

SUPPLEMENTARY PRODUCT DISCLOSURE STATEMENT

This is a Supplementary Product Disclosure Statement (SPDS), issued by Foresters Financial Limited; ABN 27 087 648 842, AFS Licence No. 241421.

This SPDS supplements and amends the Foresters Financial Wealth Plus Investment Bond Product Disclosure Statement (PDS) dated 1 December 2020 and must be read together with the PDS that you hold and any other SPDS we may give you for your PDS.

The purpose of this SPDS is to provide an amendment to statements on pages 11 and 29 of the PDS.

What are the changes?

Sections in PDS changing	Change
Superannuation Top Up (page 11)	Change to the comparison table, Superannuation column, Contribution tax row. This should read: Yes, for <i>concessional contributions</i> : 15% or 30% for higher income earners.
Fees and other costs (page 29)	Change to the fee table, How and when paid column, Management Fee row. This should read: Annual fee of 1.60% charged on the average balance of the Savings & Investment Balance Fund; Savings & Investment Growth Fund; and Savings & Investment High Growth Fund gross assets <i>which includes</i> a 0.1% is charged on the average balance of these Fund's gross assets to contribute to the Foresters Financial Community Grants Account whose sole purpose is to provide grants to Australian based charities that create lasting positive social change.

If you have any questions please contact us on 1800 773 427 (free call).

Prepared on 15 December 2020.

Foresters Financial

Wealth Plus

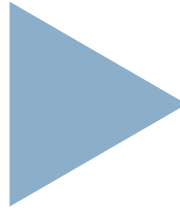
Investment Bond

PRODUCT DISCLOSURE STATEMENT
DATED 1 DECEMBER 2020



**Foresters
Financial**

INVESTED SINCE 1849



About this document

This Product Disclosure Statement (PDS) contains details about the Foresters Financial Wealth Plus Investment Bond ('Wealth Plus') and is issued by Foresters Financial Limited (Foresters Financial) under the Foresters Financial Constitution and the Fund Rules. Investors in Wealth Plus will become members of Foresters Financial under the Rules of the Flexible Insurance Funds (the 'Fund'). The rules of the Fund cover the Savings & Investment Capital Guaranteed Fund, the Savings & Investment Balanced Fund, the Savings & Investment Growth Fund, and the Savings & Investment High Growth Fund, each a separate benefit fund and collectively referred to as the Fund. Wealth Plus will comprise an interest in one or more of the benefit funds.

In this PDS, the terms 'we', 'us' and 'our' refer to Foresters Financial. All times mentioned are business days in Melbourne and are Australian Eastern Daylight Time (AEDT).

Issued by Foresters Financial Limited; ABN 27 087 648 842, AFS Licence No. 241421. If you have any questions please contact us on 1800 773 427 (free call). This PDS is dated and issued on 1 December 2020.

Updated Information

The information contained in this PDS is the latest available at the date of issue. We may update information by issuing a replacement PDS or a supplementary PDS, or by such other means which is convenient to you and allowable under the *Corporations Act 2001* (Cth). Updated information regarding this PDS can be obtained from the Foresters Financial website or by calling our Customer Services Team on 1800 773 427 (free call). Upon request we will send you a copy of the updated information.

An electronic copy of this PDS, including the Application Form, can be downloaded from our website at www.forestersfinancial.com.au. If you have received this PDS electronically, please ensure that you have received the entire document.

If you would like a printed copy of this PDS, you can obtain one by calling the Customer Services Team on 1800 773 427 (free call).

Seeking financial advice

It is important that you read this PDS carefully before making an investment decision, as this document contains general advice only and does not take into account your particular financial situation, investment objectives or needs. As investors' needs and aspirations differ, you should consider whether investing in Wealth Plus is appropriate for you. To help you make an informed investment decision, we recommend you obtain independent professional advice from a licensed financial adviser and/or tax adviser before investing.

Tax information contained in this PDS is current at the date of this PDS and is general in nature.

Applications to switch the Fund investment options can be made by completing a Switching Form found on our website. This PDS does not constitute an offer or invitation in any place outside Australia where, or to any person to whom, it would be unlawful to make such an offer or invitation. This document may only be used by investors receiving it electronically or otherwise in Australia. Applications from outside Australia will not be accepted.





About Foresters Financial	2
What is an investment bond?	4
Wealth Plus features index	6
Wealth Plus investment bond	8
Investment solutions	10
Who can invest?	14
Investment options	16
Tax considerations	20
Investment risks	22
Your investment	24
Unit pricing	28
Fees and other costs	29
Other information	31
How to switch	35

About Foresters Financial

Foresters Financial is a proud Australian member-owned investment and insurance financial services organisation with over 170 years of putting our members financial security first.

Originating from a concern about the lack of financial and social support in times of extreme hardship, the Ancient Order of Foresters was established in Victoria in 1849. By pooling funds, members who experienced unemployment, sickness, death or disability could rely on financial assistance and support to ensure they and their families were looked after during difficult times. Foresters Financial exists today to continue with this same proud tradition.

With approximately \$380 million in total funds under management and over 80,000 members, our goal is to offer competitive Investment Returns under our Responsible Investment Policy to meet your various needs and objectives.

Foresters Financial is registered under the *Life Insurance Act 1995* (Cth) by the Australian Prudential Regulation Authority (APRA) and under the *Corporations Act 2001* (Cth) by the Australian Securities and Investments Commission (ASIC) and holds an Australian Financial Services Licence, which authorises it to deal in, and provide general financial product advice on a broad range of investment products.





Responsible Investment

In an increasingly environmentally and socially conscious world, astute investors are looking to grow and secure their wealth to not only maximise financial returns but align themselves with organisations that drive positive social and environmental impacts within the communities in which they belong.

Wealth Plus brings together ethical purpose with financial performance through the implementation of our Responsible Investment Policy. This ensures that we work closely with our investment manager(s) to make investment decisions that consider our Environmental, Social and Governance (ESG) principles and achieve comparable financial returns in the same asset class without compromising our social impact.

We believe strong financial performance should not be at the cost of our communities and environment and, as a responsible investor, we see our role as using your funds under our management to achieve measurable and lasting positive change.

Impact Investments



As part of Foresters Financials' commitment to our community, a portion of our investments will be directed to impact investments that create positive, measurable social and environmental impact as well as a comparable financial return for that asset class. Impact investments are an important part of our investment policy, ensuring our capital can be used to create positive social returns.



Community Grants

To further enhance your investment, we will donate 0.10% of the management fee received from your investment (not including the Capital Guaranteed option), to Foresters Financial Community Grants Account whose purpose is to provide grants to Australian based charitable organisations that align with our objective of creating positive social change in the communities in which we all belong.

This account is setup as a sub-fund, under the Equity Trustees Charitable Foundation public ancillary fund and is just an example of how investing with Foresters Financial benefits the community.

Your funds under our management achieve a measurable and lasting positive change



What is an Investment Bond?

An investment bond is a long-term savings plan that combines the features of a managed investment portfolio with a life insurance policy, to provide you access to an uncapped* and effective tax paid long-term investment.

Typically, as a way to help save for large expenses like retirement, education, a house deposit, or a car, investment bonds allow you to select from predefined investment options, based on your investment goals and risk appetite, to invest for you, your childrens and grandchildrens future

Tax on investment bonds is paid by the Fund. This means that if you choose to withdraw after 10 years from the start date of the bond, you will not need to pay personal income tax on the investment earnings (subject to satisfying the 125% Contribution Rule).

Depending on your investment goals and risk appetite, you can use an investment bond for a number of reasons, such as:

- growing and protecting your wealth
- a tax efficient alternative to investing in superannuation
- reducing and managing your tax more effectively
- estate planning for peace of mind
- tax benefits for a family or discretionary trust
- saving for your childrens or grandchildrens future education
- saving for a large purchase (e.g. house, car, boat, caravan)
- planning for that big overseas holiday when you retire
- giving your children/grandchildren a financial head start.

