



**BLUE  
ZEBRA**

INSURANCE

**HOME BUILDINGS &  
CONTENTS INSURANCE**

**ACCIDENTAL DAMAGE**

**Combined Financial Services Guide  
and Product Disclosure Statement**

Effective Date 30 June 2019

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# PRODUCT DISCLOSURE STATEMENT (PDS)

## INTRODUCTION

### About this Product Disclosure Statement

This Product Disclosure Statement (PDS) is an important document. **You** should read it carefully before making a decision to purchase this product.

This PDS will help **you** to:

- decide whether this product will meet **your** needs; and
- compare this product with other products **you** may be considering.

The information contained in this PDS is general information only. It is important **you** read **your** policy to ensure **you** have the cover **you** need.

Any terms in this PDS that are in **bold** are words that have a particular defined meaning. **You** should refer to the 'Definitions' section of this document beginning on page 62 to obtain the full meaning of such terms.

Headings have been included for ease of reference, but do not form part of the policy.

This PDS is made up of two parts:

- important information (beginning on page 4); and
- policy wording (beginning with the section 'Who we cover' on page 22) – terms and conditions of the cover provided.

This Combined FSG and PDS was prepared on 15 April 2019.

### Updating this PDS

Certain information in this PDS may change from time to time. If the updated information is not materially adverse from the point of view of a reasonable person deciding whether or not to purchase this product, a paper copy of the updated information will be available free of charge upon request, by contacting **your** intermediary or by contacting **us** using **our** contact details on the back page of this PDS.

Please note that **we** may also choose to issue a new or supplementary PDS in other circumstances.

# IMPORTANT INFORMATION

## About Blue Zebra

Blue Zebra Insurance Pty Ltd (BZI, **we, us** or **our**) ABN 12 622 465 838, Australian Financial Services (AFS) Licence Number 504130, is an insurance underwriting agency and holds an AFS Licence to issue and provide general advice on general insurance products.

BZI issues and administers the policy. BZI acts under a binding authority for the **insurer** and not **you**.

## About Zurich

The **insurer** is Zurich Australian Insurance Limited (ZAIL), ABN 13 000 296 640, AFS Licence Number 232507. In this document, ZAIL may also be expressed as Zurich.

ZAIL is part of the Zurich Insurance Group, a leading multi-line insurer that serves its customers in global and local markets. The Zurich Insurance Group provides a wide range of general insurance and life insurance products and services in more than 210 countries and territories. ZAIL's customers include individuals, small businesses, and mid-sized and large companies, including multinational corporations.

ZAIL's contact details are:

Mail: Zurich Australian Insurance Limited  
PO Box 677, North Sydney, NSW 2059

## About this insurance

**Our** Home Building and Contents Insurance – Accidental Damage policy covers **your buildings** or **your contents** for accidental loss or damage. **You** can choose to take out cover for **your buildings**, cover for **your contents**, or cover for both **buildings** and **contents**.

**We** also provide cover under specific conditions for a range of incidents and additional benefits and covers, including **your** legal liability. **You** can also add 'optional covers' to **your** policy to either ensure valuable items are fully covered ('Specified valuable items') or to include the 'Home business extension'.

For a summary of benefits available to **you** under this policy, please see the 'Benefits summary' section beginning on page 20.

To find out what this policy covers please read this PDS to ensure **you** have the cover **you** need.

## How to apply for this policy

Throughout this document when **we** are referring to **your** insurance broker or adviser, **we** simply refer to them as **your** intermediary.

If **you** are interested in buying this product or have any inquiries about it, **you** should contact **your** intermediary who should be able to provide **you** with all the information and assistance **you** require.

If **you** are not satisfied with the information provided by **your** intermediary, **you** can contact **us** at the address or telephone number shown on the back cover of this document. However, **we** are only able to provide factual information or general advice about the product. **We** do not give advice on whether the product is appropriate for **your** personal objectives, needs or financial situation. Therefore, **you** should carefully read this document before deciding whether to purchase this product or not.

## Our contract with you

**Your** policy is a contract of insurance between **you** and BZI and contains all the details of the cover that **we** provide.

**Your** policy is made up of:

- This PDS which incorporates the policy wording beginning with the 'Who we cover' section on page 22. This is common to all customers who buy **our** Blue Zebra Insurance Accidental Damage Home Buildings & Contents product. It tells **you** what is covered, sets out the claims procedures, exclusions and other terms and conditions of cover;
- **Your policy schedule** issued by **us** for the relevant **period of insurance**. The **policy schedule** is a separate document unique to **you**, which shows the insurance details relevant to **you**. It includes any changes, exclusions, terms and conditions made to suit **your** individual circumstances and may amend the policy; and
- Any other written change otherwise advised by **us** in writing (such as an endorsement or a supplementary PDS). These written changes vary or modify the above documents.

This document is also the PDS for any offer of renewal **we** may make, unless **we** tell **you** otherwise. Please keep **your** policy documents in a safe place.

**We** reserve the right to change the terms of this product where permitted to do so by law.

If there is more than one insured on the policy, then anything which any of the insureds says, does or omits to advise to **us**, applies to and affects the rights of all of the insureds.

## 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 to purchase **our** product. These things 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 **your** sum insured shown in **your policy schedule** or some other amount, factor or item specified in the relevant clause or this document.

**You** should be aware of the following matters in considering whether this product is suitable for **your** needs.

### **Exclusion for new business policies**

**We** do not insure **you** for bushfire, grassfire, **storm, flood** or tsunami in the first 72 hours of **your** policy. Very limited exceptions apply. For full details see the 'General exclusions' section beginning on page 60.

### **Excesses can apply**

For each of the available covers, an **excess** may apply. Please refer to the 'Excesses' section on page 11 for more details.

### **Exclusions**

In some circumstances, this policy contains a number of exclusions, some of which are common in insurance policies. Before making a decision about whether to purchase this policy, **you** should read the full details of all relevant exclusions, which are contained in this PDS. Some may not be relevant to **you**, however **you** should make yourself aware of all the exclusions that apply in all sections of this PDS.

Please refer to the 'General exclusions' section beginning on page 60 for the specific details.

### **General terms and conditions**

General terms and conditions applicable to all cover provided under this policy set out **your** obligations with which **you** need to comply. Please refer to the 'General terms and conditions' section beginning on page 58.

In addition, **you** should make yourself aware of all the terms and conditions that apply to the various covers detailed within this policy. If **you** do not meet them, **we** may be able to decline or reduce the claim payment or cancel **your** policy.

### **Make sure you have the cover you need**

**You** should discuss with **your** intermediary the appropriate amounts and risks for which **you** need to be insured. If **you** do not adequately insure for the relevant risks **you** may have to bear any uninsured losses yourself.

**You** should also advise **your** intermediary to notify **us** as soon as possible when **your** circumstances change which are relevant to **your** policy. For instance, **you** may need to consider increasing **your** sum insured if **you** purchase expensive items of **contents** like jewellery or make renovations or alterations to **your buildings**. If **you** do not tell **your** intermediary of these changes, in the event of **you** suffering a loss or damage, **your** sum insured may not be adequate to cover **your** loss, or **you** may not even have any cover under **your** policy.

## Your duty of disclosure

Before **you** enter into this contract of insurance, **you** have a duty of disclosure under the *Insurance Contracts Act 1984* (Cth).

If **we** ask **you** questions that are relevant to **our** decision to insure **you** and on what terms, **you** must tell **us** anything that **you** know and that a reasonable person in the circumstances would include in answering the questions.

**You** have this duty until **we** agree to insure **you**.

### If you do not tell us something

If **you** do not tell **us** anything **you** are required to tell **us**, **we** may cancel **your** contract or reduce the amount **we** will pay **you** if **you** make a claim, or both.

If **your** failure to tell **us** is fraudulent, **we** may refuse to pay a claim and treat the contract as if it never existed.

### Renewal, extension, reinstatement or variation

A different duty of disclosure may apply in these circumstances. **We** will inform **you** of the duty of disclosure which applies when **you** renew, extend, reinstate or vary **your** policy.

## Renewal

At least 14 days before the policy expires **we** will send **you** a renewal notice, outlining **our** renewal terms, if any. **You** are not obliged to renew the policy with **us**. **We** recommend that **you** check the new amounts to make sure they continue to cover **your** needs.

If **you** pay **your premium** by direct debit, **we** will automatically renew the policy and continue to debit **your** nominated bank account or credit card unless **you** tell **us** to stop. If **you** pay **your premium** annually, **you** must pay the full amount by the due date shown on **your** renewal invitation in order for cover to continue.

This PDS (together with any amendments, updates or endorsements that **we** give **you** in writing) also applies for any offer of renewal **we** make, unless **we** tell **you** otherwise or issue **you** with a new updated PDS.

**Your** cooling-off period continues to apply on each renewal.

Each renewal is a separate contract and not an extension of the prior contract.

## How we determine your premium

The amount of **your premium** is determined by taking a number of different matters into account.

It is important for **you** to know in particular that the **premium** varies depending on the information **we** received from **you** about the risk to be covered by **us**. The higher the risk is, the higher the **premium** will be. Based on **our** experience and expertise **we** decide what factors increase **our** risk and how they should impact on the **premium**. Each insurer can do this differently.

