



Aon Master Trust

Annual report 2007



Aon

About the Aon Master Trust

The Aon Master Trust (the Trust) offers three products that cater for a range of superannuation and retirement income needs:

- **Corporate Super** – for employees of companies with five or more employees
- **Personal Super** – for self-employed and other individuals who wish to make voluntary contributions to super, and for employees of companies with less than five employees.

Members of Corporate and Personal Super have a range of options for contributions, investments, and death and disablement insurance cover.

- **Pension** – for people who are near retirement and want to buy an income stream or transition to retirement pension.

Pension members have a choice of investments, and can also choose the frequency and amount of income they receive (subject to limits set by the Government).

Member and employer contributions make up the Aon Master Trust's assets, which are invested by the trustee. The trustee holds the assets in trust on behalf of members, and uses them to pay benefits to members and their dependants.



The information in this report is general in nature. Your personal objectives, financial situation or needs were not taken into account when preparing this information. You may want to seek independent financial advice before making any decisions about your super.

This report was prepared by Aon Consulting Pty Limited (ABN 48 002 288 646, AFSL 236667) and issued by Aon Superannuation Pty Limited (ABN 83 057 982 822, AFSL 237465, RSE L0000437) as trustee for the Aon Master Trust (ABN 68 964 712 340, RSE R1000566).

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The year in review

The headline story for super this year has to be the Government's Simplified Super reforms, which took effect from 1 July 2007.

The reforms with the most impact on super include:

- Lump sum benefits and super pension payments for people aged 60 or over are tax free.
- Reasonable Benefit Limits no longer exist.
- Non-concessional contributions are limited to \$150,000* a year.
- New tax rates effectively limit concessional contributions to \$50,000* a year.

* Some age-based exceptions apply.

For more information, please see the *Simplified Super* factsheet (on the website or call us for a copy).

On the investment front, Australian shares excelled (despite stalling towards the end of June) achieving a return of 28.7% for the year ended 30 June 2007. Property also performed extremely well with a return of 26.3%. In contrast, international shares failed to reach double digits, returning 7.8% for the year. The continuing improvement in five-year returns reflects strong performances over recent years together with the 'factoring out' of the poor results experienced in 2001/2002.

Legislative changes over recent years have meant increased levels of compliance and reporting administration that have, in turn, increased our administrator's costs. To accommodate these costs, the trustee approved a \$1.00 per month increase in the standard membership fee, bringing it to \$60 per annum from 1 January 2007. This was the first membership fee increase since 2001.

On a more positive note, the trustee has made a number of investment changes and improvements during the year and is now offering a fixed fee option for personal financial advice (see page 16).

We hope you find your 2007 annual report interesting and informative. If you have any comments or questions, we'd like to hear from you.

Your Aon Master Trust annual reporting information consists of:

- this annual report
- your 2007 benefit statement
- the supplement to this annual report (for Tier 3 investors only).

TIER 1: Pre-mixed Active options

	RETURN FOR YEAR ENDED 30/6/2007	RETURN (PA) FOR 5 YEARS TO 30/6/2007 30/6/2006	
High Growth	14.3%	10.7%	5.7%
Balanced Growth ¹	12.5%	10.0%	6.1%
Balanced	12.5%	10.3%	6.8%
Capital Stable	9.4%	7.9%	5.8%
Secure	5.7%	5.7%	5.3%

¹ This option is now called 'Growth'

What goes into and out of your account

Going in...

Contributions and rollovers

There are a number of contribution options in the Aon Master Trust and these are explained in the *Product Disclosure Statement*. All contributions and any rollovers made to your accounts during the year are shown in your 30 June 2007 benefit statement, which you should have received in October 2007. You can also view your statement online (password required) at aonmastertrust.com.au

Investment returns

All transactions on your account are processed at the unit price current at the time of the transaction. Unit prices change according to the investment earnings (or losses) attributed to the Aon Master Trust. So each time the unit price changes, the investment earnings (or losses) are automatically reflected in your account balance.

Unit pricing

When the Aon Master Trust receives contributions or rollovers on your behalf, your account will be credited with a certain number of units. The number of units you receive is equal to the amount you invest divided by the *buy* unit price applicable at the time the investment is made.

Sell unit prices represent the realisable value of the Trust's assets. The investment return from these assets varies from time to time and leads to changes in unit prices. The trustee sets the unit prices for each investment option daily. At any point in time, the value of your account in the Trust is represented by the number of units in your account multiplied by the sell unit price.

Note that the buy unit prices and the sell unit prices for the Pre-mixed and Sector options are the same.

