

# DEPORTE MUTUAL – FIREARMS STATEMENT OF PROTECTION

## TARGET MARKET DETERMINATION

This Target Market Determination (**TMD**) is effective from 15 October 2024 and relates to the Deporte Mutual Product Disclosure Statement – Firearms Statement of Protection (**PDS**).

This TMD is designed to assist our members, potential members, staff and distributors in understanding whether the Deporte Mutual Firearms Statement of Protection (**Protection**) is suitable for members and potential members (**Target Market**). This TMD has been prepared by Sporting Shooters Association of Australia (QLD) Inc (AR No: 1311941) (**SSAA QLD**) as authorised representative of Steadfast ART Pty Ltd (AFSL No: 298444) for and on behalf of the issuer Deporte Mutual Limited ACN 666 791 877 (**Deporte Mutual**).

This TMD provides Deporte Mutual’s members, potential members, staff and distributors information regarding:

- which class of people this Protection is suitable for and who it is not likely to be suitable for;
- how this Protection will be distributed to members;
- how often we will review this TMD including when the next review will occur;
- what events and circumstances may trigger a review of this TMD;
- what information we need to determine if the TMD is no longer appropriate; and
- our reporting obligations.

In this TMD, the terms “we”, “us” or “our” refer to SSAA QLD. This TMD is not intended to provide financial advice, does not form part of the Protection and does not consider a member or potential member’s personal needs, objectives and financial situation. When making a decision about this Protection, members and potential members should consider the PDS to decide whether this Protection is right for them. Please refer to the PDS for the meaning of any capitalised terms used in this TMD which are not defined.

### Deporte Mutual Protection

Refer to the PDS for full details of the Protection including the deductible, exclusions and limit of indemnity. This Protection is subject to our acceptance criteria – see key examples described under the heading “Distribution Conditions”.

The key attributes of the Protection include:

- protection for privately owned firearms;
- protection for fixed firearm accessories limited to scopes/sights, straps, magazines, tripods and bipods;

- covered circumstances are theft, accidental damage and accidental loss (including whilst in use);
- \$25,000 limit of indemnity for any one loss and in the aggregate;
- protection is provided within Australia and overseas for 28 days during any one trip;
- numerous exclusions apply, including for wear and tear and failure to maintain the firearm; and
- a deductible of \$100.

## Target Market

This Protection is a discretionary mutual risk product. It is not a contract of insurance. The Protection is not subject to the provisions of the Insurance Act 1973 or the Insurance Contracts Act 1984, which establish a system of financial and product regulation for general insurers. Deporte Mutual is not authorised under the Insurance Act 1973 to conduct insurance business in Australia and the Protection and Deporte Mutual are not regulated by the Australian Prudential Regulation Authority. The Protection does not give the certainty of a contract of insurance. Therefore, this Protection is not suitable for individuals that require a contract of insurance. Members have the right to have a claim considered by the board of Deporte Mutual and the board has the absolute discretion to either accept or refuse claims.

The Protection has been designed only for sporting or recreational shooters who are members of SSAA QLD and Deporte Mutual who require protection against loss caused by an incident involving a firearm or a fixed firearm accessory that they own.

It is only suitable whose likely objectives, financial situation and needs are as described below.

<b>Likely objectives, financial situation and needs</b>	
<b>Objectives</b>	Members of SSAA QLD and Deporte Mutual who are sporting or recreational shooters and have subsequent exposure to risks affecting firearms and fixed firearm accessories they own and are seeking to financially protect themselves against property losses.
<b>Financial situation</b>	Members of SSAA QLD and Deporte Mutual who are sporting or recreational shooters and who are likely to experience a financial burden as a consequence of exposure for firearms and fixed firearm accessories they own and do not have either the resources or desire to 'self-insure' those risks but have the financial capacity to pay for the annual cost of this Protection.
<b>Needs</b>	Members of SSAA QLD and Deporte Mutual who are sporting or recreational shooters and who are willing to use a discretionary mutual risk protection product, allowing them to pool their contributions with other members and share the risk of claims being made by other sporting or recreational shooters. Members of SSAA QLD and Deporte Mutual who are sporting or recreational shooters and who can improve their buying power and achieve a lower cost of risk protection by using a discretionary mutual risk product instead of insurance and are willing to have their claims considered at the absolute discretion of Deporte Mutual's board and in accordance with their rights in Deporte Mutual's constitution.

