

TelstraSuper Defined Benefits

TelstraSuper Division 2 | TelstraSuper Division 5 | Sensis Super Plus Defined Benefit

Changes to insurance from 1 July 2020

From 1 July 2020, MLC Limited (MLC Life Insurance) will replace TAL Life Limited (TAL) as your insurer.

There will be premium rate changes, access to new services and programs and insurance enhancements. There will also be new online calculators. Please read through this information sheet for details of these changes.

Insurance cover for most members will automatically transfer to MLC Life Insurance on 1 July 2020, including any outstanding applications for insurance made with TAL (if applicable).

New insurance cover enhancements

From 1 July 2020, TelstraSuper insurance cover will include the following enhancements:

- There will be no restriction on the number of times a member can claim on their Income Protection (IP) cover for the same or related condition (provided that the member has returned to the same work for at least six months). Only available to eligible members in Division 5 and Division 8 who have IP cover.
- Removal of minimum 15 hours per week work requirement to be eligible for IP cover. Only available to eligible members in Division 5 and Sensis Super Plus Defined Benefit. IP remains unavailable to members in casual employment.
- When completing a Life Event insurance application, members will no longer be subject to health evidence questions providing they declare they're in active employment at the time of the application, otherwise limited cover will apply to any cover granted. Refer to the relevant Super Guide for the definition of limited cover.

New insurance premiums

Changes to insurance premiums have been happening across the superannuation industry over the last 12 months due to the introduction of recent legislation aimed at protecting members' retirement savings.

As a profit-for-member fund, TelstraSuper doesn't benefit from insurance premiums – the premiums reflect the cost of providing members with insurance cover.

New premium rates will apply from 1 July 2020, and these rates are unlikely to change for at least three years except in very limited circumstances. These circumstances include such events as war, legislative or regulatory changes, or significant changes to the TelstraSuper membership as defined by our policy.

- Death and Total & Permanent Disablement (Death & TPD) cover premium rates will **decrease by 8%**
- Income Protection (IP) cover premium rates will **increase by 16.6%**.

As a TelstraSuper defined benefit member you automatically receive base Death & TPD and IP insurance (not applicable for Division 2 members) cover and therefore the premium rate changes don't impact you.

If you currently have voluntary* (top-up) cover these rates are changing from 1 July 2020. Insurance premiums are calculated using a variety of rates based on age, gender, salary and the type of cover.

This information sheet outlines the changes and can be used to calculate your insurance premiums effective 1 July 2020. Use it to check the rates for top-up insurance cover you have or any new cover you wish to apply for.

The rates in this document replace the rates in the **TelstraSuper Division 2 Super Guide** dated 1 July 2019, the **TelstraSuper Division 5 Super Guide** dated 1 July 2019 and the **Sensis Super Plus Guide** dated 1 July 2019.

See Table 3 on the following page for the new rates, which come in to effect from 1 July. This table replaces Table 3 on:

- page 17 of the **TelstraSuper Division 2 Super Guide** dated 1 July 2019
- page 18 of the **TelstraSuper Division 5 Super Guide** dated 1 July 2019
- page 18 of the **Sensis Super Plus Guide** dated 1 July 2019.

Please refer to the relevant Super Guide to see the previous rates available at telstrasuper.com.au/pds

* Voluntary cover is cover that is obtained by satisfying our underwriting requirements and which is not top-up cover or default cover.

Access to new services and programs

From 1 July 2020, members who have insurance cover through their TelstraSuper account will have access to innovative programs and services to support their health and wellbeing. These include:

- Best Doctors service
- Mental Health Navigator
- Pre-Claim Early Engagement Service (IP only)
- CancerAid Coach Program.

Information about these programs and services is available at telstrasuper.com.au/insurance2020

Questions?

Read our frequently asked questions about changes to insurance from 1 July 2020 at telstrasuper.com.au/insurance2020 or call us on **1300 033 166** between **8.30am** and **5.30pm** (Melbourne time) Monday to Friday.

Note: Table 1 in the Super Guides will change on 1 July 2020 with MLC Life Insurance's new medical requirements for underwriting. Table 2 will not change.

Table 3 – Top-up insurance premiums per \$1,000 sum insured

Age next birthday*	Death only		Death & TPD	
	Male	Female	Male	Female
16	0.63	0.34	0.64	0.36
17	0.75	0.34	0.76	0.36
18	0.81	0.33	0.86	0.34
19	0.87	0.33	0.95	0.34
20	0.88	0.32	0.96	0.33
21	0.88	0.32	0.97	0.33
22	0.87	0.28	0.98	0.30
23	0.82	0.27	0.95	0.29
24	0.80	0.26	0.95	0.28
25	0.75	0.25	0.90	0.27
26	0.72	0.21	0.87	0.27
27	0.69	0.20	0.84	0.26
28	0.63	0.20	0.78	0.27
29	0.59	0.19	0.75	0.28
30	0.55	0.19	0.75	0.30
31	0.53	0.20	0.72	0.31
32	0.52	0.20	0.71	0.35
33	0.52	0.21	0.71	0.40
34	0.52	0.26	0.72	0.46
35	0.52	0.27	0.75	0.52
36	0.53	0.29	0.78	0.57
37	0.55	0.33	0.83	0.68
38	0.62	0.37	0.95	0.76
39	0.65	0.42	1.02	0.88
40	0.72	0.47	1.15	0.99
41	0.75	0.52	1.28	1.14
42	0.83	0.56	1.44	1.25
43	0.92	0.65	1.62	1.41
44	1.00	0.72	1.82	1.60
45	1.10	0.78	2.06	1.78

* As at last 1 July.

Table 3 – Top-up insurance premiums per \$1,000 sum insured

Age next birthday*	Death only		Death & TPD	
	Male	Female	Male	Female
46	1.21	0.87	2.31	1.98
47	1.34	0.96	2.61	2.19
48	1.44	1.01	2.91	2.43
49	1.60	1.10	3.25	2.68
50	1.71	1.20	3.60	3.00
51	1.87	1.28	4.02	3.29
52	2.00	1.36	4.42	3.67
53	2.17	1.47	4.87	4.05
54	2.35	1.60	5.39	4.51
55	2.53	1.68	5.89	4.96
56	2.71	1.80	6.47	5.52
57	2.92	1.90	7.06	6.11
58	3.16	2.00	7.74	6.75
59	3.39	2.14	8.44	7.42
60	3.66	2.24	9.18	8.09
61	3.94	2.37	10.00	8.75
62	4.26	2.49	10.87	9.44
63	4.60	2.63	11.79	10.12
64	4.98	2.79	12.81	10.82
65	5.39	2.94	13.86	11.51
66	5.81	3.13	n/a	n/a
67	6.27	3.32	n/a	n/a
68	6.78	3.52	n/a	n/a
69	7.33	3.74	n/a	n/a
70	7.91	3.97	n/a	n/a
71	8.55	4.20	n/a	n/a
72	9.24	4.45	n/a	n/a
73	9.97	4.72	n/a	n/a
74	10.77	5.00	n/a	n/a
75	11.64	5.30	n/a	n/a

Issued by:

Telstra Super Pty Ltd ABN 86 007 422 522 AFS Licence 236709, as the trustee of the Telstra Superannuation Scheme ABN 85 502 108 833 (TelstraSuper).

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