The *Product Disclosure Statement* is available at aonmastertrust.com.au or you can call us for a copy.

Going out...

Fees and other costs

For information on fees, insurance premiums and costs in the Aon Master Trust, see your *Product Disclosure Statement*. All fees deducted from your accounts during the year are shown in your 30 June 2007 benefit statement, which you should have received in October 2007. You can also view your statement online (password required) at aonmastertrust.com.au

Surcharge

This was an additional tax on employer and salary sacrifice contributions made before 1 July 2005. If payable, it was on top of the 15% contributions tax that applied to those contributions, and was deducted from your benefit when you left the Aon Master Trust. You were liable for the surcharge if you were a high-income earner or if you had not given your tax file number to the trustee. Your benefit statement will provide details of any surcharge debt you have accumulated.

Assessments for prior year surcharge liabilities will continue to be received as the Tax Office clears outstanding returns. Surcharge assessed after you have left the Trust will be charged to your new fund, or to you if you have taken a cash payment.

Tax file numbers and super

Legislative changes from 1 July 2007 have made it more important than ever for your super fund to hold your tax file number (TFN).

If your super fund does not hold your TFN:

- you cannot make non-concessional contributions* (new rule from 1 July 2007)
- you may pay extra tax on concessional contributions** (new rule from 1 July 2007) as follows:
 - if your account was opened before 1 July 2007, these contributions are effectively taxed at the top marginal tax rate plus Medicare levy once those contributions exceed \$1,000 in an income year (this will include the first \$1,000)
 - if your account was opened on or after 1 July 2007, all these contributions will effectively be taxed at the top marginal tax rate plus Medicare levy
 - the extra tax is refundable if you provide your TFN within four years

- you may pay extra tax on your super benefit – you may be able to claim the extra tax back when you lodge your tax return
- it may be more difficult to find or amalgamate your benefits in the future.

Not sure if the Aon Master Trust has your TFN? You can check straightaway online at aonmastertrust.com.au

Just log in and go to Your Account/Member Details. If you prefer, contact us by phone or email.

*Include contributions you make from your after-tax pay

**Include employer contributions and contributions you make from your before-tax pay.

Want to provide your TFN?

Complete a *Tax file number notification* available at aonmastertrust.com.au (no password required) or call us and we'll send you a copy.

Investing your assets

The Aon Master Trust offers a range of investment options in three tiers.

The three tiers are:

TIER 1: Pre-mixed Active and Index

TIER 2: Sector

TIER 3: Specialist*

If you do not select an investment option, the trustee will automatically invest your super in the Pre-mixed Index Balanced option** or, if applicable, the default option selected by your employer (see *Your Plan Outline*).

The trustee has prepared an investment policy document that describes the process for investing the Aon Master Trust's assets and monitoring their performance. A copy is available on request. Further details are set out in the *Product Disclosure Statement*.

The trustee allows investment managers to use derivatives such as hedging, futures and options to protect the Trust against adverse movements in currency and share markets but not to 'gear' the portfolio. The trustee does not invest specifically in socially responsible investments.

An important part of the investment strategy is to choose the investment managers and mix of assets most likely to achieve the investment objectives. The trustee regularly monitors the performance of the investment managers and their ability to meet the Trust's investment objectives.

* Supplementary information relating to Tier 3 investment options has been issued to members who were invested in Tier 3 as at 30 June 2007. If you were not invested in Tier 3, but would like to see this information, it's available at aonmastertrust.com.au or you can call us for a copy.

** The default for members who joined before 1 July 2006 was the Pre-mixed Active Balanced option.

Investment changes

A number of investment changes and improvements were made in the Aon Master Trust effective 30 June 2007. These are outlined on page 16.

Notes

The tables on the following pages do not reflect the 30 June investment changes and improvements outlined on page 16.

All the returns are based on the unit prices of each option. Returns are net of investment fees and an allowance for tax on the investment income but before any direct fees.

Past performance should not be considered a guide to future performance.

Every care has been taken in the production of these tables. While the investment performance information contained in them has been obtained from sources that the trustee believes to be reliable, the trustee does not warrant, represent or guarantee the accuracy, adequacy, completeness or fitness for any purpose that the information may be used. The trustee can accept no liability for any loss incurred in any way whatsoever by any person who may rely on it.

