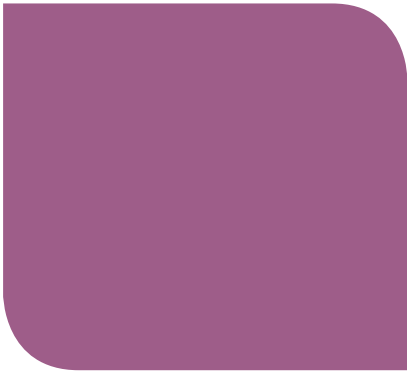


Catholic Super

Annual Report



Contents

Report from the Chairman and Chief Executive Officer	1	Where your money was invested	10
A stellar year for returns	2	Fund accounts	11
Investment objectives and strategies	4	Who looks after your super?	13
How returns are allocated	8	Other things you need to know	16
Investment management fees	9	Catholic Super teams across Australia	17



This Annual Report was issued in December 2013 by CSF Pty Limited (ABN 30 006 169 286; AFSL 246664) (trading as Catholic Super), the Trustee of the Catholic Superannuation Fund (ABN 50 237 896 957; SPIN CSF0100AU). It provides important details about the Fund's activities and investments for the financial year ended 30 June 2013. A summary of the benefits and features of the Fund can be found in the Product Disclosure Statements available upon request or via our website, www.csf.com.au.

The information contained in this Annual Report is about the Fund and is general information only. It has been prepared without taking into account your personal investment objectives, financial situation or needs. It is not intended to be, and should not be construed in any way as, investment, legal or financial advice.

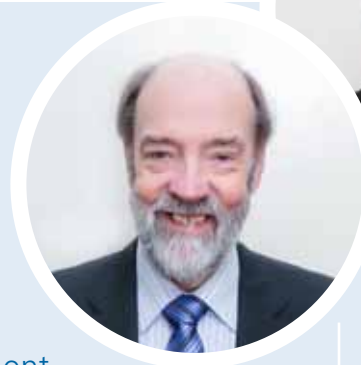
We recommend you assess your own financial situation before making a decision based on the information contained in this Annual Report. To help you with your decision-making you may wish to seek assistance from a qualified financial advisor before making any changes to your financial affairs.

Neither Catholic Super, nor any of Catholic Super's service providers, guarantees the performance of the Fund or any particular rate of return. Past performance is not a reliable indicator of future performance.

Catholic Super does not accept any liability, either directly or indirectly, arising from any person relying, either wholly or partially, upon any information shown in, or omitted from, this Annual Report. Under no circumstances will Catholic Super be liable for any loss or damage caused by a user's reliance on information obtained from reading this Annual Report.

The information in this Annual Report is correct as at the date of publication. In the event of a material change occurring to any information contained in this Annual Report, Catholic Super will notify existing members in writing within the timeframes required by law. Where a change to information in this Annual Report is not materially adverse, Catholic Super will provide updated information online at www.csf.com.au. You may request a paper copy of any change, which will be provided free of charge.

Report from the Chairman and Chief Executive Officer



Peter Bugden
Chair of Trustee Board



Frank Pegan
Chief Executive Officer

Thank you for taking the time to read through our 2013 Annual Report. Within the context of government regulations we try to keep the report as simple as possible to give you an accurate understanding of the operations of the fund.

While the current economic environment continues to go through a time of great change, there have been some exciting developments for the fund over the past year which are outlined below.

Long-term performance

Catholic Super produced another year of strong investment result for its members in 2012/13. Our Balanced option achieved a double digit return of 14.08% for super members and 16.05% for pension members. Over 10 years the Balanced option has seen a 7.65% and 8.25% return per annum respectively, which is above the industry median of 6.50% and 7.13%, and places it in the top quartile of funds.

A national presence

After opening offices previously in Brisbane, Canberra, Geelong, Perth and Sydney as part of our national expansion, Catholic Super continues to grow into new areas of Australia, opening a Tasmanian office in September 2013 and appointing Jeremy Ayliffe as our Client Services Manager in Hobart. Catholic Super is committed to servicing our members and employers with a local representative wherever possible.

MySuper authorisation

Catholic Super was pleased to be one of the first funds to be authorised by the Australian Prudential and Regulatory Authority (APRA) to provide a MySuper approved product to our members and employers. The government's intention was to ensure default superannuation products were simple and cost effective superannuation products that will replace existing default products.

The independent endorsement by APRA of our existing default super (Balanced) product demonstrates that our employers and members were already benefiting from a high quality, low cost superannuation product.

Our MySuper product launched on 1 October 2013.

High adoption of RetirePlus investment option

When RetirePlus was introduced in June 2012 it was designed to offer an investment option specifically tailored to the needs of members who were retired, or close to retirement. Since its introduction there has been a strong take up of this investment option, growing within the year to approximately \$94 million at 30 June 2013, becoming one of our most popular investment choices for members.

Growing fund

During this financial year the fund reached two significant milestones.

Catholic Super's strong growth continued over 2012 and we passed the investment milestone of \$5 billion. On 31 December 2010, Catholic Super managed \$4 billion, so we have grown by 25% in only two years.

In mid-2013 we were delighted to announce that our Pension fund reached the milestone of \$1 billion. The popularity of our Pension fund continues to grow every year thanks to the support of our members.

Catholic Super will continue to work towards growing the fund in both the super and pension products and we hope to share many more fund milestones with you in the future.

Conclusion

The superannuation industry can be confusing for most, with the industry seeming to be in a constant state of flux. Confusing terms are bandied about and there seems to be a constant movement in legislation.

