



Drawing Down From Your Super After June 30 2007

General Facts:

- People aged 60 and over – Withdrawals from your Prime Super account become tax free even if you are still working (subject to meeting a condition of release).
- People aged under 60 – Once you reach preservation age and meet a condition of release, withdrawals from your Prime Super account can be made but will be taxed (with some concessions). You may be able to save tax by drawing on your Prime Super account or commencing an allocated pension.

What it means

- 1 Many people who have reached their preservation age, and especially those age 60 and over, can pay less tax by salary sacrificing some of their income into Prime Super then drawing expenses from their Prime Super account.
 - Generally, 15% contribution tax will be paid on deductible contributions.
 - If you are 60 or over, you will pay no tax on withdrawals. If you are at your preservation age, but under 60, the tax you will pay depends on your circumstances.
 - The tax you save is the difference between what applies to you above and the tax you would pay if you were paid your full salary.

- 2 Your Prime Super account becomes an attractive alternative to term deposits, bank accounts and other taxable investments.
- 3 Semi Retirement becomes more attractive because you can work for (say) two days a week and draw additional living expenses from your Prime Super account.
- 4 You can continue to work and call on your Prime Super account for unexpected costs, or take that once in a life time holiday before you retire (if you have met a condition of release).

How do I do it ?

Prime Super will make it easy to draw down on your Prime Super Account, but it is important to get advice that suits your circumstances.

Members of Prime Super can obtain limited advice over the telephone by calling Community and Corporate Financial Services Pty Limited (ComCorp)(ABN 44 079 121 136, AFSL 225085) on 1800 022 365.

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