

# Life Insurance

Target Market Determination

Issue date **1 October 2021**

<b>Target Market Determination (TMD):</b>	Insuranceline Life Insurance with Product Disclosure Statement (PDS) issue date 1 October 2021
<b>Issuer of this TMD:</b>	TAL Life Limited (TAL Life)
<b>Issuer ABN:</b>	70 050 109 450
<b>AFSL:</b>	237848
<b>Date of TMD:</b>	<b>1 October 2021</b>
<b>TMD version number:</b>	1
<b>Next review date:</b>	No later than <b>30 September 2024</b> (unless a review trigger occurs prior, in which case the review trigger will trigger an earlier review of this TMD).

This Target Market Determination (**TMD**) sets out the target market for Insuranceline Life Insurance, triggers to review the target market and certain other information. This TMD forms part of the product design and distribution arrangements for Insuranceline Life Insurance (the **product**).

This document is **not** a Product Disclosure Statement, and is **not** a summary of the conditions, features or terms of the product. The terms and conditions of cover provided under Insuranceline Life Insurance are set out in the Insuranceline Life Insurance PDS, along with any Policy Schedule (if applicable) and persons interested in acquiring this product should carefully read those documents before deciding to purchase, or to continue to hold Insuranceline Life Insurance.

This document does not take into account any person's individual objectives, financial situation or needs. If a person has any questions about Insuranceline Life Insurance, please speak with a financial adviser or contact us on **1300 880 750**.

	Life Cover	Optional Severity Based Illness Cover
<p><b>Product description</b></p> <p>For full details regarding the product description and terms and conditions of this product, refer to the Product Disclosure Statement (PDS).</p>	<p>Life Cover provides a lump sum payment in the event of death or terminal illness.</p>	<p>Optional Severity Based Illness Cover provides an insured person with a lump sum payment in the event of being diagnosed with a defined critical illness of specified severity. The PDS sets out the defined critical illness and specified severity.</p>
<p><b>Key attributes</b></p> <p>For full details on key attributes, refer to the PDS or contact us or your financial adviser for eligibility criteria, terms and conditions. Additional limitations may apply depending on your personal circumstances.</p>	<ul style="list-style-type: none"> <li>The payment of premiums – if premiums are not paid when due, the policy may lapse in which case the policyowner would no longer be covered and cannot make a claim if the event occurs after the policy lapses.</li> <li>Premium structure – premiums can change over time.</li> <li>Eligibility criteria – certain persons may be ineligible for cover if they do not meet the eligibility criteria for this product. Eligibility criteria for the life to be insured can include: <ul style="list-style-type: none"> <li>the age</li> <li>employment status</li> <li>residency status (Australian residents) and</li> <li>product specific exclusions (set out in the PDS).</li> </ul> </li> <li>There may be exclusions and customisable benefits.</li> </ul> <p>Our underwriting process could also impact the price of the product, the sum insured and the terms and conditions of the insurance policy.</p>	
<p><b>Key attributes</b></p> <p>This product is insurance. It is not a savings product. No refunds are provided when the plan ends, and it does not accumulate a cash value. Like other insurances, the premium you pay provides protection if the insured event happens.</p>	<p><b>Key attributes include</b></p> <ul style="list-style-type: none"> <li>The benefit is payable in the event of death or terminal illness.</li> </ul>	<p><b>Key attributes include</b></p> <ul style="list-style-type: none"> <li>In order to claim a benefit, the specified condition must be diagnosed with a defined critical illness of specified severity level.</li> </ul>
<p><b>Likely objectives, financial situation and needs of consumers in the target market</b></p> <p>This product is insurance. It is not a savings product. No refunds are provided when the plan ends, and it does not accumulate a cash value. Like other insurances, the premium you pay provides protection if the insured event happens.</p>	<p>This product is suitable for consumers who have a need, or may in the future have a need, to pay for outstanding financial commitments, or provide for dependants in the event of death or terminal illness.</p>	<p>This product is suitable for consumers who have a need, or may in the future need a lump sum payment in the event of being diagnosed with a defined critical illness of specified severity level.</p>

