

# Treasury Foreign Currency Fixed Rate Term Deposit



## Target Market Determination (TMD)

### Treasury Foreign Currency Fixed Rate Term Deposit

Issued by Suncorp-Metway Ltd ABN 66 010 831 722;  
Australian Credit Licence 229882; Australian Financial  
Services Licence 229882 (**Suncorp Bank**).

#### What is a Target Market Determination?

A Target Market Determination (**TMD**) is a determination that Suncorp Bank has made to:

- describe the class of customers this product has been designed for;
- specify product distribution conditions;
- specify review periods and triggers; and
- set out reporting requirements.

A TMD is not a product disclosure statement and is not a full summary of the product features or the terms of the product. It is not intended to be a customer disclosure document and does not take into account any person's individual objectives, financial situation or needs.

If you are interested in acquiring this product, please carefully read the relevant Product Information Document (PID) and terms and conditions before making a decision. This information is available on request.

#### What is this Treasury Foreign Currency Fixed Rate Term Deposit?

Suncorp Bank's Treasury Foreign Currency Fixed Rate Term Deposit allows for the deposit of foreign currency for a fixed term at a fixed interest rate of return. It can be used to pledge money for a foreign currency market order.

The funds are not readily available for deposit or withdrawal as part of a foreign exchange transaction.

This product is not suitable for a customer seeking a variable interest rate of return on foreign currency held on deposit, easy access to the funds for transactional purposes or for the receipt of, or payment of, international money transfers. It also cannot be used to deposit or withdraw foreign cash or foreign currency cheques.

#### What are the key attributes of this Treasury Foreign Currency Fixed Rate Term Deposit?

This Treasury Foreign Currency Fixed Rate Term Deposit has the following key attributes:

- a fixed rate of return paid at maturity;
- interest can be reinvested in a subsequent Treasury Foreign Currency Fixed Rate Term Deposit;
- it is not flexible with the amount, term and interest rate fixed until maturity;
- if we agree, a maximum period of 31 days' notice is required to early withdrawal of the deposit before maturity;
- additional deposits and withdrawals are not allowed or accepted except at maturity of the fixed term;
- a fixed term no greater than 365 days depending on currency day count convention;
- no minimum term;

- the minimum deposit in foreign currency is equivalent to AUD25,000;
- select foreign currencies (full list of available currencies is set out in the Product Information Document (PID), as amended from time to time);
- there is a restricted range of abilities to access and use the product; and
- upon maturity, the deposit transfers to a relevant Suncorp Bank Treasury Foreign Currency at Call Deposit account.

## Who is the Target Market for this Treasury Foreign Currency Fixed Rate Term Deposit?

The Target Market is the class of customers who meet the criteria below. Note: sections 1 – 4 should be considered in totality.

<b>Section 1 - Type of Customer</b>	<p>A customer who is any one of the following:</p> <ul style="list-style-type: none"> <li>– an adult personal customer;</li> <li>– a non-personal customer who is: <ul style="list-style-type: none"> <li>– a start-up business;</li> <li>– an established business.</li> </ul> </li> </ul> <p>These types of customers typically need:</p> <ul style="list-style-type: none"> <li>– an individual account;</li> <li>– joint account with separate or joint signatory authority; or</li> <li>– the ability to delegate signing authority to someone else.</li> </ul>
<b>Section 2 - Objectives and Needs</b>	<p>Customers will have any one or more of the following primary short-term and long-term objectives:</p> <ul style="list-style-type: none"> <li>– to hold foreign currency for a fixed term;</li> <li>– to earn a fixed interest rate of return on foreign currency held for a fixed term; and</li> <li>– to preserve and grow their foreign currency capital.</li> </ul> <hr/> <p>Customers will have any one or more of the following primary needs:</p> <ul style="list-style-type: none"> <li>– to deposit foreign currency for a fixed term;</li> <li>– to receive a fixed interest rate of return paid at maturity;</li> <li>– ability to reinvest in another fixed term deposit at maturity;</li> <li>– ability to settle maturing fixed term deposit to Suncorp Treasury Foreign Currency at Call Deposit account;</li> <li>– ability to break the fixed term prior to maturity with 31 days' notice.</li> </ul>
<b>Section 3 - Financial Situation</b>	<p>Customers will have all of the following:</p> <ul style="list-style-type: none"> <li>– savings in foreign currency or savings in Australian dollars adequate for the minimum deposit;</li> <li>– ability to pay any fees and charges associated with the product;</li> <li>– the financial means to afford the 31-day notice period required to exit the product before maturity.</li> </ul>
<b>Section 4 - Dependencies</b>	<p>Customers will have or be willing to obtain the following in the same name/entity:</p> <ul style="list-style-type: none"> <li>– a Treasury Foreign Currency at Call Deposit account.</li> </ul> <p>Customers will have any one or more of the following in the same name/entity:</p> <ul style="list-style-type: none"> <li>– a transactional bank account with Suncorp Bank in Australian dollars; or</li> <li>– a Treasury at Call Deposit account in Australian dollars with Suncorp Treasury.</li> </ul>