* Uncapped contributions in the first year and subject to the 125% Contribution Rule for subsequent years.



Key Features

Investment bonds comprise of three key features that investors need to be aware of when considering this type of investment:

- 10 Year Tax Rule,
- 125% Contribution Rule; and
- Investment option selection.

Below is a general guide of each feature and how they may impact your investment.

Please note the below summary is a guide only and does not take into account your personal financial situation. We recommend you obtain independent professional advice from a licensed financial adviser and/or tax adviser before investing.



10 Year Tax Rule

The 10 Year Tax Rule is a tax incentive specific to an investment bond, being an investment type of life insurance policy, that allows income in the Fund to be taxed at the ordinary life insurance business ('Business') tax rate (currently 30%) and paid for by the issuer. As an investor, you do not need to declare any income accrued on your investment in your tax return or keep any capital gains record whilst you are invested in the Fund. When you make a withdrawal from the fund after 10 years, and after meeting the 125% Contribution Rule, income on your withdrawal is not assessable income and therefore does not need to be declared on your personal income tax return.

Unless in certain circumstances, any withdrawal within the first 10 years will result in some level of assessable income. The investor will need to declare the assessable income in their personal tax return in the year it was withdrawn. Further explanation of this can be found on page 20.



125% Contribution Rule

In order to receive investment earnings tax-free after 10 years, you must meet the 125% Contribution Rule. This rule defines the contribution amounts you can make each year into your bond. In the first year of your bond, your contribution

amount is uncapped. However, from the second bond year onwards, your contributions each year cannot exceed 125% of the previous year's contributions.

There is no limit as to the amount you can invest in the first year of your bond, this will set your benchmark. Each following year you can make the same contribution you did the previous year plus an additional 25%, therefore totalling 125%.

If you contribute more than 125% of your previous year's contributions, the start date of the 10 Year Tax Rule will be reset for tax purposes. This means that in order to withdraw your funds and have no assessable income, you will need to keep your investment for a further 10 years from the start of the bond year in which the excess contribution has been made. Similarly, if you stop contributing for a year, the next time you make a contribution, a new 10-year period will commence from the start of the bond year of that contribution. Setting up a regular savings plan is one way to avoid worrying about restarting your 10-year term to obtain the tax-free benefit.

It is important to note that the 125% Contribution Rule and the 10 Year Tax Rule have tax implications and will impact the tax effectiveness of your investment bond.



Investment option selection

Most investment bonds offer investment options that are made up of a range of diversified investment options (e.g. cash, fixed interest, shares, property, infrastructure) with risk levels ranging from low risk to high risk. As an investor you have the flexibility to tailor your bond's investment mix and choose one or a mixture of these options to suit your investment goals and risk appetite. An investment bond will comprise an interest in one or many of these investment options as selected by you.

The value of the investment bond will accordingly rise or fall with the performance of the underlying unit-linked investment option(s) selected.

Wealth Plus Features Index

Feature	Description	Page
Tax paid	The Fund pays tax on investment earnings at the current tax rate of 30%. Whilst invested in the Fund, investors do not need to record investment earnings on their personal income tax returns.	20
125% Contribution Rule	There is no limit on your contribution to your bond in the first bond year. Each subsequent year's contributions can be up to a maximum of 125% of the previous year's contributions in order to qualify for tax-free withdrawals at maturity.	5
Responsible investments	Foresters Financial has a Responsible Investment Policy, including impact investments, which contribute towards environmental, social and corporate governance improvements through the investments we make.	12
Foresters Financial Community Grants Account	If you select a unit-linked investment option, 0.10% of the management fee will be donated to the Foresters Financial Community Grants Account, helping enrich the communities in which we belong. To find out more, please visit our website.	13
Who can invest?	A bond can be taken out by: <ul style="list-style-type: none"> • an individual or Joint Investors; • a child aged between 10 and under 16 years (with parental or guardian permission); • a company; or • a trust. 	14
Investment options	There are four (4) investment options to choose from; the default being the capital guaranteed option, with three (3) new unit-linked investment options that you can choose from based on your preferred risk profile: Balanced, Growth or High Growth.	16
Capital Guarantee	If you select the capital guaranteed investment option, then all contributions plus declared interim bonuses are guaranteed, regardless of how the investment market is performing.	26
Term	The minimum term of your bond is ten (10) years and the maximum term is forty (40) years. If no term is selected when making an application, a default term is set at ten (10) years. On the expiration of your term, if you do not withdraw the proceeds of your bond then your term will automatically be renewed for a further twelve (12) months.	27
Cooling off	If you change your mind, you have thirty (30) days to request a cancellation and refund of your bond.	27

Feature	Description	Page
Access to your money	You can access your money at any time, even before your bond matures, subject to potential personal tax implications.	27
Minimum contribution	You can apply for a bond with as little as \$500 to start.	24
Tax-free withdrawals	If you hold your bond for at least 10 years, withdrawals are tax-free if you meet the 125% Contribution Rule. Withdrawals made during the first 10 years can utilise a tax offset (currently 30%) to compensate for tax paid by the Fund.	20
Regular savings plan	You can setup a regular savings plan from as little as \$60 per month subject to the 125% Contribution Rule with no limit on contributions in the first year. We offer a broad range of contribution methods (direct debit, BPAY® or cheque), including our automatic 125% saving plan.	25
Switching	You can easily switch between the four (4) investment options at any time as your circumstances or needs change, with a minimum of \$500 per investment option, without losing your tax-free status after 10 years. There are no switching fees.	26
Transfer of ownership	You can transfer ownership of your bond to any person, company or trust.	15
Nominated Beneficiary	As an investor and the life insured, you can nominate a beneficiary(s) for your bond to determine who receives all, or a portion, of your investment proceeds upon your death, tax-free; investment proceeds will be paid directly to your beneficiary(s) and not through your estate.	15
One-off withdrawals	You can withdraw a lump sum from your bond at any time. If withdrawn in the first ten (10) years then investment earnings can be assessable income for personal income tax purposes subject to a tax offset amount.	26
Regular withdrawals	You can setup a regular withdrawal, similar to an income stream, subject to maintaining a minimum of \$500 in your chosen investment option. The minimum withdrawal amount is \$100 per month or the equivalent over a different frequency period.	26
Fees	<p>There are no entry or exit fees.</p> <p>The Fund pays a management fee to Foresters Financial. The management fee at the time of this PDS for the Savings & Investment Capital Guaranteed Fund is 0.75% p.a.; and 1.60% p.a. for the Savings & Investment Balanced Fund, Savings & Investment Growth Fund, and Savings & Investment High Growth Fund.</p> <p>There are no switching fees when changing investment options, however you may incur transaction costs where applicable.</p>	29



Wealth Plus Investment Bond

Investing in Wealth Plus allows you to access the key features of an investment bond PLUS other benefits, such as responsible investment and enriching communities through impact investments and our community grants.

Wealth Plus has been designed to suit the needs of a wide-range of investors with some common examples highlighted below.

Looking for certainty with estate planning and wealth distribution	You can provide for future generations tax-free, with uncontested certainty and peace of mind. Naming your beneficiaries means there is no disputing your intentions and your investment will be distributed to your beneficiaries upon your passing without delay (see page 10).
Reducing and managing your tax more effectively	All earnings are taxed at the current tax rate of 30%. Any investment income paid to you on withdrawal is tax-free in your hands after 10 years when certain conditions are met (see page 20).
Alternative or complementary investment to superannuation	There are no limits on how much, and when, you can contribute, provided you meet the 125% Contribution Rule. You can access your funds at any time and investment income will be tax-free after 10 years when certain conditions are met (see page 11).
Create a tax effective income stream through regular withdrawals	There are no restrictions on when you start your regular withdrawals – including if you are intending to retire early and access to superannuation is not available. However, to take advantage of the tax benefits of Wealth Plus, a minimum investment term of 10 years is required, along with meeting the 125% Contribution Rule (see page 20).
Socially conscious investors looking for an alternative to a regular long-term savings account	For investors looking for alternatives to traditional long-term savings products, Wealth Plus allows you to maximise your savings goals knowing that a portion of your investments are invested in social impact areas as part of our Responsible Investment Policy. You will also be passively giving back to your community through a portion of our management fee received being donated to the Foresters Financial Community Grants Account (unit-linked options only).
Savings for a large expense	Saving for a big purchase (e.g. house, car, boat, caravan) or planning for that overseas holiday when you retire Wealth Plus provides you with an accelerated savings option through a regular savings plan, with the additional flexibility of accessing your funds at any time (see page 25).
Giving my children and/or grandchildren a head start	Wealth Plus gives your children/grandchildren a financial head start with a savings plan designed to allow for simple transfer of wealth to your children/grandchildren.





