

Early release of super

The Government is allowing individuals facing financial stress as a result of Covid-19 to access up to \$10,000 of their super before July and a further \$10,000 between July and 24 September this year. To apply, you'll need to go through the ATO (via the myGov website).



To apply for early release, you must satisfy one or more of the following requirements:

- You are unemployed.
- You are eligible to receive a job seeker payment, youth allowance for jobseekers, parenting payment (which includes the single and partnered payments), special benefit or farm household allowance.
- On or after 1 January 2020, either:
 - you were made redundant
 - your working hours were reduced by 20% or more
 - if you were a sole trader, your business was suspended or there was a reduction in your turnover of 20% or more.

What a \$20,000 early withdrawal could mean at retirement

Age	Current balance	Withdrawal from your account	Reduced balance at retirement
25	\$22k	\$20k	-\$189k
30	\$39k	\$20k	-\$145k
35	\$60k	\$20k	-\$110k
40	\$72k	\$20k	-\$84k
45	\$85k	\$20k	-\$64k
50	\$99k	\$20k	-\$49k
55	\$117k	\$20k	-\$38k
60	\$126k	\$20k	-\$28k
65	\$135k	\$20k	-\$22k

Assumptions

- Withdrawing from your account \$10,000 April 20th to July 1st 2020 and \$10,000 July to Sept 2020.
- Retirement balances are presented in future dollars.
- Assume default Death & TPD insurance premiums for Manual worker.
- Admin fee of 0.19% p.a. and \$104 p.a. (inflating at CPI) apply.
- Assume net of tax investment return of 5.75% p.a. under the default MySuper Growth option.
- Assume long term CPI of 2.5% p.a. and rise in living standard of 1% p.a.
- Assumes retirement at age 67

We're here to help



Call Cbus Advice Services on **1300 361 784**
Press 4 to be connected – 8am to 8pm Monday to Friday (AEST)



Email advice@cbussuper.com.au
Or use our online form to request a call from Advice Services at cbussuper.com.au/tools-resources/advice-services#adviceform