In this product the following are some of the factors that are taken into consideration when determining the appropriate **premium**:

- **your** nominated sum insured;
- where **you** live (i.e. the location of the **insured address**);
- the materials used in the construction of **your buildings**;
- what **your buildings** are used for (e.g. private residence, holiday home, rental property);
- security measures used for **your buildings** and/or **contents**;
- whether **you** have chosen any optional covers or not;
- the **excess you** have chosen for **your buildings** and/or **contents**. If **you** elect to take a higher **excess** in the event of a claim, this will reduce the cost of **your premium**. **Your** intermediary can supply **you** with quotes based on differing amounts of **excesses**.

**Your** intermediary can arrange for **you** to be provided with a quote for a **premium**. **You** will need to give all **your** relevant personal details to **your** intermediary at this time to enable **us** to calculate **your premium**.

Another important thing to know is that **your premium** also includes amounts that take into account **our** obligation to pay any relevant compulsory government charges, taxes or levies (e.g. Stamp Duty, GST and Fire Services Levy) in relation to **your** policy. These amounts will be set out separately on **your policy schedule** as part of the total **premium** payable.

Also, minimum **premiums** may apply. Any discounts or entitlements may be subject to rounding and only apply to the extent any minimum **premium** is not reached.

BZI may also add an agency fee to the **premium** that is charged, and this will be shown on **your policy schedule**. The agency fee will only be refunded when the policy is cancelled within the cooling-off period (see page 18) or where the cancellation is effective from the start of the **period of insurance**.

## How to pay your premium

There are three ways that **you** can pay **your premium**:

- an annual payment to **your** intermediary;
- if provided, an annual payment directly to BZI from **your** credit card or from **your** bank account which can be arranged by **you** or **your** intermediary; or
- if provided, in monthly instalments by automatic deduction from **your** credit card or from **your** bank account which can be arranged by **you** or **your** intermediary.

**You** must pay **your premium** in the manner set out on **your policy schedule**.



## How to pay your premium via your intermediary

If **you** are paying **your** annual **premium** via **your** intermediary, **you** must pay them by the due date shown on **your policy schedule**. If **your premium** is unpaid by the due date **we** may be entitled to reduce or refuse to pay a claim and cancel this policy.

## How to pay your annual premium directly to BZI

If **you** are paying **your** annual **premium** directly to BZI, **we** will deduct **your** annual **premium** from **your** nominated bank account or credit card within three business days after the day the details of the credit card or bank account have been provided to **us**.

If an attempt to deduct **your** annual **premium** is dishonoured for any reason, **we** will notify **you** and/or **your** intermediary and provide details on:

- any actions required by **you**; and
- when **we** will next attempt to deduct the annual **premium**.

After three unsuccessful attempts to deduct the annual **premium**, **we** may cancel this policy. **We** will send a notice to **you** and/or **your** intermediary with details of the action **we** intend to take and when the cancellation will become effective.

## How to pay your instalment premium

**We** will deduct **your** instalment **premiums** each month from **your** nominated bank account or credit card on the day of the month shown on **your policy schedule** as **your** payment date (or the next business day if **your** payment date falls on a weekend of public holiday in any given month).

When **you** renew **your** policy, **we** will continue to deduct **your** instalment **premiums** for **your** renewed policy on the same day of the month, unless **you** tell **us** otherwise.

Further details of **your** instalments are shown on **your policy schedule**.

If any instalment **premium** is dishonoured for any reason, **we** will notify **you** and/or **your** intermediary and provide details on:

- any actions required by **you**; and
- when **we** will next attempt to deduct that instalment **premium**.

After three unsuccessful attempts to deduct a given instalment **premium**, **we** may cancel this policy. **We** will send a notice to **you** and/or **your** intermediary with details of the action **we** intend to take and when the cancellation will become effective.

If the first instalment in the **period of insurance** is dishonoured and remains unpaid after three attempts at being deducted, this policy will not operate and there will be no cover.

In the event that **you** fail to make any of **your** instalment **premium** payments when they are due, **you** may be responsible for any administration or dishonour fees which may be charged by BZI, BZI's financial institution, and/or **your** financial institution.

**We** are entitled to deduct any unpaid **premium** instalments from any amount **we** pay **you** under a claim.

**We** may not pay a claim under this policy if, at the time the claim occurred, any instalment of **premium** has remained unpaid for 14 days or more.

**You** must tell **us** if **your** nominated bank account or credit card details change. **You** must do this no later than 7 days before **your** next instalment is due.

If **your** policy has been included as part of a 'package' of BZI policies then the instalment **premiums** for all policies on that package will be combined and one instalment will be collected on each instalment date. The details of the combined instalment schedule for the package will be shown on **your** package schedule which **your** intermediary should provide to **you**.

If an instalment for a package is dishonoured for any reason then the approach detailed above will apply to all policies in that package. In particular, after three unsuccessful attempts to deduct a given instalment **premium** for a package, **we** may cancel all policies in the package.

## About your sum insured

**Your buildings** sum insured and/or **contents** sum insured are shown on **your policy schedule**. For **contents** cover the general **contents** sum insured on **your policy schedule** represents the nominated sum insured for **contents** excluding any specified valuable items added under the optional cover 'Specified valuable items' (see page 44) which will be shown separately.

**You** should make sure that **your** sum insureds are adequate to cover **you** for the full replacement value of **your buildings** and/or **contents**, and are reviewed whenever **your** circumstances change (for example, after renovations to **your buildings** or purchasing new **contents** items). If **you** have any questions regarding the adequacy of **your** sum insureds, please contact **your** intermediary.

The sum insured values that **you** choose should exclude GST.

During each **period of insurance** the sum insured for **buildings** and/or general **contents** will be automatically increased by 0.5% per month (6% per annum) until the end of the **period of insurance**. The sum insureds after this adjustment represent the most **you** can claim for any one incident unless stated otherwise in this PDS. This is prior to the application of any 'additional benefits' or 'additional covers' which may be applicable to the claim.

**Your buildings** sum insured and/or general **contents** sum insured will be automatically adjusted at renewal to take into account various factors including inflationary trends. If **you** need to change the value associated with any specified valuable items (see page 44), please advise **your** intermediary.

# About making a claim

## How to make a claim

If **you** need to make a claim under this policy, please contact **your** intermediary to assist **you** in lodging the claim with **us**.

Alternatively, if it is an emergency outside business hours or **you** would like to lodge the claim with **us** directly, please use one of the following methods to do so:

- phone **us** on 1300 253 692 (toll free) or +61 2 9301 8018 (if dialling from overseas); or
- register **your** claim online at [www.bzi.com.au/newclaim](http://www.bzi.com.au/newclaim) and **our** claims staff will contact **you**.

## What you must do

As soon as **you** are aware of any circumstances that are likely to result in a claim that would be covered under this policy, **you** must:

- take any reasonable steps to reduce the damage and avoid any further loss;
- inform the police immediately if property is lost, stolen or subject to **malicious damage** or vandalism; and/or
- keep any damaged property for which **you** intend to make a claim (so that **we** may inspect it).

## What you must not do

If **you** believe that **you** are likely to make a claim that would be covered under this policy, **you** must not:

- carry out any repairs without **our** authority, except in the case of an emergency where **you** are required to prevent further loss or damage to **your buildings** and/or **contents** as a result of that emergency, in which case **we** give **you** the authority to arrange reasonable emergency repairs on **our** behalf;
- admit responsibility for any loss, damage or destruction, if another person's property is involved;
- make any false statements in connection with **your** policy or any claim **you** make;
- negotiate a reduced settlement with another person for damage they have caused.

If **you** do not follow these steps, **we** can reduce any claim by an amount that fairly represents the extent to which **our** interests have been prejudiced.

## Excesses

For each of the available covers, an **excess** may apply. An **excess** is not an additional fee charged by **us** at the time of making a claim. Rather, it is the uninsured first portion of a loss for which **you** are otherwise covered, i.e. the amount that **you** must contribute towards each claim.

Details of the **excess** amounts and circumstances in which they will be applied are set out in the definition of **excess** (see 'Definitions' section beginning on page 62) and the relevant section of this PDS that outlines the cover **we** provide.

If a single event results in claims to both **buildings** and **contents**, **you** will only be required to pay one amount of basic **excess** – that which is the greater of the applicable **excesses**.

The amount of any **excess you** will be required to pay will appear on **your policy schedule**.

## How we settle your claim - buildings

When **your buildings** are destroyed or damaged during the **period of insurance** we will pay for the cost of repair or replacement with new material without deducting an amount for wear and tear and depreciation.

If the damage to **your buildings** requires them to be rebuilt, **you** have the option of rebuilding at the **insured address** where the damage happened or a different site in the same general area, on the condition that:

- **we** will not pay more than the cost that would have been incurred if reinstatement of **your buildings** that are damaged had taken place at the location where the damage happened; or
- if the actual cost of rebuilding is less than the cost of reinstatement at the location where the damage happened, then **our** payment is limited to the actual cost of rebuilding.

