account has been opened and five days from when your super interest was issued to you. Any amount repaid under this provision may be adjusted for any increase or decrease in the investment values of the strategy you are invested in for that period. Where your contributions are subject to preservation requirements, these must be rolled over to another complying super fund. If the nomination by you cannot be effected, or if the Trustee cannot contact you, your benefit may be transferred to an eligible rollover fund.

Enquiries and Complaints Procedure

For enquiries regarding the Plan, please refer to the Promoter's contact details on the cover of this PDS. We aim to resolve all complaints quickly and fairly. If you have a complaint or would like a copy of our Enquiries and Complaints procedure, please contact us 02 8103 2085 or by email help@elevatesuper.com.au.

If you are not satisfied with the response from us or have not received a response within 90 days, you may refer your complaint to the Australian Financial Complaints Authority (AFCA), an independent government body. Strict time limits apply for lodging certain complaints with the AFCA; otherwise the AFCA may not be able to deal with your complaint.

You can contact AFCA at the following:
Australian Financial Complaints Authority
GPO Box 3
Melbourne VIC 3001
Telephone: 1800 931 678
Email: info@afca.org.au
Internet: www.afca.org.au