Investment strategies and returns to 30 June 2007 – TIERS 1 and 2

TIER 1: Pre-mixed Active options

	HIGH GROWTH	BALANCED GROWTH	BALANCED	CAPITAL STABLE	SECURE
Objectives	To provide a return at least 4% pa above Cash over rolling five-year periods.	To provide a return at least 3% pa above Cash over rolling five-year periods.	To provide a return at least 2% pa above Cash over rolling five-year periods.	To provide a return at least 1% pa above Cash over rolling three-year periods.	To exceed Cash over rolling three-year periods.
Strategy¹	Invests in shares, property and alternative assets.	Invests 75% of the portfolio in growth assets and 25% in defensive assets.	Invests 65% of the portfolio in growth assets and 35% in defensive assets.	Invests 25% of the portfolio in growth assets and 75% in defensive assets.	Invests in cash and fixed interest investments.
Asset allocation at 30/6/2007 (30/6/2006)					
<i>Aust. shares</i>	44.1% (40.6%)	32.9% (30.9%)	30.6% (28.1%)	11.8% (10.6%)	0.0% (0.0%)
<i>Int'l shares</i>	36.9% (39.8%)	28.1% (30.3%)	26.3% (27.4%)	9.6% (9.8%)	0.0% (0.0%)
<i>Property</i>	4.8% (4.5%)	5.1% (4.8%)	4.5% (4.9%)	5.2% (5.1%)	0.0% (0.0%)
<i>Alt. assets</i>	14.2% (15.1%)	9.9% (9.6%)	10.4% (10.1%)	11.0% (9.8%)	0.0% (0.0%)
<i>Div. fixed int.</i>	0.0% (0.0%)	24.0% (24.4%)	23.8% (24.6%)	48.0% (49.8%)	59.6% (59.9%)
<i>Cash</i>	0.0% (0.0%)	0.0% (0.0%)	4.4% (4.9%)	14.4% (14.9%)	40.4% (40.1%)
Annual returns					
<i>Year to 30/6/2007</i>	14.3%	12.5%	12.5%	9.4%	5.7%
<i>Year to 30/6/2006</i>	20.0%	14.7%	13.9%	7.2%	2.8%
<i>Year to 30/6/2005</i>	8.3%	9.3%	9.8%	7.7%	6.4%
<i>Year to 30/6/2004</i>	17.9%	14.3%	13.0%	9.8%	4.4%
<i>Year to 30/6/2003</i>	-6.0%	-0.9%	1.6%	4.0%	9.0%
5-year compound average return	10.7 pa	10.0% pa	10.3% pa	7.9% pa	5.7% pa

¹ Defensive assets are usually defined as cash, fixed interest and capital-protected investments. Growth assets are usually defined as property and share investments.

² These options were launched on 1 July 2004. Returns are calculated from inception date (the date monies were invested).

TIER 1: Pre-mixed Index options

	HIGH GROWTH	BALANCED GROWTH	BALANCED	CAPITAL STABLE	SECURE
Objectives	To achieve net asset weighted benchmark returns over rolling five-year periods.	To achieve net asset weighted benchmark returns over rolling five-year periods.	To achieve net asset weighted benchmark returns over rolling five-year periods.	To achieve net asset weighted benchmark returns over rolling three-year periods.	To achieve net asset weighted benchmark returns over rolling three-year periods.
Strategy¹	Invests in share index funds.	Invests 75% of the portfolio in growth assets and 25% in defensive assets.	Invests 65% of the portfolio in growth assets and 35% in defensive assets.	Invests 25% of the portfolio in growth assets and 75% in defensive assets.	Invests in cash and fixed interest investments.
Asset allocation at 30/6/2007 (30/6/2006)					
<i>Aust. shares</i>	53.9% (50.3%)	6.2% (35.6%)	33.1% (30.6%)	12.0% (11.4%)	0.0% (0.0%)
<i>Int'l shares</i>	46.1% (49.7%)	50.8% (35.4%)	28.8% (30.6%)	10.2% (11.2%)	0.0% (0.0%)
<i>Property</i>	0.0% (0.0%)	8.0% (5.1%)	5.1% (5.1%)	5.5% (5.2%)	0.0% (0.0%)
<i>Aust. fixed int.</i>	0.0% (0.0%)	17.5% (12.0%)	14.1% (14.4%)	28.8% (28.8%)	29.7% (29.8%)
<i>Int'l. fixed int.</i>	0.0% (0.0%)	17.5% (11.9%)	14.1% (14.4%)	28.6% (28.5%)	29.5% (29.6%)
<i>Cash</i>	0.0% (0.0%)	0.0% (0.0%)	4.8% (4.9%)	14.9% (14.9%)	40.8% (40.6%)
Inception date²	15/8/2004	15/8/2004	22/10/2004	30/9/2004	7/10/2004
Annual returns					
<i>Year to 30/6/2007</i>	15.4%	12.7%	11.0%	7.0%	4.2%
<i>Year to 30/6/2006</i>	20.5%	15.3%	13.5%	6.1%	2.6%
<i>Inception to 30/6/2005</i>	8.7% pa	8.9% pa	4.9% pa	5.2% pa	4.0% pa
Compound average return (inception to 30/6/07)	14.0% pa	11.4% pa	9.6% pa	5.4% pa	2.7% pa

¹ Defensive assets are usually defined as cash, fixed interest and capital-protected investments. Growth assets are usually defined as property and share investments.