	Life Cover	Optional Severity Based Illness Cover
<b>Financial situation of consumers in the target market which describes their financial capacity to meet the cost to consumers of retaining Insuranceline Life Insurance, including any intention to hold the product cover over an extended period</b>	<p>This product is suitable for consumers who have the financial capacity to pay premiums at their selected frequency (premiums can and do change) in accordance with the chosen premium structure to retain the product for the period of time it is intended to be held.</p> <p>Consumers in the target market may pay the cost of premiums either directly from a bank account or credit card.</p>	
<b>Demographic and eligibility requirements</b> For all products, acceptance is not guaranteed, and certain exclusions and limitations may apply following our underwriting process.	<p>This product would be suitable for consumers within the relevant age requirements of 18 to 65 years of age and have the financial capacity to fund the costs of their cover.</p> <p>Total and Permanent Disablement, Income Protection, redundancy and unemployment are not covered by this product.</p>	<p>This product would be suitable for consumers within the relevant age requirements of 18 to 55 years of age and have the financial capacity to fund the costs of their cover.</p> <p>Total and Permanent Disablement, Income Protection, redundancy and unemployment are not covered by this product.</p>
<b>An explanation of the appropriateness of the product for the target market</b>	<p>Broadly, the target market comprises those who have or expect to have outstanding financial commitments that will not be satisfied in the event of their own or another person's (i.e. the life insured's) death or terminal illness and who have a capacity to pay potentially variable premiums on an ongoing basis. As the product pays a lump sum on death or terminal illness it is therefore likely to meet the needs, or go towards meeting the needs, of those in the target market.</p>	<p>Broadly, the target market comprises those who have or expect to have outstanding financial commitments that will not be satisfied in the event of their own or another person's (i.e. the life insured's) suffering a critical illness*, and who have a capacity to pay potentially variable premiums on an ongoing basis. As the product pays a lump sum on the life insured suffering a critical illness*, it is therefore likely to meet the needs, or go towards meeting the needs, of those in the target market.</p> <p>*A reference to critical illness means meeting all the required criteria as set out in the PDS for the specific critical illness.</p>
Insuranceline Life Insurance distribution requirements		
Specify any conditions and restrictions on retail product distribution conducted in relation to the product (distribution conditions), other than a condition or restriction imposed by or under another provision.	<p><b>Distribution of product with personal advice</b></p> <ul style="list-style-type: none"> <li>Financial advisers will typically consider a customer's personal circumstances, needs and objectives when making a recommendation to purchase or to continue to hold Insuranceline Life Insurance.</li> </ul> <p><b>Distribution of product without personal advice</b></p> <ul style="list-style-type: none"> <li>Insuranceline Life Insurance may be distributed without personal financial product advice (Insuranceline Life Insurance may be purchased online or over the phone in this manner). For distribution without personal advice, distributors should have in place, where appropriate, processes as applicable, relating to call scripts (e.g. call centres), training, monitoring and quality assurance.</li> <li>Certain features of Insuranceline Life Insurance are not available for certain straight through online purchases.</li> </ul>	
Why these distribution conditions and restrictions will make it more likely that the consumers who take up the product are in the target market.	<p><b>Distribution under a personal advice model</b></p> <ul style="list-style-type: none"> <li>Consumers that obtain personal advice are more likely to be in the target market for this product because advisers have a duty to act in their best interest when providing personal advice.</li> </ul> <p><b>Distribution not under personal advice</b></p> <ul style="list-style-type: none"> <li>Consumers are more likely to be in the target market if distributors distribute the product in alignment with the issuer's distribution conditions relating to the relevant distribution channel, including where applicable and appropriate having processes in place in relation to scripting, training, monitoring and quality assurance.</li> <li>Entry criteria for Insuranceline Life Insurance will broadly control how consumers in the target market may access the product.</li> </ul>	

