



INVESTMENT UPDATE

JUNE 2015 QUARTER

Dear Member,

Welcome to the latest *Investment Update* for the Nissan Superannuation Plan, keeping you up to date with what's been happening in the financial markets and how the Plan's investments, and your super, have performed during the June quarter.

If you have any questions about your super, please contact a member of the Policy Committee.

Towers Watson Superannuation Pty Ltd

Quarter results

The Plan's **June quarter investment returns*** for the:

- Growth option was -3.0%
- Balanced 50/50 option was -2.4%
- Cash option was 0.5%

Investment returns for the key asset classes for the quarter for:

- Australian shares was -6.5%
- International shares (hedged) was 0.0%
- International shares (unhedged) was -0.1%
- Global property (hedged) was -8.4%
- Australian fixed interest was -2.3%
- Australian cash was 0.6%

Plan investment performance

Global share markets were flat over the quarter and the Australian share market had one of its poorest quarters for a while, falling by 6.5%.

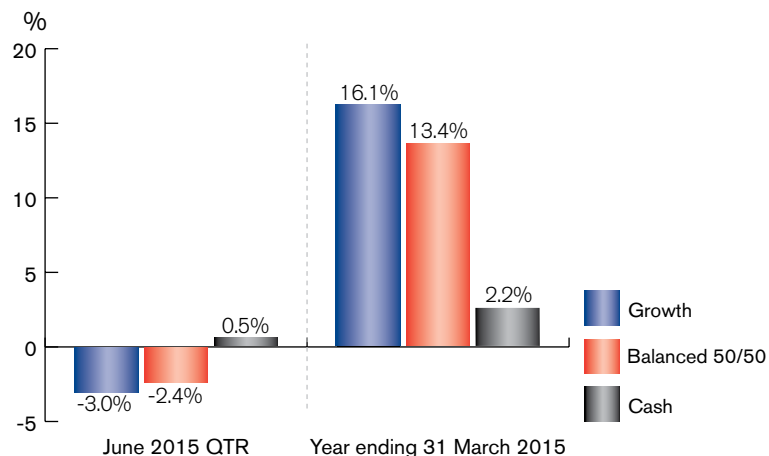
In Europe, the seasonally-adjusted unemployment rate remained high in May at 11.1%, although this was a slight improvement from 11.3% in February. The breakdown in negotiations between Greece and its creditors weighed heavily on share markets in June. The US economy showed encouraging signs. Building confidence reached its highest level since 2005, and the unemployment rate declined. This indicates a growing optimism that housing will continue to strengthen in the months ahead.

Australian economic data provided mixed signals about the strength of the economy. While consumer confidence and Australian manufacturing activity fell during the quarter, there was a slight improvement in the unemployment rate, from 6.1% in March 2015 to 6.0% in June 2015. Australian shares lost ground over the quarter, falling 6.5% (according to the S&P/ASX 300 Accumulation Index) and underperforming international shares.

The Reserve Bank of Australia kept the official cash rate of 2.0% unchanged at its June meeting to further encourage household spending and stimulate business investment. The Australian dollar changed little over the quarter to end June at 76.80 US cents.

Australian Government and global bond yields across major markets increased significantly over the quarter. The five-year Australian Government bond yield closed the quarter up 0.49%, at 2.29%. This has a negative effect on the value of bond holdings, and consequently the Plan saw negative returns from its Australian and global fixed interest investments.

The graph below shows the Plan's net investment returns* for the three investment options for the quarter ended 30 June 2015 and for the year ended 31 March 2015.



* Net of investment fees, tax and an allowance for the build up of the Operational Risk Financial Requirement reserve.

Please note that past investment performance is not necessarily an indication of future performance.

2015 Annual Report is available

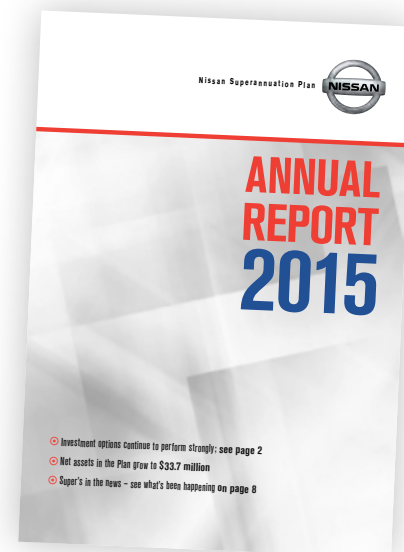
This year, you were sent a copy of the 2015 *Annual Report* to your home address together with your annual *Benefit Statement*.

This year's Report includes:

- An update on how the Plan's investments performed during the year – including how the Plan's performance compared to other, similar superannuation funds;
- An update on the latest super news, such as changes to eligibility conditions for the age pension; and
- Information on how the Plan is managed.

Your 2015 *Annual Report* is also available to download at nsp.nissan.com.au.

We encourage you to read the Report carefully and contact the Plan administrator on **1800 127 953** if you have any questions.



The information in this publication is general information only and does not take into account your particular objectives, financial circumstances or needs. It is not personal or tax advice. Any examples included are for illustration only and are not intended to be recommendations or preferred courses of action. You should consider obtaining professional advice about your personal circumstances before making any financial or investment decision based on the information contained in this document. Investment returns can be positive or negative and are not guaranteed by the Trustee.

Issued in August 2015 by Towers Watson Superannuation Pty Ltd (ABN 56 098 527 256, AFSL 236049) as Trustee for the Nissan Superannuation Plan (ABN 24 774 305 410).