² These options were launched on 1 July 2004. Returns are calculated from inception date (the date monies were invested).

TIER 2: Sector options

	AUSTRALIAN SHARES	INTERNATIONAL SHARES	PROPERTY	ALTERNATIVE – DEFENSIVE	DIVERSIFIED FIXED INTEREST	CASH
Objectives	To provide a return that exceeds the benchmark index by 2% over rolling five-year periods.	To provide a return that exceeds the benchmark index by 1.5% pa over rolling five-year periods.	To provide a return that exceeds the benchmark index by 0.25% pa over rolling five-year periods.	To provide a return that exceeds the benchmark index by 2.5% pa over rolling three-year periods.	To provide a return that exceeds the benchmark index by 1% pa over rolling three-year periods.	To provide a return that matches or exceeds the benchmark index over any 12-month period.
Strategy	Invests in shares listed on the Australian Stock Exchange.	Invests in shares listed on stock markets around the world. Low to no AUD hedging.	Invests in property securities listed, or due to be listed, on the Australian Stock Exchange, and direct property holdings.	Invests in non-traditional assets with a defensive bias such as multi-strategy hedge funds with some cash for liquidity.	Invests in fixed interest assets across the credit spectrum.	Invests in short-term securities.
Benchmark	S&P/ASX 200 Accumulation Index	MSCI World ex Aust Net (AUD) unhedged	S&P/ASX 200 – Property Trusts (GICS) Accumulation Index	UBS Warburg Australia Bank Bill Index	75% UBS Australian Composite Bond Index 0+Yr 25% Citigroup WGBI Hedged (AUD)	UBS Warburg Australia Bank Bill Index
Asset allocation at 30/6/2007 and 30/6/2006	100% Australian shares	100% international shares	100% property securities and direct property	85% multi-strategy hedge funds and 15% cash (30 June 2007 only)	100% fixed interest securities	100% cash and short-term fixed interest securities
Annual returns						
<i>Year to 30/6/2007</i>	26.5%	4.6%	19.1%	N/A ¹	5.9%	5.2%
<i>Year to 30/6/2006</i>	22.4%	19.0%	14.8%	N/A ¹	1.5%	4.6%
<i>Year to 30/6/2005</i>	23.5%	-1.3%	9.6%	N/A ¹	8.6%	4.7%
<i>Year to 30/6/2004</i>	18.7%	20.1%	8.4%	N/A ¹	4.2%	4.5%
<i>Year to 30/6/2003</i>	-0.5%	-14.2%	3.0%	N/A ¹	11.6%	3.4%
5-year compound average return	18.2% pa	4.8% pa	10.9% pa	0.2% pa	6.3% pa	4.5% pa

¹ No annual investment performance history due to the recent (1 June 2007) launch of this option.

Investment managers at 30 June 2007

– TIERS 1 and 2

MANAGERS BY ASSET CLASS

AUSTRALIAN SHARES

	TIER 1 Pre-mixed Active					TIER 1 Pre-mixed Index					TIER 2 Sector					
	High Growth	Balanced Growth	Balanced	Capital Stable	Secure	High Growth	Balanced Growth	Balanced	Capital Stable	Secure	Australian shares	International shares	Property	Alt.-defensive	Div. fixed interest	Cash
Barclays Investment Funds Australian Alpha Equity Fund	•	•	•	•							•					
Barclays Investment Funds Equity Index Fund	•	•	•	•							•					
Barclays Investment Funds Equitised Long/Short Fund	•	•	•	•							•					
JF Capital Partners Australian Equity Trust	•	•	•	•							•					
Paradice Cooper Australian Equity Fund	•	•	•	•							•					
Perpetual Wholesale QI Long Short Fund	•	•	•	•							•					
Tyndall Australian Shares Wholesale Portfolio	•	•	•	•							•					
SSgA Australian Equities Index Trust						•	•	•	•							

