

## Expand Extra Pension

### Target Market Determination

This Target Market Determination (TMD) has been prepared and issued by IOOF Investment Management Limited (Trustee, IIML) (ABN 53 006 695 021, AFS Licence No. 230524), as the issuer of Expand Extra Pension, Unique Superannuation Identifier SMF0126AU.

This TMD seeks to offer clients and distributors an understanding of the class of clients for which Expand Extra Pension has been designed, having regard to the objectives, financial situation and needs of the target market. It applies to the Expand Extra Pension product referred to in the Product Disclosure Statement (PDS) available at [myexpand.com.au](http://myexpand.com.au)

It is **not** a PDS and is **not** to be treated as a full summary of the product's terms and conditions and is not intended to provide financial advice. This document does not take into account any person's individual objectives, financial situation or needs. Clients must refer to the PDS and any supplementary documents when making a decision about the product.

**Expand Extra Pension is a comprehensive retirement and administration solution designed predominantly for clients working with a financial adviser. It offers an extensive range of investment choices to help the client design a unique portfolio that is tailored to their personal financial objectives.**

### Target Market

Suitable for clients who:	Not suitable for clients who:
<ul style="list-style-type: none"> <li>want an income stream drawn down from their superannuation retirement savings</li> <li>want the freedom to tailor their retirement solution including the option of a Transition to Retirement (TTR) pension</li> <li>may be receiving advice from a financial adviser</li> <li>have an understanding of the risks associated with investing</li> <li>prefer a wide and versatile range of investment choices and want to invest in one or a combination of the investment options which are made available through Expand Extra Pension</li> <li>want the flexibility to monitor their pension as much as they'd like by checking their balance and transactions online</li> <li>want to cap their Administration Fee and/or potentially reduce their Administration Fee through family fee aggregation.</li> </ul>	<ul style="list-style-type: none"> <li>are totally risk averse and cannot tolerate any losses with their investments</li> <li>have not received the PDS within Australia</li> <li>are a temporary Australian resident (other than New Zealand citizens or New Zealand permanent residents)</li> <li>have less than \$20,000 to invest</li> <li>have not satisfied a relevant condition of release</li> </ul>

### Likely Objectives, Financial Situation and Needs of Consumers in the Target Market

Expand Extra Pension has been designed for clients whose likely objectives, financial situation and needs are such that they:

- are retired or have otherwise met a condition of release (and want to draw an income from super)
- are looking for:
  - a comprehensive retirement and administration solution that can be tailored for their needs
  - a TTR pension
  - access to a broad range of managed investments, a Separately Managed Account (SMA) providing access to a range of SMA Model Portfolios (available from 30 March 2024), the majority of listed investments in the S&P All Ordinaries Index plus other listed investments approved by the Trustee from time to time and maturing investments (including term deposits and fixed-term annuities)
  - flexibility to monitor their pension by securely checking their balance and transactions online or via an app
  - a cap on their Administration Fee and/or potentially reduce their Administration Fee through family fee aggregation.

**Please note:** Whilst the product is predominantly designed to be used with a financial adviser, direct retail clients are not excluded from having an account in Expand Extra Pension.

## Key Attributes

### Product attributes






The key attributes of Expand Extra Pension are as follows:

- the flexibility to commence a pension as a retirement phase or a TTR pension
- the ability to move your super account to commence a pension without selling down assets or realising capital gains
- access to a broad range of managed investments, a Separately Managed Account (SMA) providing access to a range of SMA Model Portfolios (available from 30 March 2024), the majority of listed investments in the S&P All Ordinaries Index plus other listed investments approved by the Trustee from time to time and maturing investments (including term deposits and fixed-term annuities)
- a fee structure that includes an Administration Fee cap, and the potential to reduce your Administration Fee through family fee aggregation
- secure online access to account details with simple, fast and effective reporting.

### Investment attributes

Clients have a choice of investment options across 17 investment categories depending on their investment objective, preference for risk and return and investment timeframe.

An individual client, however, should have regard to the information provided in the PDS for this product before making an investment selection. The client may choose to invest in multiple options (with different characteristics) to meet their investment needs. Clients should speak to their financial adviser to determine which best suits their needs (where appropriate).