Investment Solutions

Estate Planning and Wealth Distribution

Wealth Plus allows you to nominate one or more beneficiaries (provided you are at least 16 years of age) to receive the investment proceeds from your bond in the unfortunate event of your death. The proceeds will be paid directly to your beneficiaries, tax-free, and not through your estate. This offers peace of mind by avoiding any unnecessary complications, such as not having a will, waiting for probate or a will dispute.

You can change or cancel your nomination at any time. Where a nominated beneficiary passes away before the Life Insured, the investment proceeds will be allocated to the remaining beneficiaries in the same weighted proportions. Where only one beneficiary has been nominated, if they predecease the Life Insured, the investment proceeds will pass to your estate.

Transfer of Ownership

As another way to distribute wealth, you can transfer ownership of your bond to any person, corporation or trust generally at any time. Upon transferring ownership of your bond, the new policy owner retains the 10 Year Tax Rule start date and will have full legal control of the bond. The Life Insured of the bond remains unchanged.

Your funds distributed
your way; no contests
or court disputes



Superannuation Top Up

Wealth Plus may be complementary or a suitable alternative to topping up your superannuation for long-term retirement savings.

Superannuation has a number of limitations that do not apply to an investment bond. Firstly, there are restrictions in place as to when you can access your superannuation. Secondly, there are limits on how much you can contribute or hold in balance before you are penalised with paying additional tax.

Wealth Plus does not have these limitations and can be a suitable tax-effective long-term investment. You can access your money at any time with no limits on your contributions (subject to the 125% Contribution Rule) and hold unlimited funds in your bond. Additionally, no contributions tax is payable on any of your contributions made into your investment bond and after holding your bond for at least 10 years, all withdrawals are tax-free.

Wealth Plus investment options are similar to your superannuation fund, allowing you to select an investment strategy to suit your individual needs.

And finally, all investment proceeds of Wealth Plus can be distributed to a wide range of nominated beneficiary(s), unlike superannuation.

Wealth Plus		Superannuation
Access to funds	✓ Anytime (tax-free after 10 years)	✗ Generally, not until you reach retirement age or your preservation age (up to 60 years)
Contribution cap (p.a.)	✓ None in the first year, then subject to the 125% Contribution Rule in subsequent years	✗ Concessional cap of \$25,000 p.a. and non-concessional cap of \$100,000 p.a. or your total superannuation balance cap
Contribution tax	✓ None	✗ Yes, 15% or 30% for higher income earners
Investment limit	✓ Unlimited	✗ \$1.6m lifetime balance on pension accounts (indexed)
Investment choice	✓ Yes	✓ Yes
Tax rate	✓ 30%	✓ up to 30%
Ability to transfer ownership	✓ Yes, with no capital gains tax or stamp duty payable	✗ No, except with an eligible reversionary pension
Estate planning	✓ Yes, nominated beneficiary(s) can be an individual or company and be elected just once or changed at any time	✗ Election of beneficiary needs to be reconfirmed every 3 years, beneficiary must be a dependant and the fund's trustee may still have discretion over distribution of the proceeds where you have put in place a non-binding death nomination

Tax effective Income Stream

After holding your bond for at least 10 years, you can setup regular withdrawals to receive a regular tax-free income stream. Setting up an income stream can be done at any age, unlike superannuation, and on a regular frequency of your choice; monthly, quarterly, six-monthly or annually. The minimum withdrawal amount is the equivalent of \$100 per month for each investment option, maintaining a minimum balance of \$500 in each investment option.

You can also set up regular withdrawals at any time, but if withdrawals are made without meeting the 125% Contribution Rule over 10 years, then there will be tax implications.

Responsible Investing

Foresters Financial believes investment decisions that take into account responsible investment criteria, such as ESG factors, will lead to better outcomes by generating sustainable, long-term returns. Through our investment decisions, Foresters Financial believes that we can play a role in influencing change towards a more sustainable financial market where companies approach to managing ESG risks should result in a more stable market, creating long-term success for companies who deal with these issues and ultimately long-term, sustainable returns for our members.

Our investment decisions take into account environmental, social and ethical considerations, but do not take into account labour standards, in investment decisions where these issues may have a negative impact on the investment risk or return. Neither Foresters Financial or its investment manager(s) has a formal policy in place to measure the performance or the performance of any underlying fund managers which may control investments into which the assets of the Fund may be invested.

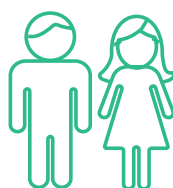
These fund managers will have their own policies on the extent to which labour standards, environmental, social or ethical considerations are taken into account when making investment decisions for their own funds. Foresters Financial will consider ESG factors when investing Fund assets into investments controlled by external fund managers.

ESG factors considered when investing include a broad set of issues including but not limited to:



Environmental

- Renewable energy
- Energy efficiency
- Carbon emissions
- Pollution (air, water and soil)
- Waste (hazardous material management and recycling)
- Climate change



Social

- Employee relations
- Diversity
- Inclusion
- Human rights / supply chain management
- Community relations



Governance

- Board composition and diversity
- Board and Executive remuneration
- Risk management
- Transparency
- Ethics (bribery and corruption)
- Culture

We will also use other responsible investment principles of company engagement to positively influence company behaviour, and negative screening to exclude direct investments in certain sectors, companies or practices based on ethical norms.

Foresters Financial will actively look to impact investments as part of the portfolio of investments with the intention of creating positive, measurable social and environmental impact as well as a comparable financial return for that asset class.

Community Grants

10 basis points (0.10%) of the management fee received from the unit-linked investment options is also donated to the Foresters Financial Community Grants Account which is specifically used to grant money to organisations that will create lasting positive social change within the communities in which we all belong. Contributions paid to the Community Grants Account are paid by Foresters Financial from the management fees earned from this Fund.

By investing in Wealth Plus your investments are helping create positive change in the communities in which we all belong



Who can invest?

Wealth Plus can be taken out by an individual or in joint names, a child aged between 10 and under 16 years old (with parental or guardian permission), a company or a trust.

Policy Owner

The legal owner(s) of the bond are the:

- Investor;
- Joint Investors – the ownership of the bond transfers to the surviving Investor on the death of the first Joint Investor;
- child aged between 10 and under 16 years old;
- Company; or
- Trust.

Investor or Joint Investors

An individual aged 16 years or over as an Investor, or two individuals as Joint Investors can take out an investment bond.

An Investor or Joint Investors can select a Life Insured, otherwise the Investor or Joint Investors will default as the Life Insured(s). If the Investor or Joint Investors are also the Life Insured(s), then the Investor or Joint Investors can also nominate a beneficiary(s).

In the case of Joint Investors, upon the death of the first Joint Investor, the bond transfers to the surviving Joint Investor and they become entitled to the full investment proceeds, unless a beneficiary(s) has been nominated. The bond matures on the death of the last surviving Joint Investor, or in the case of a different Life Insured, upon the death of the Life Insured.

Child

A child aged between 10 and under 16 years old is able to take out a bond in their name with parental or guardian consent. A child who is a policy owner is not allowed to make investment decisions of ownership, even with parental or guardian consent, which includes switching, nominations or transfer of ownership.