If **you** request a cash settlement or if reinstatement is not carried out, **we** will only pay the equivalent of the cost of repair or replacement with similar material less a reasonable amount for wear and tear and depreciation.

Any rebuilding or repairing of **your buildings** must commence within 6 months of the date that the destruction or damage occurred. If it does not commence within 6 months (or any other period which **we** agree with **you** in writing) **you** may have to pay any increase in cost caused by the delay.

**We** will pay for the damaged portion of fixed coverings to walls, floors and ceilings only in the room, hall or passage where the damage occurred. **We** will not pay any costs for replacing undamaged property.

**We** will try to match any material used to repair **your buildings** with the original materials, however if **we** are unable to do so **we** will use the nearest equivalent available to the original materials. However, in situations where:

- it is impossible to acquire new material to replace the damaged material that reasonably matches the undamaged portion to a similar extent as immediately prior to the loss or damage occurring; and
- the amount of damaged material that cannot be matched to the undamaged material is more than 40% of the total material that would have to be replaced if all the matching damaged and undamaged material was replaced;

then **we** will replace both the damaged and undamaged material.

## How we settle your claim - contents

When **your contents** are destroyed, lost or damaged during the **period of insurance** we will decide which of the following **we** will do to settle **your** claim:

- repair the **contents** item(s) to the condition it was in immediately before it was destroyed, lost or damaged;
- replace the **contents** item(s) with the nearest equivalent new item; or
- pay **you** the cost of the replacement or repair.

As noted in the additional benefit 'Environmental improvements' on page 36, if **we** have agreed to replace any refrigerators, washing machines, clothes dryers or dishwashers that have been lost or damaged, **we** will replace them with items that have at least a 3-star energy rating regardless of whether the original item had such a rating.

**We** will pay for the cost of replacing any damaged:

- carpets;
- wall, floor and ceiling coverings; and
- internal blinds and curtains;

but only in the room, passage or hall where **your contents** were destroyed, lost or damaged.

When a destroyed, lost or damaged item of **your contents** is part of a pair, set or collection, **we** will only pay for the value of the destroyed, lost or damaged item itself, unless **you** have chosen to specify that pair, set or collection as a 'valuable item' (see optional cover 'Specified valuable items' beginning on page 44). The most **we** will pay is the value that the item has as a proportion of the combined pair, set or collection. **We** will only pay the cost of replacing the item even though the pair, set or collection to which it belongs is less valuable because it is incomplete.

## After your claim is accepted

After **we** have paid a claim under **your** policy, either in total or in part, **we** have the right to take over any legal right of recovery which **you** have. If **we** do this, it will be for **our** benefit and at **our** expense (if **you** have been fully reimbursed). **You** must provide full co-operation. **You** must not limit or restrict **your** rights of recovery against any third party without **our** prior written consent.

**We** have the right to keep any damaged property **we** have paid for under **your** policy, including any proceeds if the items are sold.

If **we** recover more than the amount **we** paid **you**, **we** will pay **you** the balance after deducting any expenses incurred by **us** in undertaking the recovery.

If any person compensates **you** for the insured damage of any property for which **we** have paid a claim, **you** must reimburse **us** for that payment. **You** must do this as soon as the compensation is made.

## Reinstatement of cover following a claim

If **you** have a **buildings** or **contents** claim that does not result in **us** paying **you** the full amount of the **buildings** sum insured or general **contents** sum insured respectively, **your** cover for **buildings** and/or **contents** will continue up to the sum insured shown on **your policy schedule** (including the adjustments in the 'About your sum insured' section beginning on page 10).

If **you** have a claim for **your contents** that results in **us** paying **you** the general **contents** sum insured, the cover for **your contents** will end. However, **we** will provide temporary cover for **contents** for a sum insured of **\$5,000** for 3 months from the date of the destruction, loss or damage that resulted in that claim.

If **you** have a claim for **your buildings** that results in **us** paying **you** the sum insured, the cover for **your buildings** will end but liability cover will remain in force until the expiry date of the policy. However, liability cover in relation to **your buildings** formerly occupied by **you** will continue until the earliest of the expiry of **your** policy and:

- any construction commencing at the **insured address**;
- the sale of the **insured address** or any part of it;
- another policy that includes liability cover being taken out in relation to the **insured address**;
- the commencement of construction of a building to replace the insured **buildings** at another site;
- or
- 6 months from the date of the destruction, loss or damage that resulted in that claim.

## Lifetime guarantee on building repairs

If **you** have a **buildings** claim then **we** guarantee that if a defect arises in **your buildings** as a result of poor quality workmanship or poor quality materials when **we** replace, repair or rebuild **your buildings**, provided that **we**:

- have directly authorised the replacement, repairs or rebuilding;
- have arranged the replacement, repairs or rebuilding; and
- have paid, or have a legal liability to pay, the supplier, repairer or builder directly for this work;

then **we** will rectify the problem by arranging, directly authorising and paying for further replacement, repair or rebuilding. **We** will, at **our** discretion, decide what needs to be done to rectify the problem.

This guarantee does not apply to:

- replacement, repairs or rebuilding that **you** arrange, authorise or make yourself (this applies even if **we** give **you** or a supplier, repairer or builder a cheque for all or part of the repair cost);
- loss, damage or failure of any electrical or mechanical appliances or machines that form part of **your buildings**; or
- wear and tear consistent with normal gradual deterioration of **your buildings** (e.g. paint peeling off as part of its normal life cycle, wood rotting from moisture in the air or ground, roofs weathering or a hot water system leaking as a result of normal gradual deterioration).

## Claims examples

Below are some examples of claim scenarios that are included here to show how a claim payment might typically be calculated. These examples are a guide only and do not cover all of the potential scenarios or all benefits that may be paid under this policy. They do not form part of the terms and conditions of this policy.

BZI will determine actual claims payments on an individual basis taking into consideration the facts applicable to the claim and **our** assessment of any loss or damage, as well as the coverage, exclusions and **excesses** set out in this policy and on **your policy schedule**.

### Example 1 – partial loss to buildings & contents

**You** have **your buildings** and **contents** insured under a BZI Home Buildings and Contents Accidental Damage policy, with the following details:

- **Buildings** sum insured: \$600,000
- General **contents** sum insured: \$120,000
- **Buildings excess**: \$1,000
- **Contents excess**: \$500

**Your** town suffers a major bushfire event that results in damage to some of **your buildings** and some of **your contents** at the **insured address**.

**We** assess the claim and determine that:

- the cost to rebuild the **buildings** will be \$350,000;
- it will cost \$50,000 to remove the debris;
- architect's fees will be \$30,000;
- temporary accommodation whilst rebuilding takes place will be \$35,000;
- the general **contents** damaged or destroyed are valued at \$60,000.

How much we pay		Explanation
Cost to rebuild <b>your buildings</b>	\$350,000	The <b>buildings</b> sum insured is sufficient to cover the cost of rebuilding without the need to rely on the 30% sum insured safety net.
Removal of debris	\$50,000	Paid in addition to the <b>buildings</b> sum insured.
Rebuilding fees	\$30,000	Paid in addition to the <b>buildings</b> sum insured.
Temporary accommodation	\$35,000	Paid in addition to the <b>buildings</b> sum insured.
Replacement cost for <b>contents</b>	\$60,000	Based on the assessment of the value of the <b>contents</b> damaged or destroyed.
Less <b>excess</b> payable	-\$1,000	Only one <b>excess</b> is payable, the higher of the <b>buildings</b> and <b>contents excesses</b> .
Total claim payment	\$524,000	

### Example 2 – theft of valuable item

**Your contents** are insured under a BZI Home Buildings and Contents Accidental Damage policy. **You** have a watch valued at \$15,000 and because there is a 'flexible limit' of \$10,000 per item for jewellery and watches **you** have chosen to list it is a 'specified valuable item' on **your** policy with \$15,000 as the specified value (as detailed on **your policy schedule**).

During a burglary at **your** property the watch is stolen.

How much we pay		Explanation
Cost to replace <b>your</b> watch	\$15,000	<b>We</b> pay the jeweller \$15,000 to replace <b>your</b> watch.
Less <b>excess</b> payable	-\$0	No <b>excess</b> is payable because the claim is only under the 'specified valuable items' optional cover.
Total claim payment	\$15,000	

### Example 3 – legal liability

**Your buildings** are insured under a BZI Home Buildings and Contents Accidental Damage policy with a standard **excess** of \$1,000.

At a social gathering at **your** property one of **your** guests trips over an uneven tile in **your** backyard and breaks their leg. They make a claim for loss of wages for an 8-week period and some out of pocket expenses. After **we** assess the circumstances behind the claim **we** determine that **you** are legally liable for this claim and that the amount **you** are liable for is \$12,000.

How much we pay		Explanation
Total amount of claim	\$12,000	Paid to the injured party. The amount is below the limit of \$30,000,000 in this policy.
Less <b>excess</b> payable	-\$0	No <b>excess</b> is payable because the claims is only under the 'Legal liability' cover.
Total claim payment	\$12,000	



## Goods and Services Tax

**You** must advise **us** of **your** correct input tax credit percentage, where **you** are registered as a business and have an Australian Business Number.

