

Five Year Mortgage Repayment Insurance & Loan Cover Insurance

Important information and how
to pay your premium



Allianz 

Consumer Credit Insurance

Allianz Consumer Credit Insurance (CCI), is designed to cover you against the risk of being unable to meet loan commitments as a result of death, terminal illness, disability or involuntary unemployment.

CCI comes in two forms depending on your loan type;

- Five Year Mortgage Repayment Insurance, or
- Loan Cover Insurance.

It is available to consumers who are committed to repayments under a finance agreement.

Mortgage Repayment and Loan Cover Insurance consists of three separate covers:

- Death and Terminal Illness cover,
- Disability cover,
- Involuntary unemployment cover.

This product is not compulsory, nor is it a condition of your loan agreement approval.

The maximum period of cover for Loan Cover Insurance is 8 years, although your actual period of cover may depend on the term of your personal loan. The maximum period of cover for Five Year Mortgage Repayment Insurance is 5 years. Both of these covers can be cancelled earlier in accordance with the terms of the policy. You can cancel the policy at any time. The cover may end earlier if the loan is repaid, cancelled, transferred, you reach 65, or for other reasons specified in the Product Disclosure Statement (PDS).

If you do purchase this product, you can cancel it within 30 days of purchase and a full premium refund will be provided, unless a claim has been made or an event has occurred that could give rise to a claim.

Death and Terminal Illness cover

It is important for you to determine whether this product suits your needs. As part of your decision process, amongst other factors, you may wish to consider, if you were to die or become terminally ill:

- Do you have any dependents, such as a partner or children who would require ongoing financial support?

Or:

- Do you have life cover in other policies, such as superannuation?

How will my policy respond in the event of an accepted claim?

In the event of an accepted claim, your Death and Terminal Illness cover will pay the outstanding balance of your loan, up to the policy limits.

The benefits will be paid to the financial institution that you have your loan agreement with.

Claim Example:

- A teacher was killed in a motor vehicle accident when the car she was travelling in over turned. Cause of death was multiple crush injuries to chest. A death claim was accepted and loan was paid out.
- A Bricklayer developed motor neurone disease shortly after buying a policy. While a disability claim was initially made the man's condition rapidly deteriorated with his treating specialists confirming it was likely he would pass away within the following twelve months.

A terminal illness claim was then made and accepted, allowing the balance of the loan to be paid out while he was still alive.

Disability cover

Disability cover provides a daily benefit, up to the policy limits if you become totally disabled as a result of an injury or illness, leaving you disabled to perform your usual duties of employment.

After the waiting period this cover will pay a benefit until you can return to normal work duties, up to the policy limits. This is paid in addition to any income protection or workers' compensation entitlements you may receive.

Claim Example:

An interstate truck driver was a victim of a road rage accident which left him depressed, anxious and unfit for work. A disability claim was submitted and accepted which resulted in his loan repayments being met until he was fit enough to return to work. Later that year, he was also involved in a motor vehicle accident where another disability claim was lodged and accepted.

Involuntary unemployment cover

After the waiting period involuntary unemployment cover provides a daily benefit for the period while you are involuntarily unemployed, up to the policy limits, in the event of loss of employment which was not by choice.

Claim Example:

A project manager was terminated from her employment due to a downturn in work. She submitted an involuntary unemployment claim which was accepted and paid for the maximum benefit period of 120 days. At that point the insured remained unemployed and she was advised that the benefit payable under the policy in respect of this claim had been exhausted.

How to pay your premium

At Allianz, we know that having options matters. That's why we offer a range of ways to pay your Loan Cover Insurance or Five Year Mortgage Protection Insurance premium.

Depending on which method you choose, you may be required to pay extra charges, fees and/or interest. More details are set out below.



Upfront lump sum payment

Payment by Direct Debit

If payment is made from a transactions account, there are generally no additional charges and you will pay the quoted premium without any further charges.

Payment by Credit Card

If you pay by credit card, interest, additional fees and charges may apply. You may have an interest free period with your credit card provider.

If you pay your debt within the interest free period, you will only pay the total amount of premium. If you pay your debt after the interest free period, you will have to pay the total premium plus any additional interest charged at the rate set by your credit card provider. No part of the interest you may have to pay to the credit card provider is passed to Allianz.



Financing your insurance repayments

If you finance the premium into your loan, you may be charged interest on the premium by your financier. No part of the interest you pay to your financier is passed to Allianz.



Monthly instalments*

You can also choose to pay your insurance premium in monthly instalments.

Monthly instalments can be paid by direct debit or credit card.

* Premiums payable by instalments may be subject to minor adjustments (upwards or downwards) due to rounding and financial institution transaction fees may apply.

You should contact your financier/bank or lending institution to find out what charges you will have to pay if you choose any of the methods of payment in this brochure.

Remember, if you do not pay your premium or any monthly instalment of your premium by the due date, your policy may be cancelled and you may not be able to make a claim.



Further information

This information brochure does not provide a complete statement of the cover offered, exclusions, conditions and limits that apply under the policy. You should carefully read the Product Disclosure Statement (PDS) and Policy Document and any other documentation given to you for more details.

For all general enquiries please call your Financial Institution.

Allianz Australia Insurance Limited (Allianz) ABN 15 000 122 850, AFSL No. 234708, is the insurer of, and is only responsible for the Disability and Involuntary Unemployment covers. Allianz Australia Life Insurance Limited (Allianz Life) ABN 27 076 033 782, AFSL No. 296559, is the insurer of, and is only responsible for, the Death and Terminal Illness cover. Allianz acts as Allianz Life's agent in offering and administering the Death and Terminal Illness cover. This is general advice only and does not take into account your individual objectives, financial situation or needs. For more information, please refer to the Product Disclosure Statement (PDS) and Insurance Policy you are provided with when you purchase this cover. Should you require a copy of the PDS, you can contact Allianz or your Financial Institution.