



## Investment Update – 31 March 2024

TAL Life Limited ABN 70 050 109 450 AFSL 237848

### For Managed Investment Bond (MIB) and Rollover Deferred Annuity (RDA) policy owners

This Investment Update should be read in conjunction with your Annual Statement and is provided by TAL Life Limited (TAL). It provides you with the information you need to understand the management, financial condition and investment performance of your investment option(s) and product.

Your Annual Statement provides details of your accumulated benefit entitlement, including details of opening and closing balances, transactions and your investment option(s).

If you would like a printed copy of this update or have any questions, please call us on 1300 209 088 or email [customerservice@tal.com.au](mailto:customerservice@tal.com.au) quoting your policy number.

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### Directory

Issuer, Administrator, Insurer & Investment Manager  
TAL Life Limited  
ABN 70 050 109 450 AFSL 237848

Customer Service  
1300 209 088  
Monday to Friday  
8.00am – 7.00pm (AEST/AEDT)  
[customerservice@tal.com.au](mailto:customerservice@tal.com.au)

**Registered Office**  
Level 16 (Reception)  
363 George Street  
Sydney NSW 2000

**Postal Address**  
TAL Life Limited  
GPO Box 5380  
Sydney NSW 2001

### Website

[www.tal.com.au/existing-customers/investments-and-superannuation](http://www.tal.com.au/existing-customers/investments-and-superannuation)

### Terms used in this Investment Update

ABN	Australian Business Number
AEST/AEDT	Australian Eastern Standard Time/Australian Eastern Daylight Time
AFSL	Australian Financial Services Licence
AFCA	Australian Financial Complaints Authority
AML/CTF Act	Anti-Money Laundering and Counter-Terrorism Financing Act 2006 (Cth)

Business Day	A day other than: <ul style="list-style-type: none"> <li>• a Saturday, Sunday or a day which is a public holiday in New South Wales</li> <li>• the weekday following the Boxing Day public holiday each year</li> </ul>
CPI	Consumer Price Index
'TAL', 'we', 'us', 'our'	TAL Life Limited and any of its related bodies corporate
Unit Linked	An investment option where policyholders purchase units, with each unit representing an equal share of the underlying assets of the option. The value of each unit, i.e. the unit price, reflects the market value of the underlying assets
'you', 'your', 'policyholder'	Policy holder of a life insurance investment contract

## Important Information

TAL, its related bodies corporate and their directors and associates do not guarantee any particular rate of return, the repayment of capital or income, that the objective of investment options will be achieved or the performance of any of the products or investment options referred to in this Investment Update unless otherwise stated. They are not a bank deposit or other bank liability and are subject to investment risk including possible delays in repayment and loss of the interest and principal invested. Past performance is not a reliable indicator of future performance. The value of an investment may rise or fall with changes in the market.

The information contained in this Investment Update is general information only and does not constitute financial or taxation advice. It does not take into account your individual objectives, financial situation or particular needs (your circumstances). TAL recommends that you read the relevant Product Disclosure Statement or other offer documentation provided to you when you acquired the product, and consider obtaining independent financial and taxation advice specific to your circumstances before making any financial decision.

## How we manage your investment

### Processing of contributions and withdrawals

Subject to regulatory approval (where required), we reserve the right to suspend or restrict the processing of some or all transactions where:

- in our absolute discretion, market disruptions or extraordinary circumstances mean that it would not be fair and reasonable in the interests of all policyholders to continue processing transactions;
- for whatever reason, we are unable to determine the unit price(s) at which transactions should be processed.

The temporary suspension or restriction of processing of transactions will be lifted when the risk to policy owners has abated sufficiently to make it fair and reasonable to resume processing transactions.

Additionally, if we do not receive all the necessary information, we may reject an application for or withdrawal of units in whole or in part until all completed information is received by TAL.

### Identification requirements

The AML/CTF Act requires us to identify you and verify your identity when you make withdrawals from your investment. Generally, you will need to provide certain documents (such as a certified copy of your passport or current driver's licence) to establish or verify your identity. If you do not provide identifying documents, or if we are unable to adequately verify your identity, we may not be able to process your withdrawal. We may decide to delay or refuse any request or transaction, including by suspending the issue or withdrawal of units, if we are concerned that the request or transaction may breach any obligation of, or cause us to commit or participate in an offence under the AML/CTF Act. If we take this step, we will not be liable for any loss incurred by you.