**We** will not indemnify **you** for any GST liability, fines or penalties that arise from or are attributable to **your** failure to notify **us** of **your** entitlement (or correct entitlement) to an input tax credit on the **premium**.

The sum insured values that **you** choose should exclude GST and all dollar amounts in this PDS are exclusive of GST unless stated otherwise.

In the event of a claim, if **you** are not registered for GST, **we** will reimburse **you** the GST component, in addition to the amount **we** pay **you**. If **you** are registered for GST the amount that **we** are liable to pay under this policy will be reduced by the amount of any input tax credit that **you** are or may be entitled to claim for the supply of goods or services covered by that payment. If **you** are liable to pay an **excess** under this policy, the amount payable will be calculated after deduction of any input tax credit that **you** are or may be entitled to claim on payment of the **excess**.

If **you** are unsure about the taxation implications of this policy, **you** should seek advice from **your** accountant or tax professional.

## Privacy

BZI is bound by the *Privacy Act 1988* (Cth).

### How we collect your details

**We** usually collect personal or sensitive information, about **you** (**your details**) directly from **you** or **your** intermediary. **We** may also collect it from other third parties such as **our** agents and service providers, other insurers and insurance reference bureaus, people who are involved in a claim or assist **us** in investigating or processing claims, including third parties claiming under **your** policy, witnesses and medical practitioners, third parties who may be arranging insurance cover for a group that **you** are a part of; law enforcement, dispute resolution, statutory and regulatory bodies; marketing lists and industry databases; and publicly available sources.

Before giving **us** personal information about another person, please make them aware of this privacy notice or refer that person to **our** Privacy Policy which is referred to below.

### Why we collect, use and disclose your details

**We** collect, disclose and handle information, and in some cases personal or sensitive information, about **you** (**your details**) to assess applications, administer policies, contact **you**, enhance **our** products and services and manage claims (**purposes**). If **you** do not provide **your** information, **we** may not be able to provide **you** with **our** services or do those things listed above. By providing **us**, **our** representatives or **your** intermediary with **your details**, **you** consent to **us** using, disclosing to third parties and collecting from third parties **your details** for the **purposes**.

Laws authorising or requiring **us** to collect information include the *Insurance Contracts Act 1984*, *Anti-Money Laundering and Counter-Terrorism Financing Act 2006*, *Corporations Act 2001*, *Autonomous Sanctions Act 2011*, *A New Tax System (Goods and Services Tax) Act 1999* and other financial services, crime prevention, trade sanctions and tax laws.

### Who we may disclose your details to (including overseas disclosure)

**We** may disclose **your details** for the **purposes** noted above to relevant third parties including **your** intermediary, affiliates of BZI, Zurich Insurance Group, other insurers and reinsurers, **our** service providers, **our** business partners, health practitioners, **your** employer, parties affected by claims, people investigating or assisting **us** in claims, government bodies, regulators, law enforcement bodies and as required by law, within Australia and overseas.

BZI's Privacy Policy, available at [www.bzi.com.au](http://www.bzi.com.au), provides further information and lists service providers, business partners and countries in which recipients of **your** details are likely to be located. It also sets out how **we** handle complaints and how **you** can access or correct **your** details or make a complaint.

## General Insurance Code of Practice

The **insurer** is a signatory to the General Insurance Code of Practice (**'Code'**) and BZI also proudly supports the **Code**.

The **Code**, which is written in plain English, sets out the standards that general insurers must meet when providing services to their customers, such as being open, fair and honest.

It also sets out timeframes for insurers to respond to claims, complaints and requests for information from customers.

The **Code** covers many aspects of a customer's relationship with their insurer, from buying insurance to making a claim, to providing options to those experiencing financial hardship, to the process for those who wish to make a complaint.

A copy of the General Insurance Code of Practice can be found at [www.codeofpractice.com.au](http://www.codeofpractice.com.au).

## Cooling-off period

After **you** apply for (or renew) a BZI product and **you** have received the PDS, **you** have **30 days** to check that the policy meets **your** needs. Within this time **you** may cancel the policy and receive a full refund of any **premiums** paid (less any non-refundable government charges, taxes and levies that **we** have paid and are not recoverable), unless:

- **you** have made a claim or become entitled to make a claim under **your** policy; or
- **you** have exercised any right or power **you** have in respect of **your** policy or the policy has ended.

**Your** request will need to be in writing and forwarded to **us** via **your** intermediary.

**You** can cancel **your** policy at any time after the cooling-off period. Please refer to 'Cancellation' under the 'General terms and conditions' section beginning on page 58.

## Dispute resolution

If **you** have a complaint about an insurance product **we** have issued or service **you** have received from **us**, please contact **your** intermediary to initiate the complaint with **us**. If **you** are unable to contact **your** intermediary, **you** can contact **us** directly on 1300 171 531 or via [compliance.manager@bzi.com.au](mailto:compliance.manager@bzi.com.au).

**We** will respond to **your** complaint within 15 working days. If **you** are not satisfied with **our** response, **you** may have the matter reviewed through **our** internal dispute resolution process, which is free of charge.

If **you** are not satisfied with the outcome of the dispute resolution process and would like to take the complaint further, **you** may refer the matter to the Australian Financial Complaints Authority (**AFCA**). **AFCA** provides fair and independent financial services complaint resolution that is free to **you**.

Their contact details are:

Website: [www.afca.org.au](http://www.afca.org.au)

Email: [info@afca.org.au](mailto:info@afca.org.au)

Freecall: 1800 931 678

In writing to: The Australian Financial Complaints Authority, GPO Box 3, Melbourne, Victoria 3001

## Financial claims schemes

The **insurer** of this policy, ZAIL, is an insurance company authorised under the *Insurance Act 1973* (Cth) to carry on general insurance business in Australia. As such, they are subject to prudential requirements and standards, regulated by the Australian Prudential Regulation Authority (**APRA**).

This policy may be a protected policy under the Federal Government's Financial Claims Scheme (**FCS**) which is administered by **APRA**.

The **FCS** may apply in the event that a general insurance company becomes insolvent. If the **FCS** applies, a person who is entitled to make a claim under this insurance policy may be entitled to a payment under the **FCS**. Access to the **FCS** is subject to eligibility criteria.

Further information about the **FCS** can be obtained at [www.fcs.gov.au](http://www.fcs.gov.au).

## Confirmation of transactions

If **you** need to clarify any of the information contained in this PDS, wish to confirm a transaction or **you** have any other queries regarding **your** policy, **your** first point of contact is **your** intermediary. However, if **you** would also like to contact **us** directly, please use the contact details on the back cover.

# BENEFITS SUMMARY

Below is a summary of the coverage and benefits available under this policy. Please refer to the whole of this PDS, **your policy schedule**, and any other documents that make up **your** policy for full details and applicable terms and conditions, limits and exclusions.

Cover	Buildings	Contents
Accidental destruction, loss, or damage <b>Page 30</b>	<input checked="" type="checkbox"/> Up to <b>buildings</b> sum insured (SI) if selected	<input checked="" type="checkbox"/> Up to general <b>contents</b> SI if selected
Additional benefits	Buildings	Contents
Sum insured safety net <b>Page 32</b>	<input checked="" type="checkbox"/> Up to 30% of <b>buildings</b> SI	<input checked="" type="checkbox"/>
Removal of debris <b>Page 32</b>	<input checked="" type="checkbox"/> Reasonable costs	<input checked="" type="checkbox"/> Reasonable costs
Rebuilding fees <b>Page 33</b>	<input checked="" type="checkbox"/> Reasonable costs	<input checked="" type="checkbox"/>
Meeting building regulations <b>Page 33</b>	<input checked="" type="checkbox"/> Up to 20% of <b>buildings</b> SI	<input checked="" type="checkbox"/>
Temporary accommodation for home owners <b>Page 33</b>	<input checked="" type="checkbox"/> Up to 20% of <b>buildings</b> SI	<input checked="" type="checkbox"/>
Temporary accommodation for tenants/strata title owners <b>Page 34</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Up to 20% of general <b>contents</b> SI
Plants, trees & shrubs <b>Page 34</b>	<input checked="" type="checkbox"/> Reasonable costs, up to \$5,000 for <b>storm/flood</b>	<input checked="" type="checkbox"/>
Prevention of further loss or damage <b>Page 35</b>	<input checked="" type="checkbox"/> Reasonable and necessary costs	<input checked="" type="checkbox"/> Reasonable and necessary costs
Locating the source of escaped liquid <b>Page 35</b>	<input checked="" type="checkbox"/> Reasonable costs	<input checked="" type="checkbox"/> Reasonable costs
Mortgagee discharge costs <b>Page 35</b>	<input checked="" type="checkbox"/> Reasonable costs	<input checked="" type="checkbox"/>
Replacing important documents <b>Page 35</b>	<input checked="" type="checkbox"/> Reasonable costs	<input checked="" type="checkbox"/> Reasonable costs
Storage of undamaged <b>contents</b> <b>Page 36</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Up to 20% of general <b>contents</b> SI
Building materials <b>Page 36</b>	<input checked="" type="checkbox"/> Up to \$2,000	<input checked="" type="checkbox"/>
Environmental improvements <b>Page 36</b>	<input checked="" type="checkbox"/> Up to \$5,000	<input checked="" type="checkbox"/> 3 star+ appliances
Claim preparation fees <b>Page 36</b>	<input checked="" type="checkbox"/> Up to \$5,000	<input checked="" type="checkbox"/> Up to \$5,000
<b>Excess</b> waiver for total loss <b>Page 37</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Counselling <b>Page 37</b>	<input checked="" type="checkbox"/> Up to \$2,000	<input checked="" type="checkbox"/> Up to \$2,000
Fatal injury benefit <b>Page 37</b>	<input checked="" type="checkbox"/> \$15,000 benefit	<input checked="" type="checkbox"/> \$15,000 benefit