## Insuranceline Life Insurance review triggers

<p>Specify events and circumstances (<b>review triggers</b>) that would reasonably suggest that the determination is no longer appropriate.</p>	<p><b>Review trigger 1:</b> The commencement of a significant change in law that materially affects the product design, distribution of the product or class of products that includes this product.</p> <p><b>Review trigger 2:</b> Product performance is materially inconsistent with the product issuer's expectations of the appropriateness of the product to consumers having regard to:</p> <ol style="list-style-type: none"> <li>a. product claim ratios</li> <li>b. the number of paid, denied and withdrawn claims</li> <li>c. the number of policies sold</li> <li>d. policy lapse or cancellation rates</li> <li>e. percentage of applications not accepted</li> <li>f. eligibility requirements at inception of policy.</li> </ol> <p><b>Review trigger 3:</b> Significant or unexpectedly high number of complaints regarding product design, claims and distribution conditions that would reasonably suggest that this TMD is no longer appropriate.</p> <p><b>Review trigger 4:</b> The product issuer determines that a significant dealing in the product outside the target market (except for an excluded dealing) has occurred.</p> <p><b>Review trigger 5:</b> The use of Product Intervention Powers in relation to the distribution or design of this product where the product issuer considers this to be a reasonable indication that this TMD is no longer appropriate.</p>
<p>Specify the <i>maximum period</i> from the start of the day the determination is made to the start of the day the first review of the determination under section 994C is to finish.</p>	<p>Subject to intervening review triggers, no more than 3 years.</p>
<p>Specify the <i>maximum period</i> from the start of the day a review of the determination under section 994C is finished to the start of the day the next review of the determination is to finish.</p>	<p>Subject to intervening review triggers, no more than 3 years.</p>
<p>Specify a <i>reporting period</i> for reporting information about the number of <i>complaints</i> about the product. (See s994F(4)).</p>	<p>Reporting period for complaints is half yearly, with reports required within 10 business days of the reporting period.</p>
<p>Specify the kinds of information, event or circumstance that may arise and would reasonably suggest to the product issuer of this TMD that the <i>determination is no longer appropriate</i>. For each kind of information, specify:</p> <p>(i) The regulated person/s that are required to report the information to the insurer who made the determination.</p> <p>(ii) A reporting period for reporting the information under subsection 994F(5).</p>	<p><b>TAL Life Limited (Issuer)</b></p> <ul style="list-style-type: none"> <li>• Relevant regulation, legislation and/or ASIC instruments relating to the change in law.</li> <li>• During the review period, the actual measures and, where applicable, the actual relation to the expected measure of:             <ul style="list-style-type: none"> <li>• product claims ratio</li> <li>• the number of paid, denied and withdrawn claims</li> <li>• the number of policies sold</li> <li>• policy lapse or cancellation rates</li> <li>• percentage of applications not accepted.</li> </ul> </li> <li>• Relevant Product Intervention order.</li> </ul> <p><b>Reporting period (for Issuer)</b></p> <ul style="list-style-type: none"> <li>• Issuer holds this information and may access this when available.</li> </ul> <p><b>Distributor</b></p> <ul style="list-style-type: none"> <li>• Complaints and the nature of the complaints regarding product design, product availability, claims and distribution conditions (<b>complaints information</b>).</li> <li>• Any dealing in the product which the regulated person becomes aware of is not consistent with the TMD, including dealings which are significant dealings (<b>Outside TMD dealing</b>).</li> </ul> <p><b>Reporting period (for Distributor)</b></p> <ul style="list-style-type: none"> <li>• Complaints information: Six monthly with reports required within 10 business days of the reporting period.</li> <li>• Outside TMD dealing: Within 10 business days of becoming aware of any Outside TMD dealing if the distributor becomes aware of any Outside TMD dealing.</li> </ul>