

May 2021

Perpetual Select Super Plan

Client number:
Account number:

Dear Member

Changes to your Perpetual Select Super Plan insurance cover and premium rates from 1 July 2021

We have reviewed our insurance offer and are making changes to our Total and Permanent Disablement (**TPD**) definitions so that more members are covered under the Standard TPD definition. There is an associated impact on insurance premiums and TPD premiums will increase.

Changes to the TPD definitions

From 1 July 2021 we're modifying the Standard TPD definition to also cover all eligible insured members under age 65 who:

- were gainfully employed in the 12 months before the cause of a claim, or
- are working in an uninsurable or hazardous occupation.

At present, the 'Activities of daily living' (**ADL**) TPD definition applies to insured members who:

- were working on average less than 15 hours per week in the three months before the cause of a claim
- are working in an uninsurable or hazardous occupation, or
- are aged 65 or over immediately prior to disablement.

As a result of the above changes, the ADL TPD definition has been amended so that it covers only those remaining insured members who:

- were not gainfully employed in the 12 months before the cause of a claim, or
- are aged 65 or over immediately prior to disablement.

With more insured members to be covered under the Standard TPD definition from 1 July 2021, more members that make a TPD claim may be assessed against that definition. The conditions for establishing disability under the Standard TPD definition are less onerous than those under the ADL TPD definition.

We have enclosed an extract of the definitions referred to in this letter for your convenience.

Transition terms for insured members

Insured members who would have only been entitled to claim under the current ADL TPD definition up to 30 June 2021, but who will now be eligible to be covered under the new Standard TPD definition from 1 July 2021, will need to be 'At Work' (as defined) for 30 consecutive days after 1 July 2021 to be entitled to claim under the Standard TPD definition.

Members who are currently covered under the ADL TPD definition but have not been 'At Work' for 30 consecutive days after 1 July 2021, will continue to hold insurance cover under the ADL TPD definition.

Change to insurance premium rates

TPD insurance premiums will be increasing from 1 July 2021 because of the changes to TPD definitions. There will be a reduction in Salary Continuance Insurance (SCI) premiums and Death insurance premiums will not change.

Type of insurance cover	Death only	TPD only	SCI
Premium change	No change	5.1%	-4.8%

Your premiums will also change from 1 July based on your age and any changes to your level of cover. The types of insurance that you hold, your levels of cover and new premiums will be shown in your Annual Statement sent in early August.

You can also check your current insurance cover via our new investor portal **myPerpetual** (perpetual.com.au/login) or by contacting us. Details of your insurance cover from 1 July 2021 will be available via **myPerpetual** from mid-July.

What do you need to do?

Insurance premiums are taken out of your superannuation account and will reduce your retirement savings. Please consider whether your insurance arrangements remain appropriate to your needs. You may cancel, reduce or modify your insurance cover at any time. If you decide you'd like to revise your insurance cover, please contact us.

Further information

An updated 'Insurance in your super' document which forms part of the current Product Disclosure Statement will be available on our website from 1 July 2021.

If you are not sure about your current insurance cover and would like to obtain a copy of the insurance policy document or further information, please contact us on 1800 003 001 between 8:30 am and 6:00 pm Monday to Friday (AEST), email us at investments@perpetual.com.au or speak to your financial adviser.

Yours sincerely



Cate Jones
Head of Service Delivery

Extract of definitions

At Work (unchanged)

At Work means:

- you are engaged in your normal duties, without limitation or restriction due to sickness or injury, and working normal hours on the date your cover (or increased cover, as applicable) is to commence
- you are not restricted by sickness or injury from being capable of performing your full and normal duties on a full-time basis (for at least 30 hours per week) even though actual employment can be on a full-time, part-time, contract or casual basis and
- you are not in receipt of and/or entitled to claim income support benefits from any source.

If you are on approved leave or not gainfully employed for reasons other than sickness or injury, at work means in the opinion of the insurer you are not restricted by sickness or injury from being capable of performing your full and normal duties on a full-time basis (for at least 30 hours per week) even though you are not then working on a full-time basis and you are not in receipt of and/or entitled to claim income support benefits (for sickness or injury) from any source.

If you do not meet these requirements, you will correspondingly be considered not at work.

TPD Definitions from 1 July 2021

Standard TPD Definition

If you were gainfully employed in the 12 months before the cause of a claim (or on approved unpaid leave or maternity/paternity leave for up to 24 consecutive months with documented evidence of an agreed return to work date) and under age 65 immediately prior to disablement, TPD means that:

- you have suffered a disability as a result of injury, sickness or disease and
- you have not performed any work for an uninterrupted period of at least six consecutive months solely due to the same injury, sickness or disease and
- you are attending and following the advice of a registered medical practitioner and have undergone all reasonable and usual treatment, including rehabilitation for the injury, sickness or disease and
- after considering all of the medical and other evidence the insurer may require, have become, in the insurer's opinion, incapacitated to such an extent that you are unlikely ever to be able to engage in any occupation for which you are reasonably suited by education, training or experience.

Activities of Daily Living TPD Definition

If you were not gainfully employed in the 12 months before the cause of a claim (unless you are on approved unpaid leave or maternity/paternity leave for up to 24 consecutive months) or you are aged 65 or over immediately prior to disablement, TPD means that:

- you have been, for a period of six consecutive months after the occurrence of an injury, sickness or disease, continuously, totally and permanently unable to perform at least two of the following activities of daily living as certified by a registered medical practitioner, and provided such continued inability is irreversible and is certified to be such by that registered medical practitioner:
 - **bathing** – the ability to wash yourself either in the bath or shower or by sponge bath without the standby assistance of another person

- **dressing** – the ability to put on and take off all garments and medically necessary braces or artificial limbs usually worn, and to fasten and unfasten them without the standby assistance of another person
- **eating** – the ability to feed yourself once food has been prepared and made available, without the standby assistance of another person
- **toileting** – the ability to get to and from and on and off the toilet without the standby assistance of another person and the ability to manage bowel and bladder functions through the use of protective undergarments or surgical appliances (if appropriate)
- **transferring** – the ability to move in and out of a chair without the assistance of another person

and

- after considering all of the medical and other evidence the insurer may require, have become, in the insurer's opinion, incapacitated to such an extent that you are unlikely ever to be able to engage in any occupation for which you are reasonably suited by education, training or experience.

For the full insurance policy terms, and policy definitions, please contact us.

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If you are not sure about your current insurance cover and would like to obtain a copy of the insurance policy document or further information, please contact us on 1800 003 001 between 8:30 am and 6:00 pm Monday to Friday (AEST), email us at investments@perpetual.com.au or speak to your financial adviser.

The current information, or the product disclosure statement (PDS) for the Perpetual Select Super Plan, issued by PSL, should be considered before deciding whether to acquire or hold units in the fund. The PDS can be obtained by calling 1800 003 001 or visiting our website www.perpetual.com.au. No company in the Perpetual Group (Perpetual Limited ABN 86 000 431 827 and its subsidiaries) guarantees the performance of any fund or the return of an investor's capital.