<b>Additional benefits (continued)</b>	<b>Buildings</b>	<b>Contents</b>
Modifications to the home <b>Page 37</b>	<input checked="" type="checkbox"/> Up to \$25,000	<input checked="" type="checkbox"/> Up to \$25,000
Paraplegia, quadriplegia, permanent total disablement benefit <b>Page 37</b>	<input checked="" type="checkbox"/> \$15,000 benefit	<input checked="" type="checkbox"/> \$15,000 benefit
<b>Additional covers</b>	<b>Buildings</b>	<b>Contents</b>
Mechanical/electrical breakdown <b>Page 38</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Pet cover <b>Page 39</b>	<input checked="" type="checkbox"/> Up to \$2,000	<input checked="" type="checkbox"/> Up to \$2,000
Keys and locks <b>Page 39</b>	<input checked="" type="checkbox"/> Reasonable costs	<input checked="" type="checkbox"/> Reasonable costs
Food & medication spoilage <b>Page 39</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Reasonable costs
Selling <b>your</b> home <b>Page 39</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Fire brigade attendance fees <b>Page 39</b>	<input checked="" type="checkbox"/> Up to \$2,000	<input checked="" type="checkbox"/> Up to \$2,000
Security attendance fees <b>Page 40</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Up to \$2,500
Denial of access <b>Page 40</b>	<input checked="" type="checkbox"/> Up to 90 days	<input checked="" type="checkbox"/> Up to 90 days
Permanently moving <b>your contents</b> to a new address <b>Page 40</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Up to general <b>contents</b> SI
<b>Contents</b> at <b>your</b> new address <b>Page 40</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Up to 180 days
Identity theft <b>Page 41</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Up to \$5,000
Theft of financial cards <b>Page 42</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Up to \$5,000
<b>Contents</b> of invited guests <b>Page 42</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/> Up to \$5,000
Tax audit <b>Page 42</b>	<input checked="" type="checkbox"/> Up to \$5,000	<input checked="" type="checkbox"/> Up to \$5,000
<b>Optional covers</b>	<b>Buildings</b>	<b>Contents</b>
Specified valuable items <b>Page 44</b>	<input checked="" type="checkbox"/>	<b>Optional</b> Up to spec. value
Domestic workers compensation <b>Page 45</b>	<input checked="" type="checkbox"/>	<b>Optional</b>
Home business extension <b>Page 46</b>	<input checked="" type="checkbox"/>	<b>Optional</b>
<b>Legal Liability</b>	<b>Buildings</b>	<b>Contents</b>
Cover for legal liability <b>Page 49</b>	<input checked="" type="checkbox"/> Up to \$30 million	<input checked="" type="checkbox"/> Up to \$30 million
Defence costs <b>Page 52</b>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>
Expenses incurred in attending court <b>Page 52</b>	<input checked="" type="checkbox"/> Up to \$250 per day, \$5,000 in total	<input checked="" type="checkbox"/> Up to \$250 per day, \$5,000 in total
Motor vehicle liability <b>Page 52</b>	<input checked="" type="checkbox"/> Up to \$30 million	<input checked="" type="checkbox"/> Up to \$30 million
Committee members of sporting or social clubs or community organisations <b>Page 53</b>	<input checked="" type="checkbox"/> Up to \$10,000	<input checked="" type="checkbox"/> Up to \$10,000
Home business extension <b>Page 54</b>	<input checked="" type="checkbox"/>	<b>Optional</b>

# WHO WE COVER

In this policy **you/your** means:

- **you** – all the people named as the insured on **your policy schedule**; and
- members of **your family** that normally live with **you** at the **insured address**.

**Family** means:

- **your** spouse, partner or de facto;
- **your** parents, parents-in-law, and grandparents;
- **your** children, grandchildren, brothers and sisters, including their respective spouse, partner or de facto; and
- the children, parents, parents-in-law, grandparents, grandchildren, brothers and sisters of **your** spouse, partner or de facto.

If **you** live with people that are not part of **your family** (for example, **your** friends) **we** only cover them if they are named as an insured on **your policy schedule**.

If the insured on **your policy schedule** is a company, trustee of a trust or body corporate, then **you/your** means:

- that company, trustee or body corporate;
- the following if they normally live at the **insured address**:
  - any company director, company owner or trust beneficiary; and
  - their respective **family** members.

# WHERE WE COVER

## Cover at the insured address

**Your buildings** and/or **contents** are covered at the **insured address** shown on **your policy schedule**.

If **you** have **contents** cover, **your contents** items are covered while they are inside a building that is fully enclosed at the **insured address**.

They may be covered in the open air at the **insured address** or away from the **insured address** subject to the limitations and exclusions in the 'Contents in the open air', 'Contents in storage' and 'Contents away from your insured address' sections below.

## Contents in the open air

If **you** have **contents** cover, **your contents** items are covered while they are in the open air at the **insured address**. The most **we** will pay for **contents** in the open air in any one claim is the general **contents** sum insured shown on **your policy schedule**.

## Contents in storage

If **you** have **contents** cover, **your contents** items will be covered whilst stored in a secure commercial storage facility in Australia, provided the commercial storage facility is:

- fully enclosed and lockable, and
- only accessible by **you** or someone authorised by **you**.

## Contents away from your insured address

If **you** have **contents** cover, **your contents** items are covered while they are away from **your insured address**, anywhere in Australia or New Zealand whilst temporarily removed, or anywhere in the rest of the world for up to **180** consecutive days.

The following **contents** items are not covered while they are temporarily away from the **insured address**:

- goods that **you** use for earning **your** income; and
- office and surgery equipment that **you** use for earning **your** income.

**Your contents** are not covered if they:

- are in transit during a permanent removal, unless **we** have agreed to cover them under the additional cover 'Permanently moving your contents to a new address' (see page 39); or
- have been removed permanently from **your insured address** other than:
  - sporting equipment that is stored within a club room;
  - **contents** stored in a bank safe deposit box; or
  - personal belongings of a student including sporting equipment whilst **you** are away from home attending school, college or university.

# BUILDINGS COVER

## What are buildings

Only the following items at the **insured address** are included in the definition of **buildings**:

- residential buildings **you** live in including any professional offices or surgeries in those buildings;
- domestic outbuildings, including garages, carports and sheds;
- fixed coverings to walls, floors and ceilings;
- infrastructure for services, including infrastructure for the supply of electricity, gas, water, the internet and telephone;
- items built in, or fixed to, or on, the buildings such as built-in wardrobes, kitchen cupboards, floating floor boards and permanently connected appliances;
- blinds or awnings on the outside of the buildings;
- landscaping, paved terraces, paved pathways and paved driveways (excluding gravel driveways), retaining walls, fences and gates entirely or partly at the **insured address**;
- jetties, wharfs, pontoons and moorings used for domestic purposes only, where:
  - they are located within the boundaries of the **insured address**; or
  - part of their structure begins or terminates on the **insured address**; or
  - **you** are legally responsible for them and they are within 200m of the **insured address**; and
- anything permanently built, permanently constructed or permanently installed on **your** property for domestic purposes, including in ground swimming pools and spas (and their fixed accessories), tennis courts, decks, pergolas, clothes lines, play equipment, and fixed rainwater tanks, solar panels, or hot water systems.



## What are not buildings

The following items at the **insured address** are not included in the definition of **buildings**:

- property that a tenant is liable for under the terms of a rental agreement;
- plants, shrubs, or trees except as provided for under the additional benefit 'Plants, trees & shrubs' (see page 34);
- anything defined as **contents**;
- any new building in the course of construction (excluding alterations, extensions or renovations to an existing building where the value of the work is less than or equal to **\$100,000**);
- any temporary or mobile structures, including caravans, houseboats, watercraft or motorised vehicles or craft of any type;
- inflatable or portable swimming pools and spas and their accessories;
- loose or compacted soil, lawn, grass, artificial grass, gravel, pebbles, rocks or granular rubber;
- a hotel, motel, boarding or guest house; or
- any items which are not expressly set out in the list of 'What are buildings' above.

