



## Priority Protection - Product Features



# Priority Protection

Priority Protection offers you a range of plans to cater for all your life insurance needs. There are 4 plans under the one policy. You can purchase each plan separately or in combination with one or more of the other plans. You can also purchase the Superannuation Term Life Plan which will be issued as a separate policy.

## Priority Protection – Additional Information

The following applies across all plans:

- Minimum premium: \$300 per year per policy, which includes the premium for all benefits chosen, the policy fee, any premium frequency charge and stamp duty.
- Premium rates: Premium rates under all plans are guaranteed for at least one year. Notwithstanding the 1-year guarantee, your premiums may vary from time to time. However, premium rates cannot be altered individually but only for all policies in a group. Your policy cannot be singled out for an increase.
- Cooling-off period: You have the flexibility of a 28-day cooling-off period upon purchase of the plan

The following pages provide a summary of some of the main features and terms of each plan. For full details, please refer to the Product Disclosure Statement or speak to your adviser.

## 1. Term Life Plan

Term Life Plan offers the choice of a Term Life benefit, a Limited Term benefit, a Permanent Disablement Stand Alone benefit or any combination of the 3 benefits.

### (i) Term Life Benefit

#### Benefits

- Lump sum payment on the death of the life insured or their diagnosis with a terminal illness prior to the benefit expiry date (see below);
- Funeral Cash Advance benefit up to \$10,000, paid on the death of the life insured;
- Financial Planning Reimbursement benefit up to \$3,000;
- Choice of stepped or level premiums;
- Premium reductions for sums insured of \$500,000 or greater;
- Discounted premium rates for non-smokers and professional occupations; and
- Complimentary interim accidental death cover up to \$1,000,000.

#### Entry age

11 years to 75 years next birthday.

#### Expiry date

Premiums and cover cease at the latest policy anniversary prior to the life insured's 100th birthday.

#### Maximum sum insured

None (subject to financial underwriting).

### (ii) Limited Term Benefit

#### Benefits

- Lump sum payment on the death of the life insured or their diagnosis with a terminal illness prior to the benefit expiry date (see below);
- Funeral Cash Advance benefit up to \$10,000, paid on the death of the life insured;
- Financial Planning Reimbursement benefit up to \$3,000;
- Choice of benefit term (5 or 10 years);
- Choice of stepped or level premiums;
- Premium reductions for sums insured of \$500,000 or greater;
- Discounted premium rates for non-smokers and professional occupations; and
- Complimentary interim accidental death cover up to \$1,000,000.

#### Entry age

11 to 60 years next birthday (5-year term); and

11 to 55 years next birthday (10-year term).

#### Expiry date

Premiums and cover cease at the end of the benefit term selected (5 or 10 years).

#### Maximum sum insured

None (subject to financial underwriting).

### (iii) Permanent Disablement Stand Alone Benefit

#### Benefits

- Lump sum payment on the total and permanent disablement of the life insured prior to the benefit expiry date (see overleaf).
- 4 different definitions of 'total and permanent disablement'. The definition(s) you can choose depend on the occupation of the life insured.
- Discounted premium rates for non-smokers and professional occupations.
- Choice of stepped or level premiums.
- Conversion to a Loss of Independence benefit at the benefit expiry date if there has not been a claim under the policy. Not available to occupation category E.

#### Entry age

16 to 64 years next birthday (occupation category AAA, AA, A and B), 16 to 55 years next birthday (occupation category C, D and 'home duties') or 16 to 50 years next birthday (occupation category E).

#### Expiry date

Premiums and cover cease at the latest policy anniversary prior to the life insured's 65th birthday (occupation category AAA, AA, A, B, C, D and 'home duties') or 55th birthday (occupation category E).

# Product Features

## Maximum sum insured

\$3,000,000 for occupation category AAA, AA and A;

\$2,000,000 for occupation category B, C and D;

\$1,000,000 for occupation category E;

\$500,000 for 'home duties' definition;

\$1,000,000 for the Loss of Independence benefit.

## iv) Exclusions

### Some exclusions apply, including:

- For the Term Life and Limited Term benefits – death by suicide within 13 months of the benefit commencement date; and
- For the Permanent Disablement Stand Alone benefit – disablement caused by intentional self-inflicted injury. Exclusions also apply to optional benefits under the plan.