We understand that this can be daunting and that the industry is ever changing, and it's our job to try and make it as easy as possible for you to comprehend the current superannuation environment so that you can make informed choices regarding your retirement future.

Should anything be unclear to you either in this report, or in any other communications from us, or you need any assistance with your super or pension, please contact us on **1300 655 002** for super enquiries or **1300 730 327** for pension enquiries.

Finally, we would like to take this opportunity to thank you for your continued support of Catholic Super. We value your participation with our organisation and endeavour to work together with you to help you prepare for a comfortable retirement as our directors and staff focus on delivering the best results for members and employers.

A stellar year for returns

The 2012/13 financial year brought very strong returns for diversified investment portfolios.



Garrie Lette
Chief Investment Officer

Catholic Super's Balanced option returned 14.1% after tax and after fees for superannuation members. This was the best financial year return since 2006/07, the year before the onset of the Global Financial Crisis, and a stark contrast to the flat outcome in the 2011/12 year. For pension members, the Balanced option's return was higher at 16.1% due to the zero tax on investment earnings.

Sharemarkets were the key drivers of the stellar overall returns with many markets, including Australia, being up 20-30% for the year. The weaker Australian dollar further boosted returns from overseas equity investments. As a result, our options with higher strategic allocations to listed shares delivered returns which were even stronger than those of our Balanced option. For superannuation members our Aggressive option returned 19.7% whilst our Moderately Aggressive option was up 17.0% (22.2% and 19.3% respectively for pension members).

Cash rates fell during the year and fixed interest returns were modest. Nevertheless, even our more conservative Managed Choice options recorded very favourable returns.

This was also the first full year for our RetirePlus option which was introduced in June 2012 and is focused on the needs of our members in or near retirement. As expected given the very strong sharemarket returns, RetirePlus trailed our Balanced option over the year. Nonetheless, RetirePlus's returns of 12.9% for superannuation members and 14.5% for pensions members were pleasing.

Continuation of very easy monetary policy in major world economies (so-called quantitative easing) saw cash rates maintained at a minimal level throughout the year in major developed economies such as the US and UK.



Catholic Super investment management team

Left to right: Bill Currey, Garrie Lette, Libby Sparshatt, Alf Sirait.

Cash rates continued to fall in Australia also with the Reserve Bank's official cash rate being down to 2.75% by year end (and it was further reduced to 2.5% in August 2013). Whilst government bond rates had risen from their centuries-long lows by 30 June, they too remained well below levels of recent decades. In this environment, investors have seen equities as attractive relative to other options, even though revenue and earnings growth has been subdued due to continuing soft economic conditions. Furthermore, equity markets were supported by somewhat more positive economic news in the US together with signs of some stabilisation in Europe and the determination of authorities in Europe to preserve their common currency.

Markets had a sharp setback towards the end of the year when comments by US Federal Reserve Bank Chairman Ben Bernanke created concerns that the Fed may reduce the scale of its quantitative easing program (commence tapering) earlier than had been anticipated. Markets recovered quickly and indeed were very strong again through the September quarter 2013. Nevertheless, the initial market reaction highlights concerns as to the fundamental underpinnings of the recent strong sharemarket returns and their durability into the future, especially since the extremely supportive monetary policies pursued over recent years in major developed economies have not yet resulted in a convincing economic recovery.

By and large, the very strong equity returns of 2012/13 came from higher valuations rather than increased earnings. The market was prepared to pay more for a given level of company earnings. As a result, the valuation starting point from which future equity returns will be measured is correspondingly more demanding. In short, some of the very strong equity returns in 2012/13 can be seen as bringing forward of returns which might have been expected in future years. Furthermore, with cash and bond rates at current very low levels, these traditional investment avenues will not contribute much towards achieving our long term investment objectives. Despite this, we still believe that our medium to long term investment objectives (for example, the 3.5% pa over inflation for our superannuation Balanced option, after tax and fees, measured over rolling 5 and 7 year periods) are achievable. That being said, the likelihood that those objectives will be achieved is now lower. And, as always, we must anticipate volatility along the way.

Garrie Lette
Chief Investment Officer
October 2013

Investment Policy

The broad investment aim of the Trustee is to maximise the Fund's long term investment returns, subject to acceptable risk parameters (which vary across the options). Each investment option has clearly defined investment objectives and strategies. These are shown in the tables on the following pages.

For full details, ask for a copy of Catholic Super's Investment Policy Statement by calling **1300 655 002** or emailing **info@csf.com.au**.

The Trustee employs a number of professional investment managers to manage the assets of the Fund. With the assistance of the appointed Investment Consultant, the Trustee monitors and reviews the performance of each investment manager on a regular basis, adding or removing managers from time to time as appropriate. In addition, all of the Fund's assets are held by a Custodian to ensure the security of your super.

No more than 10% of the Fund or of any investment option is expected to be invested in any one underlying asset or security.

During the financial year ended 30 June 2013, the Trustee was not aware of any individual investments, or any combination of investments, that were invested either directly or indirectly in any single enterprise or group of associated enterprises, that had a total value of more than 5% of the Fund's total assets.

Use of Derivatives

Derivatives are securities that derive their value from another security, e.g. futures and options. The Trustee does not directly utilise derivative instruments and does not intend to do so.

External investment managers may utilise derivatives in managing the investments of the Fund. Where this is the case, the Trustee confirms with the relevant investment managers on an annual basis that they have appropriate risk management processes in place in relation to the use of derivatives and the purposes for which they are used.

Investment objectives and strategies

These tables explain each of our investment options, their current objectives, strategies and asset allocations. For more information, please read our Product Disclosure Statements available from our website at www.csf.com.au/super-pds and www.csf.com.au/pension-pds.

