

Contents

- 1 Message from the Trustee
- 2 Super fund information
- 3 Super news
- 4 Product news
- 4 Other information
- 5 Annual financial statements
- 5 Masterplan Managers
Superannuation Fund
(abridged financial information)

Message from the Trustee

We are pleased to present the Trustee's annual report for the year ended 30 June 2009.

The 2008/09 Fund reporting year was turbulent due to volatile investment markets, which continued their downward trend as the global financial crisis unfolded. Many of the superannuation funds and products for which we are the trustee invest a significant proportion of their value in Australian and international sharemarkets. As a result of the volatility of those markets during the reporting period the value of your superannuation may have been negatively affected.

However, since reaching a low in March 2009, investment markets have rebounded strongly and there is evidence that the worst may be behind us, with Australia avoiding a technical recession and economic indicators pointing towards a possible recovery. Early government intervention in the form of stimulus packages; a strong regulatory regime; and the strength of Australia's commodity exports to the relatively high growth economies of Asia appears to have helped Australia weather the storm better than most comparable countries.

Three Government sponsored reviews are taking place that may have an effect on the superannuation environment. The various reports and recommendations will be handed down from the end of 2009 to mid 2010. They will cover issues such as improving consumer protection, taxation of savings, assets and investments and the governance, operational efficiency and structure of Australia's superannuation system.

AXA, including the Trustee, has and will submit detailed proposals as part of the reviews and is actively involved in supporting industry initiatives to improve governance standards and investor protection, such as the Investment and Financial Service Association's Super Charter. The Trustee will continue to closely monitor the introduction of new legislation and will keep members informed via the annual report.

It is at times like this that the need for quality financial advice is important. Your financial adviser understands the volatility of financial markets and can help you put the performance of financial markets into perspective. Superannuation remains a tax-effective vehicle for Australians to save for their retirement years and your financial adviser can provide quality advice to help you to grow and protect your family's wealth.



Michael Butler
Chairman



Anthony Pagent
Head of Trustee Management

Super fund information

The Trustee

N.M. Superannuation Proprietary Limited (the Trustee) is a wholly-owned subsidiary of The National Mutual Life Association Australasia Limited, herein referred to as AXA Australia. The Trustee is an RSE Licensee under the Superannuation Industry (Supervision) Act 1993 (SIS Act), which means that it has satisfied licensing conditions required by the Australian Prudential Regulation Authority (APRA). The Trustee also maintains an appropriate level of indemnity insurance.

Changes to the Trust Deed

There were no amendments to the Trust Deed during the year.

Investment strategies

Masterplan Managers Superannuation Fund (the Fund) investment menu offers a selection of underlying investment options, which have been approved by the Trustee, to select an investment strategy.

The approved list consists of underlying managed funds, direct shares and direct fixed interest. The underlying managed funds available are offered by the Wholesale Access Facility (WAF).

Relationship between the Trustee and some service providers

The Trustee invests in managed investment schemes where National Mutual Funds Management Limited (NMFM) is the responsible entity. NMFM is part of the Global AXA Group.

AllianceBernstein Australia Limited (AllianceBernstein) is also a related party of the Trustee. AllianceBernstein may provide investment management services to the investment funds issued by NMFM.

NMFM is entitled to change fund managers or asset allocations at any time without notice to members invested in the portfolios. This action may be undertaken to ensure the best fund managers are used. For an updated list of current fund managers, please refer to the Masterplan Managers Investment Menu.

Wholesale Access Facility (WAF)

The WAF offers managed funds for investment. The Trustee has determined that all underlying investments in the WAF are appropriate investments to meet your selected investment strategies. The responsible entity of the WAF is NMMT Limited ABN 42 058 835 573 and the custodian of WAF is RBC Dexia Investor Services Australia Pty Limited ABN 61 096 853 888.

Derivatives

The Fund does not directly invest in derivatives. Please refer to investment reports of the underlying investments of your account for information on fund managers' exposure and usage of derivatives.

Net earnings – rate of return

Earnings on super investments are reflected in the change in the value of the units or capital value of the underlying investments selected and in the receipt of income distributions and dividends from underlying investments. Generally, income distributions and dividends are paid into the cash account.

The wide choice of individual investments available to members means that earnings and performance vary from member to member. Please refer to your annual member statement for information about the earnings of your particular investments.

For further information, please contact your financial adviser.

Liquidity risk

Liquidity risk is the possibility that investments cannot be switched, cashed, transferred or rolled over as quickly as a member might wish. Different investments have different transaction processing times, and thus different levels of liquidity risk.

Investment switches, withdrawals, rollovers and transfers from a super or pension account are normally processed within 30 days of us receiving all of the necessary information. The exception is where particular investments, referred to as 'illiquid assets', have a redemption period imposed by the underlying investment manager that prevents the Trustee from paying the benefit within this period. These are specifically identified as such in the Masterplan Managers Investment Menu.