# CONTENTS COVER

## What are contents

Only the following items are included in the definition of **contents**:

- household goods, including fridges, washing machines, and dryers, that are not used for earning income;
- clothes, shoes, manchester and personal effects;
- carpets, rugs, curtains and internal blinds;
- furniture and furnishings that are not built in;
- artworks such as paintings, prints, pictures, tapestries, antiques, sculptures, ornaments and art objects;
- home theatre equipment such as televisions, projectors and screens;
- office and surgery equipment that **you** use for earning **your** income while it is at **your insured address**. **You** would normally receive a taxation deduction for these;
- portable domestic appliances that are not built in;
- handyman tools and gardening equipment;
- musical instruments, other than those used for earning an income unless the 'Home business extension' optional cover has been added to the policy (see page 46);
- pedal cycles, including whilst in use and when being used for racing and pacemaking;
- sporting equipment whilst it is not being used;
- swimming pools, saunas and spas that are not permanently installed;
- unattached accessories for any swimming pools, saunas or spas;
- jewellery and watches. These items are subject to the limits shown below in the 'Contents with flexible limits' section (see page 29);
- items that contain or are thinly covered with gold or silver that are not jewellery or watches;
- collections, sets and memorabilia, such as medals, stamps, and currency. These items are subject to the limits shown below in the 'Contents with flexible limits' section (see page 29);
- equipment for taking photographs or videos (including accessories and unprocessed film), developing and enlarging photographs, other than those used for earning an income unless the 'Home business extension' optional cover has been added to the policy (see page 46);
- records, CDs, DVDs, cartridges and discs, including computer software and computer games;
- data stored on any computer, computer disk or computer tape (including the cost of restoring the data);
- money, bullion and negotiable instruments, such as cash, smart cards, and vouchers. These items are subject to the limits shown below in the 'Contents with fixed limits' section (see page 28);
- tools of trade and equipment used for a business activity while they are at **your insured address**. **You** would normally receive a taxation deduction for these. This does not include office/surgery equipment. These items are subject to the limits shown below in the 'Contents with fixed limits' section (see page 28);
- unattached accessories and spare parts for the following: motor vehicles, motorcycles, caravans, trailers, watercraft, golf buggies, ride-on mowers, mobility scooters, wheelchairs, surfboards, sailboards, surf skis and ocean skis, kayaks and canoes, kite surfing equipment and stand up

paddleboards. These items are subject to the limits shown below in the 'Contents with fixed limits' section (see page 28):

- landlords' fixtures and fittings that **you** are liable for under the terms of a rental agreement. **We** will not cover these fixtures and fittings if the body corporate has insured them;
- fixtures and fittings that **you** have installed for **your** own use if **you** are a tenant, or **your** fixtures and fittings if **you** are the owner of a strata title unit. **We** will not cover these fixtures and fittings if the body corporate has insured them;
- motorised golf buggies, ride-on mowers, mobility scooters, wheelchairs and motorcycles (including quad bikes, mini bikes and trail bikes) up to 250cc capacity and which do not require registration, remote controlled model or toy motor vehicles;
- surfboards, sailboards, surf skis and ocean skis, kayaks and canoes, kite surfing equipment, stand up paddleboards;
- watercraft no more than four metres long and which do not require registration under state or territory legislation; and
- remote controlled model or toy aircraft with a wingspan up to 1.5 metres, including drones that weigh less than 50kg and are not used for commercial purposes.

## What are not contents

The following items are not included in the definition of **contents**:

- unset precious and semi-precious stones;
- plants and trees growing outdoors. This does not include plants and trees growing in pots or tubs;
- animals, including birds and fish;
- equipment for taking photographs or videos, including accessories and unprocessed film, while they are being used to earn an income, unless the 'Home business extension' optional cover has been added to the policy (see page 46), in which case they are included within the definition of 'What are contents';
- musical instruments used for earning an income, unless the 'Home business extension' optional cover has been added to the policy (see page 46), in which case they are included within the definition of 'What are contents';
- sporting equipment (other than pedal cycles) while it is being used;
- motorcycles requiring registration;
- motor vehicles, motorcycles exceeding 250cc capacity, motorised go-karts, caravans, trailers or aircraft other than model or toy aircraft;
- motorcycles while they are used for competitive racing or pace-making;
- watercraft more than four meters long;
- watercraft less than four meters long that require registration under state or territory legislation;
- personal watercraft (for example, jet skis);
- unfixed building materials, such as bricks, tiles or timber;
- electrical or electronic items that are no longer able to be used for the purpose they were intended;
- anything defined as **buildings**;
- any item which is legally part of a unit building according to the relevant state law; or
- any items which are not expressly set out in the list of 'What are contents' above.

## The most we will pay for contents claims

### Contents with fixed limits

**Contents** items shown in the following table have fixed limits which determine the most **we** will pay for those items.

These limits cannot be increased.

Contents item	Fixed limit
Tools of trade and equipment used for a business activity	<b>\$10,000</b> or <b>\$50,000</b> with the 'Home business extension' optional cover (see page 46)
Money, bullion and negotiable instruments (such as cash, smart cards, vouchers etc.)	<b>\$2,000</b> or <b>\$5,000</b> at the <b>insured address</b> with the 'Home business extension' optional cover (see page 46)
Unattached accessories and spare parts for: <ul style="list-style-type: none"> <li>▪ motor vehicles and motorcycles</li> <li>▪ caravans and trailers</li> <li>▪ watercraft</li> <li>▪ golf buggies</li> <li>▪ ride-on mowers</li> <li>▪ mobility scooters</li> <li>▪ wheelchairs</li> <li>▪ surfboards</li> <li>▪ sailboards</li> <li>▪ surf skis and ocean skis</li> <li>▪ kayaks and canoes</li> <li>▪ kite surfing equipment</li> <li>▪ stand up paddleboards</li> </ul>	<b>\$2,000</b> per item <b>\$4,000</b> in total

## Contents with flexible limits

**Contents** items shown in the following table have flexible limits which determine the most **we** will pay for those items unless **you** have asked **us** to increase the limit, and **we** have agreed. Please refer to the optional cover 'Specified valuable items' on page 44 for more details on this.

When **you** ask **us** to increase the limit for any of these items:

- **we** may ask for an additional **premium**;
- they will be shown on **your policy schedule** as 'Specified valuable items'; and
- **your policy schedule** will show the specified value each item is insured for – this value is the most **we** will pay for that item.

If **you** do not ask **us** to increase the limit for any of these items then the limits in the table below will apply.

Contents item	Flexible limit
Jewellery and watches	<b>\$10,000</b> per item, pair, set <b>\$50,000</b> in total
Collections, sets and memorabilia (such as medals, stamps, and currency)	<b>\$10,000</b> per collection <b>\$50,000</b> in total

# WHAT YOU ARE COVERED FOR

## What you are covered for – buildings and/or contents

Subject to the terms, conditions, limits and exclusions of the policy, **your buildings** and/or **contents** as set out on **your policy schedule** will be covered if they are accidentally destroyed, accidentally lost or accidentally damaged during the **period of insurance**.

However, in certain circumstances the cover will only apply when specific conditions are met:

- **Landslide or subsidence**

The cover for landslide or subsidence only applies if the loss or damage occurs within **72 hours** of, and as a direct result of, one of the following:

- **storm** including rainwater, hail, snow or wind;
- **flood**;
- earthquake or tsunami;
- explosion; or
- escape of liquid from a fixed pipe or something attached to a pipe, fixed gutter, fixed tank apparatus or drain.

- **Unoccupied buildings**

**You** are not covered for destruction, loss or damage if the **buildings** at the **insured address** have remained unoccupied for a continuous period of **100 days** or more, unless the destruction, loss or damage is a direct result of:

- earthquake or tsunami;
- lightning or thunderbolt;
- riot and civil commotion; or
- impact by a vehicle, aircraft, watercraft, space debris, rocket, satellite or a tree branch, however **we** will not cover any subsequent resultant damage (for example, water entering the **buildings** following earthquake damage).

If the **buildings** at the **insured address** are going to be unoccupied for more than **100 days** then **you** can ask **us** to provide cover and if **we** agree to do so **we** will advise **you** in writing.

The cover that is provided under this policy should also be considered in conjunction with the 'What you are not covered for – buildings and/or contents' section (page 31) and the 'General exclusions' section (beginning on page 60).

If **you** select cover:

- only for **your buildings**, the cover provided under this policy for destruction, loss or damage does not apply to any **contents**; or
- only for **your contents**, the cover provided under this policy for destruction, loss or damage does not apply to any **buildings**.

**Your policy schedule** will show if **you** have **buildings** and/or **contents** cover.

## What you are not covered for – buildings and/or contents

In addition to the 'General exclusions' section (beginning on page 60) **we** will not provide cover for **your buildings or contents** when they are destroyed, lost or damaged by any of the following events:

- landslide or subsidence, except as described in the 'What you are covered for' section above;
- erosion;
- settling, shrinkage or any movement of the earth;
- water entering the building through any opening made for the purposes of building repairs or renovation;
- rust, corrosion, gradual deterioration, depreciation, wear or tear;
- insects, vermin or rodents, however we will cover any resulting damage from a fire or escape of liquid that is caused by them.;
- roots from trees, plants, shrubs or grass. However, this exclusion only applies to damage caused directly by the roots. For example, if tree roots damage and block a pipe, **we** will pay for the resultant damage to the **buildings** caused by the water overflowing into the **buildings**. **We** will not pay for the damage to the pipe;
- any process of cleaning involving the use of chemicals other than domestic household chemicals;
- a defect in an item, faulty workmanship, structural defects or faulty design that **you** knew about (or should reasonably have known about) and did not fix before the loss or damage occurred (e.g. if there are signs that a defect previously caused damage, **we** will not pay a later claim for further damage from this defect);
- **malicious damage** or vandalism by **your** tenant;
- theft by **your** tenant;
- deliberate or intentional acts by **your** tenant;
- mechanical or electrical breakdown (other than an electric motor burning out as covered under the additional cover 'Mechanical or electrical breakdown' on page 38). However, this exclusion does not apply to the resultant loss or damage to **your buildings**.

