

Target Market Determination

*For Investment Growth Bond issued by
Resolution Life Australasia Limited
ABN 84 079 300 379, AFSL No. 233671*

16 December 2024

Resolution Life

1. About this document

When to use this Target Market Determination

This Target Market Determination (TMD) provides customers, distributors and staff an understanding of the class of customers this product has been designed for, having regard to the likely objectives, financial situation and needs of the target market. Further, it sets out how the product is distributed, review periods and triggers relating to the TMD, and reporting and monitoring of the TMD.

This document is not a summary of the product's terms and conditions and is not intended to provide financial advice. Persons interested in acquiring this product should carefully read the Product Disclosure Statement (PDS) and any applicable Supplementary Product Disclosure Statement(s) which outline the relevant terms and conditions before making a decision whether to buy this product.

PDS to which this target market determination applies

This TMD applies to the Investment Growth Bond product referred to in the following PDS:

- Investment Growth Bond.

Effective date

16 December 2024.

2. Customers that fall within this target market

The information below summarises the class of customers that fall within the target market for this product, and the likely objectives, financial situation and needs that each investment option has been designed to meet.

Class of customers

This product is designed for customers that includes individuals, companies and trusts that want one or more of the following:

- a simple tax-effective investment
- looking to save for a child's future as a family
- to invest for retirement as an alternative to superannuation and/or
- seek certainty in estate planning and for the distribution of wealth.

Excluded class of customers

This product is not designed for individuals that:

- are not residing in Australia at the time of application
- want to invest with superannuation monies
- are under the age of 16 years or those aged between 10 to 16 that do not have a parental or guardian consent (unless a Child Advancement Policy is obtained)
- want to invest less than \$1,000 and
- want to keep the policy past the age of 99 years (for the last surviving life insured).

Likely needs and objectives and target markets

The product offers all eligible customers a choice of nine investment options, five single sector investment options and four multi-sector investment options, based on a mix of asset classes. Customers will need to consider the time horizon of their investment, their risk tolerance and level of return as per specific investment options below.

The product has been designed for those that can afford to pay any agreed adviser service fees, applicable fees for the chosen option(s) and are comfortable with the investment risks. **Refer to the PDS for specific terms and limitations.**

| Likely needs and objectives | | Financial situation / Investment horizon |
|----------------------------------|---|--|
| Single sector investment options | | |
| Cash | This investment option has been designed for those who want a high degree of security. | This investment option has been designed for those who want more flexibility with their investment and do not want a minimum investment time period. |
| Diversified Fixed Interest | This investment option has been designed for those who want a reasonable level of security and are seeking the potential to obtain higher returns compared to cash options. | This investment option has been designed for those who are comfortable to invest for the short and long term. |
| Listed Real Assets | This investment option has been designed for those who are seeking potential of high long-term growth with some volatility over shorter time periods. | This investment option has been designed for those who are comfortable to invest for the long term. |
| Australian Share | This investment option has been designed for those seeking high returns and are prepared to accept volatility of returns. | |
| International Share | | |
| Multi sector investment options | | |
| Conservative | This investment option has been designed for those seeking returns that are less volatile than from options with a greater bias to growth investments. | This investment option has been designed for those who are comfortable to invest for the medium term. |
| Balanced | This investment option has been designed for those seeking long-term growth and who are prepared to accept some volatility of returns. | This investment option has been designed for those who are comfortable to invest for the medium to long term. |
| Growth | | |
| High Growth | This investment option has been designed for those seeking high returns and who are prepared to accept volatility of returns. | This investment option has been designed for those who are comfortable to invest for the long term. |

Appropriateness explanation

Broadly, the target market comprises those wanting a simple tax effective investment, saving for a future goal (such as families saving for children or investing for retirement) or distribution of wealth. As the product pays tax on earnings at the company tax rate of 30%, offers an option to invest for children, allows access to capital at any time and flexibility in the nomination of beneficiaries; it is therefore likely to meet the needs, or go towards meeting the needs, of those in the target market.

3. Product design description

Investment Growth Bonds combine the features of a managed fund and a life insurance policy, offering security and tax effective investing and has been designed to suit a range of customer needs.

Key product attributes

- Tax on earnings is paid by Resolution Life at the company tax rate of 30%.
- Has no additional tax after 10 years (with policyholders benefiting from a 30% rebate where earnings are withdrawn within 10 years).
- No contribution caps in the initial year of investment and allows for additional annual contributions (subject to the 125% rule).
- Access to capital at any time.
- Offers a choice of investment options.
- Allows beneficiaries to be nominated outside a policyholder's estate to provide certainty for estate planning.
- Offers a Death Benefit and Investment Option Guarantees to protect capital from market risk (subject to terms and conditions).

4. How this product is to be distributed

Distribution channels

This product is designed to be distributed through the following channels:

- **Distribution under a personal advice model** – Australian Financial Services Licence (AFSL) holders authorised by Resolution Life to distribute the product and provide consumers with personal advice in relation to the product.
- **Distribution directly by Resolution Life** – through completion of an application form.

Distribution conditions

This product must only be distributed under the following circumstances:

Distribution under personal advice:

Distributors must ensure:

- the product is distributed under an appropriate AFSL and authorised by Resolution Life to distribute the product per the terms of a Distribution Agreement
- they provide the customer personal financial advice in relation to the product
- they provide the customer with a copy of the current PDS prior to making a decision to purchase the product, and
- the customer meets the product's age, residency and eligibility requirements.

Customers 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.

Distribution directly by Resolution Life:

- to customers who meet the age, residency, identity and other eligibility requirements and
- to customers that have been provided with the PDS, completed the application and tax file number declaration forms in full, and other items outlined in the application checklist.

Customers are more likely to be in the target market if they have completed the items outlined in the application checklist and as part of the application process, the Issuer has checked that they are not an excluded class of customer.

5. Reviewing this target market determination

We will review this target market determination in accordance with the below:

| | |
|-------------------------|--|
| Initial review | Three years from the effective date. |
| Periodic reviews | December 2025 and then every three years from the initial review. |
| Review triggers | Identifying Review Triggers Resolution Life should promptly identify whether a review trigger or other event of circumstance has occurred to suggest the TMD is no longer appropriate from the following kinds of information: <ul style="list-style-type: none">• the six monthly consumer complaint reports from distributors (see below),• occurrence of a review trigger,• concern from a regulator regarding the product or any element of the product,• a number of adverse determinations from AFCA regarding the product or any element of the product. |

6. Reporting and monitoring this target market determination

We may collect the following information:

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|-----------------------------|--|
| Complaints | Distributors must report all consumer complaints regarding the product or its distribution to the issuer at six monthly intervals (end of March and September). The report must be submitted within 10 business days following the end of the reporting period. This will include written details of the complaints. |
| Significant dealings | Distributors must report to the issuer in writing if they become aware of a significant dealing in relation to the product within 10 business days of becoming aware of the significant dealing. Reporting for complaints and significant dealings should be sent to the issuer, care of Resolution Life: email: ddoreporting@resolutionlife.com.au mail: Resolution Life PO Box 14330 MELBOURNE VIC 8001 |

What you need to know

Resolution Life Australasia Limited ABN 84 079 300 379, AFSL No. 233671 (Resolution Life) is the issuer of Investment Growth Bond. The information contained in this document is factual information only and it does not contain any financial product advice or make any recommendations about a financial product or service being right for you. Any guarantee offered in this product is only provided by Resolution Life. Resolution Life can be contacted via resolutionlife.com.au/contact-us or by calling **133 731**.