Company or Trust

A company or trust may invest in Wealth Plus under its legal name. The bond will require a Life Insured person to be named on the bond.



Other Roles

Life Insured

A Life Insured is the person named on the bond whose life is insured. An Investor or Joint Investors can nominate a Life Insured, which can be a different person to the Investor or Joint Investors. If a Life Insured is not nominated, then the Investor or Joint Investors will be the Life Insured(s).

Upon the death of the Life Insured, the insured event, the bond will mature and the investment proceeds will be distributed to either the nominated beneficiary(s), or if no beneficiary(s) has been nominated, then to the policy owner or their estate (if they are also the Life Insured). Investment proceeds are not considered assessable income upon the death of the Life Insured regardless of how long the bond has been held.

Joint policy owners may only effect a nomination where they are both named as a Life Insured on their bond.

The Life Insured person(s) does not have to be a relative or dependant and cannot be changed once they have been nominated, although you can add another Life Insured person to the bond.

Nominated Beneficiary

A nominated beneficiary(s) on the bond will receive the investment proceeds upon the death of the Life Insured in the proportions nominated by the policy owner. More than one beneficiary may be nominated on a bond. In the case where there is more than one beneficiary, the policy owner may specify the portion of the investment proceeds they will receive. If no portion is nominated, then the proceeds will be distributed evenly between the beneficiaries.

You can nominate one or more beneficiaries who will automatically receive the tax-free proceeds of the investment on bond maturity and a beneficiary can be nominated or changed at any time.

If no beneficiary is nominated or a nominated beneficiary predeceases the Life Insured, then the investment proceeds will be distributed to the policy owner or their estate, following the death of the Life Insured.

If the policy owner and the Life Insured are different persons, you cannot nominate a beneficiary(s). Only when the policy owner and the Life Insured are the same can you nominate a beneficiary(s).

A beneficiary may be a person, trust or charitable organisation.

A child who is under 16 years of age cannot nominate a beneficiary.

Transfer of ownership

You may transfer your bond to any individual, child aged between 10 and under 16 years old (with the signed consent of their parent or guardian), a company or trust. By transferring ownership, you will be passing on all ownership rights to the transferee, including the benefit of the 10 Year Tax Rule. Transferring ownership does not result in a tax event as long as there was no payment made for the transfer.

Once your transfer is registered by Foresters Financial, you no longer have any control over the bond or entitlement to its proceeds, however you will remain a member of Foresters Financial.

Please note that the Life Insured does not change when you transfer your bond to a new owner and transferring a bond may have pension implications, so it is recommended that independent professional advice be obtained before making a decision to transfer your bond.



Investment options

Investing in Wealth Plus gives you the flexibility to choose a range of investment options that provide different investment mixes to suit your investment needs. Investing in one or more of the four (4) investment options, you become a member of the underlying fund for each investment option.

Our four investment options are managed by our investment manager(s). You can invest in one, all, or a combination of the four investment options, with a range of risk profiles to suit your risk tolerance and investment needs. The four investment options are:

1. **Capital Guaranteed Option;**
2. **Balanced Option;**
3. **Growth Option; and**
4. **High Growth Option.**

You can switch between these investment options at any time subject to the minimum transaction amount and maintaining a minimum balance in each option. Switching, allows you to tailor the underlying investment of Wealth Plus between investment options and has the same effect as moving from one fund to another fund, each representing one of the four investment options.

Objective

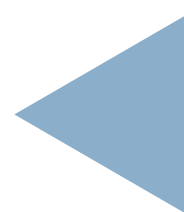
All monies invested into Wealth Plus are held in the Flexible Insurance Funds. The objective of these funds is to provide investors with competitive returns by investing in Authorised Investments as stipulated by the Benefit Fund Rules and in accordance with the Investment Strategy for each fund.

The approved investment ranges are monitored in accordance with the Allowable Ranges and Foresters Financials Responsible Investment Policy, which are managed by our Investment Manager(s).

You should consider all investment risks and your risk tolerance before investing. We recommend you speak with a financial adviser if you are uncertain how each option relates to your risk level and individual circumstances.

Asset Allocation Ranges per Investment Option

The four investment options provide a range of investments and related investment risks which allow you to select an option to match your risk tolerance. The default investment option is the Capital Guaranteed Option which will be automatically selected should you not indicate an investment option preference when applying. It is important to remember that each option has a minimum investment amount of \$500.



Capital Guaranteed Option

Risk Level



Investment Strategy

The investment strategy of this capital guaranteed investment option is to invest in a diverse range of mainly cash and fixed interest assets with a low risk profile in order to provide a stable and consistent return to guarantee the capital.

Type of Investment or Category	Allowable Range	
	Minimum	Maximum
Fixed Interest Investments	0%	95%
Cash Investments	0%	100%
Mortgage Backed Investments	0%	5%
Mortgages and Advances	0%	10%

Balanced Option

Risk Level



Investment Strategy

The investment strategy for this unit-linked investment option is to invest in a diverse range of defensive and growth assets with a low to medium risk profile. The investment objective is to return CPI +2% over the long-term with an allocation of growth assets (40%) and weighted towards defensive assets (60%).

Type of Investment or Category	Allowable Range	
	Minimum	Maximum
Defensive Assets		
Cash Investments	0%	60%
Fixed Interest Investments	20%	60%
Total Defensive Assets	40%	60%
Growth Assets		
Equity	20%	50%
Property	0%	20%
Alternatives	0%	10%
Total Growth Assets	40%	60%

Growth Option

Risk Level



Investment Strategy

The investment strategy for this unit-linked investment option is to invest in a diverse range of defensive and growth assets with a medium to high risk profile. The investment objective is to return CPI +3% over the long-term with an allocation to defensive assets (40%) and weighted towards growth assets (60%).

Type of Investment or Category	Allowable Range	
	Minimum	Maximum
Defensive Assets		
Cash Investments	0%	40%
Fixed Interest Investments	10%	40%
Total Defensive Assets	20%	40%
Growth Assets		
Equity	30%	70%
Property	0%	30%
Alternatives	0%	15%
Total Growth Assets	60%	80%



High Growth Option

Risk Level



Investment Strategy

The investment strategy for this unit-linked investment option is to invest in a diverse range of defensive and growth assets with a high-risk profile. The investment objective is to return CPI +4% over the long-term with an allocation to defensive assets (20%) and weighted towards growth assets (80%).

Type of Investment or Category	Allowable Range	
	Minimum	Maximum
Defensive Assets		
Cash Investments	0%	20%
Fixed Interest Investments	0%	20%
Total Defensive Assets	0%	20%
Growth Assets		
Equity	50%	90%
Property	0%	30%
Alternatives	0%	20%
Total Growth Assets	80%	100%

Current Investment Information

You can obtain up-to-date investment information, including the asset allocation and historical bonus rates of the Fund, by visiting Foresters Financial's website www.forestersfinancial.com.au or by calling us on **1800 773 427** (free call).

Past investment returns are for information purposes only and should not be taken as a guide to future fund performance.

Tax Considerations

Withdrawals

Investment proceeds received as a result of death, disability or illness of the nominated Life Insured, or unforeseen serious financial difficulties experienced by the investor, are not assessable to the recipient regardless of how long they have been invested.

Withdrawals after 10 years

As a tax paid investment, Foresters Financial pays tax on your investment at our Business tax rate (currently 30%) so you can invest and build wealth in a tax effective manner, without increasing or adding to your personal income tax liability.

This means you will not need to pay personal income tax or capital gains tax on your earnings or withdrawals if you keep Wealth Plus for at least 10 years and the 125% Contribution Rule is met. You do not need to record investment earnings in your personal income tax return whilst you are invested in the fund.

After Wealth Plus is held for 10 years, there is no tax payable on past or future investment earnings or on withdrawals from the Fund.