INTERNATIONAL SHARES

	TIER 1 Pre-mixed Active					TIER 1 Pre-mixed Index					TIER 2 Sector					
	High Growth	Balanced Growth	Balanced	Capital Stable	Secure	High Growth	Balanced Growth	Balanced	Capital Stable	Secure	Australian shares	International shares	Property	Alt.-defensive	Div. fixed interest	Cash
AXA Rosenberg Small Cap	•	•	•	•								•				
Barclays Investment Funds Fission Int'l Equity Index Fund	•	•	•	•								•				
Barclays Investment Funds International Alpha Equity Fund	•	•	•	•								•				
Coastal International Equity Fund (Hedged)	•	•	•	•								•				
MFS Global Equity Fund	•	•	•	•								•				
Platinum International Fund	•	•	•	•								•				
SSgA International Equities Index Trust						•	•	•	•							
Zurich International Shares Fund (Hedged)	•	•	•	•								•				

MANAGERS BY ASSET CLASS

	INVESTMENT OPTIONS															
	TIER 1 Pre-mixed Active					TIER 1 Pre-mixed Index					TIER 2 Sector					
	High Growth	Balanced Growth	Balanced	Capital Stable	Secure	High Growth	Balanced Growth	Balanced	Capital Stable	Secure	Australian shares	International shares	Property	Alt.-defensive	Div. fixed interest	Cash
PROPERTY																
AMP Australian Core Property Portfolio	•	•	•	•									•			
SSgA Australian Listed Property Index Trust	•	•	•	•		•	•	•					•			
ALTERNATIVE																
IXIS Aurora II Australia Fund	•	•	•											•		
Investor Select Advisors Blackhawk	•	•	•													
Warakirri Absolute Return Fund			•	•										•		
AUSTRALIAN FIXED INTEREST																
Macquarie Global Bond Solution		•	•	•	•											•
SSgA Australian Fixed Income Index Trust						•	•	•	•							
INTERNATIONAL FIXED INTEREST																
Macquarie Global Bond Solution		•	•	•	•											•
SSgA Global Fixed Income Index Trust						•	•	•	•							
CASH																
ANZ Cash Plus Fund			•	•	•			•	•	•						•

Financial summary

This is a summary of the Aon Master Trust's audited accounts for the year ended 30 June 2007. The full audited accounts, including the audit report, are available and you can contact us if you would like a copy.

THE AON MASTER TRUST'S FINANCIAL MOVEMENT FOR THE 2006/2007 YEAR

\$

Opening balance at 1 July 2006 **1,424,765,848**

plus

Money received

Net investment income 205,055,557

Contributions 215,695,964

Transfers 82,176,095

Other 7,438,278

Total income **510,365,894**

less

Money paid out

Benefits paid 175,583,062

Professional fees 19,483,470

Audit fees 73,314

Insurance premiums 11,578,142

Surcharge tax 2,783,538

Income tax expense 39,384,364

Other 114,578

Total expenses **249,000,468**

equals

Closing balance at 30 June 2007 **1,686,131,274**

THE AON MASTER TRUST'S NET ASSETS AT THE END OF THE 2006/2007 YEAR

\$

Assets

Investments 1,675,434,314

Cash at bank 46,266,105

Investments in transit 0

Other receivables 3,158,813

Total assets **1,724,859,232**

less

Payments due (liabilities)

Benefits payable 2,389,239

Other amounts payable 5,223,170

Provision for income tax 31,115,549

Total payments due (liabilities) **38,727,958**

equals

Net assets at 30 June 2007 **1,686,131,274**



On leaving the Aon Master Trust

Withdrawing your benefits

You may be able to withdraw some or all of your superannuation benefits, depending upon their preservation status.

Under the portability legislation you may also transfer your benefits to another fund at any time (subject to some conditions which may be imposed under the Aon Master Trust rules).

Cash payments

You can withdraw any unrestricted non-preserved amount of your rollover from a previous fund (at any time) while you are still employed by your current employer. Contact us for further details.

You cannot withdraw any other part of your benefit from the superannuation system until you leave employment unless you meet one of the specified conditions of release as described on page 15.

Portability

You may request to transfer your benefit or part of your benefit to another complying superannuation fund at any time. The trustee has 30 days to process this request. If, however, the trustee has requested further information, it must process the request within 30 days of receiving the further information.

Eligible members who wish to leave a balance in the Aon Master Trust are required to retain a balance of at least \$5,000 (this figure is applicable at the date of issue of this annual report and is subject to legislative change). Insurance cover will continue while your account balance is able to meet the premiums and expenses, subject to a minimum balance of \$1,500 if you are a Corporate Super member. If you are a Personal Super member, your insurance will cease if your balance falls below \$5,000 and you do not top up your account when we provide you with 60 days notice to do so.