Standard risk measure			
1 = Very low	2 = Low	3 = Low to Medium	4 = Medium      5 = Medium to High      6 = High      7 = Very High
Investment Strategy	Usually held for a minimum of:	Investment Objective	Standard Risk Measure*
Cash Funds	No minimum	To provide a secure return that is consistent with the prevailing market cash rate over any time frame with minimal risk of capital loss through exposure to assets that are predominantly cash and cash equivalents.	 2-3
Diversified Conservative Funds	Short-Medium Term 2+ Years	To provide a diverse range of multi-asset defensive orientated investment options that offer varied strategies aiming to achieve relatively stable returns (in a risk adjusted manner) through the investment cycles. This can be delivered by investing in a range of growth and income assets, while providing lower volatility and capital protection through a high weighting to defensive assets.	 3-5
Alternatives <sup>1</sup>	Medium Term 5+ Years	To provide a diverse range of alternative investment options that offer varied investment strategies aiming to achieve moderate absolute returns with lower correlation to traditional assets (in a risk adjusted manner) through the investment cycles. This can be delivered by investing in a wide range of alternative investment strategies.	 5-6
Australian Fixed Interest Funds <sup>2</sup>	Medium Term 4+ Years	To provide a diverse range of Australian fixed interest investment options that offer varied investment strategies aiming to achieve a return in excess of the cash rate through the investment cycles by investing in a variety of Australian fixed interest securities. The higher return potential comes with higher short-term volatility of returns.	 3-5
Diversified Balanced Funds	Medium Term 5+ Years	To provide a diverse range of multi asset balanced orientated investment options that offer varied strategies aiming to achieve above inflation rate growth (in a risk adjusted manner) through the investment cycles. This can be delivered by investing in a balanced exposure across growth and defensive assets.	 4-6

Investment Strategy	Usually held for a minimum of:	Investment Objective	Standard Risk Measure*
International Fixed Interest Funds <sup>3</sup>	Medium Term 4+ Years	To provide a diverse range of international fixed interest investment options that offer varied investment strategies aiming to achieve a return in excess of the cash rate through the investment cycles by investing in a variety of international fixed interest securities. The higher return potential comes with higher short-term volatility of returns.	 3-6
Exchange Traded Funds	Medium to Long Term 3 - 6+ Years	To provide a range of exchange-traded funds aiming to achieve returns in line with market indices through the investment cycles.	As per underlying pool of investments
Australian Share Funds <sup>4</sup>	Long Term 7+ Years	To provide a diverse range of Australian share investment options that offer varied investment styles aiming to achieve a higher return than fixed interest and property securities through the investment cycles by investing in a variety of Australian listed companies. The higher return potential comes with higher short-term volatility of returns.	 6
Commodities	Long Term 7+ Years	To provide a diverse range of commodities investment options that offer varied investment strategies aiming to achieve absolute returns with lower correlation to traditional asset classes through the investment cycles.	 7
Diversified Growth Funds	Long Term 7+ Years	To provide a diverse range of multi asset growth orientated investment options that offer varied strategies aiming to achieve capital growth (in a risk adjusted manner) through the investment cycles. This can be delivered through a well diversified portfolio of growth assets with higher expected volatility.	 6
Global Infrastructure Funds	Long Term 7+ Years	To provide a diverse range of global listed infrastructure investment options that offer varied investment strategies aiming to achieve a higher return than fixed interest and property securities through the investment cycles. This can be delivered by investing in a wide range of global listed infrastructure strategies. The higher return potential comes with higher short-term volatility of returns.	 6-7
Global Share Funds <sup>5</sup>	Long Term 7+ Years	To provide a diverse range of international share investment options that offer varied investment styles aiming to achieve a higher return than fixed interest and property securities through the investment cycles by investing in a variety of international listed companies. The higher return potential comes with higher short-term volatility of returns.	 6-7
Listed Investments - Australian Property Trusts	Long Term 6+ Years	To provide a higher return than cash and fixed interest securities over time through a variety of Australian listed property trusts. The higher return potential comes with higher short-term volatility of returns.	 6
Listed Investments - Australian Shares	Long Term 6+ Years	To provide a diverse range of listed investment options that offer varied strategies aiming to achieve higher returns than fixed interest and property through the investment cycles from a variety of Australian listed companies. The higher return potential comes with higher short-term volatility of returns.	 6
Listed Investments - High Yielding Investments	Long Term 6+ Years	To provide a range of listed high yielding investment options aiming to achieve a higher return than investment grade securities issued by Australian governments and banks through the investment cycles.	 6
Listed Investments - International Shares	Long Term 6+ Years	To provide a diverse range of listed investment options that offer varied strategies aiming to achieve higher returns than fixed interest and property through the investment cycles from a variety of international listed companies. The higher return potential comes with higher short-term volatility of returns.	 6

Investment Strategy	Usually held for a minimum of:	Investment Objective	Standard Risk Measure*
Property Funds <sup>6</sup>	Long Term 7+ Years	To provide a diverse range of Australian and international property investment options that offer varied investment styles aiming to achieve a higher return than cash and fixed interest securities through the investment cycles by investment in a variety of Australian and international property trusts. The higher return potential comes with higher short-term volatility of returns.	 6-7

\* Standard Risk Measure is a guide to the likely number of negative annual returns expected over any 20 year period.

<sup>1</sup> Includes hedge funds, private equity, managed futures and multi asset funds.

<sup>2</sup> Includes Australian Government, semi Government, corporate, inflation-linked, mortgage securities and high-yielding securities.

<sup>3</sup> Includes foreign Government, semi Government, corporate, inflation-linked, mortgage securities and high-yielding securities.