Please ask your financial adviser for a copy of the relevant Product Disclosure Statement (PDS) for the underlying investment option or contact the appropriate fund manager for further details.

Asset holdings greater than 5 per cent

At 30 June 2009, the following investments were greater than 5 per cent of the Fund's assets.

	% of fund
Cash account	20.36
Perpetual Wholesale Industrial Fund	6.29

Compensation

From time to time there are circumstances in which the Trustee needs to pay compensation to members.

There are four key principles that guide the Trustee's payment of compensation to current and former members:

- the Trustee and AXA should not benefit
- other members do not bear the cost of compensation
- compensation is paid to members in a manner that minimises the cost and inconvenience to those members receiving the compensation, and
- communication should be provided to affected members in all circumstances where the member would reasonably expect to be notified.

The Trustee may decide not to pay compensation to current or former members where it considers the individual compensation amounts are very small.

Super news

Reduction in contribution limits – effective 1 July 2009

Concessional contributions

With effect from 1 July 2009 a cap of \$25,000 per person per year applies to concessional contributions. The cap is indexed. Excess concessional contributions will be taxed at the top marginal rate which includes the 15 per cent contributions tax imposed on the individual, who may pay the liability themselves or withdraw some or all of the liability from their super fund.

If a member incurs this additional tax, they may elect to have it paid by way of a deduction from their account with the Fund. To do so, a 'release authority' (which will be provided by the Australian Taxation Office (ATO) at the relevant time) must be completed and sent to the Fund.

Until 1 July 2012, a transitional concessional contributions cap of \$50,000 per person per year will apply for people who are aged 50 and over on the last day of the financial year. This transitional cap will not be indexed.

From 2012, the concessional contributions cap for individuals aged 50 and over will reduce to \$25,000 and may be subject to indexation.

Non-concessional contributions

An annual cap of \$150,000 per person applies to non-concessional contributions.

Members under age 65 on 1 July can average their non-concessional contributions over a three-year period, to a maximum of \$450,000 for that period.

Members aged 65 or over on 1 July can only make non-concessional contributions up to \$150,000 in that year and each subsequent year to age 75.

From 1 July 2012, the non-concessional contributions cap will be calculated as six times the level of the concessional contributions cap.

Non-concessional contributions in excess of this cap will be taxed at the top marginal rate. This tax is imposed on the individual, who must withdraw an amount equal to their tax liability from their super fund. To do so, a 'release authority' (which will be provided by the ATO at the relevant time) must be completed and sent to the Fund.

The Trustee is prevented by law from accepting a non-concessional contribution for anyone under the age of 65 that is greater than three times the non-concessional cap and for anyone aged 65 and over, that exceeds the annual non-concessional cap. The Trustee is required by law to

refund the excess contribution and is entitled to deduct an administration fee and any transaction costs and premiums that have been paid in relation to cover for a specific period.

Pension withdrawal minimums

As part of the 2009 Federal Budget, the Government announced that members can elect to halve the minimum annual income percentages for the 2009/10 financial year. This temporary relief recognises the effect of the financial market downturn on investments.

Government co-contributions

As announced in the 2009 Federal Budget, from 1 July 2009 the Government will temporarily reduce the co-contributions matching rate and the maximum amount payable by the government as a co-contribution on an individual's eligible personal non-concessional super contribution.

The new matching rates will be:

- 100 per cent for the 2009/10, 2010/11 and 2011/12 financial years, with a maximum co-contribution of \$1,000
- 125 per cent for 2012/13 and 2013/14 financial years, with a maximum co-contribution of \$1,250
- 150 per cent from 2014/15 onwards, with a maximum co-contribution of \$1,500.

Temporary residents

Anyone entering Australia on an eligible temporary resident visa, may claim their super benefits once they have permanently departed Australia.

Under super legislation, if the benefit is not claimed within six months of departing Australia it may be paid as unclaimed super to the ATO. Notification will not be given and an exit statement will not be issued by the super fund.

If this has occurred, super money can be claimed from the ATO. For more information, visit www.ato.gov.au.

Product news

Mortgage and property investments

Due to constraints in the commercial property market, a number of direct property and mortgage funds listed on the Masterplan Managers Investment Menu have become illiquid. As a result, a number of fund managers have made changes to their conditions for processing applications and redemptions. AXA will continue to monitor these funds and the changes that are advised.

Annual super statements – return information

To assist in promoting a long-term view of investing, you will now find information with your annual super statement, which aims to put the recent market volatility into perspective providing five and ten year return information for your investments.

Changes to underlying investments

As part of our commitment to keeping you informed, we will communicate material changes as we receive them, on any of the underlying super/pension investments available on the Masterplan Managers Investment Menu. If you intend to make an additional contribution it is also important that you have the most recent PDS for the investment option you are considering. These are available on the Summit website www.summitservice.com.au.