If you elect to transfer your whole benefit from the Aon Master Trust, you will no longer be a member of, or have any rights under, the Trust. You may however elect to rejoin the Aon Master Trust at a future date, however you will be required to be underwritten before any insurance cover will be provided. Please contact us for more information.

Access to your benefit

When you leave the service of your employer, you should inform the trustee how and where to pay your benefit. You do this by completing a *Superannuation benefit transfer or payment request* form that the administrator will send to your last known address along with an estimate of your benefit. You should return the completed form to the administrator who will arrange payment.

When your benefit payment instructions are received, the administrator will calculate and pay your benefit. The benefit will be calculated at the unit value as at the date of payment. This may be more or less than the amount advised to you in the estimate of your benefit, depending on your investment option's return, insurance deductions, contributions, taxes, fees and charges.

Transfer to Personal Super

If your benefit is \$5,000 or more at the time you leave your employer, you may keep it in the Aon Master Trust. Your benefit will be transferred to Aon Master Trust Personal Super where you can change your investment choices and apply for a different level of insurance cover if you wish.

If you are under age 65 on transfer and have death insurance, it will continue automatically in Personal Super. If you are under age 60 and have total and permanent disablement insurance, it will continue automatically in Personal Super. Premiums will be deducted from your account at 'heavy blue collar' rates unless you inform us of your new occupation. If you do not want to retain your insurance you must advise the trustee in writing.

Automatic transfers

ACCOUNT BALANCE UNDER \$5,000 – TRANSFER TO ELIGIBLE ROLLOVER FUND

If you do not notify the trustee of your payment instructions within 60 days of receiving your payment paperwork and your account balance is under \$5,000, or a rollover fund you have chosen refuses to accept payment, the trustee may transfer your benefit to an eligible rollover fund (ERF). The trustee uses the Aon Eligible Rollover Fund.

The amount transferred to the ERF is the whole of your leaving service benefit (less fees and charges). When you leave service, the amount will be shown (calculated to that date) in the written advice we provide with your payment paperwork.

If we transfer your benefit to the ERF, we will advise you in writing. The ERF is also required by law to advise you that it has received a benefit for you.

If you have reached your statutory pension age and have not advised the trustee of your benefit payment instructions and you cannot be contacted over a five-year period, your benefit will be considered to be unclaimed money and placed with the Australian Taxation Office.

ERFs are required to protect account balances from reduction due to administrative fees and charges. This protection does not apply to taxation, other fees and charges not applied directly to your account.

If your benefit is transferred to an ERF or treated as unclaimed money, you will no longer be a member of, or have any rights under, the Aon Master Trust. This means that you will not have any investment choice or insurance cover either under the Trust or the ERF.

ACCOUNT BALANCE \$5,000 OR MORE –TRANSFER TO PERSONAL SUPER

If you do not notify the trustee of your payment instructions within 60 days of receiving your payment paperwork and your account balance is \$5,000 or more, your super may be transferred to Aon Master Trust Personal Super and invested in the Pre-mixed Index Balanced option. Fees will change to Personal Super rates. If you are under age 65 on transfer and have death insurance, it will continue automatically in Personal Super. If you are under age 60 and have total and permanent disablement insurance, it will continue automatically in Personal Super. Premiums will be deducted from your account at 'heavy blue collar' rates and any other insurance cover will cease.

Your insurance when you leave

Subject to the terms and conditions of the policy issued to the Aon Master Trust, and your sub-plan if you are a Corporate Super member, insurance cover for death/death and total and permanent disablement (TPD) and/or income protection may continue for a short period after leaving your current employer.

On leaving your current employer, you may have the option to apply for certain personal insurance cover through the Trust's insurer without providing detailed evidence of good health (other than an AIDS declaration and/or a negative HIV blood test, if required by the insurer).

To take up this option you must meet the current requirements and conditions of the policy, which may change from time to time. As at the date of this report, these conditions include (but are not limited to) the following:

- you must take out the insurance cover within 60 days of ceasing employment with your current employer (this includes completing the relevant forms and paying the premiums)

- you must be under 65 years of age for death and (if you are about to be employed in the same or similar occupation) under 60 years of age for TPD
- no claim has been made on the Trust for you.

A different insurance policy may apply to members of some Corporate Super sub-plans. Details of the continuation option available to you are contained in your Product Disclosure Statement.

For further information about insurance and to obtain the current insurance terms and conditions, please contact us.

Preservation of benefits

Preservation means keeping your superannuation benefits in an approved superannuation fund or rollover facility until you retire or meet specified exemption criteria. Preserved benefits cannot be accessed as cash until you retire on or after your preservation age, except in the event of your death, disablement, leaving service after age 60, reaching age 65, severe financial hardship or release on specific compassionate grounds. Restricted non-preserved monies may be accessed in some cases where the

member terminates employment with an employer who has contributed to the Trust on behalf of the member. Contact us if you wish to find out more.