The Protection is only suitable for a person with the objectives, financial situation and needs described above because:

- it provides cover for the types of property loss or damage events that people in the Target Market are seeking to be protected against; and
- it is designed for people who require protection with the key attributes described above.

Each person will need to consider whether this Protection meets their own objectives, financial situation and needs.

## **Distribution Conditions**

This Protection can only be distributed to members of SSAA QLD and Deporte Mutual. The purchase of the Protection is conditional on being a member of SSAA QLD and Deporte Mutual. The Protection is distributed via SSAA QLD directly to members.

SSAA QLD has distribution conditions in place to ensure this Protection is only distributed to members and potential members in the Target Market. These conditions include measures such as:

- only distributing the Protection direct to identify whether a person will meet the eligibility criteria for membership and whether they have the likely objectives, financial situation and needs described in this TMD;
- understanding the activities of the potential member, so that the Protection is only provided to members in the Target Market;
- production and distribution of materials that explain and document the Protection that are designed for consumers in the Target Market;
- analysis of review triggers and other suitability data in the formation of renewal decisions;
- systems and processes that support our suitability and eligibility assessments, and the delivery of other information relevant to the member's understanding of the Protection; and
- controls on marketing and sales conduct to prevent the offer of the Protection to members outside the Target Market.

## **Review of Protection**

We will review this TMD regularly to ensure it is appropriate for the needs of existing and potential members. We will conduct an initial review of this TMD within 2 years from the effective date to ensure it remains appropriate. The TMD will then be reviewed every 2 years thereafter.

Specific events could mean that the review should take place earlier than the scheduled basis. For instance, the TMD may either no longer be appropriate or the Protection may no longer be consistent with the likely objectives, financial situation and needs of consumers in the Target Market.

Examples of such review triggers include:

- a significant increase in the number of complaints relating to the Protection;
- a material change occurs to the cover provided by the Protection;
- a change of relevant law, regulatory guidance or industry code which has a material effect on the terms or distribution of the Protection;
- the Protection being distributed and purchased in a manner that is materially inconsistent with this TMD;
- adverse trends in claims data indicating the Protection is not performing as expected by members;
- any significant dealings that are inconsistent with the TMD; and
- our acceptance criteria for members changes and that impacts the suitability of the Protection for the Target Market.

If we determine we have sufficient information to identify that a review trigger has occurred, we will review this TMD within 10 business days of our decision.

## **Reporting**

SSAA QLD will record all complaints received relating to this Protection and the data will be reviewed on an at least an annual basis (**Complaints Reporting Period**). Any intermediaries engaged are required to provide to us written details of any complaints about the Protection they have received during the Complaints Reporting Period within 10 business days of the end of the period. Distributors should include sufficient details about the complaint that would allow SSAA QLD to identify whether the TMD may no longer be appropriate.

SSAA QLD is required to report to Deporte Mutual on at least an annual basis with incident-based reporting on key metrics. SSAA QLD must also report sales data to Deporte Mutual on at least an annual basis including the number of Protections issued, renewed and cancelled.

Intermediaries are also required to report to SSAA QLD if the Protection is distributed to a person who is not within the Target Market within 10 business days of becoming aware of the distribution. This includes any significant dealings in relation to the distribution of this Protection that is inconsistent with the TMD.

## **Record Keeping**

SSAA QLD will maintain records of the reasonable steps taken to ensure this Protection is distributed only to members and potential members in the Target Market. SSAA QLD will also prepare and maintain complete and accurate records of its decisions, and the reasons for those decisions, in relation to:

- the TMD;
- identifying and monitoring review triggers; and
- setting review periods.