

Performance Test Outlook Methodology

Introduction

The Performance Test Outlook is a margin of comfort score calculated by SuperRatings and designed to provide iRate® subscribers with an insight into the position of super investment options against the APRA performance test.

SuperRatings has adopted the methodology outlined in the Treasury Laws Amendment (Your Future, Your Super—Addressing Underperformance in Superannuation) Regulations 2023 where possible with calculations based on data collected from publicly available documentation and fund responses to surveys requested by SuperRatings.

How we calculate the Performance Test Outlook score

In iRate® we provide the Performance Test Outlook score displayed as High Comfort, Medium Comfort or Low Comfort.

This is determined from the Total Margin of Comfort value calculated by SuperRatings from two margin of comfort values:

Performance Margin of Comfort + RAPE Margin of Comfort = Total Margin of Comfort

The high, medium or low score is designed to indicate SuperRatings' conviction of the investment option achieving the same, higher or lower result in the next APRA performance test.

Determining the Performance Test Outlook score

- High Comfort = Total Margin of Comfort $\geq 0\%$
- Medium Comfort = Total Margin of Comfort $\geq 0\%$
- Low Comfort = Total Margin of Comfort $\geq -0.5\%$

A more detailed methodology is available on request, please contact Client Services – support@lonsec.com.au