All benefit increases since 1 July 1999, including all personal and employer contributions and investment earnings, are preserved. From 1 July 2004, employer-paid employment termination payments (ETPs) rolled over into a superannuation fund must also be preserved. From 1 July 2007, these ETPs can no longer be rolled into a superannuation fund, unless they qualify under transitional rules.

Preservation age is the earliest age at which you can retire and access your preserved benefit as cash. Your preservation age depends on your date of birth.

DATE OF BIRTH	PRESERVATION AGE
Before 1 July 1960	55
1 July 1960 to 30 June 1961	56
1 July 1961 to 30 June 1962	57
1 July 1962 to 30 June 1963	58
1 July 1963 to 30 June 1964	59
1 July 1964 and after	60

More information

Investment changes

A number of investment changes and improvements were made in the Aon Master Trust effective 30 June 2007.

TIER 1: Pre-mixed options

- New name: Balanced Growth becomes Growth.
- Revised objectives for Tier 1: Pre-mixed options measure performance against the Consumer Price Index, making it easier for members to understand the 'real' return the option is aiming to achieve.
- Strategic asset allocations (the mix of assets that is most likely to achieve the option's objective) have changed in line with the new objectives.

TIER 2: Sector options

- Two new options: Alternative – growth and (from 1 June 2007) Alternative – defensive.
- The Property and Diversified fixed interest options have new objectives and benchmarks.

TIER 3: Specialist options

- Terminated options:
 - Alpha Investment Management Australian Equity Trust
 - Coastal International Equity Fund
 - Coastal Magnum Diversified Performance Fund
 - IXIS Aurora II Australia Fund
 - Warakirri Absolute Return Fund.

Fixed fees: a new option for personal financial advice

If you have appointed a financial adviser, this new option allows you to agree on a fixed fee for the personal advice they provide. You can choose to pay this fixed fee on an ongoing basis each year, or on an ad hoc basis for particular tasks (this may suit you better than an ongoing amount which you pay irrespective of the work your adviser does for you).

For more information, see the *Product Disclosure Statement* (available on the website or contact us for a copy).

Keep your dependants up-to-date

It's important to update your nomination of dependants should your personal circumstances change due to events such as marriage, divorce or childbirth. In accordance with superannuation legislation, your dependants are your spouse, your children and anyone who is financially dependent on you, or with whom you are in an interdependent relationship.

In the event of your death the trustee will take your wishes into account when deciding who will receive your benefit. The trustee, however, has the final say in the payment of the benefit.

Where there are no identifiable legal dependants the benefit will usually be paid to your Estate. For this reason it is important to keep an up-to-date Will.

Options for additional voluntary insurance

Most members may apply for and/or change additional voluntary insurance cover at any time. All increases in insurance are subject to the insurer's approval. Call us for more information.

Go online – the simple and secure way to access your benefit information

You can obtain your benefit information online and perform certain transactions through the online service available at aonmastertrust.com.au

Our online service allows you to:

- view personal information and investment performance
- view your transaction history
- view your benefit statements
- calculate benefits (today's value and past or future value)
- switch investments for current balance and future contributions
- change your address, beneficiaries or other personal information
- read/print forms, Trust policies and procedure documents
- read/print specific Trust reports and *Directions* newsletters.

To access our online service, go to the website, click on 'Log in' or 'my ebenefits' and then enter your user name and password. If you have any problems, call 1 300 880 588 or email contactcentre@aon.com.au

To update your nomination:

- log in at aonmastertrust.com.au (password required), or
- download a *Change member details and options* form (no password required), or
- call us and we'll send you the form.

my ebenefits

Our wide-ranging and flexible employee benefits program is a one-stop shop designed to save you time and money if you're looking for quality financial, family and lifestyle products and services.

my ebenefits links to your personal super details and helps you access financial planning services, as well as free telephone or email-based tax and legal advice.

You can also find insurances including health, life and income protection, plus a range of interesting and educational tools and articles. To balance that out, we've got great shopping, entertainment and travel services.

To access my ebenefits visit aonmastertrust.com.au, email contactcentre@aon.com.au or phone 1 300 880 588.

Indemnity insurance

The trustee has the benefit of professional indemnity insurance cover to protect the trustee, its directors, and the Trust.

Compliance

The Aon Master Trust is administered at all times to comply with provisions contained in the Superannuation Industry (Supervision) Act 1993 and Regulations, the Corporations Act 2001 and Regulations and other superannuation laws.

