

Target Market Determination Business Expenses Insurance

Elevate Insurance

Elevate Insurance (Elevate) consists of several separate financial products referred to as plans. The Target Market Determination (TMD) is specific to the plan, referred to as the product in this document. References to consumer in the TMD refer to the policy owner. In many cases the policy owner is the same person as the insured person, but a policy owner can apply to take out insurance on a different person. Where the information is specific to the insured person, the term ‘insured person’ will be used.

Product	The TMD applies to the Business Expenses Insurance plan
Issuer	Resolution Life Australasia Limited ABN 84 079 300 379 (Resolution Life) is the issuer of the TMD
Effective date	20 June 2022
Version number	2
PDS	Elevate Insurance Product disclosure statement and plan document. Please refer to this PDS for more information about the product before deciding whether to buy the product or continue to hold the product.
Product description and key attributes	The Business Expenses Insurance plan provides an ongoing monthly benefit while the insured person (business owner) is unable to work because of injury or sickness. This cover is intended to provide a short-term ongoing payment to cover some of the insured person’s share of business expenses incurred whilst disabled to help the business continue. A benefit will not be paid if the insured person’s injury or sickness was caused by the insured person or the consumer on purpose, an intentional criminal act, uncomplicated pregnancy, miscarriage, or childbirth, or an act of war. Other exclusions or limitations may apply, depending on the insured person’s individual circumstances.

Product description and key attributes (continued)

Premium type

The product offers the following premium types:

- **Stepped premiums.** Change each year on the plan extension date according to the age of the insured person. Generally, premiums increase as the insured person gets older.
- **Level premiums.** Don't increase each year due to the insured person getting older. Level premiums change to stepped premiums from the first extension date after the insured person turns 70 (or earlier if nominated).

Premiums (and any applicable fees or government charges) can change, regardless of the premium type. If Resolution Life review premium rates, any change in the premium rate will apply to all plans of the same type.

Eligibility criteria

- The consumer is an existing Resolution Life customer which is any individual or entity that is a policy owner or insured person under a life policy insured by Resolution Life.
- The consumer is an Australian citizen, permanent Australian resident, New Zealand citizen, or holder of an eligible visa.
- The age of the insured person when the product is applied for must be between 17 and 59 for stepped premium and level premium structure.
- The insured person is self-employed or in a professional partnership of no more than five partners, including themselves.
- The insured person is in regular paid work for at least 20 hours per week.
- There is no minimum monthly benefit, however total cover for the insured person is subject to the minimum yearly premium of \$250 (including the plan fee).
- The maximum monthly benefit is up to \$40,000.
- The insured person meets Resolution Life's underwriting criteria.
- The policy expiry age of the insured person is 65.

The product is generally underwritten, which means full details about the insured person's health, medical history, occupation, income, sports, and pastimes must be provided in the personal statement. The product is not suitable for consumers who do not meet Resolution Life's underwriting criteria or want cover specifically for a pre-existing condition.

<p>Class of consumers</p>	<p>Class of consumers</p> <p>The product is designed for a class of consumers who meet the eligibility criteria listed above and expect to have the financial capacity to pay premiums (and any applicable fees or government charges) when due, to retain the product for the period it is intended to be held, subject to policy expiry.</p> <p>Likely objectives, financial situation and needs</p> <p>The product is designed for a class of consumers who have a need to meet ongoing fixed business expenses in the event that the insured person is unable to work because of an injury or sickness.</p> <p>The objective of consumers in the target market is to reduce the financial burden on their business in the event of the insured person's total or partial disability affecting the business' ability to continue running.</p> <p>Appropriateness of the product for the class of consumers</p> <p>Broadly, the class of consumers in the target market have a need to meet ongoing fixed business expenses in the event that the insured person is unable to work because of an injury or sickness. Resolution Life has assessed the product and formed a view that because the product pays an ongoing monthly benefit while the insured person is totally or partially disabled, it is likely to meet the likely objectives, financial situation and needs of consumers in the target market.</p>
<p>Distribution conditions</p>	<p>The product is designed to be distributed by:</p> <ul style="list-style-type: none"> • Financial advisers, who are authorised representatives of an Australian Financial Services Licensee (AFSL) authorised to distribute the product. • Resolution Life, for consumers who no longer have a financial adviser and come direct to Resolution Life via the contact centre or website. This will only occur where the consumer has initiated contact with Resolution Life and the consumer falls within the target market for the product. <p>Distribution conditions and restrictions</p> <ul style="list-style-type: none"> • The product may only be distributed to Resolution Life customers. This is defined as any individual or entity that is a policy owner or an insured person under a life policy insured by Resolution Life. • The consumer must meet the eligibility criteria for the product. <p>Appropriateness of the distribution conditions and restrictions</p> <p>Resolution Life is of the view that the distribution conditions and restrictions will make it more likely that the consumers who acquire the product are in the target market.</p> <p>Consumers who obtain personal advice via a financial adviser are more likely to be in the target market for the product because financial advisers consider the consumers individual objectives, financial situation and needs.</p>
<p>Review triggers</p>	<p>The specific events and circumstances (review triggers) that may reasonably suggest that the TMD is no longer appropriate include:</p> <ul style="list-style-type: none"> • The commencement of a significant change in the law that materially affects the design and/or distribution of the product. • Product performance is materially inconsistent with Resolution Life's expectations having regard to sales, policy lapses and cancellation, claims and loss ratios. • The use of a regulator's Product Intervention Powers in relation to the design and/or distribution of the product. • Significant or unexpectedly high number of complaints (as defined in section 994A(1) of the Act) regarding product design, product availability, claims, and distribution of the product. • Resolution Life determines that a significant dealing in the product has occurred.

Review period	<p>Subject to intervening review triggers, the initial TMD will be reviewed within the three year period after 5 October 2021. Ongoing TMD reviews will be completed within a maximum period of three years from the date of the last review.</p>
Distribution reporting	<p>Complaints</p> <p>Distributors must report all consumer complaints (as defined in section 994A(1) of the Act) about the product to Resolution Life every six months. The report must be submitted within 10 business days following the end of March and September.</p> <p>Note: The first report is due 30 September 2022 and will cover the period from 5 October 2021 to 30 September 2022.</p> <p>Significant dealings</p> <p>Distributors must report any significant dealing in the product to Resolution Life in writing within 10 business days of becoming aware of the dealing.</p>

Contact us

If you would like to know more about how Resolution Life can help you, please visit resolutionlife.com.au, or contact one of the following:

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What you need to know

This document is issued by Resolution Life Australasia Limited ABN 84 079 300 379, AFSL No. 233671 (Resolution Life) the product issuer. The Target Market Determination is required under section 994B of the *Corporations Act 2001* (Cth). It sets out the target market for the product, triggers to review the target market and certain other information. It forms part of Resolution Life's design and distribution framework for the product. This document is not a product disclosure statement (PDS) and is not a summary of the product features or terms of the product.

Any advice or information in this document is general in nature and is provided by Resolution Life. It does not consider your personal objectives, financial situation or needs. Therefore, before acting on this advice or information, you should consider the appropriateness of the advice or information having regard to those matters as well as the relevant PDS, available from Resolution Life at resolutionlife.com.au or by calling **133 731**, before making a decision about the product. Consider speaking to a financial adviser if you have any concerns. If you decide to purchase or vary a financial product, Resolution Life will receive fees and other benefits, which will be a dollar amount or a percentage of either the premium you pay or the value of your investments. You can ask Resolution Life for more details.

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