Managed Choice Options

	Aggressive	Moderately Aggressive	Balanced (Default option)	Conservative Balanced
Aim	To achieve strong investment returns over the long term. Returns are likely to be extremely volatile and risk of capital loss over short to medium term periods is very high.	To achieve attractive returns over the long term. Returns are likely to be very volatile and risk of capital loss over short to medium term periods is high.	To achieve favourable returns over the long term. Returns are likely to be volatile and a risk of capital loss over short to medium term periods is substantial.	To achieve solid long term returns over the long term. Returns are likely to be moderately volatile and risk of capital loss over short to medium term periods is significant.
Return Objective (Super)	CPI + 4.5% over rolling 5 years	CPI + 4.0% over rolling 5 years	CPI + 3.5% over rolling 5 years	CPI + 3.25% over rolling 5 years
Standard Risk Measure	Estimated number of negative annual returns over any 20 year period, 4 to less than 6 years.	Estimated number of negative annual returns over any 20 year period, 4 to less than 6 years.	Estimated number of negative annual returns over any 20 year period, 3 to less than 4 years.	Estimated number of negative annual returns over any 20 year period, 3 to less than 4 years.
Risk Band and Label	Risk Band 6, High	Risk Band 6, High	Risk Band 5, Medium to High	Risk Band 5, Medium to High
Target Asset Allocation	96% Growth assets, 4% defensive assets	80% Growth assets, 20% defensive assets	70% Growth assets, 30% defensive assets	55% Growth assets, 45% defensive assets
Suggested minimum timeframe	Very long (7 – 10 years +)	Very long (7 – 10 years +)	Long (5 – 10 years +)	Medium (5 years +)
Strategic asset allocation*	Australian Shares 40% Overseas Shares 35% Property 5% Private Equity 4% Growth Alternatives 7% Infrastructure 9%	Australian Shares 32% Overseas Shares 28% Property 6% Private Equity 4% Growth Alternatives 6% Fixed Interest 7% Cash 2% Infrastructure 8% Defensive Alternatives 7%	Australian Shares 30% Overseas Shares 24% Property 8% Private Equity 3% Growth Alternatives 6% Fixed Interest 13% Cash 3% Infrastructure 6% Defensive Alternatives 7%	Australian Shares 24% Overseas Shares 18% Property 9% Private Equity 2% Growth Alternatives 6% Fixed Interest 18% Cash 10% Infrastructure 5% Defensive Alternatives 8%

	Moderately Conservative	Conservative	RetirePlus																																														
Aim	To achieve reasonable returns over the long term. Volatility of returns is likely to be lower than that of more equity-oriented options, although still significant and risk of capital loss over short to medium term periods lower, although still significant.	To minimise the risk of loss of capital, whilst accepting that this is likely to result in lower investment returns over the long term. Volatility of returns is likely to be lower than that of more equity-oriented options, although still material, and over short to medium term periods some risk of capital loss exists.	To achieve solid investment returns over the long term. Compared with other options with a similar overall risk profile, RetirePlus is expected to provide some additional protection against key risks facing those in or approaching retirement, being market risk and inflation risk. Returns are expected to be moderately volatile and risk of capital loss over short to medium periods is significant although lower than that of more equity oriented options.																																														
Return Objective (Super)	CPI + 3.0% over rolling 5 years	CPI + 2.5% over rolling 5 years	CPI + 3.0% over rolling 5 years																																														
Standard Risk Measure	Estimated number of negative annual returns over any 20 year period, 2 to less than 3 years.	Estimated number of negative annual returns over any 20 year period, 1 to less than 2 years.	Estimated number of negative annual returns over any 20 year period, 2 to less than 3 years.																																														
Risk Band and Label	Risk Band 4, Medium	Risk Band 3, Low to Medium	Risk Band 4, Medium																																														
Target Asset Allocation	40% Growth assets, 60% defensive assets	25% Growth assets, 75% defensive assets	50% Growth assets, 50% defensive assets																																														
Suggested minimum timeframe	Short to Medium (3 – 5 years +)	Short to Medium (3 – 5 years +)	Medium (5 years +)																																														
Strategic asset allocation*	<table border="0"> <tr><td>Australian Shares</td><td>19%</td></tr> <tr><td>Overseas Shares</td><td>13%</td></tr> <tr><td>Property</td><td>9%</td></tr> <tr><td>Growth Alternatives</td><td>6%</td></tr> <tr><td>Fixed Interest</td><td>21%</td></tr> <tr><td>Cash</td><td>19%</td></tr> <tr><td>Infrastructure</td><td>3%</td></tr> <tr><td>Defensive Alternatives</td><td>10%</td></tr> </table>	Australian Shares	19%	Overseas Shares	13%	Property	9%	Growth Alternatives	6%	Fixed Interest	21%	Cash	19%	Infrastructure	3%	Defensive Alternatives	10%	<table border="0"> <tr><td>Australian Shares</td><td>11%</td></tr> <tr><td>Overseas Shares</td><td>8%</td></tr> <tr><td>Property</td><td>10%</td></tr> <tr><td>Fixed Interest</td><td>28%</td></tr> <tr><td>Cash</td><td>27%</td></tr> <tr><td>Infrastructure</td><td>2%</td></tr> <tr><td>Defensive Alternatives</td><td>14%</td></tr> </table>	Australian Shares	11%	Overseas Shares	8%	Property	10%	Fixed Interest	28%	Cash	27%	Infrastructure	2%	Defensive Alternatives	14%	<table border="0"> <tr><td>Australian Shares</td><td>24%</td></tr> <tr><td>Overseas Shares</td><td>15%</td></tr> <tr><td>Property</td><td>7%</td></tr> <tr><td>Growth Alternatives</td><td>6%</td></tr> <tr><td>Cash</td><td>12%</td></tr> <tr><td>Infrastructure</td><td>6%</td></tr> <tr><td>Defensive Alternatives</td><td>10%</td></tr> <tr><td>Inflation Linked Securities</td><td>20%</td></tr> </table>	Australian Shares	24%	Overseas Shares	15%	Property	7%	Growth Alternatives	6%	Cash	12%	Infrastructure	6%	Defensive Alternatives	10%	Inflation Linked Securities	20%
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Build Your Own Options

