



INSURANCE IN SUPER

Your future comes FIRST

You probably insure your home, contents and car, but what about your most important asset – you? It's not nice to think about, but what would happen if you lost your ability to earn an income?



FIRST
super



A benefit of being a member of First Super is the default insurance cover you receive when you join. However, as everyone's situation is different, you may want to evaluate the level of insurance cover you need to prevent you from being underinsured and unprotected.

Your options

At First Super, we want members to feel confident that they're covered if the unexpected were to happen. Insurance in super can offer peace of mind and generally costs less than insurance outside of super.

We offer three types of insurance cover:

1 Death (including Terminal Illness)

Death cover provides a lump sum payment in the event of your death or on diagnosis of a terminal illness. It can help pay for your debts, funeral costs, or to help your family pay ongoing bills.

2 Total & Permanent Disablement (TPD)

TPD cover provides a lump sum payment if you become totally and permanently disabled. It can be used for your ongoing bills (such as mortgages and living expenses) and for your medical expenses.

3 Income Protection

What would your future look like if suddenly you were unable to work? For most of us, the ability to earn an income is our most valuable asset.

First Super's Income Protection cover provides you with an ongoing payment of up to 75% of your income (depending on your level of cover) if you are unable to work for a long period because of sickness or injury. Allowing you to spend more time focusing on your recovery and less time worrying about bills.

When you join the Fund as an employer-sponsored member, you'll receive four units of **Death and TPD insurance cover***. You can apply to increase your cover to eight units upon joining the Fund[^], without the need to provide health evidence.

Better yet, our insurance cover is affordable. Each unit of Death and TPD cover costs \$2.80 per week (standard), \$1.28 per week (low risk) and \$1.16 per week (professional). For Death cover only, the cost per unit is 98 cents per week (standard), 46 cents per week (low risk) and 40 cents per week (professional).

For more information, refer to our *Insurance* booklet available at firstsuper.com.au/pds.

* Payment of insurance benefits is subject to the adherence to relevant regulations, the Trust Deed and the Insurer's policy terms.

[^] For employer-sponsored members.

We offer **Income Protection** cover on a voluntary basis. Members can apply for cover if they:

1. Are aged between 16 and 64 years of age inclusive
2. Work on a permanent full-time or part-time basis and are regularly working at least 15 hours per week.

For more information, refer to our *Insurance* booklet available at firstsuper.com.au/pds.

What cover do you have?

When you join First Super, you automatically receive the 'default' level of insurance cover for Death and TPD insurance**. The level of 'default' cover you receive depends on your age and employment type and, because we know everyone's needs are different, you can change the level of cover or even cancel it.

- > To apply to increase your Death and TPD cover, or to apply for or increase your Income Protection cover, please complete and return an Application for Insurance Cover Form.
- > To reduce or cancel your insurance cover, please complete and return the Vary Your Insurance Cover Form.

Both forms are available from the Form & Resources section of our website.

If you're not sure of what type of insurance you have or how much you're covered for, login to your firstonline account at firstsuper.com.au or call our Member Services Team on **1300 360 988**.

**The automatic and additional cover is subject to eligibility conditions being met (Refer to the Insurance booklet for full details).

How much is enough?

DID YOU KNOW?

The majority of Australians are underinsured for death or disability insurance.

The average level of life cover Australians have only meets 61%~ of their basic needs, which is the minimum amount they need to pay all non-mortgage debt and maintain their current standard of living.

~<http://www.ricewarner.com/australias-relentless-underinsurance-gap/> Rice Warner Underinsurance in Australia 2015 – September 2016

First Super automatically provides employer-sponsored members with the 'default' level of Death and TPD insurance cover upon joining the Fund, but because everyone's needs are different you need to decide if the 'default' level is right for you. This will depend on your personal circumstances.

How do you work out what level of cover is right for you?

Let's start with the basics – your living costs. If you couldn't work for six months, how much would you need to pay your bills and other living expenses? Then consider how much you would need if you could never work again?

Once you have an approximate figure in mind, you can begin to work out how many units of insurance you require. If you need more insurance try our online Insurance Calculator in the Forms & Resources section of our website or call us on **1300 360 988** to speak with one of our Financial Planners^.

^Financial advice will be provided by First Super Financial Planners, who are authorised representatives of Industry Fund Services Ltd (IFS) (ABN 54 007 016 195 AFSL 232514).

WE'RE HERE TO HELP.

SO LET'S TALK.

If you would like to discuss your insurance options or have any other questions, call our Member Services Team on **1300 360 988** or email us at mail@firstsuper.com.au.



Only 40%* of working Australians have Income Protection insurance.

*Rice Warner, November 2016

Benefits of insurance through First Super

First Super offers low-cost, flexible insurance options for the benefit of our members. Our sole focus is on providing you with the options you need to help protect you and your family.

Here are just a few benefits of having insurance through your First Super account:

- > First Super negotiates group purchase rates on behalf of its members, so you'll receive competitive premiums
- > There are no out-of-pocket expenses as the premiums are paid through your super. This is particularly helpful if you're unable to pay premiums out of your take-home pay
- > We offer flexible options to suit your personal needs and circumstances
- > You don't need to get a health check to receive the 'default' level of cover
- > You can apply to change your level of cover any time.

To be eligible for the 'default' insurance cover, you need to be:

- > An Australian citizen, a permanent resident of Australia, or a non-citizen for whom an employer is required to make superannuation guarantee contributions; and either:
 - Between 11 and 69 years of age (for Death and TPD cover)
 - Between 16 and 64 for Income Protection insurance
 - Meet the eligibility conditions; be in Active Employment; and never have been eligible for or paid a TPD benefit.

Important information:

Insurance is provided under group insurance policies taken out by the Trustee and issued by MetLife Insurance Limited (ABN 75 004 274 882 AFSL 238096).

This flyer provides a high level summary of the benefits provided to First Super members. The full terms and conditions are contained in the policies issued by the Insurer. A copy of these policies is available upon request to the Trustee.

The material contained here is accurate and reliable as at November 2019. This information is of a general nature only and does not take into account your personal circumstances or situation. We recommend that you seek qualified financial advice before making any investment decision. This is provided by First Super Pty Ltd ABN 42 053 498 472, AFSL No. 223988, as the Trustee of First Super ABN 56 286 625 181. If you intend to invest in or continue to hold this product you should obtain and consider a copy of the Product Disclosure Statement which is available by phoning **1300 360 988** or from firstsuper.com.au/pds.