### Privacy

The way in which TAL collects, handles, secures and discloses your personal information is set out in the TAL Privacy Policy which is available on our website [www.tal.com.au/Privacy-Policy](http://www.tal.com.au/Privacy-Policy) or a copy is available free of charge on request.

TAL has processes in place to help to prevent unauthorised people from gaining access to your information. However, there are some steps that you can take to help protect your personal information from unauthorised access or use. The website of the Office of the Australian Information Commissioner at [www.oaic.gov.au](http://www.oaic.gov.au) contains useful information on how you can protect your personal information.

## How unit pricing works

The current process to determine unit prices may differ from any process description provided when this product commenced. Therefore, we provide this description of how our unit pricing process works currently. When you invest money in an investment option, your money is pooled together with that of other policy owners. TAL then uses this pool of funds to invest in assets which are managed on behalf of all policy owners. All units within each Unit Linked investment option have an equal value. Unit prices for these investment options are determined daily (for each Business Day) by dividing the total net asset value of the investment option by the number of units on issue within that investment option.

The net asset value of all investment options includes the market value of the assets (including provision for tax benefits that may arise in the future) and provisions for fees, taxes, transaction costs and any other expenses of the option. We use the most recent best estimate of these provisions in each day's net asset value. These estimates are updated regularly and may be subject to change.

## Withdrawals and benefit payments

TAL's current process is to calculate the withdrawal value using the latest available unit price at the time of calculating the payment. This current process may differ from the benefit calculation procedure in your original product terms.

## Adjustments

Very occasionally, errors occur that have a material effect on the value of your account. When this happens, TAL will adjust your account as follows:

- for policies that are still current, we will adjust the investment to ensure it is in the position it should have been had the error not occurred; and
- for policies that have exited, compensation may be paid where the adjustment to your account is at least \$5.

Where an exited policy has been overpaid, TAL may seek to recover the overpayment from you.

## Fees

We will provide you with 30 days' prior written notice before introducing any additional fee(s) or before increasing existing fee(s) (other than CPI increases). Standard rounding practices apply to CPI increases to fees.

## About the investment information

### Investment management arrangements

TAL invests contributions received into the investment option(s) that you have selected. These investment options form part of a life insurance policy issued by TAL. This has not changed. However, the assets supporting the investment options forming part of the policy are managed by a number of external fund managers. Please visit the [Investment Philosophy webpage](#) for more information.

### Performance returns

Investment performance information as at 31 March 2024 is rounded to one decimal place. The calculation of performance returns is based on the movement of unit prices over the period reported. The performance returns shown are calculated after the deduction of any tax, asset management charge and investment costs attributable to the investment option and before the deduction of any other fees and rebates that may be applicable to your policy. Performance returns are the annual returns for the investment option as a whole.

For current investment performance information, see the TAL Performance Quarterly Report on the [Investment Update](#) section of our website.

Past performance is not a guarantee of future performance.

### Asset allocations and benchmarks

Asset allocations as at 31 March 2024 and 31 March 2023 for each of the investment options have been rounded to the nearest one decimal place. The actual allocations may vary from time to time due to market fluctuations and investment decisions. A limited portion of the investment portfolios may be held as cash for liquidity purposes. For current or further information about asset allocation benchmarks and minimum and maximum ranges, please contact your financial adviser, call us or see the TAL Asset Allocation Quarterly Report on the [Investment Update](#) section of our website.

## Investment in derivatives

Derivatives such as futures, forwards, options and swaps (as applicable) may be used, within agreed limits, by the underlying investment managers in managing the various asset classes.

## Changes to the investment options

TAL reserves the right to withdraw or close an investment option. We may also change any other aspect of any investment option that you invest in at any time. You will be notified in writing of any such change. If an investment option is withdrawn, we will transfer your investment to the nearest equivalent option available at that time.

### Investment information as at 31 March 2024

## TAL's investment objective and strategy

Product	TAL's investment objective	TAL's investment strategy
<ul style="list-style-type: none"> <li>Managed Investment Bond (Series 1)</li> <li>Managed Investment Bond (Series 2)</li> <li>Rollover Deferred Annuity (Series 1)</li> <li>Rollover Deferred Annuity (Series 2)</li> </ul>	To provide a product with a range of investment options from which you can make selections which are broadly suitable for your personal circumstances.	To invest in insurance policies which provide investment options consistent with our investment objective.