	Australian Shares	Overseas Shares	Property
Aim	To achieve strong investments returns. Returns are likely to be very volatile and risk of capital loss over short to medium term periods is very high.	To achieve strong investment returns. Returns are likely to be very volatile and risk of capital loss over short to medium term periods is very high.	To achieve solid investment returns. Risk of capital loss over short to medium term periods is significant.
Return Objective (Super)	CPI + 4.5% over rolling 5 years	CPI + 4.5% over rolling 5 years	CPI + 3.0% over rolling 5 years
Standard Risk Measure	Estimated number of negative annual returns over any 20 year period, 6 or greater.	Estimated number of negative annual returns over any 20 year period, 4 to less than 6 years.	Estimated number of negative annual returns over any 20 year period, 3 to less than 4 years.
Risk Band and Label	Risk Band 7, Very High	Risk Band 6, High	Risk Band 5, Medium to High
Target Asset Allocation	100% Growth assets	100% Growth assets	20% Growth assets, 80% defensive assets
Suggested minimum timeframe	Very long (7 – 10 years+)	Very long (7 – 10 years +)	Long (5 – 10 years +)
Strategic asset allocation	Australian Shares 100%	Overseas Shares 100%	Property 80% Listed Property 20%

	Diversified Fixed Interest	FlexiTerm Deposit	Cash
Aim	To achieve positive real returns over the medium to long term with volatility of returns expected to be lower than that of equities options.	To invest in a diversified pool of term deposits with Australian banks with a view to providing slightly higher return than the Cash option and similar stability of cashflow.	To produce a return equal to or above the official cash rate.
Return Objective (Super)	CPI + 2% over rolling 5 years	To achieve positive returns in all monthly periods	To achieve positive returns in all monthly periods
Standard Risk Measure	Estimated number of negative annual returns over any 20 year period, 1 to less than 2.	Estimated number of negative annual returns over any 20 year period, less than 0.5.	Estimated number of negative annual returns over any 20 year period, less than 0.5.
Risk Band and Label	Risk Band 3, Low to Medium	Risk Band 1, Very Low	Risk Band 1, Very Low
Target Asset Allocation	100% defensive assets	100% defensive assets	100% defensive assets
Suggested minimum timeframe	Medium (3 – 5 years +)	Short (1 year +)	Short (1 year +)
Strategic asset allocation	Fixed Interest 100%	Term Deposit 95% Cash 5%	Cash 100%

Long Term Returns

As superannuation is a long-term investment, it is generally appropriate to consider performance over five years or more.

The tables below show the performance of our investment options over the last five years for both super and pension accounts. Returns shown are after fees and taxes as at 30 June 2013.

The actual returns credited to a member's account balance will be influenced by the timing of payments into and out of the account, allowing for contributions, taxes, fees and switches between investment options.

	Super Account	2012/2013	2011/2012	2010/2011	2009/2010	2008/2009	Annualised compound returns over 5 years (pa)*
Managed Choice Options	Aggressive	19.7%	-1.4%	12.4%	11.6%	-12.1%	5.4%
	Moderately Aggressive	17.0%	0.0%	11.4%	10.8%	-10.7%	5.2%
	Balanced	14.1%	0.6%	11.4%	8.6%	-9.9%	4.6%
	Conservative Balanced	13.9%	N/A	N/A	N/A	N/A	N/A
	Moderately Conservative	11.1%	2.9%	8.8%	9.0%	-6.0%	5.0%
	Conservative	9.0%	4.1%	7.4%	7.6%	-3.3%	4.9%
	RetirePlus	12.9%	N/A	N/A	N/A	N/A	N/A
Build Your Own Options	Australian Shares	17.5%	-6.0%	16.7%	13.5%	-12.2%	5.2%
	Overseas Shares	25.8%	-3.1%	6.9%	8.7%	-10.0%	5.0%
	Property	7.4%	6.9%	12.5%	8.1%	-12.1%	4.2%
	Diversified Fixed Interest	4.3%	7.3%	6.6%	4.8%	6.2%	5.8%
	Cash	3.5%	4.4%	4.7%	3.6%	4.9%	4.2%
	Inflation Rate (CPI)	2.4%	1.2%	3.6%	3.1%	1.5%	N/A

