

PRODUCT DISCLOSURE STATEMENT

PART 1: ABOUT YOUR INSURANCE

CUSTOMER GOODS IN TRANSIT AND STORAGE

This Product Disclosure Statement (PDS) provides information about the main features of the Customer Goods in Transit and Storage Insurance.

Why should I take out insurance?

Regardless of any contractual rights you may have against your Removal Company, there are many circumstances where they will not be liable to make good any loss or damage to your goods, for example where the goods are damaged as a result of an accident that is not the Company's fault.

Customer Goods in Transit and Storage insurance can assist to fill this gap.

Who to contact about your policy

Your first point of contact about the policy should be your Removal Company. If they cannot answer your enquiry, you can contact the Manager, Cowden (Vic) Pty Ltd – Telephone (03) 9686 6500 or by email, facsimile or letter.

Insurer

A number of different insurers have combined together to provide the insurance in the Customer Goods in Transit and Storage Policy.

A \$2,000 Transit policy excess and \$5,000 Storage policy excess is payable by your Removal Company.

Above this amount, the Australia wide storage perils of fire, lightning, aircraft, earthquake, storm and tempest, flood (but not from actions by the sea), water from leaked pipes or systems, riots, strikes and civil commotion, explosion and impact damage and burglary – Limited to \$25,000 per customer while the goods are in storage are insured by Insurance Australia Limited (ABN 11 000 016 722 AFSL 227681) trading as CGU Insurance, and the rest of the transit and storage cover is insured by Zurich Australian Insurance Limited (Zurich), ABN 13 000 296 640, AFSL 232507, a subsidiary of Zurich Financial Services Australia Limited (ZFSA).

Significant features and benefits of the policy

You may select from a number of alternative types of cover available under the policy for loss or damage to your goods.

Limits and exclusions from cover

The table below summarises the limits on the covers provided.

GOODS	LIMITATIONS/EXCLUSIONS
Computers and computer accessories, clothing, motor vehicles, caravans, boats and trailers	Market value cover only.
Office and factory goods	The lesser of Market Value and Declared Value the amount you nominate on the insurance declaration, plus insurance, packing and freight.
Pairs and sets	Will pay Only the lost or damaged part or parts.
Antique Furniture, Works or Art	Reasonable cost of repair. Loss of value not covered.
Owner packed cartons	Restricted cover only. Maximum of \$500 for non delivery of a carton unless an itemized list of contents is provided before transit commences. Damage or loss to contents excluded unless caused by a risk covered.
Motor vehicles being driven under their own power	Not covered unless being loaded or unloaded by your Removal Company.
Valuables worth more than \$2,000	Limited to a maximum of \$2,000 unless specifically listed and valued in your Insurance Declaration.
Jewellery, Watch(s), Medal(s), Money, Coin(s), Stamp(s), and Fur(s)	Not covered by the policy.
Flood	Not covered by the policy if caused by water from or action by the Sea, Tidal wave, Storm surge or High water.
Terrorism	Transit cover only.
Other excluded risks	Refer policy wording – Other Excluded Risks.

These are the major exclusions and limitations in the policy, however, there may be others. You can check the policy wording in Part 2 of the PDS for full details.

Type of Risks

You have the option of 'Full' or 'Restricted' Cover'. Full Cover insures you for most risks of loss or damage to your goods. However, Restricted Cover only insures you for accidental loss or damage which occurs as a result of:

- Fire, explosion, lightning, and flood;
- Overturning and/or derailment of conveyance;
- Collision of vessel, aircraft or conveyance;
- Crashing or forced landing of aircraft;
- Stranding, sinking, or contact of a vessel with any external object other than water; and
- Entry of water into any vessel, hold, container lift van or place of storage.
- Discharge of goods at a port of distress.
- Jettison of goods from a vessel.
- Theft, Pilferage or Non delivery of an entire package or item.

Basis of Settlement

You can choose whether Your Goods are insured on a "Replacement Cost" basis or for "Market Value".

Under the Replacement Cost basis, if Your Goods are lost or totally destroyed, you receive the new replacement cost or the maximum of the specifically declared item value nominated on the Insurance Declaration but in no case will the value exceed the current market replacement value subject to the customer's total declared value.

Under the Market Value basis, you only receive the replacement cost less a reasonable allowance for age, condition wear, tear and depreciation.

