OneCare Information Update

Effective 24 May 2014

24 May 2014

Product Information Update

This Product Information Update (PIU) has been issued to update the OneCare Product Disclosure Statement dated 14 September 2013 (PDS). This PIU should be read together with the OneCare PDS and the Supplementary OneCare PDS dated 12 March 2014. Terms used for the paragraph under the heading "Your duty of disclosure" in this PIU has the same meaning as in the PDS.

The following information will replace the paragraphs on page 102 of the PDS. The changes relate to the duty of disclosure and non-disclosure. This change is due to amendments to the *Insurance Contract Act 1984* (Cth).

Your duty of disclosure

Before you enter into a contract of insurance with us, you have a duty under the *Insurance Contracts Act 1984* (Cth) to disclose to us every matter that you know or could reasonably be expected to know, is relevant to our decision whether to accept the risk of insurance and, if so, on what terms.

You have the same duty to disclose those matters to us before you renew, extend, vary or reinstate a contract of insurance. Your duty, however, does not require disclosure of a matter that:

- diminishes the risk to be undertaken by us
- is of common knowledge
- we know, or in the ordinary course of business, ought to know or
- we have waived.

Non-disclosure (for contracts before 28 June 2014)

If you fail to comply with your duty of disclosure and the insurer would not have entered into the Contract on any terms if the failure had not occurred, the insurer may avoid the Contract within three years of entering into it. If your non-disclosure is fraudulent, the insurer may avoid the Contract at any time.

An insurer who is entitled to avoid a Contract of Life Insurance may, within three years of entering into it, elect not to avoid it but to reduce the sum that you have been insured for in accordance with a formula that takes into account the premium that would have been payable if you had disclosed all relevant matters to the insurer.

Your duty of disclosure continues until the Contract of Life Insurance has been accepted by the insurer and confirmation is issued in writing.

Non-disclosure (for contracts on or after 28 June 2014)

If you do not disclose to us every matter that you know or could reasonably be expected to know, that would be relevant to our decision whether to accept the risk of the insurance and if so, on what terms, we may avoid the contract, or avoid your cover within three years of entering into it, provided that we would not have entered into that contract or accepted cover for you had full disclosure been made.

Where we are entitled to avoid a contract of life insurance, we may elect not to avoid it but apply either of the following options:

- reduce the sum that you would have been insured for in accordance with a formula that takes into account the premium that would have been payable if you had disclosed all relevant matters to the insurer; or
- vary the contract in such a way as to place us in a position that we would have been had you disclosed all relevant matters or not made a misrepresentation.

Where your contract is in respect of death cover, we may only apply the first of the two options and we must do so within three years of you entering into the contract or us providing cover to you.

The information contained in this update is current as at May 2014 and may be subject to change. This update is provided by OnePath Life Limited ABN 33 009 657 176 AFSL 238341 ("OnePath Life") and should be regarded as general information only, rather than advice. It has been prepared without taking any person's objectives, financial situation or needs into account. Before making a decision based on this information, a potential policy holder should consider its appropriateness having regard to their objectives, financial situation and needs. OnePath Life is the issuer of OneCare.

Before acquiring the product, or deciding whether to continue to hold the product, please consider the Product Disclosure Statement (PDS) which is available at onepath.com.au or by calling Customer Services on 133 667.

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