	Pension Account	2012/2013	2011/2012	2010/2011	2009/2010	2008/2009	Annualised compound returns over 5 years (pa)*
Managed Choice Options	Aggressive	22.2%	-1.6%	13.6%	13.4%	-13.8%	6.0%
	Moderately Aggressive	19.3%	0.0%	12.6%	12.6%	-12.2%	5.9%
	Balanced	16.1%	0.8%	12.6%	10.1%	-11.4%	5.2%
	Conservative Balanced	15.7%	N/A	N/A	N/A	N/A	N/A
	Moderately Conservative	12.8%	3.5%	9.8%	10.4%	-6.8%	5.7%
	Conservative	10.4%	4.8%	8.2%	8.5%	-3.6%	5.6%
	RetirePlus	14.5%	N/A	N/A	N/A	N/A	N/A
Build Your Own Options	Australian Shares	19.1%	-6.6%	17.8%	14.7%	-12.6%	5.6%
	Overseas Shares	30.4%	-1.8%	8.2%	11.6%	-13.0%	6.1%
	Property	8.2%	7.9%	12.4%	9.1%	-13.4%	4.4%
	Diversified Fixed Interest	5.0%	8.6%	7.7%	5.5%	7.2%	6.8%
	Cash	4.1%	5.3%	5.5%	4.1%	5.6%	4.9%
	Inflation Rate (CPI)	2.4%	1.2%	3.6%	3.1%	1.5%	N/A

Returns shown after fees and taxes. * As at 30 June 2013

Note: The FlexiTerm Deposit option commenced on 23 October 2012 and therefore no annual performance is available.

The Conservative Balanced and RetirePlus options commenced at the end of June 2012 and therefore no longer term performance is available.

Past performance is not a guarantee of future performance. Returns have been rounded to one decimal place.

How returns are allocated

Unit Prices

Catholic Super uses a 'unitised' system which was introduced on 1 July 2003. Each member is assigned a number of units corresponding to the dollar value of their account.

The value of those units, called the 'unit price', is updated weekly and is available on the Fund's website. The unit price moves up or down depending on the investment performance of each investment option.

As contributions are added to a member's account, units are purchased at the latest unit price. When a member leaves the Fund or withdraws money, units are redeemed (sold) at the latest unit price.

Unit prices for each investment option are derived by dividing the market value of the Fund's assets comprising each investment option, by the number of units on issue for the investment option, after allowing for non-member specific fees and taxes. Such fees include investment manager fees and custodian fees.

To work out the current value of an account balance, simply multiply the number of units held by the latest unit price available for the relevant investment option.

At the end of each financial year, Catholic Super takes the final unit prices and translates them into an annual return for each investment option. A member's statement shows the unit prices that apply to their chosen investment options, and also the returns earned over the financial year as a percentage.

Each member's return is influenced by the timing of contributions received, any withdrawals made, and any switches between investment options that may have taken place during the last financial year.

Fund Reserves

Annual returns for each investment option are set closely in line with the actual investment return achieved on that option for the period concerned. However, a small reserve (generally less than 1% of assets) is maintained. The primary purpose of the reserve is to enable the Trustee to efficiently meet and mitigate the cost of an unexpected operational risk event on members and/or the Fund.

The reserve is a contingency reserve and is for short term funding requirements such as funding the rectification of errors where such costs are not met by third parties, or are recoverable from third parties or insurance but only at a much later stage. The reserve may also assist in meeting excesses applicable under insurance or indemnity arrangements.

The reserve may only be allocated with the authorisation (in writing) of the Chief Executive Officer, and any allocation from the reserve must be reported to the next scheduled Board Audit Committee meeting.

The level of the reserve will be set at an amount as may be determined by the Trustee from time to time. The reserve is invested using an enhanced cash strategy.

Reserve movements over the last three years are shown below:

Year	Reserve amount at 30 June
2012/2013	\$51,772,088
2011/2012	\$19,440,755
2010/2011	\$31,197,181

Investment management fees

The base fee covers the cost of investing Catholic Super's assets and is based on the investment managers in place, their fee structure and the asset allocation for a particular financial year. It also covers the cost of custodian fees and investment advice.

Some of Catholic Super's investment managers charge performance fees when they exceed agreed performance benchmarks. When performance fees are incurred, they are accompanied by a more than commensurate increase in returns by the investment manager. If a manager does not meet agreed benchmarks, then no performance fee will be paid.

The table below shows the annual investment management fees for our superannuation investment options for the financial year ended 30 June 2013 in percentage terms as well as the equivalent dollar cost for every \$10,000 invested.

	Base Management Expense Ratio (MER)	Performance Fee*	Total Fee	Base Management Expense Ratio (MER) per \$10,000	Performance Fee* per \$10,000	Total Fee per \$10,000
Managed Choice Options – Super						
Aggressive	0.68%	0.09%	0.77%	\$68	\$9	\$77
Moderately Aggressive	0.65%	0.08%	0.73%	\$65	\$8	\$73
Balanced	0.60%	0.07%	0.67%	\$60	\$7	\$67
Conservative Balanced	0.57%	0.06%	0.63%	\$57	\$6	\$63
Moderately Conservative	0.48%	0.06%	0.54%	\$48	\$6	\$54
Conservative	0.41%	0.05%	0.46%	\$41	\$5	\$46
RetirePlus	0.52%	0.06%	0.58%	\$52	\$6	\$58
Build Your Own Options – Super						
Australian Shares	0.52%	0.16%	0.68%	\$52	\$16	\$68
Overseas Shares	0.68%	0.08%	0.76%	\$68	\$8	\$76
Property	0.65%	0.01%	0.66%	\$65	\$1	\$66
Diversified Fixed Interest	0.37%	0.07%	0.44%	\$37	\$7	\$44
FlexiTerm Deposit	0.19%	0.00%	0.19%	\$19	\$0	\$19
Cash	0.08%	0.00%	0.08%	\$8	\$0	\$8

* Performance fees: Some investment managers charge performance-based fees when they exceed agreed return targets. These fees will be incurred by those options which have an exposure to Australian Shares, Overseas Shares, Fixed Interest, Infrastructure and Property. Investment management fees will vary from year to year depending on the total amount of funds under management in each option, the investment managers appointed, and the investment performance of each option.

