

Date of Issue: 01 December 2025

Date of Next Review: 01 December 2026

Purpose of this document

SCCU is legally required to prepare this Target Market Determination (TMD). The TMD details the cohort of customers the product has been designed for, the conditions under which the product must be distributed and how SCCU will review this document to ensure it remains appropriate. This document is not a substitute for the product's terms and conditions or other disclosure documents.

Target Market

SCCU has identified the Target Market for the Business Overdraft and the key attributes of the product that meet the needs, objectives, and financial situation of customers in the Target Market as follows:

Business Overdraft has been designed for customers who:	Key attributes of Business Overdraft that make the product appropriate for the target market:
Require access to an ongoing overdraft facility to access additional funds to manage cash flow and expenses.	<ul style="list-style-type: none"> When the balance in the account reaches zero, customers can gain access to an overdraft facility up to an approved limit; An annual fee is payable whether the facility is utilised or not; and Where used interest will be charged on the portion drawn.
Ability to repay the limit at any time.	Any amounts deposited into the account will be utilised to repay the overdraft drawn.

Financial Situation

The Financial Situation of the Target Market are customers that:

- Meet SCCU's credit assessment criteria which includes demonstrating the capacity to make the required repayments without substantial hardship; and
- Require a credit limit of at least \$20,000.

SCCU holds the view that having its processes in place, including assessing the customer's ability to meet required loan repayments, will mean that the product will likely be consistent with the Financial Situation of the Target Market.

Eligibility Criteria

To hold this product customers will need to satisfy eligibility criteria, including that the customer must:

- Be a sole trader, partnership or company;
- Be registered in Australia and have an Australian residential address;
- Meet SCCU credit assessment criteria which includes demonstrating the capacity to service the credit facility without substantial hardship;

- Provide sufficient security in accordance with SCCU's credit assessment criteria, including; acceptable residential or commercial mortgage or a guarantor who supports the loan by providing additional security; and Have building insurance with SCCU noted as an interested party to a minimum amount equal to the building value.

Distribution Conditions

SCCU applies the following conditions and restrictions on distribution of Business Overdraft so that the product is likely provided to customers in the target market. All customers must satisfy SCCU's credit assessment criteria which demonstrates the customer's capacity to service the loan facility. The below table identified the distribution channels which the product can be sold through and sets out the conditions that apply to each channel. SCCU views that the conditions specified are appropriate and it will be likely that the product will be distributed to the Target Market.

Distribution Channels	Conditions that make product distribution through the channel appropriate
Staff Assisted Channels (e.g. Financial Service Centres, Contact Centres, SCCU Lending Specialists); and	<p>SCCU staff that distribute this product:</p> <ul style="list-style-type: none"> Are appropriately trained to understand and are able to discuss the features, benefits, rates, fees and charges of the product and key differences between products; Must follow procedures that outline application eligibility and processes; Are monitored through assurance programs.

Periodic Reviews of the TMD

The TMD will be reviewed each one-year period.

Review Triggers

If any of the below review triggers occur, or if an event or circumstance has occurred that would reasonably suggest that the TMD is no longer appropriate, SCCU will undertake a review of this TMD:

- A significant number of complaints received from customers in relation their acquisition of, or use of, the product that reasonably suggests that the TMD is no longer appropriate;
- A material change to the product or terms and conditions of the product occurs which would cause the TMD to no longer be appropriate;
- Any significant dealing of the product to customers who are outside the Target Market.

Review Trigger Reporting Requirements

The following information must be provided to SCCU by all third parties responsible for the retail distribution product distribution conduct of this product in accordance with this TMD, within the required timeframes:

Information Type	Description	Timeframe for Reporting
Product Complaints Data	Information relating to complaints received	Quarterly and within 10 business days from the end of the quarter.
Significant Dealings	Instances where there is an issue with distributor conduct	As soon as practicable, and in any event within 10 days of becoming aware.

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