

# MFMRF

Manildra Flour Mills Retirement Fund Pty Limited  
www.super.manildra.com.au

## Newsletter

### May 2022

2022 began with the stage set for recovery as economic momentum appeared to be well underpinned by pent-up demand and fiscal support, while the Omicron-19 variant was found to be less severe than previous iterations. However, the backdrop changed dramatically when Russian President Vladimir Putin launched an invasion of Ukraine. Instead, global markets have been volatile and most asset classes have provided negative returns due to combined fears surrounding the uncertainty from the Russia/ Ukraine War, increasing interest rates, surging inflation, disappointing US earning results, the Covid lockdown in China and continued Covid implications for the supply-chain and workforce.

To navigate these complex times, the Trustees believes that following a disciplined investment approach is key and remain focused on multi-year structural trends and resilient business models. The Trustee is confident that this approach will see the Fund ride this wave of economic volatility.

#### Quarterly Investment performance:

The Fund's return for the quarter ending 31 March 2022 was -0.9% after fees and taxes as shown in the table below. Despite a negative return, the Fund has outperformed all three industry funds used for comparison purposes over the March quarter and over the financial year to date.

Period to 31 March 2022	Fund Return	LUCRF (Balanced Return)	REST Return (Core Strategy)	AustSuper (Balanced Return)
3 months	-0.9%	-1.7%	-1.5%	-2.1%
Financial Year to date	3.8%	1.6%	3.5%	2.8%

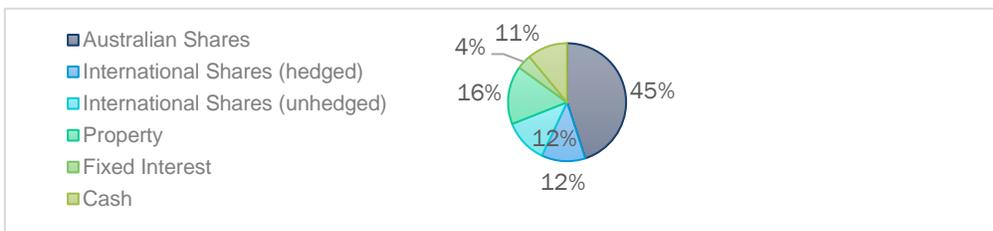
**Superannuation is a long-term investment. Past performance is not a reliable indicator of future performance. Markets go up and down and downturns are a normal part of the economic cycle. The returns shown are net of fees and taxes.**

**Your return may not be the same as the return shown. It will depend on whether you were a member for the entire period, any changes you have made and the timing of those changes. This is due to investment return fluctuations throughout the period.**

This document was prepared by Manildra Flour Mills Retirement Fund Pty Limited (ABN 74 065 680 195; AFSL 530609) the Trustee of the Manildra Flour Mills Retirement Fund (ABN 32 448 411 930; RSE Licence number L0003155;).

**Disclaimer: This document does not take into account your financial situation, objectives or needs. No director of the Trustee nor any of its advisers are licensed to provide personal financial advice. Before making any decision about your superannuation, you should obtain advice from a licensed financial adviser, read the relevant Product Disclosure Statement and consider any relevant risk.**

## The Fund's asset allocation as at 31 March 2022 is as follows:



## What happens to your superannuation money when you stop work?

If you have reached your Preservation Age and stop working, you have 3 options:

1. You can withdraw all or part of the funds from your current Accumulation Account;
2. You can start a pension account with MFMRF, transfer all or part of your Accumulation Account balance to the Pension Account (subject to a \$1.7million cap) and close your Accumulation Account; or
3. You can start a Pension Account with MFMRF and also retain an Accumulation Account.

An account-based pension works like your existing superannuation account, except that you cannot make further contributions to the Pension Account and you are paid part of your account balance each year as a pension, subject to a minimum amount specified in legislation. Pension payments are tax-free after the age of 60.

There is no tax on investment income for Pension Accounts. Investment income in an Accumulation Account is taxable at 15%.

Within a Pension Account, there is a statutory minimum withdrawal of your account balance. Our Administrator normally calculates this amount and 1/12 of that total is deducted and credited to your nominated account monthly. You may ask to have more than the minimum deducted each month.

For further details, see [ATO super rates and thresholds](#).

Once you reach Preservation Age, there is also an option that allows you to receive part of your superannuation as a pension while you are still working. Please refer to the May 2022 newsletter for further information.

**Before making any decision about your superannuation, including starting a Pension Account, you should consider whether this is appropriate to you, having regard to your objectives, financial situation and needs. You should carefully read and understand the Pension PDS (available on the website) and consult a licenced financial adviser as appropriate.**

### Preservation Age:

Access to super benefits is generally restricted to members who have reached Preservation Age. Your Preservation Age ranges from 55 to 60, depending on your date of birth:

Date of birth	Preservation age (years)
Before 1 July 1960	55
1 July 1960- 30 June 1961	56
1 July 1961 – 30 June 1962	57
1 July 1962 – 30 June 1963	58
1 July 1963 – 30 June 1964	59
After 30 June 1964	60

### Contribution caps from 1 July 2022:

Contributions	Limits
Concessional Contributions	\$27,500
Non-concessional contributions	\$110,000

From 1 July 2022, the minimum contribution paid by your employer will increase to 10.5% of your ordinary time earnings; it is scheduled to increase progressively to 12% by July 2025.

## Know your Trustees:

The Directors of the MFMRF are Peter Stretton, Mark Andrews, Christian Papalia and Belinda Burton. Over the last few editions of our newsletter, you have had an opportunity to get to know each of them a bit better:



### **Christian Papalia (BEco, MCom, CPA)**

Christian is Group Management Accountant and Company Secretary for the Manildra Group and has been a Director of MFMRF since October 2015. As a member of MFMRF, Christian understands the needs and concerns of the other members and has a particular interest in investments. Based in the Gladesville Office, he is readily accessible to members.

Christian is a father of two young girls and outside of work is busy supporting them at dance Eisteddfods. He is also a keen touch footy player participating in numerous competitions and until recently coaching junior rep teams. He is also currently training for the 100km Oxfam Trailwalker.

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### ***For more information about the Fund***

Refer to [www.super.manildra.com.au](http://www.super.manildra.com.au) for more information about the Fund, relevant forms, PDS and notices.

### ***Information Session about the Fund – Nowra***

Peter Stretton (Chair) and Belinda Burton (Fund Secretary) will be presenting an information session about the Fund to interested staff at the Nowra office on **Monday 20 June 2022**.