

CORPORATE SUPER: WHEN INSURANCE COVER CEASES/ CONTINUING YOUR COVER



This factsheet explains when insurance cover for death, total and permanent disablement and income protection ceases, and the continuation options you may have.

It also explains what happens to your insurance cover on transfer to Aon Master Trust Personal Super or an eligible rollover fund.

Death cover

When cover ceases

Death insurance cover ceases on the earliest date that any of the following apply:

- you turn age 70
- 60 days after premium payments cease
- the Trust policy with the insurer is terminated
- you request cancellation of cover in writing
- we receive from you and accept a continuation option application for death-only cover to be transferred to an individual policy
- you leave the Trust as a result of total and permanent disablement
- 60 days after you cease to be a member of the Trust.

See also the *General conditions section of the Product Disclosure Statement*.

Continuation option

If you:

- are under age 65
- have death insurance in the Trust
- leave your employer, and
- cease to be a member of the Trust for reasons other than illness or injury,

you may be able to purchase continuing death insurance cover from the insurer of the Trust without the need for further health evidence, although you will be required to complete an AIDS declaration. Different premium rates will apply if you elect to exercise this continuation option.

This cover is subject to conditions including, but not limited to:

- you must apply for continuation of insurance cover within 60 days of leaving a participating employer
- no claim for insurance has been made on the Trust
- cover will not exceed your amount insured on the day prior to the date you leave your employer.

Total and permanent disablement (TPD) cover

When cover ceases

TPD insurance cover ceases on the earliest date that any of the following apply:

- you turn age 65
- a benefit under your policy is paid or is payable to you
- 60 days after premium payments cease
- the Trust policy with the insurer is terminated
- you request cancellation of cover in writing
- we receive from you and accept a continuation option application for death and TPD insurance to be transferred to an individual policy
- 60 days after you cease to be a member of the Trust
- you die.

See also the *General conditions section of the Product Disclosure Statement*.

Continuation option

If you:

- are under age 60
- have TPD insurance in the Trust
- leave your employer
- are continuing in the same or similar occupation, and
- cease to be a member of the Trust for reasons other than illness or injury,

you may be able to purchase continuing TPD insurance cover from the insurer of the Trust without the need for further health evidence, although you will be required to complete an AIDS declaration. Different premium rates will apply if you elect to exercise this continuation option.

This cover is subject to conditions including, but not limited to:

- you must apply for continuation of insurance cover within 60 days of leaving a participating employer
- no claim for insurance has been made on the Trust
- cover will not exceed your amount insured on the day prior to the date you leave your employer.

Income protection cover

When cover ceases

Income protection insurance cover ceases on the earliest date that any of the following apply:

- you turn age 65
- 60 days after premium payments cease
- the Trust policy with the insurer is terminated
- you request cancellation of cover in writing
- you are no longer permanently and gainfully employed for 15 hours per week or more
- the date you cease to be employed by a participating employer of the Trust, unless you are accepted for continuing income protection insurance after transfer to Aon Master Trust Personal Super

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- you cease to be a member of the Trust
- you die.

See also the *General conditions section of the Product Disclosure Statement*.

Continuation option

Continuing income protection cover is only available if you choose to transfer to Aon Master Trust Personal Super – see below.

Insurance on transfer to Aon Master Trust Personal Super

Voluntary transfer to Personal Super

If your account is \$5,000 or greater, you can choose to transfer your account balance to Personal Super, for example, if you leave your employer.

In this case:

- if you have death cover, it will continue automatically in Personal Super if you are under age 65 – no application or health evidence is required
- if you have TPD cover, it will continue automatically in Personal Super if you are under age 60 – no application or health evidence is required
- you may apply within 60 days of leaving your employer to continue income protection insurance in Personal Super if you are under age 65, confirm your occupation, your continued employment and that you meet the minimum work hours requirement. You will also be required to complete an AIDS declaration.

Automatic transfer to Personal Super or eligible rollover fund

On being notified of you leaving your employer, the trustee will send you your benefit paperwork. If after 60 days you have not responded and informed us as to how you want your benefit treated, then:

➤ if your account is \$5,000 or over

Your account will be transferred automatically to Personal Super. In this case:

- > if you have death cover, it will continue automatically in Personal Super if you are under age 65. Premiums will continue to be deducted from your account
- > if you have TPD cover, it will continue automatically in Personal Super if you are under age 60. Premiums will continue to be deducted from your account using the same occupation category you held in Corporate Super*.
- > income protection cover will cease.

* It is important for you to advise us if your occupation category changes. If a higher risk occupation or an uninsurable occupation applies at the time a claim is made, additional premiums may be deducted from any benefit paid or the insurer may reduce or decline the benefit.

➤ if your account is less than \$5,000

Your account will be transferred automatically to the Trust's nominated eligible rollover fund. In this case all insurance cover and premium deductions will cease.

If you remain in the Trust but cease contributions and your account balance subsequently falls below \$5,000, your benefit may be transferred to an eligible rollover fund. In this case, all insurance cover and premium deductions will cease.

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The information in this factsheet is general in nature. Your personal objectives, financial situation or needs were not taken into account when preparing this information. You may want to seek independent advice before making any decisions about your super.

This factsheet was prepared by Aon Consulting Pty Limited (ABN 48 002 288 646, AFSL 236667) and issued by Aon Superannuation Pty Limited (ABN 83 057 982 822, AFSL 237465) as trustee for the Aon Master Trust (ABN 68 964 712 340).

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July 2009 ACON344