The correct Basis of Settlement selection is vital as an incorrect selection may possibly leave you without sufficient funds to cover your loss.

If Your Goods are damaged, the reasonable cost of repair will be covered for an accepted claim regardless of which Basis of Settlement you have elected.

Cost of the policy

The amount you pay for the insurance depends on the value of the goods being removed or stored. Other factors which determine the premium include:

- The type of insurance selected by you (market or replacement value, transit or storage);
- The distance the goods are transported or the period for which the goods are stored; and
- The insurance cover selected (Full Cover or Restricted Cover risks).

The amount you pay includes any stamp duty and GST.

Our quotation for your transit insurance is firm. Your Removal Company will give you one month's notice of any change in the storage insurance rate.

Significant issues to consider

Insurance contracts contain policy exclusions, policy terms and conditions and policy limits and sub-limits that you should be aware of when deciding whether to be covered by this product. These may affect the amount of the payment that we will make to you if you have a claim.

We may express some policy terms, policy limits or sub-limits as being either a dollar amount or a percentage of the insured value, or some other amount, factor or item specified in the relevant clause within this document.

The Coverholder may vary the policy with our consent and alter the cover under the policy. If that occurs, we will issue a new PDS, provide a PDS update or otherwise advise you of any such changes in accordance with applicable laws.

It is a condition of provision of cover in respect of a Customer under the policy that the Coverholder obtains the agreed information in the Insurance Declaration from each Customer before cover is provided to that Customer and, subject to the provisions of the Insurance Contracts Act 1984 (Cth), we will not be liable to provide or to pay benefits where there has been misrepresentation or non-disclosure by a Customer. For these purposes we will treat you as if you did owe a duty of disclosure to us (see Special Condition 6.12 Applications for Cover).

How do I select the amount to be insured?

It is important that you insure your goods for their full value.

This means that you should tell us about:

- For **Replacement Cost Cover** – The Cost to you to purchase new replacement items of the same type and quality (with no allowance for depreciation)
- For **Market Value Cover** – Replacement cost less an allowance for age, condition, wear and tear, and depreciation.

If the declared value of the goods is less than 80% of their actual value at the time of the loss or damage, the amount of the claim will be reduced in the same proportion as the declared value bears to 80% of the actual value.

How you pay for the insurance

The premium will be shown on the quotation for your Contract for Removal and Storage which your Removal Company will provide to you before your goods are removed. When you accept the quotation, your Removal Company will invoice you.

You pay for transit insurance when you pay your removal charges. Your Removal Company will invoice you for storage insurance at the same time as the storage charges.

Excess

The amount that you receive for a claim will be reduced by \$150.00. This is known as an excess.

Conditions

Some conditions apply to your policy. Full details are set out in the policy wording in Part 2 of this PDS. The significant conditions are summarized below:

Duty of disclosure

When you apply for insurance we rely upon the information you provide to decide whether to insure you, and anyone else to be covered, and on what terms. You must answer the specific questions we ask relevant to our decision to insure you. When answering our questions you must be honest. If you do not answer all questions honestly we may reduce or refuse a claim, or cancel the policy. If you answer our questions fraudulently, we may refuse to pay a claim and treat the policy as never having existing.

You do not have to tell us about any matter that diminishes the risk, that is common knowledge, that we should know or should know in the ordinary course of our business or which we indicate we do not want to know.

Cooling off

You may return the insurance contract up to 21 days after the date of the invoice for the removal, storage and insurance (the cooling off period). However you may not return the insurance contract after the commencement of the work.

To return the contract, notify the removal company within the cooling off period. Any premium paid will be returned. The notification can be made by telephone or posted to the address detailed on the removal contract or invoice.

What do I do if I need to make a claim?

The policy wording in Part 2 of this PDS has detailed instructions about how to make a claim.

Complaints and disputes about the policy

If you have a concern, complaint or dispute about the policy which involves a claim, contact the Manager at Cowden (Vic) Pty Ltd on **(03) 9686 6500**. They will try to resolve your problem immediately. If they are unable to do so, you can request that your problem be considered by their internal dispute resolution process.

If you are not happy with their decision, you may take your complaint to the Financial Ombudsman Service Limited (FOS), an external dispute resolution body. FOS can be contacted on **1300 780 808**.