<sup>4</sup> Includes large, mid and small caps.

<sup>5</sup> Includes large unhedged and large hedged global shares, small caps and regional shares.

<sup>6</sup> Includes both Australian and global property exposures.

## Appropriateness of the target market

This product should be consistent with the likely objectives, financial situation and needs of the class of clients in the target market. The key features and attributes of Expand Extra Pension:

- have previously benefited target market clients in the past and continue to do so; and
- fulfil a need for clients who are looking for a comprehensive retirement solution that offers an extensive range of investments to help construct a unique portfolio.

The Expand Extra Pension TMD will be reviewed as specified below to ensure it continues to be suitable for clients in the target market.

## Distribution Channels

This product can be distributed through financial advisers and via direct retail\*.



Direct Retail



Financial Adviser

\*Direct retail clients can apply for this product via an application form available at [myexpand.com.au](http://myexpand.com.au) subject to meeting all eligibility criteria.

## Distribution Conditions

This product should only be distributed via an application form where the client meets all eligibility criteria.

## Appropriateness of distribution conditions

The distribution conditions and restrictions will make it likely that clients who purchase the product are in the class of clients for which the Expand Extra Pension has been designed given the distribution conditions and restrictions are appropriate and will assist distribution in being directed towards the target market for whom the product has been designed.

## Review Period and triggers

Review period	Maximum period for review
Issue date	29 January 2024
Version	4
Periodic review	This TMD will be reviewed at least annually and will be updated as and when appropriate.
Review triggers	
	<p>The following events and circumstances would reasonably suggest the TMD should be reviewed to determine if it is no longer appropriate:</p> <ul style="list-style-type: none"> <li>• material changes to key product attributes and the terms and conditions of the product</li> <li>• the issuer determines via it's member outcomes assessment that the financial interests of the client are not being promoted</li> <li>• significant dealing outside the TMD</li> <li>• material or unexpectedly high number of complaints about the product</li> <li>• the use of 'product intervention powers', regulator orders or directions that affect the product</li> <li>• regulatory changes that have a significant impact on the attributes of the product</li> <li>• significant number of clients exiting the product</li> </ul>

## Distributor Reporting

### Significant Dealings Reporting

Distributors are required to notify the issuer if they become aware of a significant dealing in the product that is not consistent with the TMD.

The issuer will rely on notifications of significant dealings to monitor and review the product, this TMD, and its distribution strategy, and to meet its own obligation to report significant dealings to ASIC.

Dealings outside this TMD may be significant because:

- they represent a material proportion of the overall distribution conduct carried out by the distributor in relation to the product, or
- they constitute an individual transaction which has resulted in, or will or is likely to result in, significant detriment to the client (or class of client).

In each case, the distributor should have regard to:

- the actual or potential harm to a client,
- the nature and extent of the inconsistency of distribution with the TMD (including an explanation of why the dealings occurred outside the target market),
- the date range of when the significant dealing occurred,
- the number of clients impacted by the significant dealing (i.e. the number of clients who are not in the target market (or who have been excluded from the target market) as a proportion of all clients who have acquired the product), and
- the time period in which these acquisitions outside the target market occurred.

The reporting period is as soon as practicable but no later than 10 business days after becoming aware of the significant dealing.

### Complaints Reporting

The distributor will provide details of the number and nature of complaints relating to product design, product availability and distribution, having regard to privacy.

The distributor should provide details as soon as practicable but no later than 10 business days following the end of the calendar quarter.

### Contact details for distributors

Contact details and reporting instructions are available at [ddo.ioof.com.au](http://ddo.ioof.com.au)

You can also email us at [ddo@insigniafinancial.com.au](mailto:ddo@insigniafinancial.com.au) using the FSC standard template.

This Target Market Determination (TMD) has been prepared and issued by IOOF Investment Management Limited (IIML) ABN 53 006 695 021, AFSL 230524. IIML is the Trustee of the IOOF Portfolio Service Superannuation Fund ABN 70 815 369 818 (Fund) and Expand Extra Pension which is part of the Fund.

IIML is an entity within the Insignia Financial Group of companies comprising Insignia Financial Ltd ABN 49 100 103 722 and its related bodies corporate (Insignia Financial Group). An investment with IIML is subject to investment risk, including possible delays in repayment and loss of income and principal invested. Past performance is not an indication of future performance. The repayment of capital, the performance or any rate of return of an investment with IIML is not guaranteed by any member of the Insignia Financial Group or any other related or associated company.

The information in this TMD is of a general nature only and has been prepared without taking into account your objectives, financial situation or needs. Before making a decision based on this information, you should consider the appropriateness of the information, having regard to your objectives, financial situation and needs. For more information and before deciding whether to acquire or continue to hold an interest in Expand Extra Pension, please refer to the Product Disclosure Statement for Expand Extra Pension, which is available free of charge at [www.myexpand.com.au](http://www.myexpand.com.au) or by calling 1800 517 124.