# ADDITIONAL BENEFITS

If **we** accept **your** claim for **your buildings** or **contents** being accidentally destroyed, accidentally lost or accidentally damaged during the **period of insurance**, **we** will also provide the following additional benefits. These additional benefits will be paid in addition to the **buildings** or general **contents** sum insureds shown on **your policy schedule**, up to the limits shown below for each of the additional benefits.

There are some things which are excluded under these additional benefits and these are shown below. In addition, the information in the 'General exclusions' beginning on page 60 should also be referred to when determining whether any additional benefit will be paid.

## Sum insured safety net

If **you** have cover for **your buildings** and:

- they are accidentally destroyed or accidentally damaged; and
- **we** determine that the cost of repairing or replacing **your buildings** exceeds the **buildings** sum insured shown on **your policy schedule**,

then **we** will pay up to **30%** more than the **buildings** sum insured to either:

- repair or replace **your buildings**; or
- pay **you** the amount it would have cost **us** to repair or replace **your buildings**.

This additional benefit does not change the **buildings** sum insured that is used in determining any other additional benefit or additional cover – they will be calculated based on the **buildings** sum insured shown on **your policy schedule**.

**You** must ensure that if **you** make any changes to **your buildings** such as renovations to increase their size or quality, then the **buildings** sum insured on **your** policy is updated to reflect these changes.

## Removal of debris

If **you** have cover for **your buildings** and they are accidentally destroyed or accidentally damaged then **we** will pay the reasonable costs to:

- make the **insured address** safe (such as temporary fencing to restrict access); and
- demolish, remove and dispose of any building debris that was caused by it being accidentally destroyed or accidentally damaged.

If **you** have cover for **your contents** and they are accidentally destroyed, accidentally lost or accidentally damaged, **we** will pay the reasonable costs to:

- remove and dispose of any damaged **contents** items.



## Rebuilding fees

If **you** have cover for **your buildings** and they are accidentally destroyed or accidentally damaged then **we** will pay the reasonable costs of:

- fees charged by architects, surveyors and/or engineers; and
- legal fees or fees charged by statutory authorities that arise in respect of the reinstatement of **your buildings**.

## Meeting building regulations

If **you** have cover for **your buildings** and they are accidentally destroyed or accidentally damaged then **we** will pay the reasonable costs to meet current building regulations and laws that are required when they are being rebuilt or repaired.

The most **we** will pay is **20%** of the **buildings** sum insured shown on **your policy schedule**.

**We** will not pay any costs associated with:

- building regulations that were already in place when the **buildings** were originally built, or subsequently altered or renovated.

## Temporary accommodation for home owners

If **you** have cover for **your buildings** and:

- they are accidentally destroyed or accidentally damaged; and
- **you** are unable to live in the **buildings** as a result of the destruction or damage,

then **we** will pay reasonable costs for:

- temporary accommodation for **you, your family** and any domestic pets that normally resided at the **insured address**;
- any additional living expenses that **we** agree are necessary and appropriate (such as mail redirection costs, utility connection costs); and
- any necessary costs to remove and store **your contents** and then return them to **your buildings**,

for the period it takes to repair or rebuild **your buildings** so they can be lived in again.

The most **we** will pay under this additional benefit for any one claim is **20%** of **your buildings** sum insured as shown on **your policy schedule**.

**We** will not pay temporary accommodation costs if:

- **you** were not permanently living in the **buildings** at the time they were accidentally destroyed or accidentally damaged;
- **you** do not intend to repair or rebuild **your buildings**; or
- there are unreasonable delays in repairing or rebuilding **your buildings** that **you** contributed to.

## Temporary accommodation for tenants or strata title owners

If **you** have cover for **your contents** and:

- the **buildings** at the **insured address** are accidentally destroyed or accidentally damaged; and
- **you** are unable to live in the **buildings** as a result of the damage,

then **we** will pay reasonable costs for:

- temporary accommodation (if **you** own and live in a unit) or extra rent costs (if **you** are a tenant) for **you, your family** and any domestic pets that normally resided at the **insured address**; and
- any additional living expenses that **we** agree are necessary and appropriate (such as mail redirection costs, utility connection costs); and
- any necessary costs to remove and store **your contents** and then return them to the **buildings**,

for the period it takes to repair or rebuild the **buildings** at the **insured address** so they can be lived in again.

The most **we** will pay under this additional benefit for any one claim is **20%** of **your general contents** sum insured as shown on **your policy schedule**.

The amount **we** pay under this additional benefit may be reduced by any amounts that can be recovered for temporary accommodation costs under another insurance policy including any insurance policy taken out by a body corporate or similar entity.

**We** will not pay temporary accommodation costs if:

- **you** were not permanently living in the **buildings** at the **insured address** at the time they were accidentally destroyed or accidentally damaged;
- the **buildings** at the **insured address** are not intended to be repaired or rebuilt; or
- there are unreasonable delays in repairing or rebuilding the **buildings** at the **insured address** that **you** contributed to.

## Plants, trees & shrubs

If **you** have cover for **your buildings** and they have been accidentally destroyed or accidentally damaged then **we** will pay the cost of replacing any plants, trees or shrubs that were damaged at the same time.

**We** will not pay any costs related to:

- lawns or grass;
- pot plants; or
- any plants that were being grown for commercial use.

The most **we** will pay under this additional benefit for any destruction or damage as a result of **storm** or **flood** is **\$5,000** per claim.

## Prevention of further loss or damage

If **your buildings** or **contents** are lost or damaged and **we** have agreed that the loss or damage will be covered under this policy then **we** will pay the reasonable and necessary costs to protect **your buildings** or **contents** from further loss or damage.

## Locating the source of escaped liquid

If **you** have cover for **your buildings** and/or **contents** and **we** accept a claim for damage caused by liquid escaping, leaking, overflowing or bursting from any of the following:

- house gutters, drainpipes or pipes;
- sanitary fixtures (such as toilets, sinks or baths);
- appliances (such as washing machines, refrigerators or dishwashers);
- waterbeds;
- swimming pools or spas;
- fixed heating systems;
- fixed water tanks; or
- aquariums,

then **we** will also pay for the reasonable costs associated with locating the cause of the damage, and any damage to **your buildings** and/or **contents** caused while looking for the cause.

**We** will not pay for any costs associated with repairing or replacing the item from which the liquid escaped.

## Mortgagee discharge costs

If **you** have cover for **your buildings** and **you** have a claim where **we** pay the full amount of the **buildings** sum insured shown on **your policy schedule** then **we** will pay the reasonable administration costs for **you** to discharge any mortgage over the **buildings**.

## Replacement of important documents

If **you** have **buildings** cover and **your** Certificate of Title is destroyed or damaged then **we** will pay to replace it.

If **you** have **contents** cover and **your** important documents (such as passports, wills, birth or marriage certificates) are destroyed or damaged then **we** will pay to reinstate, reproduce or restore them.

## Storage of undamaged contents

If **you** have cover for **your contents** and **you** are unable to live at the **buildings** at the **insured address** because they have been accidentally destroyed or accidentally damaged then **we** will pay the reasonable costs to remove and store **your** undamaged **contents** until they can be kept at the **insured address**.

The most **we** will pay is **20%** of the general **contents** sum insured shown on **your policy schedule**.

**We** will not pay storage costs if the undamaged **contents** are being stored at the same place as the temporary accommodation **you** will be living at until the **buildings** at the **insured address** are able to be lived in again.

The **contents** items will continue to be insured while in storage subject to the conditions and limitations outlined in the 'Where we cover' section beginning on page 23.

## Building materials

If **you** have cover for **your buildings** and the following items are accidentally destroyed, accidentally lost or accidentally damaged then **we** will pay the cost of replacing them:

- any unfixed building materials such as bricks, tiles or timber; and/or
- any gas or electrical appliances that were due to be fitted to **your buildings**, such as a dishwasher or oven, provided they were in a locked and fully enclosed building.

The most **we** will pay is **\$2,000** per **period of insurance**.

**We** will not pay any costs related to sand, gravel, bark, soil or similar materials.

## Environmental improvements

If **you** have **buildings** cover and **your buildings** are totally destroyed then **we** will pay up to **\$5,000** of **your** net costs in purchasing and installing environmental improvements such as rainwater tanks, solar power systems or grey water recycling systems.

Net costs are the costs after any rebates **you** were eligible for at the date of the loss under any government or council schemes.

If **you** have **contents** cover and **we** have agreed to replace any refrigerators, washing machines, clothes dryers or dishwashers that have been lost or damaged then **we** will replace them with items that have at least a 3-star energy rating regardless of whether the original item had such a rating.

