



Lease Protection Insurance

Product Summary Sheet

This Product Summary Sheet has been prepared by Insurance House Group (ABN 33 006 500 072) (AFSL 240954) to provide a simple summary of the purpose, benefits and exclusions of Lease Protection Insurance. It is general advice and does not take into account your personal objectives, financial situation or needs.

Please refer to the Combined Product Disclosure Statement (PDS), Policy Wording and Financial Services Guide (FSG) for full coverage details and consider it in light of your personal circumstances before making a decision in relation to the product.

What is Lease Protection Insurance?

Lease Protection Insurance has been developed for Australian domiciled individuals who want to protect their monthly payment obligations on their outstanding lease contract in the event of involuntary unemployment.

Benefit Payable

The maximum amount payable for Involuntary Unemployment under this cover including any payment made to the Lease Provider under the Hand-Back Option, during the Period of Insurance, is \$40,000 (forty thousand dollars only), regardless of the number of claims.

Product Eligibility

You can apply for this policy if You:

- apply for it at the commencement of Your Finance Contract;
- are over 18 (eighteen) years of age and under 65 years of age at commencement of cover;
- are an Australian or New Zealand citizen or holder of any Australian or New Zealand Permanent Residency Visa when You apply for this insurance;
- are engaged in permanent gainful employment when you are applying for your lease with the lease provider;
- do not have any prior knowledge that Your Gainful Occupation is to be terminated when You apply for this insurance;
- are not employed by a company controlled by You or Your Family with a shareholding in excess of 20%; and
- are not self-employed or employed on a seasonal or temporary basis

Summary of Benefits – Involuntary Unemployment

Involuntary Unemployment	<ul style="list-style-type: none"> This cover will apply in the event You are unable to continue Your Permanent Gainful Employment as a direct result of Your Involuntary Unemployment or Your fixed term contract being terminated prior to the end of the fixed term. We will pay up to 10 monthly Lease repayments following Involuntary Unemployment. After We have paid three (3) monthly Lease Repayments for a claim for Involuntary Unemployment, You have the option to surrender Your Vehicle to the Lease Provider (if You have not returned to Permanent Gainful Employment) and take advantage of the Hand-Back Option
Handback Option	<ul style="list-style-type: none"> After We have paid three (3) monthly Lease repayments for a claim for Involuntary Unemployment, You will be able to take up the Hand-Back Option of this policy. This option covers the difference between the Fair Sale Price of your vehicle and the outstanding balance of your Lease Agreement. If You are still Involuntarily Unemployed You remain eligible to claim this benefit until immediately before the tenth (10th) monthly Lease Repayment.
Monthly running costs benefit	<ul style="list-style-type: none"> As long as you remain Involuntary Unemployed, the Monthly Vehicle Running Cost Benefit will pay You \$400 per month after the thirty (30) day Excess Period has expired. The maximum benefit amount payable is \$4,000.

Example of an Involuntary Unemployment Lease Protection Claim

- Eddie took out a Lease Protection Policy when he began his Lease Agreement over a 4 year period with monthly payments of \$750.
- Eddie became Involuntary Unemployed 2 years into his Lease and lodged a claim under his Policy for his monthly Lease repayments following his 30 day excess period.
- After 6 monthly repayments have been reimbursed, Eddie is still unemployed and decides to surrender his vehicle to the Lease Provider and claim the Handback Benefit.
- The Policy benefit will be calculated as follows:

Possible Benefits	Payout
Amount owing on his Lease Agreement	\$16,000
Less Fair Sale Price obtained for his vehicle under Handback option	\$14,000
Payment made to the Finance Provider to settle the shortfall	\$ 2,000

- Eddie will also be paid \$400 per month to cover his Motor Vehicle Running Costs for the period he was Involuntary Unemployed following the 30 day excess period. This payment is paid direct to him.
- Total benefits paid in this instance:

o Lease repayments - \$750 x 6	\$4,500
o Handback benefit	\$2,000
o Running cost - \$400 x 6	<u>\$2,400</u>
o Total Paid	\$8,900

Some Important Policy Exclusions / When You are Not Covered

Event or Circumstance	Involuntary Employment
Any Involuntary Unemployment or Sickness and Accident that occurs during the first thirty (30) days of the Period of Insurance .	X
Alcoholism, Drug addiction or the influence of intoxicating liquor or Drugs .	X
Involuntary Unemployment which You were aware of before You entered into this Policy .	X
Normal cessation of an employment contract or seasonal employment.	X
Voluntary redundancy, resignation, retirement or abandonment of Your employment.	X
Self-employment or where Your employing company is controlled by You or Your Family with a shareholding in excess of 20%.	X
Dismissal due to misconduct. Misconduct means not following company rules or breaking the law. This includes rules or laws requiring You to be vaccinated against viruses or disease.	X
Any claim arising directly or indirectly from: <ul style="list-style-type: none"> • War or acts of Terrorism. • You engaging in Active War. • Nuclear Risks. 	X

Note: This list does not include all Policy Exclusions. Please refer to the Combined Product Disclosure Statement (PDS), Policy Wording and Financial Services Guide (FSG) to ensure that You are aware of all exclusions which apply to the Cover provided.

Lease Protection Insurance is issued under a Distribution Agreement with Insurance House by Professional Risk Underwriting Pty Ltd (ABN 80 103 953 073) AFSL 308076 on behalf of certain Underwriters at Lloyd's of London (Lloyd's Underwriters).