

Target Market Determination

Term Deposit

Effective Date: 17 July 2023

Product issuer: Bank of Sydney Ltd, ABN 44 093 488 629, AFSL and Australian Credit Licence 243444.

This Target Market Determination (TMD) is designed to provide customers, distributors and Bank of Sydney staff with the appropriate information to understand who these products have been designed for.

Our purpose is to ensure that our customers are at the heart of our approach when designing and distributing our financial products. This TMD is not a substitute for the product's terms and conditions. When making a decision, please refer to the relevant terms and conditions and other disclosure documents.

Any advice provided in this document is general advice only. It has been prepared without taking into account any person's particular objectives, financial situations or needs.

In this document the terms "Bank of Sydney", "we", "us" or "our" refer to Bank of Sydney Ltd.

Target Market

The **Term Deposit Account** is designed for people who want to lock in funds for a period of time at a fixed interest rate.

Description of Target Market and product attributes:

Consumer objectives and needs	Product key attributes
Require the ability to invest an amount for a set period of time and earn a guaranteed return on their savings	<ul style="list-style-type: none">• Interest rate is fixed, so it does not change throughout the term;• Minimum investment amount of \$1,000;• Interest rates are tiered and vary across different investment amounts and terms.
Require the option to invest for different terms	<ul style="list-style-type: none">• Withdrawals or additional deposits are not allowed during the investment term;• Any early withdrawals required an 8 days' notice period from the customer and may incur an interest reduction and other fees.
Provide specific maturity instructions for the investment	Upon maturity of the funds, the following options are available: <ul style="list-style-type: none">• Reinvest the entire amount, including principal and interest earned in the previous term;• Reinvest a portion of the original investment amount;• Withdraw the entire or a portion of the investment amount;• Withdraw interest earned during the fixed term and reinvest principal

Customers have a grace period of 7 calendar days to make any changes to the instructions without incurring fees or interest penalties.

Negative target market statement

This product is **not** suitable for:

- People who need immediate and quick access to their money; and
 - Everyday transactions or everyday spending.
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Product eligibility

- All Individuals (individuals below the age of 18 require guardian authorisation);
- Meet Bank of Sydney account opening criteria;
- Business entities.

Distribution Channels

This product is designed to be distributed through the authorised distribution channels listed below:

- Bank of Sydney's branches;
- Bank of Sydney's website at banksyd.com.au (note distribution condition for this channel listed below);
- Bank of Sydney's network of accredited brokers.

Distribution Conditions and Restrictions

Bank of Sydney will have oversight over how the product is promoted and issued. The product can only be distributed to customers in accordance with our product and process requirements. The following distribution conditions have been determined to help us achieve this. We will:

- Ensure our staff are appropriately trained to understand and be able to discuss the features of the product and meet our regulatory requirements;
- Assess our retail clients to ensure they meet the eligibility requirements for the product;
- For online applications, submitted via Bank of Sydney's website, applicants must be at least 18 years old and apply for an account on their own name(s) (no Power of Attorney or authorised signatories allowed for online application).

Any advertising relating to this product is directed to an appropriate target market and considered as part of the product distribution process. Advertising can occur through digital channels, direct electronic communications, referral websites and other channels.

Reviewing this Document

Review Periods

Periodical review: We will review this TMD within 2 years from the effective date to ensure it remains appropriate.

Occurrence of review trigger: We will review this TMD within 10 business days of the occurrence of any review trigger.

Review Triggers

We will review this TMD in the event of circumstances (called 'review triggers') occur that would reasonably suggest that the determination is no longer appropriate. This includes:

- We make a material change to the product terms and conditions, or account access methods;
- A change in our acceptance criteria that impacts on the suitability of these products for the target markets;
- A material change to the distribution of the products;
- The discovery of a relevant and material deficiency in the disclosure documentation for these products;
- Systemic or significant number of complaints which indicate that any product is no longer suitable for the described target market;
- Changes in product performance metrics; business performance and value provided to customers;
- Changes to legal or regulatory requirements that the Bank must comply with;
- Changes to the product key attributes that would likely impact the customers' needs and objectives; and;
- Significant dealing in the product that is not consistent with the TMD.

Reporting

Bank of Sydney and all distributors must record all complaints received about these products on a quarterly basis (Complaints Reporting Period). Distributors are required to provide to us written details of any complaints they have received during the Complaints Reporting Period within 10 business days of the end of the period.

Our distributors and authorised representatives are required to provide regular and incident-based reporting on key metrics (see the heading "Reviewing this document") to allow us to review this TMD.

Distributors are also required to report to Bank of Sydney if they become aware of a significant dealing in these products which is not consistent with this TMD within 10 business days of becoming aware of such dealing.

Record Keeping

Bank of Sydney and its distributors will maintain records of the reasonable steps they have taken to ensure that these products are sold in a manner consistent with this TMD.

We will also prepare and maintain complete and accurate records of our decisions, and the reasons for those decisions in relation to:

- All target market determinations for these products,
- Identifying and tracking review triggers,
- Setting review periods, and
- The matters documented in this TMD.