

Product Information Update

Issue Date: 8 August 2022

This Product Information Update (PIU) is to be read together with your Product Disclosure Statement (PDS) and Policy Document that you hold, and any other relevant Supplementary PDS ("SPDS"), PIUs and Upgrade Booklet that we have given you or may give you.

This PIU is effective from 8 August 2022. This PIU is issued by TAL Life Limited (ABN 70 050 109 450, AFSL 237848 (TAL Life)).

The purpose of this PIU is to update information that is not materially adverse in each of the PDSs and SPDSs contained in the table below. If you have any questions about this PIU or your cover, please contact your financial adviser, or contact us via phone on 1300 209 088 or e-mail customerservice@tal.com.au.

If you would like a free printed copy of the updated information, please contact us on 1300 209 088.

General Information

The information contained in this PIU is of a general nature and does not take into account your individual objectives, financial situation or needs. You should consider how appropriate the insurance is for you with regard to your objectives, financial situation and needs, and seek advice from your financial adviser or tax professional before deciding on appropriate insurance cover.

Summary of change

Due to a recent regulatory change to superannuation and tax legislation, we are updating some information in your PDS and SPDSs about superannuation contributions rules and claiming tax deductions on some contributions. This information is relevant if you have cover structured through superannuation. The PDS and Policy Document, and any SPDS otherwise remains unchanged. All other terms, conditions and exclusions will continue to apply.

The changes apply to the following PDSs and SPDSs in the table below.

Pages 5-6 of the Supplementary Product Disclosure Statement dated 24 September 2021 for the following PDSs:	
Transfers of Ownership or Buy-Backs: TOWER Protection Policy Brochure 1 April 2002	31 March 2017
Transfers of Ownership or Buy-Backs: TOWER Protection Policy Brochure 15 March 2003	31 March 2017
Transfers of Ownership or Buy-Backs: TOWER Protection Policy Product Disclosure Statement 11 March 2004, TOWER Protection Policy Product Disclosure Statement 1 September 2004	31 March 2017
Transfers of Ownership or Buy-Backs: TOWER Protection Policy Product Disclosure Statement 1 April 2005, TOWER Protection Policy Product Disclosure Statement 1 November 2005	31 March 2017
Transfers of Ownership or Buy-Backs: TOWER Protection Policy Product Disclosure Statement 10 April 2006	31 March 2017
Transfers of Ownership or Buy-Backs: TOWER Protection Policy Product Disclosure Statement 2 April 2007	31 March 2017
Transfers of Ownership or Buy-Backs: TOWER Protection Policy Product Disclosure Statement 30 April 2008, TOWER Protection Policy Product Disclosure Statement 17 November 2008	31 March 2017
Transfers of Ownership or Buy-Backs: Accelerated Protection Policy 01 July 2007, Accelerated Protection Policy 17 November 2008	31 March 2017
Transfers of Ownership or Buy-Backs: Partner Insurance Portfolio (May 2007), PrefSure Disability Income Portfolio (10 June 2005), PrefSure Life Insurance Portfolio (10 June 2005), Lumley Disability Income Portfolio (1 January 2004), Lumley Life Insurance Portfolio (1 January 2004)	31 March 2017



Pages 5-6 of the Supplementary Product Disclosure Statement dated 24 September 2021 for the following PDSs:	
Transfers of Ownership or Buy-Backs: Life Insurance Customer Information Brochure (01-03-1995), Risk Insurance Portfolio Customer Information Brochure (01-03-1994), Risk Products Disclosure Statement (01-01-1993, 01-04-1993)	31 March 2017
Transfers of Ownership or Buy-Backs: Life Insurance Customer Information Brochure (01-01-1996, 01-09-1996) Life Insurance Customer Information Brochure (01-09-1997, 01-09-1998, 01-09-1999, 01-09-2000, 01-09-2001, 01-03-2002, 01-03-2003)	31 March 2017
Transfers of Ownership or Buy-Backs: Accelerated Protection Product Disclosure Statement 10 August 2009 Accelerated Protection Product Disclosure Statement 28 April 2010	1 December 2020
Transfers of Ownership or Buy-Backs: Accelerated Protection Product Disclosure Statement 28 October 2010, 31 March 2011, 24 October 2011, 22 March 2012, 1 November 2012, 31 July 2013 Accelerated Protection Product Disclosure Statements for Investment Platforms 31 March 2011, 24 October 2011, 22 March 2012, 1 November 2012, 31 July 2013	1 December 2020
Transfers of Ownership or Buy-Backs: Accelerated Protection Product Disclosure Statement 30 January 2014, 1 July 2014 and 12 December 2014, Accelerated Protection Product Disclosure Statements for Investment Platforms 30 January 2014, 1 July 2014, and 12 December 2014	1 December 2020
Transfers of Ownership or Buy-Backs: Accelerated Protection Product Disclosure Statement 18 December 2015 and 1 July 2016, Accelerated Protection Product Disclosure Statements for Investment Platforms 18 December 2015 and 1 July 2016	1 December 2020
Accelerated Protection Combined Product Disclosure Statement and Policy Document	27 March 2020
Pages 39-40 of the following PDS:	
Accelerated Protection Product Disclosure Statement	1 April 2017
Page 35 of the following PDS:	
Accelerated Protection Product Disclosure Statement	12 October 2018
Pages 4-5 of the Supplementary PDS dated 24 September 2021 for the following PDS:	
Accelerated Protection Combined Product Disclosure Statement and Policy Document	1 April 2021
Pages 72-74 of the following PDS:	
Accelerated Protection Combined Product Disclosure Statement and Policy Document	24 September 2021