The Treasury Foreign Currency Fixed Rate Term Deposit is likely to be consistent with the objectives, financial situation and needs of the class of customers in the target market because:

- the product enables customers to lock away foreign currency for a fixed term to support their foreign currency needs
- the product enables customers to hold foreign currency and earn a fixed rate of return for a period specified, which supports customers seeking to preserve and grow their foreign currency capital over the long-term

Suncorp Bank continuously monitors the consumer outcomes with this product and analyses that the key terms, features and attributes of the product are consistent with the identified class of customers.

## What conditions/restrictions are there on how this Treasury Foreign Currency Fixed Rate Term Deposit is distributed?

This product can only be sold by Suncorp Bank and is distributed through the following channel with the following conditions/restrictions:

Channel	Distribution Conditions/Restrictions
Treasury	<ul style="list-style-type: none"><li>— by an approved Treasury representative;</li><li>— following an approved conversation framework;</li><li>— through General Advice or No Advice; and</li></ul> <p>Where:</p> <ul style="list-style-type: none"><li>— products are directed to customers who are likely within the target market;</li><li>— applications are submitted using approved Treasury onboarding forms either already completed or as part of acquiring this product;</li><li>— all marketing must be approved by Suncorp Bank and consistent with this TMD.</li></ul>

The limited and specialist distribution channel and the conditions and restrictions on distribution supported by appropriate platform controls, representative training and approval, sales processes and monitoring make it likely the class of customers who acquire the product are in the target market for whom the product has been designed.

## When will this TMD be reviewed?

This TMD is effective from 4 October 2022 and will be periodically reviewed at least every 24 months from the last effective date. We will also review this TMD if, in Suncorp Bank's view, any of the following Review Triggers occur.

### Review Triggers

- there is a significant dealing outside the target market;
- there is a material change in the design and/or strategy for the product, including changes to the distribution channel;
- there is a material change to the fee structure which in Suncorp's opinion negatively impacts the target market of this product;
- there is a material and unexpected increase in the number and in the nature of complaints received about the product;
- there is a material and unexpected increase in the monitoring metrics for the product when compared to expected thresholds; or
- the distribution conditions have in Suncorp Bank's view been found to be inadequate.

An earlier review will also be conducted when other events or circumstances reasonably suggest that the TMD is no longer appropriate.

## What information will the bank review?

### *Internal sources*

To monitor for the review triggers mentioned in the previous section, Suncorp Bank will review the following information every quarter from internal sources:

- complaints information in a format required by Suncorp Bank including the number and the nature of complaints;
- product and distribution monitoring metrics, including the currency amount of the deposit, and the number of early withdraws before maturity;
- proportion of customers who are not in the target market who have acquired the product during the reporting period; and
- material changes to the product including strategy, design, fees, documentation, or distribution.

In addition, the bank will review the following information when conducting a review of this TMD (all obtained internally):

- customer feedback on the product;
- quality assurance.