Withdrawals before 10 years

If you make a withdrawal (partial or full) within the first 10 years of your bond, you will need to include the income portion of your withdrawal as assessable income for that year. The diagram below explains how the assessable income is determined. You will also receive a tax offset calculated on your assessable amount (currently at 30%). The portion of tax payable on your assessable income related to your withdrawal will therefore be the difference between your personal marginal tax rate and the tax offset rate (30%).

Your annual statement will detail any withdrawals made throughout the financial year and amounts that are classified as income that you may need to report. If any withdrawals are made, the Wealth Plus owner's personal assessable income is subject to the following:



Within 8 years

You will pay tax on 100% of your investment earnings at your personal marginal tax rate less a tax offset amount of 30%²



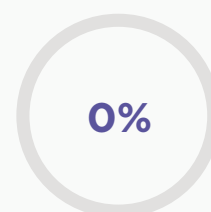
In Year 9

You will pay tax on 2/3's of your investment earnings at your personal marginal tax rate less a tax offset amount of 30%²



In Year 10

You will pay tax on 1/3 of your investment earnings at your personal marginal tax rate less a tax offset amount of 30%²



After Year 10

No personal income tax is applicable

Tax Offset example

If your personal marginal tax rate is 47%, you will only pay tax calculated as the difference between your marginal tax rate and the tax offset rate, being 30%. Any assessable income in this example would therefore be taxed at 17% (47% - 30%).

² If your income tax rate is less than the Fund's income tax offset this will provide a tax credit which may be applied against income tax payable on other assessable income in that year. We recommend seeking professional advice regarding your individual circumstances and whether the investment option(s) are appropriate for you.

Tax benefits

Children

If a child under the age of 18 years owns a bond, they may be subject to the higher income tax rate (currently up to 66%). As Foresters Financial pays tax at our Business tax rate (currently 30%), the child does not need to declare the income from their bond on their personal tax return.

Family or discretionary trust

A family or discretionary trust can reduce or negate the amount of distributable income of the trust if the trust invests in an investment bond. As an investment bond does not distribute taxable income whilst monies remain invested in the investment bond, then the trust will not have to distribute income to its beneficiaries. On the passing of the Life Insured, the proceeds of the investment bond will be distributed tax-free to the beneficiaries.

Goods & Services Tax (GST)

GST was introduced on 1 July 2000. The GST will not apply to investments made in, or benefits paid by, the Fund or to any investment fees charged to the policy owner by Foresters Financial. However, Foresters Financial will incur GST on its own costs and this may result in an increase in the annual management fee currently charged.

Capital Gains Tax (CGT)

No CGT is incurred for switching investment options, rebalancing your investment or upon withdrawal after 10 years if the 125% Contribution Rule is met.

Tax File Number (TFN)

Your investment is not subject to TFN quotation rules. You may be required to supply an Australian Business Number (ABN) if required under the *Anti-Money Laundering and Counter Terrorism Financing Act 2006 (AML/CTF Act)*.

Social Security

Your investment in Wealth Plus is treated as a financial asset for the purposes of the social security asset test calculations and deeming under the income test.

The taxation information contained in this PDS reflects a general understanding of existing and proposed tax rules which are relevant to your bond. As with any individual investment decision, we recommend investors obtain independent professional financial and/or tax advice prior to investing in Wealth Plus.

Investment Risks

It is important to understand that all investments have some level of risk. Before choosing an investment option, you must consider their suitability against your personal risk tolerances and investment needs.

You should take into account the level of risk that you are willing to take in exchange for the investment return you would like to achieve; the greater the risk, generally the greater the investment return. Seeking independent professional financial advice will assist you to formulate a strategy to manage the risks of your investment.

Specific Risks

Specific risks relating to your investment will depend on the underlying assets and volatility of those assets in each Fund of the investment options. Investment performance and the ability to declare a bonus on the Capital Guaranteed Option is not guaranteed.

Specific risks that relate to investing include:

Market risk is the possibility that investment option earnings and market value may suffer due to factors that impact the overall performance of financial markets in which they are invested. This can include material changes to interest rates, recessions, natural disasters, pandemics and political turmoil.

Credit risk is the risk that a counterparty will fail to perform its contractual obligations resulting in an investment loss.

Liquidity risk is the risk that the Fund may experience difficulty in meeting its commitments associated with the payment of redemptions and fund expenses.

Inflation risk is the risk that inflation will undermine an investment's returns through the possibility that the cash flows from an investment won't be worth as much in the future due to a decline in purchasing power.

Investment Manager risk is the risk that the Investment Manager will not meet the expectations set under an Investment Management Agreement with Foresters Financial which may result in under-performance of the Fund in not meeting its investment objective.

Specific Asset Risks

Security specific risk is the possibility that Fund earnings may suffer due to factors that impact the performance of an individual company, industry or sector in which they are invested. This can include poor business performance, competition or industry regulatory changes, including changes to the taxation treatment of the Fund.

Cash assets whilst usually stable, have a risk of low-returns relative to a low Reserve Bank of Australia (RBA) cash rate.

Fixed Interest assets have credit risk in that the issuer of the asset may default in the repayment of principal or interest or both. Any change in interest rates may also impact the value of the asset.

Mortgage Backed Investments have interest rate risk where a change in interest rates may adversely affect the value of the asset.

Mortgages and Advances have default risks in the repayment of principal or interest or both by the borrower. These assets also have interest rate risk where a change in interest rates may adversely affect the value of the asset.

Equities have risks that may affect the share price, which include economic conditions, poor management, adverse economic conditions, adverse market sentiment, and currency risk.

Property has risks that may adversely affect its value, which include adverse economic

conditions, poor asset management, high vacancy rates, and tenant defaults.

Alternatives have liquidity risks due to their nature of not being easily tradable, as well as failure of projects that may result in loss of investment.

Whilst it is not possible to eliminate all investment risks, we seek to minimise and manage investment risk through the appointment of an experienced investment manager(s) whose investment mandate is to invest and manage the portfolio on behalf of Foresters Financial only in authorised investments and in accordance with an approved investment policy.

Foresters Financial's Investment Committee meets regularly to assess the Fund's investments against its investment and selection guidelines and reports to the company's Board.

Other Risks

Taxation risk is the risk that changes to tax laws may affect the tax treatment of your investment or of the Fund's taxation obligations.

Regulatory risk is the risk that changes to legislation or regulations may materially impact either Foresters Financial and/or the Fund.

Your investment

Your application

Upon receipt of a valid application for an initial investment in the capital guaranteed investment option, your money will be invested with effect from the date of receipt. For unit-linked investment options (Balanced, Growth and High Growth), your money will be held in trust until it is invested using the unit price at the close of business of the last business day of the month in which your money is received. The processing of a unitised investment transaction may take up to five business days from the valuation date.

As part of your application process you will need to supply identification documents. Please see further information about our Anti-Money Laundering and Counter Terrorism Financing obligations on page 31.

Foresters Financial may, at its discretion, reject or defer any application for initial investment. If we reject or defer any application for initial investment, we will notify you in writing and refund your investment amount.

Low initial investment

We want Wealth Plus to be accessible to all, which is why we have a low minimum investment amount of \$500 along with any subsequent contributions of only \$60 per month. There is also no maximum limit to the initial investment amount.

By keeping the entry amount low, we are making it easier for people to access the benefits of Wealth Plus. Application step-by-step instructions are found on page 35. After your initial investment, you can make additional contributions, with contributions in your second bond year and beyond subject to the 125% Contribution Rule.



Savings plans

Regular Savings

Additional investments can be made at any time to your investment. A regular savings plan is a convenient way to top-up your investment.

A regular savings plan allows you to make regular contributions via direct debit on a fortnightly, monthly, quarterly, half-yearly or annual basis to continue to grow your investment year on year within your means.