Investment management fees for our pension investment options are set out in our Pension Product Disclosure Statement available at www.csf.com.au/pension-pds.

Where your money was invested

The table shows the investment managers appointed by Catholic Super for each asset class as at 31 July 2013. These managers may change from time to time. For updates please visit our website www.csf.com.au/investment-managers.

Asset Class	Investment Managers	
Australian Shares	Acorn Capital Allan Gray Australia Colonial First State Global Asset Management Cooper Investors Denning Pryce	L1 Capital Paradice Investment Management RealIndex Investments Renaissance Asset Management
Overseas Shares	Aberdeen Asset Management Acadian Asset Management Colonial First State Global Asset Management Copper Rock Capital Partners Five Oceans Asset Management	Generation Investment Management MFS Investment Management Orbis Investment Advisory QS Investors
Property	AMP Capital Investors Colonial First State Global Asset Management Eureka Funds Management Fiduciary International Real Estate Goodman Australia Industrial Fund	GPT Wholesale Office Fund Industry Superannuation/Grosvenor International Lend Lease Real Estate Investment SG Hiscock
Fixed Interest	Aberdeen Asset Management Colonial First State Global Asset Management Members Equity	Perpetual Investments Wellington Management
Cash	Macquarie Funds Management	
Term Deposits	Internally managed	
Infrastructure	AMP Capital Investors Capital Dynamics Industry Funds Management	Infrastructure Capital Group Macquarie Specialised Asset Management
Defensive Alternative	Apollo Management Colonial First State Global Asset Management Hastings Fund Management	Industry Funds Management Morrison & Co
Growth Alternatives	Apollo Management Bentham Asset Management QEII Car Park Portfolio	Shenkman Capital Management Transfield Holdings – Campus Living
Private Equity	Continuity Capital Harbour Vest Partners Limited	Pantheon Ventures Limited Siguler Guff
Inflation Linked Securities	Ardea Asset Management	
Currency	State Street Global Advisors	

Fund accounts

The following is the Statement of Financial Position and Operating Statement from the audited Fund Accounts. The complete Financial Statements are available on request.

Statement of Financial Position as at 30 June 2013

	30-Jun-13 (\$)	30-Jun-12 (\$)
ASSETS		
Cash and Cash Equivalents		
Cash at Bank	25,920,787	30,367,088
Cash Investments	716,111,522	675,846,861
Trade and Other Receivables		
Contributions Receivable	-	771,946
Sundry Debtors	150,000	2,034,148
GST Receivable	148,515	84,816
Investments		
Australian Shares	1,290,120,380	1,161,827,361
International Shares	1,227,056,221	895,717,057
Listed Property	74,627,519	110,972,338
Unlisted Property	352,118,806	409,049,590
Diversified Fixed Interest	485,052,955	389,652,538
Private Equity	148,142,651	136,161,840
Alternatives – Growth	300,913,560	131,919,484
Alternatives – Defensive	348,916,568	235,134,752
Infrastructure	321,266,179	273,977,859
Tax Assets		
Deferred Tax Asset	276,333	26,345,685
Other Assets		
Fixed Assets	1,060,534	1,132,757
TOTAL ASSETS	5,291,882,530	4,480,996,120
LIABILITIES		
Trade and Other Payables		
Benefits Payable	1,579,743	1,317,500
Accounts Payable	9,252,034	10,262,682
Tax Liabilities		
Current Tax Liability	9,743,114	12,574,543
Deferred Tax Liability	23,651,913	-
Provisions		
Provision for Employee Benefits	780,686	711,924
TOTAL LIABILITIES	45,007,490	24,866,649
NET ASSETS AVAILABLE TO PAY BENEFITS	5,246,875,040	4,456,129,471
Represented by:		
LIABILITY FOR ACCRUED BENEFITS		
Allocated to Members' Accounts – Superannuation	4,179,039,865	3,648,003,104
Allocated to Members' Accounts – Pension	1,016,059,307	788,679,256
Not Yet Allocated	3,780	6,356
Reserves	51,772,088	19,440,755
	5,246,875,040	4,456,129,471

Operating Statement For The Year Ended 30 June 2013

	30-Jun-13 (\$)	30-Jun-12 (\$)
INVESTMENT REVENUE		
Interest	947,325	1,694,102
Distributions	182,344,361	190,095,897
Changes in Net Market Value	513,196,792	(131,623,602)
	696,488,478	60,166,397
CONTRIBUTIONS REVENUE		
Employer Contributions	258,136,143	277,578,716
Member Contributions	90,991,385	69,613,116
Transfers In	150,472,404	152,729,490
Government Contributions	2,741,925	3,323,922
	502,341,857	503,245,244
OTHER REVENUE		
Proceeds from Group Life Insurance	6,802,778	6,599,867
Other Income	918	808,123
TOTAL REVENUE	1,205,634,031	570,819,631
INVESTMENT EXPENSES		
Direct Investment Expenses	13,721,234	14,009,791
GROUP LIFE INSURANCE EXPENSES	20,132,512	19,955,853
GENERAL ADMINISTRATION EXPENSES		
Member Fee Expenses	6,074,584	5,583,716
Audit Fees	136,393	192,909
Operating Expenses	12,269,650	10,014,023
Anti-Detriment Payments	861,222	597,502
Superannuation Contributions Surcharge	(1,915)	(7,512)
TOTAL EXPENSES	53,193,680	50,346,282
BENEFITS ACCRUED AS A RESULT OF OPERATIONS BEFORE INCOME TAX	1,152,440,351	520,473,349
INCOME TAX EXPENSE	80,089,848	57,510,669
BENEFITS ACCRUED AS A RESULT OF OPERATIONS AFTER INCOME TAX	1,072,350,503	462,962,680

Who looks after your super?



