



This factsheet applies to Personal Super members covered by the AIA policy and is a summary of key insurance features only. For further details of your insurance options in Personal Super, including terms and conditions, see the Personal Super Product Disclosure Statement.

Aon Master Trust Personal Super offers valuable, easy-to-access insurance cover at competitive rates.

Key points

- Personal Super offers death, death and total and permanent disablement (TPD), and income protection cover.
- You need a minimum account balance of \$5,000 to apply for/maintain cover.
- You can choose type and level of insurance cover on joining and can change at any time.
- You can apply for TPD cover that is higher than death cover.
- All part-timers can apply for death and TPD cover regardless of hours worked.
- Choice of TPD definitions (any or own occupation, home duties, activities of daily living).
- Attractive income protection cover:
 - > option to take out short or long-term cover with choice of waiting period
 - > option to take out income protection cover without death cover
 - > option to take out an agreed value policy.
- Choice of non-binding or binding death benefit nomination.
- You can transfer other insurance cover into the Aon Master Trust – no health evidence required.

Death and total and permanent disablement (TPD) cover

TPD cover higher than death cover

Members can apply to have cover for TPD that is higher than their death cover. TPD cover is subject to a maximum of twice the death cover, with a maximum difference between TPD and death cover of \$100,000. Medical evidence may be required. The member will pay an additional 20% on the premium rate applying to the amount of TPD cover over the death cover amount.

Death and TPD cover for all part-timers

Members who work part-time are automatically covered for death and TPD*.

*Members who work less than 15 hours a week would have to meet the *Activities of daily living definition*, if they became totally and permanently disabled and made a claim.



Continuation option

Members who are under a certain age and who leave the Aon Master Trust have the option (subject to certain other conditions) to continue their death and TPD cover by taking out a personal policy with the insurer. The age limits for this option are age 65 for death cover, and age 60 for TPD cover.

TPD definitions

If a member makes a claim for a TPD benefit, the insurer will require them to satisfy the conditions of a TPD definition. The definition that applies will depend on the member's employment status and occupation at the time they stopped work due to an illness or injury. If the member was working 15 hours or more per week this is normally the insurer's standard definition, which includes not being able to work in 'any occupation for which you are reasonably suited by education, training or experience'.

Choice of TPD definitions

Members in certain occupations approved by the insurer may be able to choose an 'own occupation' definition. Members may also be able to choose a 'home duties' definition. Note that the premium rates for TPD cover will be 50% higher for members who select the 'own occupation' definition. If the member makes a TPD claim, the insurer will assess their claim against the definition they have chosen.

Income protection cover

The Aon Master Trust offers income protection (also known as salary continuance) cover that provides members with an income if they are off work due to illness or injury for the entire waiting period and satisfy the definition of total disability for income protection. You must be permanently and gainfully employed for at least 15 hours per week to apply for an indemnity income protection benefit* which is based on 75% of your pre-disability income (subject to a maximum of \$25,000 monthly benefit).

* You may be eligible to insure yourself for an additional 10% of your pre-disability income where you elect to have this income paid directly to your super fund.

Short and long-term cover

Members can apply for short-term cover (income for up to two years) or long-term cover (income for up to five years or to age 65). There is a choice of 30, 60 or 90 days waiting periods. Premiums are competitive and generally cheaper than retail.

Income protection cover without death cover

Members can apply for income protection cover without having death cover.

Agreed value policies

Agreed value income protection policies are available when applying for membership of Personal Super.

For self-employed people and other who have variable earnings, an agreed value income protection offers certainty around future claims. With income levels agreed at the application stage, the member knows that the agreed monthly benefit will be paid if they cannot work in the future, regardless of their income level at the time of claim.

A number of terms and conditions, including a 20% premium loading, apply and these are explained in the Product Disclosure Statement.

Applying for and changing insurance cover

Members can choose the type of insurance and the level of cover on joining Personal Super and can change it to suit their needs. All insurance cover is subject to the insurer's acceptance and will require evidence of good health*.

Members can reduce their insurance cover at any time. Note that this may affect their access to higher levels of cover in the future.

The right price depends on what the member does

Premium rates for insurance cover take account of [the type of work the member does](#), with lower rates for ‘professional’ and ‘white collar’ workers with non-manual, office duties and higher rates for ‘blue’ and ‘heavy blue collar’ workers who include those with manual duties and tradespeople.

If we have not been advised of a member’s occupation, they are rated ‘heavy blue collar’.

Members can apply to increase their insurance cover at any time. They will need to provide health evidence and the increase is subject to the insurer’s approval.

* If a member transfers from Corporate Super to Personal Super on leaving service and is under age 60, their death and TPD cover will continue automatically following the transfer. Members under age 65 may have the option to continue income protection cover within 60 days after leaving service.

Insurance limits

There are limits to the level of cover available in the Aon Master Trust. The maximum cover you can apply for is:

Cover	Limit
Death	unlimited
TPD	up to \$3 million
Income protection	up to \$25,000 per month

Easy paperwork

To fast-track and simplify the underwriting process, members under age 55 can make short-form applications for cover up to the following limits:

Cover	Limit
Death-only	up to \$1 million
Death and TPD	up to \$1 million
Income protection (indemnity benefit)	up to \$8,000 per month

Binding death benefit nominations

Members have the option to make a non-binding or binding death benefit nomination.

If a member makes a non-binding nomination, the trustee will use it as a guide, but can pay the benefit to someone other than the person the member has named.

If a member makes a valid binding nomination:

- ↳ the trustee must follow it
- ↳ it will expire after three years unless the member renews or confirms their nomination beforehand
- ↳ the member can revoke it at any time.

A binding nomination can be a valuable estate planning tool. However, there are arguments for and against this kind of nomination.

A binding nomination can:

- ↳ take away the element of uncertainty
- ↳ give the member control over their own property
- ↳ give the member peace of mind that any death benefit will be paid to the beneficiary they have nominated
- ↳ help prevent competing claims from dependants
- ↳ allow the member to build tax efficiencies into their estate planning, in the knowledge that their wishes will be followed.

However, if the member does not change a binding nomination as their circumstances change, the trustee must still pay any death benefit to the person they originally nominated. For example, if the member nominates their spouse and they later separate (but have not changed or cancelled their nomination and it has not expired), the trustee must pay any death benefit to the spouse.

See the [Binding death benefit nomination](#) factsheet for more information.



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Transferring insurance cover from other funds/policies

Members can apply to transfer insurance cover they have in other super funds and in policies held outside super into the Aon Master Trust, with no health evidence required. This includes cover for death, total and permanent disablement and income protection. A number of eligibility conditions apply. If accepted, the member will be allocated the same level of cover and will be subject to the same underwriting conditions provided by the previous insurer, including restrictions, exclusions etc.

For eligibility and other conditions, see the [Individual insurance transfer questionnaire](#).

About the insurer

AIA Australia is a provider of life insurance products aimed at protecting the financial health and wellbeing of Australians. It is part of the AIA group, a leading life insurer in the Asian region, which services over 20 million customers in its geographical markets including Australia.

aonmastertrust.com.au

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.

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