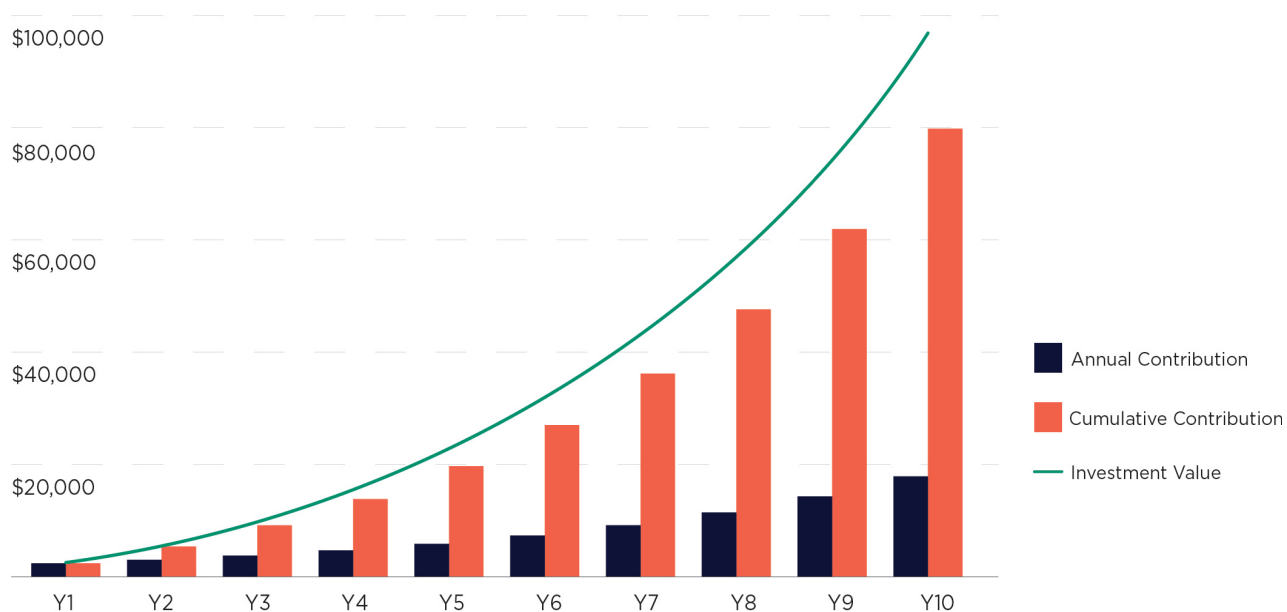
The minimum regular savings plan contribution is the equivalent of \$60 a month (subject to the 125% Contribution Rule). Funds will be automatically debited from your nominated account at the frequency you choose.

Unlike superannuation contribution caps, Wealth Plus has no limit on how much you can invest in the first year, or in subsequent years provided you follow the 125% Contribution Rule.

125% Savings Plan

When applying to invest in Wealth Plus, you can elect to participate in the 125% Savings Plan which establishes an automatic savings plan where your regular contributions will increase automatically by 125% on the anniversary of each bond year to maximise your contributions and the tax effectiveness of your investment. You will be able to stop the 125% Savings Plan at any time by notifying Foresters Financial in writing.

The following illustrative example demonstrates starting off with a \$200 monthly contribution to your Bond in the first year and then using our 125% Savings Plan where your contributions increase by 125% automatically each year to maximise the 125% Contribution Rule benefits. The first year's contributions are \$2,400 (\$200 x 12 months), the second year using the 125% Savings Plan are \$3,000 (\$200 x 125% x 12 months), and so on.



This example assumes a 5% annual return year on year net of fees and is for illustrative purposes only and does not in any way guarantee that this assumed annual return is achievable and is subject to the risks outlined in this PDS. The actual Fund performance may vary from year to year and may be negative.

Switching

You can transfer your investment between any of the Fund's four (4) investment options at any time by completing a switching form. A minimum switch of \$500 per investment option applies and you may incur investing transaction costs each time you switch options. When switching between investment options, you must continue to maintain a minimum balance of \$500 in the existing investment option if you wish to retain an investment in that option.

For the unit-linked investment options, the unit price that applies at the time your switching application is processed is discussed further on page 28.

If you wish to switch between your investment options, please complete a switching form found on the Foresters Financial website

www.forestersfinancial.com.au

and send it to:

Foresters Financial
Reply Paid 92096
Melbourne VIC 3004

or via email:

service@forestersfinancial.com.au

Default Investment Option

If you do not select an investment option(s) when submitting your application, you will be invested in the default investment – the Capital Guaranteed Option.

Capital Guarantee

We offer a capital guarantee only for the Capital Guaranteed Option. This ensures that all your contributions (less fees and duties payable) and declared bonuses are guaranteed to be paid on full surrender or maturity no matter how the investment market is performing.

This guarantee is supported by a conservative investment policy which is monitored closely by Foresters Financial and its Actuary, along with capital management and reserves in the Savings & Investment

Capital Guaranteed Fund and in Foresters Financial's own management fund.

Contribution methods

You can make contributions to your bond in either a lump sum, regular payments or a combination of the two. Lump sum payments can be made via BPAY, EFT or cheque with a minimum of \$500. Regular payments can be setup under our regular savings plan.

One-off Withdrawals

You can withdraw some or all of your investment whenever you choose by sending a completed withdrawal form, available on our website, to Foresters Financial. Your withdrawal will be processed and the funds credited to your nominated bank, building society or credit union account (in normal circumstances within five (5) business days of receipt of your request).

For a full surrender or maturity of your Capital Guaranteed Option the benefit is calculated by adding:

- the value of your bond (comprising all contributions less any partial surrenders, net of fees and any stamp duty payable); and
- any bonuses declared and applied to the bond¹.

For a full surrender or maturity of your Balanced, Growth or High Growth Options, the benefit is calculated by multiplying the number of units held by the current unit price.

Regular Withdrawals

You can setup a regular withdrawal from your bond to occur at a frequency selected by the policy owner. The minimum withdrawal amount is the equivalent of \$100 per month (e.g. if you wish to have a regular quarterly withdrawal the minimum withdrawal is \$300).

¹ If you withdraw the funds in full, you will receive the interim bonus, if declared, for the number of completed days since the start of that financial year. The interim bonus is not guaranteed and is declared based on the recommendation of Foresters Financial's Actuary and approved by the Board of Directors.

If you satisfy the 125% Contribution Rule, after 10 years your regular withdrawals will be tax-free.

You can setup a regular withdrawal by sending a completed withdrawal form, available on our website, to Foresters Financial.

Access to your money

Wealth Plus offers flexibility to allow you to withdraw your money however you choose.

- After 10 years, you can set up regular tax-free withdrawals to provide an ongoing income stream (subject to maintaining a minimum balance of \$500);
- You can also set up regular withdrawals at anytime - if made within the first 10 years there will be tax implications; or
- You can withdraw your bond balance in full or partially withdraw (subject to maintaining a minimum balance of \$500) at any time.

NOTE: There are tax implications for withdrawals made within the first 10 years (please refer to page 20).

If you wish to withdraw your money at any time, please complete a withdrawal form found on the Foresters Financial website www.forestersfinancial.com.au and send it to:

Foresters Financial
Reply Paid 92096
Melbourne VIC 3004

or via email:

service@forestersfinancial.com.au

Cooling off period

You are entitled to request in writing the cancellation of Wealth Plus within thirty (30) days of receipt of confirmation of your bond.

If you change your mind for any reason, simply provide written notice of your intention to cancel your Wealth Plus investment and return your Certificate of Membership within thirty (30) days from the

date of issue or such other period permitted by relevant legislation. Foresters Financial will then refund all money contributed (subject to any applicable local State or Territory laws) less any fees, taxes and applicable stamp duty, after adjustment for any movement in the value of your unit-linked investment options. The cooling off period does not apply to applications related to contributions, switching, savings plans, or after exercising rights or for wholesale, sophisticated or professional investors.

Term

When applying to invest in the Fund, you may nominate the investment term for your bond. The minimum term is ten (10) years to a maximum of forty (40) years. Your default investment term is forty (40) years unless specified. This investment term can be changed at any time. Upon reaching the nominated term, your bond will mature and become payable. We will write to you before you reach your investment term and seek your instruction to either pay out your investment proceeds or extend the investment term for a further 12 months. If no instruction is received, your investment term will automatically be extended for a further 12 months.



