

Suncorp Car Insurance Product Disclosure Statement

Update pursuant to ASIC Class Order 03/237

PDS Update

Below are non-materially adverse updates to the Suncorp Car Insurance Product Disclosure Statement prepared 19 October 2012, with effect from 26 November 2013. This document is issued by AAI Limited ABN 48 005 297 807 trading as Suncorp Insurance.

What are the changes?

1. Replace the wording under the section headed 'Claims Free Driver Rewards' on page 6 of the PDS with the following:

'Claims Free Driver Rewards recognises your years of good driving experience with us.

Claims Free Driver Rewards is only available while your car is continuously insured with a Suncorp comprehensive policy.

With Claims Free Driver Rewards each year you insure your car with us without making an excess payable claim, we will reward you with a percentage of the rated premium that you paid (see page 38 for what we mean by 'rated premium') as a credit on the next renewal of your policy for that car. This means if Claims Free Driver Rewards applies to any car covered by your policy it will be shown on your certificate of insurance and any credit you qualify for will be applied on your following renewal.

Claims Free Driver Rewards are not redeemable or payable as cash and cannot be used as a credit towards other policies you hold with us. If your policy is cancelled, we will refund the unexpired portion of the premium (which includes the unexpired portion of any credit that had applied). See 'What happens with cancellations?' on page 40 for more details.

With Claims Free Driver Rewards we will take into account your claims history when we calculate your rated premium. For information on how claims affect your Claims Free Driver Rewards see page 37.

We have the right to alter the terms of or withdraw our Claims Free Driver Rewards at any time.'



2. Replace the wording under the section headed 'Rating 1 for Life' on page 7 of the PDS with the following:

'From 26 November 2012, Rating 1 for Life is not available to new customers or to any existing customers for any new policy or additional car added to an existing policy.

If Rating 1 for Life applies to any car covered by your policy it will be shown on your certificate of insurance. Rating 1 for Life recognises your good driving and insurance history by guaranteeing that we will not take into account how many claims you make to calculate your rated premium while you insure your car comprehensively with us. We have the right to alter the terms of cover for Rating 1 for Life, including excess, premiums and acceptance of cover according to our underwriting rules.'

3. Replace the wording under the section headed 'About your premium' on page 38 of the PDS with the following:

'The rated premium is the amount we calculate that reflects the likelihood of you making a claim together with other factors related to our cost of doing business.

In addition to the amount we agree to cover your car for, we use many factors about you and your car to work out your rated premium. These are called premium factors. Each time you renew your insurance your rated premium is likely to change, even if your personal circumstances have not changed. This is because your rated premium is affected by other things such as our expenses of doing business and changes in our approach to how we calculate your premium.

Your rated premium also includes any discounts that we have given you and stamp duty, GST, other government charges and any fire services levy (FSL) that applies to your rated premium.

The amount you pay for this insurance is your premium and it includes the rated premium less any Suncorp Claims Free Driver Rewards credit you are eligible for. Any credit we apply is inclusive of relevant government charges.

The premium will be shown on your certificate of insurance as the total amount payable or, if you pay by instalments, the premium each month will be shown on your certificate of insurance as 'monthly instalment'.'

Refer to the PED Guide for further information

4. On page 42 of the PDS in the section headed 'Words with special meanings', directly underneath the wording for 'Policy' insert the following:

'Premium

see page 38.

Rated Premium

see page 38.'

