

Investment

ARC CORPORATE PLAN

An introduction

FEATURES
+ BENEFITS

About ARC Corporate Plan

ARC Corporate Plan is a flexible super product that has been designed to provide employers with a simple and complete solution to their company's super obligations, while providing real benefits for their employees.

Employers may choose the ARC Corporate Plan as their 'default employer fund' under the Government's 'Choice of Fund' legislation. This means that the ARC Corporate Plan may be used by employers for the payment of their superannuation guarantee contributions in respect of any eligible employees who have not specifically selected another fund.

Why choose the ARC Corporate Plan?

ARC Corporate Plan is a great vehicle to use. It provides:

Employers with:

- A comprehensive yet simple super product
- Flexibility to structure different categories of membership
- PayEasy clearing house facility to deal with employer contribution payments to multiple super funds
- Automatic acceptance insurance that satisfies the requirements of Choice of Fund
- Streamlined continuation options for death, TPD and income protection

Employees with:

- Simplicity and flexibility with its investment options
- Free investment switches
- Online access to their account balances
- Comprehensive life insurance cover
- Super contributions splitting
- No minimum amount for additional contributions
- Flexibility to make personal contributions, salary sacrifice, voluntary employer contributions and accept Government co-contributions
- Free service to consolidate their super accounts

Investment Choice

TOWER's multi-manager investment options are managed by **Russell Investment Management Ltd (Russell)** (ABN 53 068 338 974, AFSL 247185), a member of the Russell Investment Group of companies which is the world's largest multi-manager.

TOWER's investment strategy for the multi-manager investment options is to invest in the underlying Russell funds or other funds that Russell oversees on behalf of TOWER. In relation to its funds, Russell in turn selects the underlying investment managers for its funds and regularly monitors the investment managers or underlying funds.

There are 26 investment options from which to choose, including:

- 5 multi-manager diversified options
- 4 multi-manager sector options
- 17 single manager sector options

Flexible Payment Options

Clients can choose from a range of payment options:

- BPAY over the phone or internet
- Cheque
- PayEasy – our online contribution facility

Insurance benefits

Clients may decide to include TOWER's comprehensive insurance cover as part of the ARC Corporate Plan.

TOWER provides the following benefits:

- Death
- Total and Permanent Disablement
- Income Protection

Clients can receive insurance through automatic acceptance if there are 10 employees that join the plan. The maximum automatic acceptance limits for ARC Corporate Plan is:

Number of employees in category	Death and TPD AAL	Income Protection AAL
Less than 10	Nil	Nil
10 – 20	\$250,000 benefit or \$2 of fixed premium per week cover	\$3,000 mthly benefit or \$2 of fixed premium per week cover
21 – 50	\$400,000 benefit or \$2 of fixed premium per week cover	\$4,500 mthly benefit or \$2 of fixed premium per week cover
51 – 100	\$500,000 benefit or \$2 of fixed premium per week cover	\$6,000 mthly benefit or \$2 of fixed premium per week cover
101 - 200	\$600,000 benefit or \$2 of fixed premium per week cover	\$7,000 mthly benefit or \$2 of fixed premium per week cover
201 – 500	\$700,000 benefit or \$2 of fixed premium per week cover	\$7,500 mthly benefit or \$2 of fixed premium per week cover
More than 500	Individual consideration	Individual consideration

Our insurance is offered through TOWER Australia Ltd, winner of:

- AFR Smart Investor Risk Insurer of the Year 2007, and
- Money Management Risk Company of the Year 2006.



Free Consolidation Service

On your instruction, TOWER will chase up and consolidate all your super accounts into one account with ARC Corporate Plan.

Three easy steps:

1. Complete the ARC Corporate Plan Transfer Authority Form for each super fund you wish to transfer to the ARC Corporate Plan
2. Return the form(s) to the Administration Manager, ARC Master Trust, PO Box 142, Milsons Point NSW 1565
3. Our Client Service Team will do the rest and follow up the transfer into the ARC Corporate Plan on a regular basis and will confirm its arrival to both the adviser and the client.

ARC website (www.arcmt.com.au)

The ARC website is a great tool designed specifically for advisers, employers and employees of the Fund and allows:

Advisers to:

- see details of each employer plan in the ARC Corporate Plan (eg list employer plans, size and transaction history, list clients within each plan, provide details on members such as account balance, insurance information, transaction history, address, date of birth)
- generate client reports that can be used for client reviews and marketing purposes (eg detailed client listing, client listing by investment option, total funds under management for the product)

Employers to:

- view latest available employee and plan information,
- access a pre-populated remittance advice that can be completed and submitted online
- update company and employee details
- make enquiries about their ARC Corporate Plan

Employees to:

- access the latest available account information (eg account balance, transaction history, insurance details)
- access the latest available asset allocation and investment performance details of each investment option
- update address details online
- learn more about super through the comprehensive member education section
- request an investment switch

Fees and Charges

Fees and other costs	Amount	
Establishment fee	Nil	
Contribution fees	Up to 4% on each contribution, transfer and rollover.	
Withdrawal fee	Nil	
Termination fee	\$65.00	
Administration fee	Employer's Plan size	Fee amount
	First \$150,000	1.40% pa
	Next \$250,000	1.05% pa
	Next \$600,000	0.75% pa
	Amounts over \$1,000,000	0.45% pa
	Minimum monthly fee	\$12.00
Investment Management fees	The Investment Management fees differ between each investment option. The amount you pay for specific investment options is shown in Part 2 – Investment Menu of the Product Disclosure Statement (PDS).	
Member fee	No. of Members in Plan	
	1 - 4	\$6.50
	5 or more	\$5.00
	Members with an ARC Corporate Plan account balance of \$26,342 or more are not charged this fee.	
Investment Switching fee	Nil	

This table is a summary of the fees applicable to the ARC Corporate Plan. For a full explanation of fees and other costs of the ARC Corporate Plan, please refer to the 'Fees and other costs' section of ARC Corporate Plan Part 1 – General Information Product Disclosure Statement (PDS).

Adviser Remuneration

The table below outlines the maximum adviser remuneration, although we can dial down the remuneration.

Adviser remuneration	Amount	
Upfront Commission	Up to 4% (plus GST) on each contribution, transfer and rollover.	
	This amount can be negotiated between the client and adviser in increments of 0.5%.	
Ongoing Commission	Value of the ARC Corporate Plan	Maximum Commission Rate (% pa)
	First \$150,000	0.55
	Next \$250,000	0.44
	Next \$600,000	0.33
	Amounts over \$1,000,000	0.22
	This amount can be negotiated between the client and adviser and may be reduced by 25%, 50%, 75% or 100%.	
Adviser Service Fee	Up to 1% (plus GST) of the ARC Corporate Plan.	
	This amount can be negotiated between the client and adviser in increments of 0.5%.	

Need More Information?

Further information can be found in the ARC Corporate Super PDS – Part 1, which can be obtained by contacting the Investment Distribution team or one of our Customer Service Consultants on 1800 101 014 or by visiting www.toweradviser.com.au

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