Changes to the PDSs

The table above sets out the page numbers in the SPDSs and PDSs where the relevant sections can be found. In each of the SPDSs and PDSs, the first paragraph that appears under the sections titled **“Tax Information”** or **“Insurance structured through superannuation”** (as applicable) is deleted. In each of the PDSs and SPDSs, the section (including headings) **“Individual Members”** is deleted and replaced in full with the text below.

The following general information relates only to complying superannuation funds. Superannuation law and tax law are complex, so it is important to seek professional advice specific to your circumstances.

From 1 July 2022, there have been changes to the eligibility age for downsizer contributions and in respect of the work test for personal superannuation contributions.

Individual members

You may be eligible for a tax deduction for your personal voluntary superannuation contributions.

From 1 July 2022, if you are between 67-74 years, you will be able to make personal superannuation contributions without satisfying the work test, subject to existing contribution caps. However, you will still be required to meet the work test or work test exemption to claim a deduction for personal contributions. This test requires that you are gainfully employed for at least 40 hours in any consecutive 30-day period in the income year in which the contributions are made. The work test exemption applies to members aged between 67 and 74 with a total super balance below \$300,000. It is your responsibility to ensure that you satisfy the work test or work test exemption for any personal contributions that you are claiming a deduction for.

To meet the work test exemption criteria, you must have:

- satisfied the work test in the income year preceding the year in which you made the contribution;
- a total super balance of less than \$300,000 at the end of the previous income year; and
- not relied on the work test exemption in a previous financial year.

Personal contributions which are claimed as a tax deduction are concessional contributions and are subject to the concessional contributions cap discussed below. Employer and salary sacrifice contributions are also concessional contributions.

The concessional contributions cap for the 2022/2023 financial year is \$27,500 for individuals of all ages. From the 2019/2020 financial year, individuals with total superannuation balances of less than \$500,000 on 30 June in the previous financial year, may be able to use their unused concessional contributions cap space to increase their concessional contributions cap.

Concessional contributions are generally included in the fund's assessable income and may be subject to tax at the rate of 15% in the fund's hands. However, where the member's personal adjusted taxable income exceeds \$250,000, the Australian Tax Office (ATO) will issue an assessment to the member assessing all or part of their concessional contributions to an additional 15% of tax.

Where concessional contributions in excess of the applicable cap are made in a financial year the ATO will issue the member an assessment taxing the excess at the member's marginal tax rate (plus the Medicare levy). The member will be entitled to a tax offset equal to 15% of their excess concessional contribution (reflecting generally the tax already assessed to the recipient fund). An interest charge also applies for the deferral of tax.

If you are a low-income earner and have eligible concessional superannuation contributions, you may be eligible for the low-income superannuation tax offset, which is paid to your superannuation fund.

There are also limits on the amount of post-tax or 'non-concessional' contributions that can be made on behalf of a member. Non-concessional contributions include personal contributions for which you do not claim an income tax deduction.

For the 2022/2023 financial year, the annual cap for non-concessional contributions is \$110,000 and individuals with total superannuation balances of \$1.7 million or more are not eligible to make non-concessional contributions. There is a 'bring-forward' option as discussed below. You will be taxed on non-concessional contributions over the cap at the rate of 45%, plus the Medicare levy where they cannot be released from a fund (and this is the case for TAL Super as stated below).

Under the 'bring-forward' option, generally people under 75 years of age for at least one day during the year and who have not accessed this option in prior years, can make non concessional contributions of up to three times the annual cap limit (explained above) in one year (other conditions apply). However, from 1 July 2022 members with total superannuation balances of \$1.48 million or more have reduced (or no) access to the bring-forward rule.

If you receive an excess concessional or non-concessional contribution determination from the ATO, you should not elect for amounts to be released from TAL Super. TAL Super is unable to process a release authority from the ATO because you will not have an accumulation interest in TAL Super.

If your income is less than \$57,016 (for the 2022/2023 financial year), you may also benefit from government co-contributions if you make a personal after tax (non-concessional) contribution to your superannuation.

The government co-contribution is a payment made by the Federal Government to the superannuation account of eligible members who make personal non-concessional contributions. For more information contact your financial adviser or the ATO Superannuation Infoline on 13 10 20.

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