

## Case Study 1

Members Equity Bank First Home Saver Account



### Meet Aidan, 29 years old

Aidan spent his 20s travelling and home ownership wasn't a priority for him. He is now 29 and has settled back home in Australia as a permanent resident.

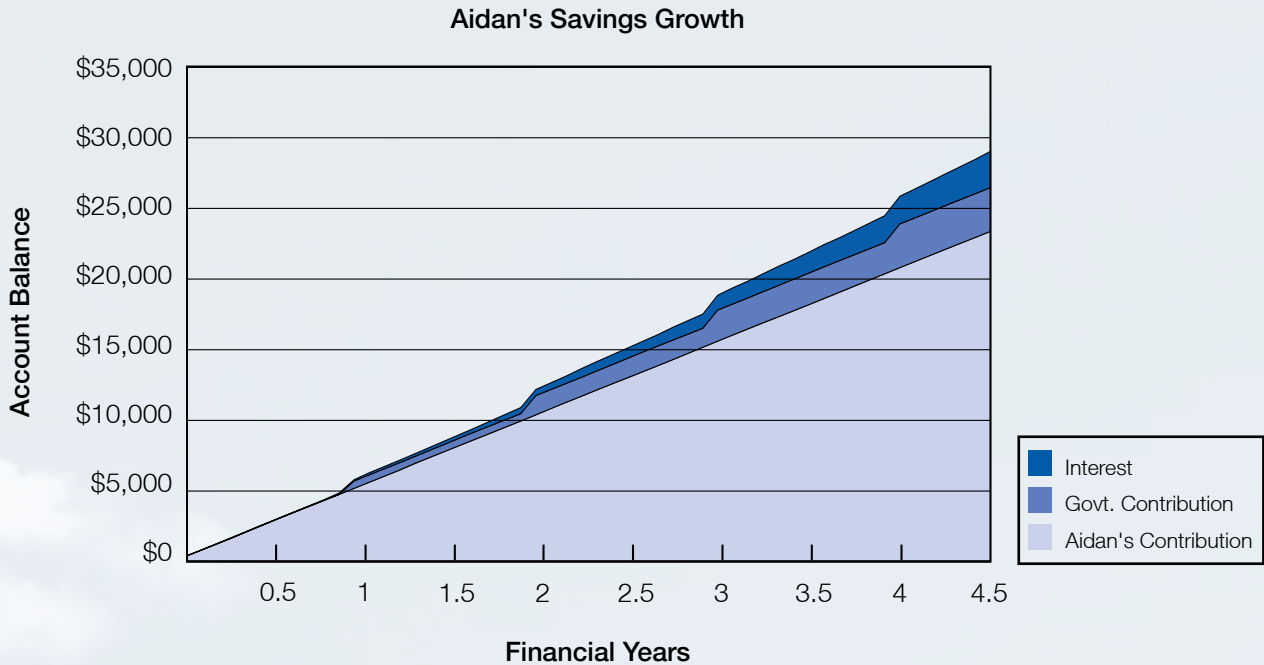
Aidan has decided to start saving for his first home with a Members Equity Bank First Home Saver Account. He has made the decision to establish a Regular Savings Plan and will transfer \$100 per week from his transaction account into his Members Equity Bank First Home Saver Account to boost his savings. His goal is to use his deposit to buy his first home in 4½ years time.



Make home ownership a reality today and call **13 15 63** or visit [www.membersequitybank.com.au/firsthomesaver](http://www.membersequitybank.com.au/firsthomesaver)

## How Aidan's savings will grow

If Aidan commits to his strategy with no change during this time, he would have saved around \$29,000 after four years and six months.



Initial deposit:	\$0
Aidan's contributions:	\$23,400
Interest on contributions (less tax):	\$2,529
Government contributions:	\$3,100
<b>Total saved after 4.5 yrs:</b>	<b>\$29,028</b>

NB. This figure has been calculated using the Australian Securities and Investments Commission (ASIC) First Home Saver Account calculator at [www.fido.gov.au](http://www.fido.gov.au)

Assumptions: This scenario is fictitious and contains general information only. It assumes Aidan is an Australian resident for at least part of each of the financial years in the period, and that he remains eligible to hold a First Home Saver Account (FHSA) at all times during the period. An interest rate of 5.00% p.a. applies over the 4½ year period and that rate will compound. The interest rate applied was determined by the FHSA calculator at [www.fido.gov.au](http://www.fido.gov.au) as an appropriate estimated interest rate for a bank account over the period covered by the scenario. The Government will make a contribution equal to 17.00% p.a. on the first \$5,000 of personal contributions for the first financial year in which contributions are made by Aidan. That \$5,000 maximum of personal contributions (upon which the Government contributions are calculated) is assumed to increase by 2.5% p.a. in \$500 increments. Aidan will lodge tax returns for each financial year and Government contributions will be calculated and added five months after the end of each financial year. The results in this example are based on Aidan's weekly contributions of \$100 made throughout the period. 15% tax on the interest earned from Members Equity Bank (MEB) has been subtracted. No fees are charged during the period. MEB does not currently charge fees on the FHSA. However, under the relevant terms and conditions, MEB has the right to charge fees if it provides the requisite notice. All results are expressed in nominal dollar terms; i.e. the results are not adjusted for inflation. The information contained in this scenario has been prepared without taking account of your objectives, financial situation or needs. Before acting on this scenario, you should consider the appropriateness of the information contained in the scenario having regard to your own objectives, financial situation and needs. You should obtain a copy of the Product Disclosure Statement (PDS) regarding the Members Equity Bank FHSA and consider that Statement before making any decision about whether to acquire a Members Equity Bank FHSA. To obtain a copy of the PDS, please contact MEB on 13 15 63. The projected balance in this example is predictive only and is not an estimate of an actual member's account balance. Please note there is no guarantee that these assumptions will prove correct. Differences between actual experience and the assumed facts will cause actual balances over the period to differ from the projected balances in the scenarios, and those differences may be substantial. 0309/121171