## Investment performance

The calculation of investment performance is based on the movement of unit prices over the period reported.

The 5-year and 10-year Compound Average Returns are detailed below, and the figures are rounded to one decimal place. Current 1, 3, 5 and 10 year performance returns are updated at the end of each quarter and may be obtained by visiting the TAL Performance Quarterly Report on the [Investment Update](#) section of our website or by contacting us.

**Your individual returns, after taking into account transactions throughout the reporting period, are detailed in your Annual Statement.**

Product	Investment option	Compound Average Returns (%)	
		5 Years to 31/03/2024	10 Years to 31/03/2024
<b>Managed Investment Bond Series 1 (MIB)</b>	TAL Capital Protected	1.9	2.1
	TAL Performance	4.4	4.8
<b>Managed Investment Bond Series 2 (MIB)</b>	TAL Capital Protected	1.0	0.9
	TAL Cash	0.7	0.4
	TAL Performance	3.3	3.3
<b>Rollover Deferred Annuity Series 1 (RDA)</b>	TAL Capital Protected	2.0	2.8
	TAL Performance	5.7	6.0
<b>Rollover Deferred Annuity Series 2 (RDA)</b>	TAL Australian Shares	2.9	4.2
	TAL Capital Protected	1.2	2.1
	TAL Cash	0.8	0.7
	TAL Diversified	3.0	4.1
	TAL Performance	4.8	5.0

Past investment performance is not necessarily indicative of future investment performance.

## Important notes on investment options

**Capital Protected investment option:** the Capital Protected investment option is market linked. This means the unit price may fall and rise with market movements. However, the price of a Capital Protected unit when redeemed to pay a benefit, withdrawal or switch, will not be less than the price at which the unit was purchased (less tax, withdrawals and exit charges).

**Cash investment option:** the Cash investment option unit price is guaranteed not to reduce other than as a result of tax or legislative changes.

The **Australian Shares, Diversified** and **Performance** options do not have any guarantees. The value of your investment in these options can rise or fall.

Your individual returns, after taking into account transactions throughout the reporting period, are detailed in your Annual Statement.

### Investment option profiles

Not all investment options are available to all policy owners. Please refer to the investment performance table above, your Annual Statement and/or Policy document for details of the investment options available to your individual policy.

Asset allocations for 31 March 2024 and 31 March 2023 for each of the investment options are shown below, and have been rounded to one decimal place.

<b>TAL Australian Shares</b>			
Investment objective	The option aims to provide high investment growth over the long term from a portfolio of Australian shares.		
Investment strategy	The option invests in a diversified range of Australian shares.		
Investment timeframe	5+ years		
Risk and return profile	High		
Asset allocation	<b>Asset class</b>	<b>31 Mar 2024 (%)</b>	<b>31 Mar 2023 (%)</b>
	Australian shares	100.0	100.0

<b>TAL Capital Protected</b>			
Investment objective	The option aims to provide modest investment growth over the medium term from a portfolio that invests in a range of asset classes.		
Investment strategy	The option invests in a range of asset classes, with a strong emphasis on defensive assets such as cash and fixed interest.		
Investment timeframe	3+ years		
Risk and return profile	Low to moderate		
Asset allocation	<b>Asset class</b>	<b>31 Mar 2024 (%)</b>	<b>31 Mar 2023 (%)</b>
	Australian fixed interest	33.0	27.4
	Australian shares	11.3	11.0
	Cash and short-term securities	10.4	17.6
	Commodities	4.0	3.0
	International fixed interest	21.9	21.8
	International shares	16.3	16.1
	Property	3.1	3.1

<b>TAL Cash</b>			
Investment objective	The option aims to provide cash returns over the short term from a portfolio that invests in cash and short-term securities.		
Investment strategy	The option invests in cash and short-term securities.		
Investment timeframe	1 year		
Risk and return profile	Low		
Asset allocation	<b>Asset class</b>	<b>31 Mar 2024 (%)</b>	<b>31 Mar 2023 (%)</b>
	Cash and short-term securities	100.0	100.0