## Optional Benefits

The following Optional Benefits can be purchased as part of the Term Life plan:

- **Crisis Recovery:** eases the financial burden of the costs associated with recovering from a major medical crisis (see list of crisis events) that occurs during the benefit term. A 3-month qualifying period applies for some crisis events. Pre-existing medical conditions are excluded.
- **Crisis Recovery Buy-back:** allows you to re-purchase the decrease in the Term Life sum insured on the first anniversary of the payment of a claim for the full sum insured under the Crisis Recovery benefit.
- **Crisis Recovery Reinstatement:** allows you to re-purchase the Crisis Recovery sum insured on the first anniversary of the payment of a claim for the full sum insured under the Crisis Recovery benefit.
- **Female Crisis Assistance:** provides a lump sum payment upon a female life insured being diagnosed with a defined event (see list of defined events). A 3 month qualifying period applies for some crisis events and pre-existing medical conditions are excluded.
- **Child's Recovery:** provides a lump sum payment to the policy owner upon an insured child being diagnosed with a crisis event (see list of crisis events). A 3-month qualifying period applies for some crisis events and pre-existing medical conditions are excluded.
- **Permanent Disablement:** provides a lump sum payment on the total and permanent disablement of the life insured. There are discounted premium rates for non-smokers and professional occupations. Occupation restrictions apply.
- **Waiver of Premium:** if the life insured becomes totally and permanently disabled, the premium will be waived for some benefits under the Term Life plan (see list of included benefits) up to the latest policy anniversary prior to the life insured's 65th birthday, after which direct premium payments by the policy owner will resume. Occupation restrictions apply. Non-refundable premiums must be paid during a qualifying period (either 3 or 6 months).
- **Child's Guaranteed Insurability:** guarantees each nominated child the right to purchase a separate insurance policy providing life cover on the child's own life up to \$300,000 on standard terms and conditions without further health evidence. There are limits on when this option may be exercised.



# Priority Protection

## 2. Crisis Recovery Stand Alone Plan

The Crisis Recovery Stand Alone Plan eases the financial burden of the costs associated with recovering from a major medical crisis by providing a lump sum payment upon the life insured being diagnosed with one of the crisis events covered under the plan (see list of crisis events).

### Benefits

- Choice of 4 crisis modules: Comprehensive, Cancer and Coronary, Cancer Plus and Coronary Plus.
- Lump sum payment on diagnosis of at least one of up to 39 crisis (medical) events covered under the plan.
- Lump sum payment of up to \$5,000 on the death of the life insured where no benefit is payable in respect of a crisis event.
- Complimentary interim accidental death cover up to \$5,000.
- Discounted premium rates for non-smokers.
- Choice of stepped or level premiums.
- Premium reductions for sums insured of \$300,000 or greater for lives insured aged 30 years next birthday or older at entry.

### Other features

- The life insured must survive for 14 days after sustaining the crisis event.
- A 3-month qualifying period applies for some crisis events.
- A Chronic Diagnosis Advancement benefit (advance payment) is available on the diagnosis of certain crisis events.

### Entry age

16 to 64 years next birthday.

### Expiry date

Premiums and cover cease at the latest policy anniversary prior to the life insured's 70th birthday.

### Maximum sum insured

\$2,000,000 for those aged 16 to 55 years next birthday.

\$1,500,000 for those aged 56 to 64 years next birthday.

These limits apply to the total sums insured for similar benefits with us and other insurers.

### Exclusions

- Death by suicide within 13 months of the benefit commencement date;
- Any crisis event caused by intentional self-inflicted injury and
- Pre-existing medical conditions are excluded. Exclusions also apply to optional benefits.

### Optional Benefits

The following Optional Benefits can be purchased with the Crisis Recovery Stand Alone plan:

- **Crisis Reinstatement:** allows you to re-purchase the Crisis Recovery Stand Alone sum insured on the first anniversary of the payment of a claim for the full sum insured under the Crisis Recovery Stand Alone benefit.
- **Female Crisis Assistance:** provides a lump sum payment upon a female life insured being diagnosed with a defined event (see list of defined events). A 3-month qualifying period applies for some crisis events and pre-existing medical conditions are excluded.
- **Child's Recovery:** provides a lump sum payment to the policy owner upon an insured child being diagnosed with a crisis event (see list of crisis events). A 3-month qualifying period applies for some crisis events and pre-existing medical conditions are excluded.
- **Permanent Disablement:** provides a lump sum payment on the total and permanent disablement of the life insured. There are discounted premium rates for non-smokers and professional occupations. Occupation restrictions apply.



## 3. Disability Income Plan

Disability Income Plan offers you a choice of 2 income protection benefits – Disability Income benefit and Disability Income Accident Only benefit. Both benefits provide an income stream on the total or partial disablement of the life insured and both benefits can be chosen on either an agreed value or an indemnity basis.

The Disability Income benefit provides cover for disablement due to injury or sickness and the Disability Income Accident Only benefit provides cover for disablement due to accidental injury only.