Unit Pricing

Foresters Financial calculates unit prices in accordance with the valuation and unit pricing methodology prescribed in our approved Unit Pricing & Discretions Policy.

Unit pricing does not apply to the Savings & Investment Capital Guaranteed Fund.

For our investment options; the Balanced, Growth and High Growth investment options, a unit price is calculated by dividing the fund's net asset value by the number of units on issue.

Unit prices are usually calculated monthly but may be calculated more or less frequently.

Unit prices are calculated at the close of business of the last day of the current month (the valuation date). Transaction costs, known as buy/sell spreads, will be added to buy prices and deducted from withdrawal prices.

Foresters Financial reserves the right to exercise discretions under its Unit Pricing & Discretions Policy. Discretions will be exercised equitably wherever possible. A copy of the Unit Pricing & Discretions Policy can be obtained by calling Foresters Financial.

Processing your application

Your application will be processed using the unit price calculated as at the valuation date, if it is received by the close of business of the valuation date. An application request received after the cut off time will be processed utilising the next available unit price. Applications may take up to seven (7) business days to finalise.

Cleared funds for a contribution transaction must be received by the cut-off time, otherwise your application will be processed with the next available unit price.

In accordance with our Unit Pricing & Discretions Policy, Foresters Financial may suspend unit pricing or switching between investments for up to 14 days in circumstances where the operation of financial markets are disrupted or due to other considerations outside of our control. This may affect or delay the processing of your application request.

Current Unit Prices

To obtain current unit prices you can visit Foresters Financial's website www.forestersfinancial.com.au or call us on 1800 773 427.

Fees and other costs

The table below shows fees and other costs that you may be charged.

These fees and other costs may be deducted from your account balance, the returns on your investment or Wealth Plus assets as a whole. You should read all the information about fees and costs because it is important to understand their impact on your investment.

Type of fee or cost	Amount	How and when paid
Transaction Costs		
<i>Establishment Fee</i> The fee to set up your initial investment	Nil	Not applicable
<i>Contribution Fee</i> The fee on each amount contributed to your investment	Nil	Not applicable
<i>Withdrawal Fee</i> The fee for each withdrawal you make	Nil	Not applicable
<i>Termination Fee</i> The fee when you finally close your account	Nil	Not applicable
<i>Switching Fee¹</i> The fee for changing investment options	Nil	Not applicable
Management Costs		
<i>Management Fee</i> To cover the cost of administering the Fund. The Management Fee may vary from time to time in accordance with the Rules of the Benefit Fund.	0.75%	Annual fee of 0.75% charged on the average balance of the Savings & Investment Capital Guaranteed Fund's gross assets.
	1.60%	Annual fee of 1.60% charged on the average balance of the Savings & Investment Balance Fund; Savings & Investment Growth Fund; and Savings & Investment High Growth Fund gross assets plus a further 0.1% is charged on the average balance of these Fund's gross assets to contribute to the Foresters Financial Community Grants Account whose sole purpose is to provide grants to Australian based charities that create lasting positive social change. The Management Fee is calculated and deducted on a monthly basis and is inclusive of GST less any input tax credits (including approximate reduced input tax credits) that we in the underlying investment options may be entitled to claim.

¹ You may incur transaction costs (buy/sell spread) which will be taken into account in the entry and exit price.

Example for illustration purposes

The following table is an example of annual fees and costs for a \$10,000 initial investment in the Balanced investment option with a contribution of \$5,000 made after 6 months. This is for illustrative purposes only.

Fee	%	Amount	How and when paid
Contribution			
Fee The fee on each amount contributed to your investment	Nil	\$0	For any amounts you contribute you will be charged \$0.
Management			
Fee The fee on each amount contributed to your investment	1.6%	\$160 <i>(\$10,000 x 1.60%)</i>	For every \$10,000 you have in the Balanced investment option you will be charged \$160.
		\$40 <i>(\$5,000 x 1.6% x 6 months/12 months)</i>	The contribution of \$5,000 made after 6 months will be charge \$40.
Total Fees		\$200	

Stamp Duty

Depending on the Australian State you are resident in, stamp duty may be payable on the initial investment amount in Wealth Plus. Additional contributions do not attract stamp duty. If stamp duty is payable it will be deducted from your initial investment amount and reflected in your unit price where applicable.

Dishonour Fee

We currently do not charge dishonour fees when we are unable to process direct debit transactions or deposit cheques due to cancellations or insufficient funds. However, we may choose to deduct dishonour fees from your account in the future.

Buy/Sell Spread

Transaction costs, known as buy/sell spreads, will be added to buy prices and deducted from withdrawal prices.

Financial Advisor Service Fees

Foresters Financial does not currently offer this product through financial advisors. If you wish to pay your financial advisor a service fee, you will need to do so directly. These are not fees associated with Foresters Financial and we recommend you speak to your financial advisor. This does not preclude Foresters Financial from offering this product through financial advisors in the future.

Fee Changes

Foresters Financial may increase its fees to the maximum allowed in the Fund Rules, provided it gives policy owners ninety (90) days' notice in writing of the change.

Other Information

Keeping you Informed

As a Fund member, upon your application being accepted, Foresters Financial will issue a confirmation letter and Certificate of Membership of the Fund directly to you in acknowledgement of your membership of Foresters Financial and your initial investment, outlining its terms and conditions.

Foresters Financial will keep you up-to-date with any relevant changes that may materially or adversely affect your investment via our website www.foresterfinancial.com.au.

Annual Statements

We will send you an annual statement, detailing your investment balance and transactions as at 30 June. If any withdrawals are made during the first ten (10) years then we will detail any amounts that may need to be declared as income to the Australian Taxation Office.

Anti-Money Laundering and Counter Terrorism Financing

Foresters Financial is bound by the *Anti-Money Laundering and Counter Terrorism Financing Act 2006 (AML/CTF Act)* and therefore may require you to produce proof of identification in certain circumstances. The type of identification will depend on the type of investor you are.

If we have not verified your identity previously as an investor, you will need to provide the identification documentation specified on the application form. Please ensure you attach certified copies of your documentation.

If we are unable to verify your identity, we reserve the right to delay your application until we are satisfied that we have verified your identity or reject your application if we cannot satisfactorily verify your identity.

Your Personal Information

Foresters Financial collects personal information you provide in response to the forms in this PDS or through any subsequent correspondence or communication. The information is collected for the primary purpose of Foresters Financial issuing our products to you (including assessing your application and identifying you).

There are also a number of related purposes for which your personal information will be collected, including processing of your application, the administration and managing of your investment in the Flexible Insurance Funds to effectively provide our services and compliance with Australian taxation laws, the *Life Insurance Act 1995* (Cth) and other laws and regulations. If you do not provide Foresters Financial with your personal information, we may not be able to process your application, administer or manage your investment or tell you about other opportunities in which you may be interested. Your information may also be used in connection with the purpose for which it is collected. Foresters Financial may also use your information to forward to you, from time to time, details of other opportunities offered by Foresters Financial in which you may be interested.

You can let Foresters Financial know if you do not want to receive details of other investment opportunities by ticking the box on the Application Form or by contacting us.

Subject to the *Privacy Act 1988* (Cth), you are entitled to request access to the information that you provide to Foresters Financial. If you have a privacy query, concern or complaint in respect of any investment made please contact:



The Privacy Officer

Postal Address:

PO Box 7702
Melbourne VIC 3004

Telephone:

1800 773 427 (free call)

If we are unable to address your query, concern or complaint to your satisfaction, you may contact the Privacy Commissioner at:

Office of the Australian Information Commissioner

Postal Address:

GPO Box 5218
Sydney NSW 2001

Telephone:

1300 363 992 (free call)

The information that an investor provides to Foresters Financial may be disclosed to certain organisations. The types of organisations or persons to whom Foresters Financial usually discloses the information provided by investors includes:

- the Australian Taxation Office and other government or regulatory bodies;
- your adviser or adviser dealer group, their service providers and any joint holder of your investment (if any);
- organisations involved in providing services to Foresters Financial, such as any third-party service provider engaged by Foresters Financial to provide administration, investment management, technology, auditing, mailing or printing services; and
- anyone where you have consented to such disclosure as required or authorised by law.

