

# Product Update – 1 April 2020

## Joining Living Super after 1 April 2020 - important changes to Automatic Cover (Death and Total and Permanent Disablement insurance)

### 1. No Automatic Death and Total and Permanent Disablement insurance if you are under 25

Under the Putting Members Interests First (PMIF) legislation, trustees of superannuation funds cannot provide default insurance cover on an 'opt out' basis to new members who are under the age of 25 and join a superannuation fund after 1 April 2020. The Federal Government introduced this reform with the intent to protect younger members' account balances from being eroded from insurance premiums for cover they may not need or want. However, the Government understands some people may want insurance and therefore in these circumstances, under the PMIF legislation, the trustee can provide these members with insurance if they specifically request it by making an election.

#### What does this mean for me?

With Living Super, if you are under 25 and join after 1 April 2020, while the Trustee will not provide you with default insurance, being Automatic Cover (Death and Total Permanent Disablement), you can still have the option to apply for Tailored Cover (Death and Total and Permanent Disablement insurance) and/or Income Protection. If you want insurance you can do this via the online insurance application.

To access the online insurance application, login to your superannuation account at [ing.com.au](http://ing.com.au) and go to the 'Insurance' tab and select 'Review Insurance'. Once you have completed the application, the insurer for Living Super will inform you whether and on what terms they will insure you.

### 2. New criteria for members aged 25 and over to qualify for Automatic Cover

From 1 April 2020, under the PMIF legislation, trustees of superannuation funds cannot provide insurance on an opt out basis to members aged 25 and over unless within 120 days of opening a Living Super account, the member has met the minimum account balance requirement (see below) or they have made the relevant election for insurance.

If you join Living Super after 1 April 2020, are 25 years of age or over, and have not opted out of Automatic Cover (being Death and Total and Permanent Disablement insurance<sup>1</sup>), your Automatic Cover insurance will commence at the earlier date of:

- 1) your account balance reaching \$6,000; OR
- 2) you making an Election to receive Automatic Cover (where you have an account balance of greater than nil) by logging into your superannuation account at [ing.com.au](http://ing.com.au), selecting the 'Insurance' tab, and clicking on the 'Review Insurance' button and completing the outlined steps. To maintain your insurance, please ensure you have a sufficient account balance to cover the cost of your insurance premium;

Provided either occur within 120 days of opening your Living Super account.

**Please take note you will not be insured until you have received confirmation that you have satisfied the above criteria. Please read Living Super's Product Guide - Section 9 – 'Insurance through ING Living Super' to see if the terms of insurance cover are right for your needs and circumstances.**

If you decide that the amounts provided under Automatic Cover are not suitable for you but still want insurance, you can apply for Tailored Cover (Death and Total and Permanent Disablement insurance) and/or Income Protection by logging into your superannuation account at [ing.com.au](http://ing.com.au) and clicking on the 'Insurance' tab. The insurer for Living Super will then make an assessment as to whether and on what terms you will be insured for. You can also review, amend or cancel your insurance(s) at any time by logging into your superannuation account at [ing.com.au](http://ing.com.au), clicking on the 'Insurance' tab and selecting 'Review Insurance'.

<sup>1</sup> If you are 65 years of age or over, your Automatic cover will not include total and permanent disablement insurance. If you are 70 years of age or over, no automatic cover will be provided.

### What does this mean for me?

If you are aged 25 or over and join Living Super after 1 April 2020 and have not opted out of Automatic Cover insurance, your cover will automatically commence (subject to the terms and conditions in the PDS), if within 120 days of joining Living Super, you meet either of the following criteria:

- (a) you have at least \$6,000 in your Living Super account; OR,
- (b) where you haven't reached \$6,000 in your account but want the Automatic Cover, you have completed the online election within 120 days of joining Living Super

**For the curious:** Diversa Trustees Limited ABN 49 006 421 638, AFSL 235153, RSE L0000635 is the Trustee of the ING Superannuation Fund ABN 13 355 603 448 (Fund) and the issuer of interests in the Fund. ING Living Super is a product issued out of the Fund. ING, a business name of ING Bank (Australia) Limited ABN 24 000 893 292, AFSL 229823, is the Promoter of the Fund and the issuer of this document. The insurance cover offered by the Fund is provided by MetLife Insurance Limited ABN 75 004 274 882 AFSL 238096. You should consider the Product Disclosure Statement and Financial Services Guide available at [ing.com.au](http://ing.com.au) and the product's appropriateness when deciding whether to acquire, or to continue to hold, the product.