### Benefits

- Monthly income upon total or partial disablement;
- Income payments from end of waiting period selected to end of benefit period selected or until recovery (if earlier);
- Initial cover up to 75% of the life insured's income;
- Choice of 3 benefit periods – 2 years, 5 years and to Age 65 (to Age 65 not available to occupation category D and E);
- Choice of 6 waiting periods - 14, 30, 60, 90 days, 1 year and 2 years (14-day period not available to occupation category D and E);
- Complimentary interim accidental disability income cover up to \$5,000 per month;
- Complimentary interim accidental death cover up to \$30,000;
- Premium discounts for an insured monthly benefit of \$3,000 or greater;
- Choice of stepped or level premiums; and
- Occupation category restrictions.

### Entry age

16 to 60 years next birthday (occupations AAA, AA, A and B);  
16 to 55 years next birthday (occupations C and D); or  
16 to 50 years next birthday (occupation E).

### Expiry date

Premiums and cover cease at the latest policy anniversary prior to the life insured's 65th birthday (occupation category AAA, AA, A, B, C and D) or 55th birthday (occupation category E).

### Maximum insured monthly benefit

\$30,000 - Occupation AAA and AA;  
\$22,500 - Occupation A, B and C;  
\$15,000 - Occupation D; or  
\$10,000 - Occupation E.

### Exclusions

Exclusions apply to disablement caused by:

- intentional self-inflicted injury;
- serving in the armed forces of any country, or
- normal pregnancy, uncomplicated childbirth or miscarriage.

Exclusions also apply to the Optional Benefits.

### Optional Benefits

The following Optional Benefits can be purchased as part of the Disability Income benefit (agreed value or indemnity):

- **Claim Escalation benefit:** when you receive a benefit for more than 12 consecutive months, the benefit will automatically increase each year by 5% or the Consumer Price Index (CPI) increase (whichever is the greater) until the end of the benefit period;
- **PLUS Optional benefit:** includes the Specified Injury, Crisis Recovery, Bed Confinement, Cosmetic or Elective Surgery, Accommodation, Family Care, Home Care, No-claim Bonus, Relocation, Rehabilitation Incentive and Guaranteed Future Insurability benefits. Terms and Conditions apply to each benefit;
- **Day 1 Accident:** one lump sum equal to the insured monthly benefit is payable per claim, less any payments made under the Bed Confinement Benefit, Specified Injury benefit, or Crisis Recovery benefit under the Disability Income Plan. The life insured must be totally disabled for at least 30 consecutive days due to an accidental injury (see PDS for definition). Not available for waiting periods of 14 days;
- **Business Expenses Insurance:** specifically designed for the self-employed person who needs to ensure that certain fixed expenses (see list of eligible expenses) of the business will still be paid even if he or she cannot work due to injury or sickness. Occupation restrictions and claim offsets apply;
- **Home Expenses:** provides a monthly benefit for up to 24 months upon total disablement of the insured spouse (see PDS for definitions).

There is a 30-day waiting period; the only Optional Benefits that can be purchased as part of the Disability Income Accident Only benefit (agreed value or indemnity) are Claim Escalation and Day 1 Accident, which are described above.

# Priority Protection

## 4. Business Expenses Insurance Plan

Business Expenses Insurance Plan is designed for the self-employed person who needs to keep the business or practice running while the life insured is disabled due to injury or sickness.

### Benefits

- Monthly benefit for up to 12 months upon total or partial disablement;
- Initial cover up to 100% of eligible business expenses;
- AIDS cover;
- Choice between a 14-day and a 30-day waiting period;
- 12-month benefit period;
- Premium discounts for insured monthly benefits of \$3,000 or greater; and
- Choice of stepped or level premiums.

### Entry age

16 to 60 years next birthday (Occupations AAA, AA, A and B) or 16 to 55 years next birthday (Occupations C and D).

### Expiry date

Premiums and cover cease at the latest policy anniversary prior to the life insured's 65th birthday.

### Maximum insured monthly benefit

You can purchase an insured monthly benefit up to 100% of eligible expenses subject to the following maximum amounts:

\$25,000 - Occupations AAA, AA, A and B

\$15,000 - Occupations C and D

Where both Business Expenses Insurance and Disability Income benefits are selected the combined maximum insured monthly benefits are as follows:

\$50,000 – Occupations AAA and AA

\$40,000 - Occupations A and B

\$25,000 - Occupations C and D

### Exclusions

Exclusions apply to disablement caused by:

- intentional self-inflicted injury;
- serving in the armed forces of any country, or
- normal pregnancy, uncomplicated childbirth or miscarriage.



