



# HOSTPLUS CPIPLUS PRODUCT SUMMARY

## What is CPIplus?

CPIplus is an innovative Hostplus pension investment option which aims to provide retirees with greater certainty and consistency of returns without sacrificing long-term growth potential.

### Benefits of CPIplus



**Returns you can be more certain of**  
CPIplus' returns are set at a predetermined rate above CPI for a specified period (typically 12 months).\*



**No negative returns**  
The CPIplus return formula provides for a minimum daily return floor of zero, meaning that irrespective of movements in CPI, the daily return of CPIplus will not be negative.



**Manage inflation risk**  
By offering a return above CPI, CPIplus aims to generate returns that exceed inflation (as measured by CPI), minimising the impact of inflation on the real value of investment returns.



**Flexibility and accessibility**  
Switch in and out at any time, and withdraw funds from CPIplus whenever you need to.

\*Although the rate is predetermined for a specified period, Hostplus reserves the right to shorten the return period or discontinue offering the predetermined rate. Hostplus may also adjust the rate of return with at least 30 days' notice. Refer to the Hostplus Pension Guide for further information regarding the risks associated with CPIplus.

## How does CPIplus work?

CPIplus is a low-risk investment option that aims to deliver a consistent predetermined return above inflation. CPIplus' returns are calculated using a formula of  $CPI + 'n'$  where:

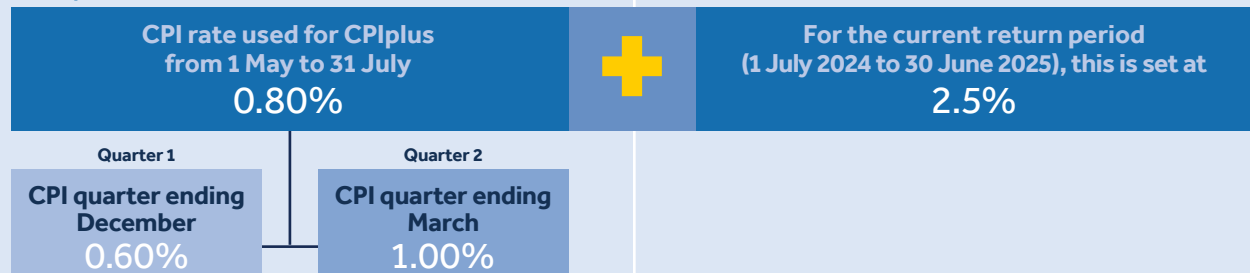
**CPI**  
(consumer price index)



**'n'**  
(the plus element)

CPIplus uses the average of the CPI rates\* for the previous two quarters to determine the applicable CPI rate for each quarter.

*Example:*



\* The Consumer Price Index (CPI) used for calculating the value of CPI in CPIplus is the "All groups CPI: Australia" (6401.0 - Consumer Price Index, Australia, Series ID: A2325850V) rate as determined by the Australian Bureau of Statistics (ABS).

^ Any change to the 'n' rate (the plus) will be communicated to members invested in CPIplus at least 30 days before the end of each return period (usually 30 days before 30 June each year). Hostplus can also shorten the return period or discontinue offering the predetermined rate.

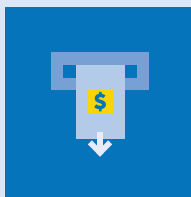
## CPI determination schedule

CPI quarter ending on	ABS CPI data release date	Hostplus quarterly CPI rate release date	CPI rate application period for CPIplus		CPI quarters included in the calculation of the CPI rate applicable to this application period
			From	Until	
31 March	Late April	Late April	1 May	31 July	Quarters ending December and March
30 June	Late July	Late July	1 Aug	31 Oct	Quarters ending March and June
30 Sept	Late Oct	Late Oct	1 Nov	31 Jan	Quarters ending June and September
31 Dec	Late Jan	Late Jan	1 Feb	30 April	Quarters ending September and December

## CPIplus returns

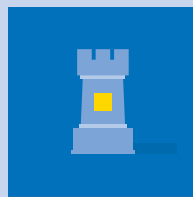
To view the current CPI rates, the value of 'n' and the current return please visit [hostplus.com.au/cpiplusrates#returns](https://hostplus.com.au/cpiplusrates#returns) for further information.

## How CPIplus can be used in retirement



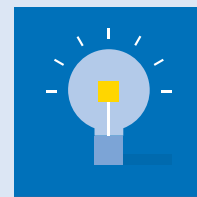
### Bucketing strategies

Investors can drawdown 100% of their regular pension payments and any withdrawals from CPIplus to help mitigate sequencing risk. Advisers can then assist their clients to top up their 'CPIplus bucket' at an appropriate time in the future.



### Substitute for defensive assets

CPIplus could be used as a substitute for all or some defensive assets. This could improve long-term returns and help generate real returns (above inflation) for the portfolio.



### A new way to design portfolios

With its unique product attributes including a predetermined return formula, CPIplus provides users with the flexibility to design innovative investment strategies and model portfolios.

## WE'RE HERE TO HELP.

If you have any questions about CPIplus, please call **1300 467 875 (option 4)**, 8am – 8pm AEST /AEDT Monday to Friday, email us, or visit [hostplus.com.au](https://hostplus.com.au)

**THAT'S  
A PLUS+**

The product is subject to minimum investment requirements, including a \$10,000 minimum investment amount when opening a Hostplus pension account and a requirement that at least 1% of a member's Hostplus pension account balance be invested in any selected investment option (including CPIplus). Information contained within this brochure is general advice only and does not take into account your personal objectives, financial situation or needs. You should consider if this information is appropriate for you, in light of your circumstances, before acting on it. Please read the relevant Hostplus Pension Product Disclosure Statement (PDS) before making a decision about Hostplus. For a description of the target market, please read the Target Market Determination (TMD), available at [hostplus.com.au](https://hostplus.com.au). Past performance is not a reliable indicator of future performance. Issued by Host-Plus Pty Limited ABN 79 008 634 704, AFSL 244392 as trustee for the Hostplus Superannuation Fund (the Fund) ABN 68 657 495 890, MySuper No 68 657 495 890 198. HP2385 0424