From left to right: Marcia Clohesy, Gregg Quinn, Deb James, Paul Murphy, Peter Bugden, Peter Haysey, Chris Harkin, Brian Reed, John Connors. Inset: John Mildren

Board of Directors

The role of the Board is to ensure that the Fund is operated and managed in the best interests of members and in accordance with its Governing Rules and superannuation legislation.

The Board meets in accordance with a schedule of meetings that is established prior to the start of each calendar year.

The Board consists of equal numbers of member and employer representative Directors who are elected by members and employers respectively.

Congratulations to Ms Deb James who was re-elected as a Member Representative Director and Mr Chris Harkin who was elected as an Employer Representative Director during our 2013 Trustee Board elections.

We would like to thank Sr. Angela Ryan, who has retired as Director after representing the members of Catholic Super and the National Catholic Superannuation Fund for 20 years. The responsibilities of Directors of superannuation Trustee Boards are very significant and time consuming and in this context we wish to acknowledge the contribution of Sr. Angela, who has given well above what could reasonably be expected in ensuring that our merger with the National Catholic Superannuation Fund in 2010 was successful and that services and investment returns to our members have been at the highest levels possible within the current financial environment.

The current Directors (as at 31 October 2013) are:

Member Representative Directors

Peter Haysey (Deputy Chair)	Economics Teacher, Diocese of Lismore Online Education Centre, on secondment from Diocese of Wagga Wagga
John Mildren	Manager, Student Services and Industry Liaison, Victorian Registration and Qualifications Authority
Debra James	General Secretary, Independent Education Union Victoria Tasmania
John Connors	Principal, St Anne's School, Kew East
Greg Quinn	Marist College, North Sydney

Employer Representative Directors

Peter Bugden (Chair)	Retired
Marcia Clohesy	Retired
Brian Reed	Deputy Principal, Sacred Heart College, Kyneton
Chris Harkin	Chaplain at Princess Alexandra Hospital Brisbane
Paul Murphy	General Manager, Holy Spirit Care Services, Brisbane

Trustee Committees

The Trustee Board has a number of Committees and Management Groups, all chaired by a Director, to which it delegates various responsibilities. These are:

- Risk Management Committee
- Audit Committee
- Investment Management Group
- Insurance Reference Group
- Remuneration Committee.

Board Remuneration

Directors receive sitting fees for their services and presently are remunerated between \$20,000 and \$25,000 depending upon whether or not they sit on committees. The Chair receives \$75,000 in remuneration for fulfilling his responsibilities as Chair of Catholic Super and those associated with companies of which Catholic Super is the owner or a major investor.

Executive Remuneration

Total remuneration bands* as at 30 June 2013	Number of Key Management personnel in band
\$100,000 – \$200,000	2
\$200,001 – \$300,000	5
\$300,001 – \$400,000	2
\$400,001 – Above	0
Total executive remuneration paid by the Trustee Company	\$2,330,543

* Total remuneration for Key Management includes cash salary, non-monetary benefits (e.g. provision of company vehicle) and superannuation. Key Management personnel are not remunerated with variable performance payments of any kind and remuneration is fixed.

Reviews to salary are conducted annually, at which time remuneration is compared with internal and external benchmarks to ensure it is aligned with market medians. Depending on performance and relativities, an adjustment to salary generally no larger than the AWOTE movement may be made annually to salary. During 2013, an independent review of executive remuneration was undertaken confirming the alignment of salaries to the market median.

Key Management personnel are defined as those individuals who form part of the leadership team and have a key role in determining and executing the strategic objectives of the Fund.

Key Management personnel of the Fund include:

F. Pegan, Chief Executive Officer
B. Faorlin, Deputy Chief Executive Officer
G. Lette, Chief Investment Officer
T. Sammann, General Manager Member & Employer Services
C. Voyer, General Manager Catholic Financial Services
R. Clancy, General Manager Strategy
J. Farrugia, Company Secretary
P. Lyon, Human Resources Manager
S. McDonald, Marketing & Communications Manager

Other People Who Help Us Manage Catholic Super

The Trustee employs various professional advisers and service providers to assist in the management of the Fund. The Trustee is not associated with any of these organisations.

Administration Manager	Catholic Church Insurances Limited
Master Custodian	NAB Asset Servicing
Investment Managers	Refer to 'Where your money was invested' on page 10 for a full list of managers
Bank	Westpac Banking Corporation
Investment Consultant	JANA Investment Advisers
Auditor	Grant Thornton
Solicitors	IFS Legal
Tax Advisor	PricewaterhouseCoopers

Other things you need to know

Eligible Rollover Fund

If your super account balance falls below \$1,000 and you no longer work for a Catholic Super participating employer, there are two ways to keep your Catholic Super account open. You could ask your new employer to send your contributions to your Catholic Super account, or you could make a personal contribution or rollover benefits from another super fund to your Catholic Super account in order to maintain a balance of more than \$1,000.