## 5. Superannuation Term Life Plan

The Superannuation Term Life Plan offers the choice of a **Term Life benefit**, a **Limited Term benefit**, a **Permanent Disablement Stand Alone benefit** or any combination of the 3 benefits.

### Benefits

- Term Life benefit with optional Permanent Disablement benefit and/or Waiver of Premium benefit;
- Limited Term benefit;
- Permanent Disablement Stand Alone benefit;
- Lump sum payment on death of the life insured or diagnosis of a terminal illness prior to the expiry date of the Term Life and/or Limited Term benefits;
- Lump sum payment on total and permanent disablement of the life insured prior to the expiry date of the Permanent Disablement and/or Permanent Disablement Stand Alone benefits;
- Choice of stepped or level premiums;
- Discounted premium rates for non-smokers and professional occupations;
- Premium reductions for sums insured of \$500,000 or greater (Term Life and Limited Term);
- Complimentary interim accidental death cover up to \$1,000,000 (Term Life and Limited Term); and
- The Superannuation Term Life Plan can be purchased by a member of either the AIA Superannuation Fund (the Fund) or the trustee of a private/self managed superannuation fund.

### Other features

- Legislative restrictions apply to the nomination of superannuation beneficiaries, and when contributions may be made to a superannuation fund and when the benefits can be released.
- Special conditions apply when you become a member of the Fund.
- The plan is owned by the trustee of the superannuation fund, and benefits will be paid by us to the trustee of the superannuation fund. It is the responsibility of the trustee to pay benefits to the fund member, dependants or other person in accordance with the member's beneficiary nomination (if any), superannuation law and fund rules.

### Entry age

#### Term Life and Limited Term Benefits

- 11 to 74 years next birthday (Term Life);
- 11 to 60 years next birthday (Limited Term - 5 year term); and
- 11 to 55 years next birthday (Limited Term - 10 year term).

#### Permanent Disablement, Waiver of Premium and Permanent Disablement Stand Alone Benefits

- 16 to 64 years next birthday for occupation category AAA, AA, A and B;
- 16 to 55 years next birthday for occupation category C and D; and
- 16 to 50 years next birthday for occupation category E.

### Expiry date

#### Term Life and Limited Term Benefits

Premiums and cover cease at the latest policy anniversary prior to the life insured's 75th birthday (Term Life) or at the end of the benefit term selected, 5 or 10 years (Limited Term)

#### Permanent Disablement, Waiver of Premium and Permanent Disablement Stand Alone Benefits

Premiums and cover cease at the latest policy anniversary prior to the life insured's 65th birthday (occupation category AAA, AA, A, B, C and D) or 55th birthday (occupation category E).

### Maximum sum insured

#### Term Life and Limited Term benefits:

None (subject to financial underwriting)

#### Permanent Disablement and Permanent Disablement Stand Alone Benefits:

- \$3,000,000 for occupation category AAA, AA and A;
- \$2,000,000 for occupation category, C and D; and
- \$1,000,000 for occupation category E.

### Exclusions

- For the Term Life and Limited Term benefits – death by suicide within 13 months of the commencement date; and
- For the Permanent Disablement, Waiver of Premium and Permanent Disablement Stand Alone benefits – disablement caused by intentional self-inflicted injury.

### Optional Benefits

- You can purchase a Permanent Disablement and/or Waiver of Premium benefit under the Term Life Benefit.
- **Permanent Disablement:** provides a lump sum payment on the total and permanent disablement of the life insured. There are discounted premium rates for non-smokers and professional occupations. Occupation restrictions apply.
- **Waiver of Premium:** if the life insured becomes totally and permanently disabled, the premium will be waived for any Term Life and Limited Term benefits under the plan up to the latest policy anniversary prior to the life insured's 65th birthday, after which direct premium payments will resume. Occupation restrictions apply. Non-refundable premiums must be paid during a qualifying period (either 3 or 6 months).

## Protect the things that really matter.™

This is a summary only and does not take into account your personal objectives, financial situation or needs. Refer to the Product Disclosure Statement, available from your adviser or by calling 1800 333 613, before deciding whether this product is appropriate for you. This product is issued by: American International Assurance Company (Australia) Limited trading as AIG Life, ABN 79 004 837 861, AFSL 230043, 549 St Kilda Road, Melbourne 3004. When the Superannuation Term Life Plan is issued through the AIA Superannuation Fund, RSE Fund Registration No. R1067682 (the Fund) it is issued by CCSL Limited, ABN 51 104 967 964, AFS Licence No. 287084, RSE Licence No. L0000758, Level 16, 114 William Street, Melbourne Australia 3000; Phone: 03 9616 8600.

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