Other information

Payment of benefits to an Eligible Rollover Fund

An Eligible Rollover Fund (ERF) is a special type of super fund that can accept benefits that are transferred from another super fund without a member's consent. Typically, an ERF has a conservative investment strategy, and the administration fees charged by the ERF cannot exceed the earnings on the member's account. If your benefits are rolled into the ERF, you will no longer be a member of, nor entitled to claim any benefits from the Fund.

There are a number of circumstances in which your benefit might be transferred to an ERF. For example, if your account balance falls below the minimum account balance required to be invested in the Fund. We will issue an exit statement, and the ERF will advise you that it has received your benefit and outline the options available to you.

We may also pay your benefit to an ERF if we lose contact with you. If there have been no contributions or rollovers on your behalf for a minimum two-year period or if a document has been returned unclaimed, or we cannot find an address or alternate means to contact you, we will consider you a lost member. In these circumstances, we will advise the ATO that you are lost and may need to have your benefits transferred to an ERF.

The Trustee has selected the following ERF:

National Preservation Trust

NPT Administration

PO Box 6003

Wollongong NSW 2500

Telephone: 1800 331 210

Fax: 1800 779 084

Email: administration@npterf.com.au

Annual financial statements

Your annual statement will provide you with information on your benefit and forms an integral part of your annual member package. If you have misplaced your statement for the 2008/09 financial year, please contact Summit Client Service on 1800 622 772 for a replacement.

Masterplan Managers Superannuation Fund (abridged financial information)

The following is a copy of the abridged financial information for the financial year ended 30 June 2009. A copy of the complete financial statements and auditor's report may be obtained by contacting the Trustee.

Operating statement for the year ended 30 June 2009

	2009 \$	2008 \$
Investment revenue		
Distributions from unit trusts	10,894,465	24,150,750
Dividends	695,847	916,960
Interest	2,237,530	2,153,135
Changes in net market value of investments	(25,339,129)	(64,675,214)
Net investment revenue	(11,511,287)	(37,454,369)
Contribution revenue		
Employers	1,633,452	1,081,006
Members	845,924	5,299,225
Superannuation co-contributions	23,979	67,450
Transfer from external funds	–	13,449
Transfer from related funds	317,032	264,719
Total contribution revenue	2,820,387	6,725,849
Other revenue		
Other	15,358	41,266
Total other revenue	15,358	41,266
Total revenue	(8,675,542)	(30,687,254)
Less expenses		
Administration expenses	3,075,592	4,930,969
Surcharge expense	–	8,358
Total expenses	3,075,592	4,939,327
Benefits reduced as a result of operations before income tax	(11,751,134)	(35,626,581)
Income tax (benefit)/expense	(1,549,826)	(4,717,043)
Benefits reduced as a result of operations after income tax	(10,201,308)	(30,909,538)

Statement of financial position for the year ended 30 June 2009

	2009 \$	2008 \$
Investments		
Investments in unit trusts	93,209,642	154,506,125
Investments in equities	9,779,684	15,176,423
Total investments	102,989,326	169,682,548
Other assets		
Cash at bank	25,751,296	32,219,571
Other receivables	178,085	448,972
Deferred tax asset	2,097,988	662,980
Total other assets	28,027,369	33,331,523
Total assets	131,016,695	203,014,071
Less liabilities		
Current tax liability	1,143,342	1,006,803
Accounts payable	342,892	464,958
Total liabilities	1,486,234	1,471,761
Net assets available to pay benefits	129,530,461	201,542,310
Represented by:		
Total liability for accrued benefits	129,530,461	201,542,310

Cash flow statement for the year ended 30 June 2009

	2009 \$ inflows/ (outflows)	2008 \$ inflows/ (outflows)
Cash flows from operating activities		
Benefits paid	(61,810,543)	(79,070,322)
Contributions received	2,503,356	6,447,714
Interest received	2,237,530	2,153,135
Income tax paid	251,357	(1,136,130)
Superannuation surcharge paid	–	(8,358)
General expenses	(3,197,658)	(5,054,983)
Net transfers from related funds	738	(48,536)
Dividends and Trust distributions received	11,873,498	25,044,008
Net outflows of cash from operating activities	(48,141,722)	(51,673,472)
Cash flows from investing activities		
Proceeds from sale of investments	46,496,798	76,675,552
Purchase of investments	(4,823,351)	(28,596,385)
Net inflows of cash from investing activities	41,673,447	48,079,167
Net decrease in cash held	(6,468,275)	(3,594,305)
Cash at the beginning of the financial year	32,219,571	35,813,876
Cash at the end of the financial year	25,751,296	32,219,571

This page has been left blank intentionally.

This page has been left blank intentionally.

Trustee: N.M. Superannuation Proprietary Limited
ABN 31 008 428 322 AFS Licence No. 234654
Postal address: GPO Box 2754 Melbourne VIC 3001
Telephone: 1800 622 772 Facsimile: 1800 780 087
Email: summitenquiry@summitservice.com.au
Internet: www.summitservice.com.au