Various supervisory functions are carried out by the Australian Prudential Regulation Authority (APRA), the Australian Securities and Investments Commission (ASIC) and/or the Australian Taxation Office (ATO).

No penalties have been imposed on the Aon Master Trust and/or the trustee for any kind of non-compliance during the 2006/2007 year. The trustee is not aware of any matter that would cause the Aon Master Trust to lose its complying status, and expects to continue to comply with all relevant legislation.

Trust deed changes and significant events

The Aon Master Trust was established by a trust deed dated 25 June 1990 and this deed has been amended from time to time. No amendments were made in the year ended 30 June 2007.

The trustee advised the following significant events during the year:

- a \$1.00 per month increase in the standard membership fee from 1 January 2007 (see page 2) and
- a number of investment changes and improvements effective 30 June 2007 (see page 16).

Trustee Board

The trustee of the Aon Master Trust is Aon Superannuation Pty Limited. The trustee directors during the year were:

- **Frank Argent**
- **Stewart Fotheringham** – Chairman until August 2006, continues as a trustee director
- **Steve Gaffney**
- **Paul Mazoudier** – appointed in August 2006 – Chairman and non-executive trustee director
- **Mike Murphy**
- **Bruce Robertson** – non-executive trustee director
- **Grant Sandstrom** – resigned from the Board in August 2006

Non-executive trustee directors

Non-executive directors have no business dealings or affiliations that could pose a conflict of interest in their role as directors of Aon Superannuation Pty Limited.

The Board exercises a 'duty of care' on behalf of members of the Aon Master Trust and maintains their best interests in its decision-making and strategy process.

Privacy Policy

We are committed to ensuring the confidentiality and security of your personal information. We will only collect, use and disclose this information for the purposes of processing and administering your accounts and providing services to you, unless otherwise required by law. We are bound by the Privacy Act and the National Privacy Principles, as regulated by the Federal Privacy Commissioner, to protect such information from misuse and loss, unauthorised access, modification and disclosure.

You can obtain a copy of the trustee's Privacy Policy and Management Plan, or the Privacy Statement, by writing to the Privacy Officer at Aon Superannuation Pty Limited, GPO Box 534, Sydney 2001 or visiting our website.



Trust documents

Your benefit statement and *Product Disclosure Statement* contain important information about your personal benefits and the Aon Master Trust. You are also entitled to request further information including the trust deed and rules, risk management plan, the latest actuarial report for your sub-plan (if applicable), the latest audited accounts and auditor's report, investment policy and risk management statements and the trustee's Privacy Policy.

For copies of these documents, or if you want more information about your benefits, please call us, send an email, fax, write, or visit the website.

Complaints resolution

The trustee has an established procedure for dealing with member complaints about the operation and management of the Trust. Complaints should be made in writing to the Inquiries Officer, Aon Master Trust, GPO Box 9819, Sydney NSW 2001. The trustee will consider and respond to your complaint within 90 days, but may take more than 90 days in the case of difficult or complicated complaints.

The trustee is obliged to advise you of the decision within 30 days of the decision being made. If you have made a complaint and you are dissatisfied with the decision of the trustee, you may have a right to lodge a complaint with the Superannuation Complaints Tribunal (SCT). The SCT is an independent body established by the Commonwealth Government to review trustee decisions relating to members (as opposed to trustee decisions relating to the management of a fund as a whole).

If the SCT accepts your complaint, it will try to help you and the trustee to reach a mutual agreement through conciliation. If this is not successful, the SCT will make a decision that is binding.

For more information on this process, you can contact the SCT on 1300 780 808, or in writing to Locked Bag 3060, GPO Melbourne Vic 3001.

Directory

Trustee

Aon Superannuation Pty Limited

Auditor

KPMG (replaced Crispin, Glen,
Neilson & Co during the year)

Custodian Services

BNP Paribas Fund Services Australasia Pty Ltd
(replaced Australia and New Zealand
Banking Group Limited during the year)

Administrator, Actuary, Investment and Superannuation Consultant

Aon Consulting Pty Limited

Insurer – Group Life/Income Protection

American International Assurance Company
(Australia) Limited – trading as AIG Life

Eligible Rollover Fund

Aon Eligible Rollover Fund

GPO Box 9819

Sydney NSW 2001

Phone 1300 880 588

Fax 1800 010 435

Contact us

Phone 1300 880 588

Fax 1800 010 435

Email contactcentre@aon.com.au

Mail Aon Master Trust

GPO Box 9819

Sydney NSW 2001

Web aonmastertrust.com.au