

NOTIFICATION OF CHANGE

to Death and Total and Permanent Disablement (TPD) insurance provider and fees.



In a constantly changing insurance environment, Club Super regularly reviews its insurance providers to ensure the best outcomes for our members.

Club Super has negotiated the best terms available in the market at this time. As a result we wish to inform our valued members that CommInsure will become the Death and Total Permanent Disablement (TPD) insurance provider from 1 April 2015. Please note that there are no changes to the Income Protection insurance policy (SalarySafe) at this time.

If you have insurance cover with Club Super, below is a summary of the significant changes which will apply to you from 1 April 2015. Full details of the insurance changes will be available in the Club Super *Additional Information - Insurance in your super* document from 1 April 2015 which can be accessed at clubsuper.com.au/members/publications

DEATH COVER NOW AVAILABLE FOR PENSION AND SPOUSE MEMBERS

From 1 April 2015, Death only insurance cover will be available to Pension and Spouse members. Insurance cover for Pension and Spouse members is subject to the satisfactory completion and assessment of a Personal Statement. TPD and Income Protection cover is not available to Pension and Spouse members.

Spouse members who become employed with a Club Super employer and receive a qualifying contribution will be eligible to apply for TPD insurance cover.

As a Club Super **Pension** member, if you do not already have Death insurance* you may be eligible to apply for insurance cover as part of your Club Super Account Based Pension account.

If, when commencing a pension with Club Super from 1 April 2015:

- you transfer your entire account balance into the pension; and
- you have Death insurance cover with Club Super in the accumulation phase, immediately prior to commencing your Club Super pension,

you can apply for your cover to continue in the pension account, without the need to provide further evidence of health.

**You cannot have Death cover in both your accumulation and pension accounts.*

DEATH AND TPD INSURANCE COVER TERMS AND CONDITIONS

From 1 April 2015, changes to Death and TPD insurance cover terms and conditions will occur in the following areas:

1) Maximum benefit limits

Club Super members will be eligible to apply for up to a maximum benefit limit of \$5 million of Death insurance cover and \$2.5 million of TPD insurance cover. If you have Death insurance cover and are otherwise eligible, a Terminal Illness benefit may be payable up to \$2 million (with any balance in excess of \$2 million being paid upon death).

2) Cover reinstatement

If Death and TPD insurance cover ceases because you have insufficient funds in your superannuation account, cover can only be reinstated by reapplying for cover in writing. This means that you must complete a Personal Statement and be accepted for cover by the Fund's insurer.

3) Insurance fee loadings

Insurance fee loadings*, where applicable, will apply to Death and TPD insurance cover. These loadings will be determined during the underwriting process and any additional cost (if applicable) will be deducted from your Club Super account.

**An insurance fee loading is an additional amount on top of the standard insurance fee.*

CONTINUES OVERLEAF

Additional changes to Death and TPD insurance cover terms and conditions

Other changes that may impact new Death and TPD insurance cover from 1 April 2015 will occur in the following areas:

- New member eligibility terms;
- Automatic insurance cover;
- Voluntary cover;
- Members who have previously received TPD benefits;
- Key Life Events;
- Suicide exclusions;
- Individual transfers of cover; and
- Pandemic illness.

Full details of all insurance changes will be available in the Club Super *Additional Information - Insurance in your super* document from 1 April 2015 and can be accessed at clubsuper.com.au/members/publications

INSURANCE FEES

Unit-based cover

The level of Death and TPD insurance cover will remain unchanged; however, the cost of each unit of cover will change effective 1 April 2015 as follows:

	Cost per unit per week		
	Death only	TPD	Total
Prior to 1 April 2015	\$1.62	\$1.23	\$2.85
From 1 April 2015	\$2.01	\$1.54	\$3.55

Fixed-Amount cover

Annual fees (\$) per \$1,000 insured – Fixed-Amount cover				
Age next birthday	Fee prior to 1 April 2015		Fee from 1 April 2015	
	Death Only	TPD Only	Death Only	TPD Only
Up to 40	0.562	0.427	0.698	0.536
41-45	0.766	0.582	0.952	0.731
46-50	1.053	0.801	1.309	1.005
51-55	1.685	1.281	2.094	1.608
56-60	4.212	3.203	5.235	4.020
61-65	5.616	4.271	6.981	5.359
66-70	16.848	12.813	20.942	16.078

Why have insurance fees increased?

Insurance fees have increased significantly across the entire superannuation industry in recent times.

Insurance providers have cited various reasons for fee rises including an increase in the number of claims, an aging population and a more informed society which translates to an increase in the number of claim applications.

Before adopting a new insurer, Club Super undertook a comprehensive tender process to provide the best product for our members at a competitive cost. Club Super, whilst not immune to increases in insurance fees, is committed to providing members with a comparable insurance offering tailored to your needs.

FOR MORE INFORMATION

If you have any questions about these changes, or your superannuation account in general, please call Club Super on **1300 369 330** between 8:30am and 5:00pm Monday to Friday or email us at info@clubsuper.com.au

Disclaimer: This Significant Event Notice, issued by the Trustee of Club Super (ABN 12 737 334 298), Corporate Authorised Representative No. 268814 under Australian Financial Services Licence No. 238507, contains a summary of the Fund's insurance fee arrangements only. It has been prepared without taking into account your individual objectives, financial situation and particular needs. Club MySuper Product Unique Identifier 12737334298988. You should read the Club Super Product Disclosure Statement (PDS) for information about Club Super's insurance offering. Club Super has endeavoured to ensure that the information contained in this letter is accurate to the best of its knowledge, but cannot guarantee its accuracy or accept any liability for any errors or omissions.