

HOUSE OF REPRESENTATIVES STANDING COMMITTEE ON ECONOMICS

REVIEW OF THE FOUR MAJOR BANKS AND OTHER FINANCIAL INSTITUTIONS SUPERANNUATION SECTOR

Sunsuper

SS123QW:

Assuming a young Australian whose birthday was 1 July 1989, got their first job on 1 July 2005, opened a default superannuation account on 1 July 2005, made the average contribution of a person in that age bracket, using the default product offer made at that time and made no additional contributions, received the average growth, paid all fees, insurances and deductibles, please complete the following table.

Answer:

Age	Financial year	Annual average income of fund members from that age bracket in that year (\$)	Average Compulsory superannuation contribution in that year (%) of income	Resulting average annual superannuation contribution made (\$)	All fees, insurances, indirect cost ratios and other deductibles not classified as fees (\$)	Average growth in that year (\$)	Balance at the end of that year (\$)
16	2005/2006	20,000	9.00%	1,554	165	102	1,491
17	2006/2007	28,030	9.00%	2,169	176	410	3,893
18	2007/2008	36,061	9.00%	2,792	260	-229	6,197
19	2008/2009	44,091	9.00%	3,406	276	-792	8,534
20	2009/2010	52,122	9.00%	4,020	287	1,008	13,275
21	2010/2011	60,152	9.00%	4,634	322	1,492	19,079
22	2011/2012	68,182	9.00%	5,238	291	101	24,127
23	2012/2013	72,639	9.00%	5,581	345	4,463	33,826
24	2013/2014	74,381	9.25%	5,872	412	5,117	44,403
25	2014/2015	75,343	9.50%	6,120	588	5,160	55,095
26	2015/2016	75,582	9.50%	6,140	662	2,221	62,794
27	2016/2017	77,433	9.50%	6,285	876	8,716	76,920
28	2017/2018	79,815	9.50%	6,478	978	9,325	91,744
29	2018/2019	81,931	9.50%	6,646	1,084	8,972	106,279
30	2019/2030	84,625	9.50%	6,879	1,124	-1,029	111,005
Totals				73,813	7,847	45,038	111,005

Assumptions:

- In calculating the average annual super contributions, we have allowed for contributions tax, given it is a government tax, rather than a fee or charge applied by Sunsuper
- For salaries, we have used ABS information (given Sunsuper does not have salary information) and assumed that the person worked part-time before increasing up to the QLD AWE figures.