<b>TAL Diversified</b>			
Investment objective	The option aims to provide moderate investment growth over the medium to long term from a portfolio that invests in a range of asset classes.		
Investment strategy	The option invests in a range of asset classes, with a broadly equal weighting to growth and defensive assets.		
Investment timeframe	3+ years		
Risk and return profile	Moderate		
Asset allocation	<b>Asset class</b>	<b>31 Mar 2024 (%)</b>	<b>31 Mar 2023 (%)</b>
	Australian fixed interest	25.6	20.8
	Australian shares	16.0	15.9
	Cash and short-term securities	4.7	9.6
	Commodities	5.1	5.0
	International fixed interest	16.8	16.7
	International shares	28.8	28.9
	Property	3.0	3.1

<b>TAL Performance</b>			
Investment objective	The option aims to provide moderate to high investment growth over the long term from a portfolio that invests in a range of asset classes.		
Investment strategy	The option invests in a range of asset classes, with a strong emphasis on growth assets such as shares and property.		
Investment timeframe	5+ years		
Risk and return profile	Moderate to high		
Asset allocation	<b>Asset class</b>	<b>31 Mar 2024 (%)</b>	<b>31 Mar 2023 (%)</b>
	Australian fixed interest	15.0	13.1
	Australian shares	24.0	23.9
	Cash and short-term securities	3.3	4.2
	Commodities	5.1	5.0
	International fixed interest	8.5	9.9
	International shares	40.1	39.8
	Property	4.0	4.1

## Change to Strategic Asset Allocation

The following changes to the strategic asset allocations for the TAL Capital Protected, TAL Diversified and TAL Performance investment options were made:

- An increase in Australian fixed interest
- A reduction in Cash holdings

A reduction in the strategic allocation to International fixed interest was also made in relation to the TAL Performance option.

These changes reflect asset manager BlackRock's updated assessment of the long-term opportunities in these asset classes. BlackRock is one of TAL's Investment Manager Partners. For more information, please refer to the **Investment management arrangements** section of this Investment Update.

## General information

### Information for policy owners of Managed Investment Bonds

#### The 125% Rule option

If you withdraw the account balance after 10 years, the investment is fully tax paid, provided in any one policy year you have not contributed more than 125% of the previous policy year's contributions. If, in any policy year, you have contributed more than 125% of the previous policy year's contributions, the 10 year tax paid period recommences for the whole investment. If you withdraw

your investment during the first 10 years, a portion of the earnings on the investment must be declared as your assessable income for income tax purposes. Note that a credit for tax paid by the life company during that period may reduce the amount of income tax that you have to pay. The portion of the earnings that must be declared depends on the year in which the withdrawal is made:

Year withdrawn	Portion of earnings to be declared
After the 10th year	Nil
During the 10th year	One third of earnings
During the 9th year	Two thirds of earnings
Up to and including the 8th year	All of the earnings

The above information does not take into account your individual investment objectives, financial situation or particular needs. Please contact your financial adviser or registered tax agent for more information or advice.

## Contact us

### Enquiries

If you have a general enquiry, call us on 1300 209 088, Monday to Friday between 8.00am – 7.00pm (AEST/AEDT). Alternatively, email us on [customerservice@tal.com.au](mailto:customerservice@tal.com.au) quoting your policy number or write to us at the following address:

TAL Life Limited  
GPO Box 5380  
Sydney NSW 2001

### Complaints

If you have an issue or complaint in relation to your investment, please contact our Customer Service Team on 1300 209 088, Monday to Friday, between 8.00am – 7.00pm (AEST/AEDT). Alternatively, you may wish to address your complaint in writing to:

Internal Dispute Resolution  
GPO BOX 5380  
Sydney NSW 2001  
[customerservice@tal.com.au](mailto:customerservice@tal.com.au)

We aim to resolve all complaints quickly and fairly. If you are not satisfied with our final response to your complaint, or you have not received our final response to your complaint within 30 days (for *Managed Investment Bond*) or 45 days (for *Rollover Deferred Annuity*) from the date we received your complaint, you have the right to take your complaint to the Australian Financial Complaints Authority (AFCA).

AFCA is an external dispute resolution scheme that provides a fair and independent complaint resolution service that is free to consumers:

Online: [www.afca.org.au](http://www.afca.org.au)  
Email: [info@afca.org.au](mailto:info@afca.org.au)  
Phone: 1800 931 678 (free call within Australia)  
Mail: Australian Financial Complaints Authority  
GPO Box 3, Melbourne VIC 3001

Time limits may apply to complain to AFCA, so you should act promptly or otherwise consult AFCA to find out when time limit relevant to your circumstances may expire.