You should notify us immediately if any of your personal information held by us changes.

If you would like to read our Privacy Policy, a copy is available on our website www.forestersfinancial.com.au/privacy or can be obtained by contacting our Privacy Officer.

Dispute Resolution

Foresters Financial is committed to providing a great range of products and services to our members. Please talk to us using the details set out below if at any time we have not satisfied your expectations. Most times we will be able to resolve your concerns upon initial contact.

Foresters Financial

Postal Address:

PO Box 7702
Melbourne VIC 3004

Telephone: 1800 773 427 (free call)

Email: service@forestersfinancial.com.au

Website: forestersfinancial.com.au

If we are unable to resolve your concern, please ask to speak to our Customer Resolution Leader who will register your complaint and conduct an initial review of the matter and provide a recommendation to you. Our dispute resolution procedure is free of charge to you. If your issue cannot be resolved directly between you and Foresters Financial, then you may refer your issue to the Australian Financial Complaints Authority (AFCA). AFCA provides fair and independent financial service complaint resolution that is free to consumers. Their details are:

AFCA

In writing to:

GPO Box 3, Melbourne VIC 3001

Telephone:

1800 931 678 (free call)

Email:

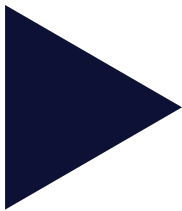
info@afca.org.au

Website:

www.afca.org.au

Direct Debit

Paying money into your bond can be done by direct debit from your nominated account. When completing an application form or a savings plan form, you can select direct debit to pay either one-off or regular payments into your bond. The frequency of your direct debit can be fortnightly, monthly, quarterly, half-yearly or annually. A direct debit agreement forms part of your application or savings plan request which outlines the terms and conditions of this arrangement.





Foresters Financial

Foresters Financial issues Wealth Plus and is responsible for all administration, promotion and management of the Fund.

Foresters Financial is incorporated under the *Corporations Act 2001* (Cth) as a public company limited by shares and guarantee and is regulated by ASIC under the provisions of the *Corporations Act 2001* (Cth). It is registered under the *Life Insurance Act 1995* (Cth) as a Friendly Society Life Insurance Company and is regulated by APRA.

Under the *Corporations Act 2001* (Cth), members of Foresters Financial are bound by the terms of its Constitution and are required to guarantee that in the event of the company being wound up and unable to meet its liabilities, they will contribute an amount not exceeding \$1. Other than in relation to the guarantee, no member is under any personal liability to the company's creditors as a member of the company.

Members have an interest in the assets of the relevant Investment Option in which they have invested.

For the three Investment Options, a member's interest is to the extent of their unit holding, however, a unit holding does not confer any specific interest in any part of the assets or any authorised investment of the relevant Investment Option. At any given time, all units in an Investment Option are of equal value. For the Capital Guaranteed Fund, members have an interest in the Fund to the extent of their contributions and accumulated bonuses, however, such interest does not confer any specific interest in any part of the assets or any authorised investment of the Fund.

Foresters Financial operates under strict government regulations covering friendly society life insurance companies. The investment of members' money is subject to rigorous independent actuarial valuation and audit certification.



The Constitution and the Fund Rules

In accordance with Foresters Financial's Constitution and the Fund rules, the assets of

each fund maintained by Foresters Financial are kept separate and distinct from other funds and assets. Once your application has been accepted and processed, you will become a member of the Fund and Foresters Financial. Your membership is subject to the rights and obligations set out in the Constitution, including your right to attend and vote at General Meetings. The Constitution also incorporates the Fund rules which sets out your benefits and the operational aspects of your membership of the Fund. The Fund rules operate as a contract between you and Foresters Financial.

Foresters Financial may amend the Fund rules by a special resolution of members. In limited circumstances, the company's Board can amend the Fund rules with the consent of its prudential regulator, APRA. Additionally, Foresters Financial can close the Fund to new investments or in certain circumstances, make application to APRA to terminate the Fund. The statements in this PDS give only a summary of the provisions of Foresters Financial's Constitution and the Fund rules.

Members may inspect a copy of the Constitution and the Fund rules at the registered office of Foresters Financial any time between 9am and 5pm Monday to Friday (except Victorian Public Holidays).

Disclosure of Interest

No Director of Foresters Financial, or any expert, has any interest in respect of the assets of the Fund or benefits of the Fund to which this PDS relates and in respect of which an entitlement, other than an entitlement on the same terms and conditions available to other members of the Fund, is available.

RSM Australia Partners, Brett & Watson Pty Ltd, TurksLegal and Pitcher Partners Investment Services Pty Ltd receive professional fees in respect of audit, actuarial, legal and investment services and advice provided in relation to the Fund respectively.





Consultants to Foresters Financial

Auditor

RSM Australia Partners
ABN 36 965 185 036

Actuary

Brett & Watson Pty Ltd
ABN 65 060 568 676

Lawyers

TurksLegal
ABN 50 150 169 411

Investment Manager

Pitcher Partners Investment
Services Pty Ltd
ABN 24 052 941 036

RSM Australia Partners, Brett & Watson Pty Ltd, TurksLegal and Pitcher Partners Investment Services Pty Ltd have each given and have not before the date of this PDS withdrawn, their consent to be named in this PDS. They are not responsible for the contents of and accept no liability in respect of this PDS, nor have they authorised or caused the issue of this PDS.

How to Switch

Please ensure that you have the following items available prior to starting the Switching Form

- Your current member and policy number
- If acting as a power of attorney, please provide a certified copy along with the form if it hasn't already been provided to Foresters Financial.

Step 1:

Ensure you have downloaded, read and understood the PDS, fees and charges

The latest copy of the PDS can be found at www.forestersfinancial.com.au/products/wealth-plus-investment-bond/

We recommend seeking professional advice regarding your individual circumstances and whether the investment option(s) are appropriate for you.

Step 2:

Complete and submit your Switching Form

Switching your Wealth Plus investment options can be made by completing the Switching Form found at www.forestersfinancial.com.au/products/wealth-plus-investment-bond/

Below is summary of the key steps for your consideration.

Define your goal and risk appetite	Select the Investment Option(s) that suit your goals and risk profile	Set your investment contribution(s) preference (if required)
<p>Think about your desired financial goal and the level of risk you are willing to accept.</p> <p>We recommend speaking with a financial professional about what is best for your personal circumstances.</p>	<ol style="list-style-type: none">1. Capital Guaranteed <i>[your current option]</i>2. Balanced Investment Option3. Growth Investment Option4. High Growth Investment Option	<ol style="list-style-type: none">1. Single lump sum initial investment: A once-off payment with a minimum initial investment of \$500 (uncapped).2. Regular Saving Plan: A minimum regular contribution of \$60 per month, or more, for one or more of your investment options, payable at your preferred frequency.3. 125% Saving Plan: An annual contribution automatically set up to ensure you maximise your investment to contribute up to your 125% allowable limit.

Please note: Investment option switch requests will be processed using the unit price as at the close of business of the last day of the month in which it is received.

Foresters Financial Limited is a registered company under the *Corporations Act 2001* (Cth).

The company is a public company limited by shares and guarantee.
Registered Business Name: Foresters Financial Limited

Registered office and principal place of business is:
Level 4, 417 St Kilda Rd
Melbourne VIC 3004

ABN 27 087 648 842
Australian Financial Services License No. 241421



**Foresters
Financial**
INVESTED SINCE 1849

forestersfinancial.com.au
1800 773 427 (free call)