If you don't take any of these actions within six months of the most recent contribution being paid into Catholic Super on your behalf, or you become a 'lost' member and your account balance is less than \$1,000, your super account balance may be transferred to:

AUSfund	Australia's Unclaimed Super Fund PO Box 2468 Kent Town SA 5071
Email:	admin@ausfund.net.au
Phone:	1300 361 798
Fax:	1300 366 233
Internet:	www.ausfund.net.au
International phone:	+61 8 8205 4953
International fax:	+61 8 8205 4990

If your account is transferred to AUSfund you will cease to be a member of Catholic Super. We encourage you to obtain a Product Disclosure Statement (PDS) from AUSfund in order to understand their fee structure and how they will manage your account balance.

AUSfund is an eligible rollover fund into which lost super fund members or members with small inactive accounts are transferred. AUSfund has a low fee structure designed to protect members with small balances. All members' balances are member protected, which means that administration charges will generally not be more than interest earned. Most members will continue to accumulate interest in AUSfund. AUSfund does not offer insurance cover.

Unclaimed Monies

By law, Catholic Super must transfer lost super accounts with balances under \$200, or those that are unidentified and have been inactive for more than five years, to the Australian Taxation Office (ATO). To find out more, visit www.ato.gov.au.

Temporary Residents' Benefits

Catholic Super is required to pay the super of former temporary residents to the ATO, if it has been more than six months since the former temporary resident employee departed Australia, and their visa has expired or been cancelled. Visit www.ato.gov.au for more information.

Compliance

Catholic Super is a regulated superannuation fund under the Superannuation Industry (Supervision) Act 1993. For the period 1 July 2012 to 30 June 2013, and all previous reporting periods, the Trustee is of the opinion that the Fund complied with all statutory requirements of superannuation, taxation and other relevant legislation, and that the Australian Prudential Regulation Authority (APRA) would be satisfied with the Fund's compliance for those years.

Trust Deed Changes

Catholic Super is governed by a Trust Deed dated 11 January 1971, together with subsequent amendments.

The Deed was last amended on 10 April 2013 to include provisions required by the Federal Government's MySuper Legislation.

The Trustee certifies that the above amendment to the Deed did not diminish the value of the interest in the Fund of any member or beneficiary.

A copy of the Trust Deed is available upon request by calling **1300 655 002**.

Catholic Super teams across Australia

Member Services team 1300 655 002
8.00 - 5.30 pm (Melbourne time)

Victoria

Call 1300 655 002 to make an appointment



Melbourne
Level 1
535 Bourke Street



Geelong
Ashby House
1 Malone Street

Catholic Super Member and Employer Services team

Loretta Drago

National Client Services Manager
(Melbourne)

Paul Hales

Client Services Manager (Melbourne)

Pauline Kenfield

Client Services Officer (Geelong)

Eric Marshall

Client Services Manager (Geelong)

Tom Sammann

General Manager, Member
& Employer Services (Melbourne)

Paul Steward

Client Services Manager (Melbourne)

Catholic Financial Services team

Andrew Chatelier

Team Leader – Paraplanning
(Melbourne)

Bryan Coster

Financial Planner (Melbourne)

Gavin Dealy

Financial Planner (Geelong)

Patrick Hayes

Paraplanner (Melbourne)

Mark Juricskay

Financial Planner (Melbourne)

Peter Naumenko

Financial Planner (Melbourne)

Caroline Ngoi

Paraplanner (Melbourne)

Tania Novo

Practice Support Manager (Melbourne)

Lisa Ostrom

Paraplanner (Melbourne)

Bette Sewell

Financial Planner (Melbourne)

Craig Voyer

General Manger, Catholic Financial
Services (Melbourne)

Queenland

Call 07 3367 0447 to make an appointment



Lavalla Centre
Level 2, 58 Fernberg Road
Paddington Qld 4064

Neville Griffiths

Financial Planner, Catholic
Financial Services

Matthew Kalz

Financial Planner, Catholic
Financial Services

Katie Lightfoot

Client Services Manager, Catholic Super

George Turner

Client Services Manager, Catholic Super

New South Wales

Call 02 9211 5622 to make an appointment



Suite 1.14
22-36 Mountain Street
Ultimo NSW 2007

Bruce Cockerill

Client Services Officer, Catholic Super

Greg Leaney

Client Services Manager, Catholic Super

Scott Jackson

Financial Planner,
Catholic Financial Services

Anthony McCarthy

Market Development Manager,
Catholic Super

Australian Capital Territory

Call 02 6232 6716 to make an appointment



Unit 3
59 Wentworth Avenue
Kingston ACT 2604

Max Bruins

Client Services Manager,
Catholic Super

David Meakin

Financial Planner,
Catholic Financial Services

Western Australia

Call 08 9228 8365 to make an appointment



St Brigid's Centre
60 John Street
Northbridge WA 6003

Ian McRae

Financial Planner,
Catholic Financial Services

Nunzio Papotto

Client Services Manager,
Catholic Super

Tasmania

Call 03 6278 7259 to make an appointment



35 Tower Road
New Town TAS 7008

Jeremy Ayliffe

Client Services Manager, Catholic Super
Financial Planner, Catholic Financial
Services



1300 655 002 | www.csf.com.au

GPO Box 180, Melbourne VIC 3001

E info@csf.com.au | F 03 9934 3465

Melbourne

Level 1
535 Bourke Street
Melbourne
VIC 3000

Geelong

Ashby House
1 Malone Street
Geelong
VIC 3220

Canberra

Unit 3
59 Wentworth Ave
Kingston
ACT 2604

Sydney

Suite 1.14
22-36 Mountain St
Ultimo
NSW 2007

Brisbane

Lavalla Centre
Room 8, Level 2
58 Fernberg Road
Paddington
QLD 4064

Perth

St Brigid's Centre
60 John Street
Northbridge
WA 6003

Hobart

35 Tower Road
New Town
TAS 7008



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