

Fees and Costs Update: Lifepan Investment Bond

10 June 2020

This document should be read with the Product Disclosure Statement (PDS) for the Lifepan Investment Bond dated 8 November 2018, as amended by the first Supplementary PDS dated 3 December 2019, second Supplementary PDS dated 20 March 2020 and third Supplementary PDS dated 28 April 2020.

Changes to fees and costs

To assist you in making an informed investment choice based on current information about fees in each of the investment options, this Fees and Costs Update sets out changes that have been made to the fees disclosed in the PDS.

Changes to underlying Fund Manager costs

These fees and costs are charged and/or incurred by the fund managers, while performing their duties in managing the underlying investment options. The Lifepan Administration fee remains unchanged.

The information in this table replaces the information for each of these investment options in the SPDS dated 3 December 2019 on pages 3 to 6.

| Investment option | Underlying Fund Manager costs | | | Total estimated management cost p.a. ² | Effective date |
|--|-------------------------------|-------------------------------------|----------------------------|---|----------------|
| | Management Fee | Other management costs ¹ | Lifepan Administration fee | | |
| Bennelong ex-20 Australian Equities Fund | 0.95% | 0.26% | 0.60% | 1.81% | 12/05/2020 |
| Ironbark Karara Australian Small Companies Fund | 1.13% | 0.14% | 0.60% | 1.87% | 5/02/2020 |
| MLC Wholesale Index Plus Balanced Portfolio | 0.29% | 0.00% | 0.60% | 0.89% | 1/04/2020 |
| MLC Wholesale Index Plus Conservative Growth Portfolio | 0.29% | 0.00% | 0.60% | 0.89% | 1/04/2020 |
| MLC Wholesale Index Plus Growth Portfolio | 0.29% | 0.00% | 0.60% | 0.89% | 1/04/2020 |

1. 'Other management costs' are as at 30 June 2019 and includes the estimated performance fees (if applicable), estimated recoverable expenses and any other indirect costs of the underlying fund manager.
2. The 'Total estimated management costs' includes our administration fee and the underlying fund managers' management fee and other management costs. The Total estimated management cost is expressed as a percentage of the total average assets of the investment option.

Investing Transaction Costs (ITC) update

Due to the recent sustained volatility in the financial markets and the World Health Organisation having declared that COVID-19 (Coronavirus) is a pandemic, we are seeing large movements in Investing Transaction Costs (ITC), otherwise known as buy/sell spreads.

The ITC isn't charged or retained by Lifeplan. The ITC (equivalent to a buy/sell spread) is charged by the fund manager of each investment option to ensure that each investor shares the transaction costs associated with their investment decision to either enter or exit an investment option.

We are regularly monitoring these underlying fund managers' ITCs and we will update you of any changes via our website australianunity.com.au/wealth

| Investment Options | Buy | Sell | Current ITC | Effective date |
|--|-------|-------|-------------|----------------|
| Altius Bond Fund | 0.00% | 0.15% | 0.15% | 3/06/2020 |
| Altrinsic Global Equities Trust | 0.25% | 0.15% | 0.40% | 24/04/2020 |
| AMP Capital Multi-Asset A | 0.17% | 0.19% | 0.36% | 30/03/2020 |
| Colonial First State FirstChoice Property Securities | 0.15% | 0.15% | 0.30% | 8/06/2020 |
| Kapstream Absolute Return Income Fund | 0.00% | 0.20% | 0.20% | 1/06/2020 |
| Macquarie Income Opportunities Fund | 0.15% | 0.47% | 0.62% | 9/06/2020 |
| MLC Horizon 2 – Income Portfolio | 0.15% | 0.20% | 0.35% | 29/05/2020 |
| MLC Horizon 3 – Conservative Growth | 0.15% | 0.15% | 0.30% | 29/05/2020 |
| MLC Horizon 4 – Balanced | 0.15% | 0.20% | 0.35% | 22/05/2020 |
| MLC Horizon 5 – Growth | 0.15% | 0.15% | 0.30% | 29/05/2020 |
| MLC Wholesale Index Plus Balanced Portfolio | 0.15% | 0.20% | 0.35% | 22/05/2020 |
| MLC Wholesale Index Plus Conservative Growth Portfolio | 0.15% | 0.15% | 0.30% | 29/05/2020 |
| MLC Wholesale Index Plus Growth Portfolio | 0.15% | 0.20% | 0.35% | 22/05/2020 |
| Pendal Fixed Interest Fund | 0.06% | 0.10% | 0.16% | 22/05/2020 |
| Pendal Monthly Income Plus Fund | 0.07% | 0.20% | 0.27% | 22/05/2020 |
| Perpetual Balanced Growth | 0.33% | 0.00% | 0.33% | 29/05/2020 |
| Perpetual Conservative Growth | 0.34% | 0.00% | 0.34% | 29/05/2020 |
| PIMCO Australian Bond Fund - Wholesale | 0.00% | 0.35% | 0.35% | 19/03/2020 |
| PIMCO Global Bond Fund - Wholesale | 0.00% | 0.40% | 0.40% | 1/06/2020 |
| T.Rowe Price Dynamic Global Bond Fund | 0.50% | 0.50% | 1.00% | 18/05/2020 |
| UBS Diversified Fixed Income Fund | 0.10% | 0.35% | 0.45% | 11/05/2020 |
| Vanguard® Australian Fixed Interest Index Fund | 0.08% | 0.24% | 0.32% | 22/05/2020 |
| Vanguard® Balanced Index Fund | 0.10% | 0.18% | 0.28% | 22/05/2020 |
| Vanguard® Diversified Conservative Index Fund | 0.10% | 0.20% | 0.30% | 22/05/2020 |
| Vanguard® Diversified High Growth Index Fund | 0.08% | 0.10% | 0.18% | 28/04/2020 |

| Investment Options | Buy | Sell | Current ITC | Effective date |
|--|-------|-------|-------------|----------------|
| Vanguard® Growth Index Fund | 0.09% | 0.14% | 0.23% | 22/05/2020 |
| Vanguard® International Fixed Interest Index Fund (Hedged) | 0.08% | 0.15% | 0.23% | 22/05/2020 |
| Vanguard® International Shares Index Fund (Hedged) AUD | 0.11% | 0.11% | 0.22% | 18/03/2020 |
| Winton Global Alpha Fund | 1.42% | 0.05% | 1.47% | 9/06/2020 |

Further information

If you have any questions, please contact the Investor Services team on 1300 1300 38 or email enquiries@australianunity.com.au, or the Adviser Services team on 1300 133 285 or email investmentbonds@australianunity.com.au

Visit our website australianunity.com.au/wealth for any further fee changes to the underlying investment options in the Lifeplan Investment Bond menu.