

# BT Protection Plans Supplementary Product Disclosure Statement and Policy Addendum (SPDS)

Dated 1 July 2014

This SPDS is dated 1 July 2014 and supplements the information contained in the BT Protection Plans Product Disclosure Statement and Policy Document which has an effective date of 19 May 2014 ('PDS').

This SPDS is issued by Westpac Life Insurance Services Limited ABN 31 003 149 157, AFSL Number 233728 (the *Insurer*), for all products, except for Term Life as Superannuation and Income Protection as Superannuation. For Term Life as Superannuation and Income Protection as Superannuation, the issuer of this SPDS is Westpac Securities Administration Limited ABN 77 000 049 472, AFSL Number 233731, RSE Licence Number L0001083 (*WSAL*). The *Insurer* and *WSAL* take full responsibility for the whole of this SPDS.

The PDS provides details of your 'cooling off' rights (page 105) and our complaints handling procedures (page 110).

You should read both the PDS and this SPDS before making a decision in relation to BT Protection Plans.

If you take out cover under BT Protection Plans, your insurance contract will consist of the PDS, this SPDS and your *policy schedule or membership certificate*.

This SPDS has been issued to inform you of the following amendments to the PDS as a result of changes to the Superannuation Industry (Supervision) Regulations 1994 (Cth) (*SIS Regulations*). The changes relate to Income Protection benefits held inside superannuation.

**All Income Protection policies held inside superannuation that are issued on or after 1 July 2014 are issued on the terms set out in this SPDS (regardless of the date of the application).**

This SPDS has been issued in relation to the following changes:

**PDS Chapter 1 – BT Protection Plans, page 10**, under the heading "Holding benefits inside *superannuation*", delete the last two sentences of the first paragraph and replace it with the following:

The trustee of the superannuation fund can only provide a benefit to the Insured Person if the insured event is consistent with a condition of release under superannuation law. For more information on the superannuation conditions of release, please see chapter 7, section 10.

**PDS Chapter 3 – Income Products, page 85**, the following text is inserted at the end of Section 31.1.

For an Income Protection Policy held inside *superannuation* and an Income Protection as Superannuation Policy, we will not provide any benefit unless the benefit is consistent with a superannuation condition of release under superannuation law. For more information on the superannuation conditions of release, please see chapter 7, section 10.

**PDS Chapter 7 – Other Important Information, page 118**, the following changes to be made to section 10:

(a) delete the second sentence of the first paragraph and replace it with the following:

This means the trustee of a superannuation fund can only provide insurance benefits to a member if the benefit for the insured event is consistent with a condition of release for superannuation law purposes.

(b) the following text:

- temporary incapacity

is deleted and replaced with:

- temporary incapacity<sup>1</sup>

(c) the following text is added to the end of section 10:

<sup>1</sup> Under superannuation law, temporary incapacity, in relation to a member who has ceased to be *gainfully employed* (including a member who has ceased temporarily to receive any gain or reward under a continuing arrangement for the member to be *gainfully employed*), means ill-health (whether physical or mental) that caused the member to cease to be *gainfully employed* but does not constitute permanent incapacity.

If the temporary incapacity condition of release is met, benefits under an Income Protection Policy held inside *superannuation* or under an Income Protection as Superannuation Policy may only be paid as a non-commutable income stream for the duration of the temporary incapacity.