

Message from the CEO

The 2015/16 financial year had its ups and downs that culminated in Brexit, Britain's exit from the European Union. Despite some alarming headlines predicting an economic fallout, the UK share market actually finished the month of June 4% higher than it started. It's also worth noting that LUCRF Super's exposure to the UK markets is only about 2.2%.

Superannuation is one of the largest and longest-term investments you make in your lifetime. While there might be volatility in the short-term financial markets, with a long-term focus we can help smooth out any bumps.

Since our inception in 1978, our MySuper Balanced option has produced an average annual return of 9.69% (1978 to 2016). As Australia's first industry super fund, we're run to benefit members only and we're proud to have a history of strong long-term returns.

Always remember that if you'd like help finding the investment option that best suits your needs, our fully qualified financial advisers are here to assist.

Your new-look annual statement

You may have noticed something different about your 2015/16 annual statement. Not only is it easier to read, but we've personalised your statement with tips and information to help you. It's just another way we're continually working towards delivering value for our members.



Mr Charlie Donnelly
Chief Executive Officer,
LUCRF Super

Low and slow growth sets in

After a roller-coaster year, we're heading towards steady, but small, growth.

This time last year, we wrote that expectations for investment returns should be set to 'realistic'. A year later, we find that the 2015/16 financial year has fit that mould, with a return of 1.94% for our MySuper Balanced option, and 2.40% for our Balanced option.

In many ways, these returns are no surprise. Despite central banks around the world reducing interest rates to record low levels to help stimulate share markets, the global economy hasn't responded as hoped. The world is getting increasingly used to 'low and slow' economic growth.

The ups and downs of 2015/16

In August–September 2015, the Chinese share market crashed from abnormally high levels. Global share markets fell as well, although not to the same extent. Markets subsequently rebounded, however, and by Christmas, share markets had recovered most of their 2015 losses.

The beginning of 2016 then saw another sell-off in share markets, but, once again, markets picked up strongly from March to mid-June 2016.

Our TTR and Super – long-term returns*			
Default option	1 year	3 year	5 year
Transition to Retirement – Balanced	2.40%	8.69%	8.66%
Super – MySuper Balanced	1.94%	7.59%	7.48%

*As at 30 June 2016. Returns are net of fees and taxes.
Past performance is not a reliable indicator of future investment returns.

An unstable financial year ended with Brexit, resulting in political upheaval (which saw the resignation of British Prime Minister David Cameron) and some short-term volatility in the share markets. Yet again the markets rebounded – quickly in this case.

What does this mean for you?

All this short-term volatility may be unnerving. So, we're here to help. If you'd like some guidance in finding the investment option that best suits your own personal circumstances, call us on **1300 130 780** and ask to speak to one of our fully qualified financial advisers.

Still the name behind every jockey

We're thrilled to announce that our partnership with the Australian Jockeys' Association (AJA) has been renewed for another three years.

Funds from our partnership go directly to the National Jockeys Trust (NJT), ensuring strong, ongoing financial support for injured and ill jockeys and their families. Through our sponsorship (which sees our name displayed on every jockey's breeches), we're committed to providing financial aid to those who need it.

The news about LUCRF Super's continued support was warmly received by AJA members, like Melbourne Cup-winning jockey Michelle Payne.

"I'm absolutely thrilled that LUCRF Super has renewed their partnership with the Australian Jockeys' Association," Michelle said. "The financial support the partnership provides to the National Jockeys Trust changes lives."



"I've been a jockey for over 15 years, so I'm well aware of the support the NJT has given to jockeys less fortunate than myself – jockeys who have suffered life-changing, career-ending injuries. I'm confident that I speak for every jockey in Australia when I say that I'm extremely proud to wear the LUCRF Super name."

LUCRF Super is proud to be the name behind every jockey.

Stretch your savings

Need help making your retirement income go further? Here are some ideas.

Get advice

We have a team of fully qualified financial advisers who don't receive bonuses or commissions. They can offer general advice on things like Centrelink entitlements, minimising tax, estate planning and achieving short-term savings goals, in addition to advice on your pension.

Manage your spending

One of the easiest ways to stretch your retirement savings is to manage your spending. By using a budget planner, like the one at moneysmart.gov.au, you can track where your money goes and keep your expenses in check.

Consider your investment mix

Our financial advisers can help you work out the best investment mix to suit your current circumstances and retirement goals. We offer 10 different investment options – you can choose one option or combine as many as you like.

Review your retirement strategy

It's recommended that TTR pension members have a financial health check-up every two years. If you started your TTR pension in 2014 or earlier, call one of our financial advisers on **1300 130 780**. They'll give you tailored advice and an update on any changes that may affect your situation.

Contact us

1300 130 780

lucrf.com.au



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