## Claim preparation fees

**We** will pay professional fees which **you** incur, with **our** consent, in the preparation of **your** claim.

The most **we** will pay in a **period of insurance** is **\$5,000**.

## Excess waiver for total loss

If **you** have cover for **your buildings** and/or **contents** and **you** have a claim where **we** pay the full amount of the **buildings** sum insured and/or the general **contents** sum insured shown on **your policy schedule** then **you** are not required to pay an **excess** on that claim.

## Counselling

If **you** or a member of **your family** normally living at the **insured address** requires counselling as a direct result of a fire or theft at the **insured address** then **we** will pay reasonable costs up to **\$2,000** for the costs associated with the counselling.

However, **we** will not provide any cover that would contravene any legislation, including but not limited to, the *Health Insurance Act 1973* (Cth) or the *Private Health Insurance Act 2007* (Cth).

## Fatal injury benefit

If **you** or a member of **your family** normally living at the **insured address** dies as a direct result of a physical injury caused by an accident at the **insured address** then **we** will pay **\$15,000** to the estate of the deceased person (up to a maximum of **\$15,000** in any one **period of insurance**).

## Modifications to the home

If **you** or a member of **your family** normally living at the **insured address** is permanently disabled as a direct result of an accident at the **insured address** then **we** will pay up to **\$25,000** for modifications required to allow **you** or **your family** member to continue to live there, or in relocating **you** to a suitable home if **you** are a tenant.

## Paraplegia, quadriplegia or permanent total disablement benefit

If **you** or a member of **your family** normally living at the **insured address** suffers:

- permanent paraplegia;
- permanent quadriplegia; or
- permanent total disablement,

as a direct result of a physical injury caused by an accident at the **insured address** then **we** will pay **\$15,000** to the person who suffered the permanent paraplegia, permanent quadriplegia or permanent total disablement (up to a maximum of **\$15,000** in any one **period of insurance**).

# ADDITIONAL COVERS

This policy also provides the following additional covers. These additional covers can be claimed for without there being any loss or damage to **your buildings** or **contents** as defined in the previous sections.

This section shows what is covered under each of these additional covers, and what limitations or exclusions there are. In addition, the information in the 'General exclusions' section beginning on page 60 should also be referred to when determining whether any additional cover will be paid.

## Mechanical or electrical breakdown

If **you** have cover for **your buildings**, **we** will pay for loss or damage caused by **mechanical or electrical breakdown** to built in:

- air conditioners and coolers, fans;
- dishwashers, spas and pool filter motors; and
- vacuum cleaners, security gates or garage doors.

**We** will also pay the cost to repair or replace an electrical machine or appliance that forms part of **your buildings** if it has a **mechanical or electrical breakdown**.

If **you** have cover for **your contents**, **we** will pay for loss or damage caused by **mechanical or electrical breakdown** to:

- refrigerators, freezers, washing machines, clothes dryers;
- portable air conditioners and coolers, portable fans;
- portable vacuum cleaners;
- spa and pool filter motors, if the spa or pool motor is not built-in;
- portable dishwashers; and
- water pumps used for domestic purposes.

**We** will also pay the cost to repair or replace an electrical machine or appliance that forms part of **your contents** if it has a **mechanical or electrical breakdown**.

Unless the **mechanical or electrical breakdown** is caused by fusion of an electric motor, **we** will not pay for the **mechanical or electrical breakdown** of:

- radios, DVD and CD players, audio and amplifying equipment, televisions, and video players;
- sound or video recorders or cameras, microwave ovens;
- equipment or motors under manufacturer's guarantee or warranty; or
- any item which is more than **20 years** old.

The relevant **buildings excess** or **contents excess** will apply to any claims under this additional cover.

## Pet cover

If **you** pet dog or cat is injured or killed as a result of an accident that occurs during the **period of insurance** then **we** will pay reasonable and necessary veterinary expenses of up to **\$2,000**.

**We** will not pay for veterinary expenses associated with:

- any illness or disease; or
- any cats or dogs that are used for commercial activities.

No **excess** applies when **you** claim under this additional cover only.

## Keys and locks

If a key to an external door lock or external window lock is lost or stolen anywhere in Australia or New Zealand during the **period of insurance** then **we** will pay the reasonable and necessary costs to replace the external lock, key or cylinder with a similar item.

No **excess** applies when **you** claim under this additional cover only.

## Food and medication spoilage

If **you** have **contents** cover then **we** will pay the reasonable costs to replace any refrigerated/frozen food or refrigerated prescription medicines that are spoiled as a result of:

- accidental destruction, loss or damage to the refrigerator or freezer;
- **your** freezer or refrigerator breaking down; or
- a failure of the electricity supply,

during the **period of insurance**.

No **excess** applies when **you** claim under this additional cover only.

## Selling your home

If **you** have **buildings** cover and **you** have entered into a contract to sell **your buildings** then the cover under this policy will extend to the purchaser of the property from when they are liable for damages to the **buildings** until the earlier of the following:

- the contract is settled or terminated; or
- the purchaser insures the **buildings** themselves.

## Fire brigade attendance fees

**We** will pay reasonable costs up to **\$2,000** for a fire brigade or similar authorised organisation to attend and protect **your buildings** or **contents** against an actual fire or other emergency.

No **excess** applies when **you** claim under this additional cover only.

## Security attendance fees

If **you** have **contents** cover then **we** will pay reasonable costs up to **\$2,500** for a security firm to attend the **insured address** in response to **your** monitored burglar alarm system being activated due to a burglary or attempted burglary.

**We** will not pay these costs if there is a false alarm or if there is no evidence of a burglary or attempted burglary.

No **excess** applies when **you** claim under this additional cover only.

## Denial of access

If **you** cannot live at the **insured address** because a government authority denies **you** access then **we** will pay any increase in **your** living expenses that is necessary and reasonable to maintain **your** normal standard of living for up to **90** days.

The denial must be as a direct result of destruction, loss or damage to neighbouring premises that would be covered under this policy if it had occurred at **your insured address**.

## Permanently moving your contents to a new address

If **you** have **contents** cover and **you** are moving them to a new permanent residence or a commercial storage facility in Australia then they are covered while they are being moved for loss or damage due to:

- fire;
- **flood**; or
- collision or theft of the vehicle that is transporting them.

The most **we** will pay under this additional cover is the general **contents** sum insured shown on **your policy schedule**.

## Contents at your new address

If **you** have **contents** cover and **you** are moving into a new permanent residence then **your contents** will be covered at both the **insured address** on **your policy schedule** and the new address for a period:

- from the day **you** start moving **your contents** to the new address;
- for up to **180 days**.

The cover provided under this additional cover is on the same terms as those provided at the original **insured address**.

As soon as possible and prior to the end of the **180 day** period **you** must advise **us** of the details of **your** new address so **your contents** items can continue to be covered there.



## Identity theft

If **you** have **contents** cover and **your** identity is stolen by someone knowingly using **your** personal details without lawful authority, for fraudulent use and/or financial gain then **we** will pay up to **\$5,000** in any **period of insurance** for **your** costs and expenses incurred to restore **your** identity from its unauthorised use.

The costs and expenses **we** will pay for under this additional cover are limited to:

- legal expenses for **your** defence against a business or its collection agency from which goods or services have been purchased fraudulently;
- legal expenses for removal of any wrongfully recorded civil or criminal prosecutions or to challenge consequent incorrect information available on **your** consumer credit report;
- loss of wages, up to a maximum of **\$2,000** per week, that would have been earned but were not, solely because it was necessary for **you** to rectify records in relation to **your** true name or identity;
- loan application fees incurred by **you** as a result of re-applying for loans because **you** have been allotted incorrect credit information due to the identity fraud;
- costs for notarising affidavits, telephone calls and certified mail expenses to law enforcement and/or financial institutions; and/or
- other reasonable legal fees and court costs, but only if incurred with **our** approval.

**We** will not pay any claim where the identity theft is caused by:

- **you** or **your** collusion;
- **your family** or their collusion;
- **your** ex-partner; or
- someone who normally lives with **you**.

**We** will not pay any claim where the identity theft arises out of:

- **you** or **your family** committing an illegal or dishonest act;
- **you** breaching any security requirements or conditions imposed by any financial institution, such as in relation to **your** password or personal identification number or personal access number; or
- business interruption in relation to any business.

Claims are only payable under this additional cover if **you** are an Australian resident, the identity fraud occurs in Australia, and all losses and expenses are incurred within Australia.

**We** will not:

- repay any loans or other amounts fraudulently procured in **your** name;
- pay any fines or any infringement or penalties imposed; or
- pay any costs that are or could be reimbursed from another party, for example, a financial institution.

No **excess** applies when **you** claim under this additional cover only.

## Theft of financial cards

If **you** have **contents** cover and **your** credit card, debit card or stored value card are stolen and used fraudulently during the **period of insurance** then **we** will cover **your** loss up to **\$5,000**.

To be eligible to claim under this additional cover **you** must comply with the terms and conditions of the card's use.

The card cannot be stolen by **you** or anyone who lives at the **insured address**.

The amount **we** pay under this additional cover will be reduced by any amount covered by the card's issuer.

No **excess** applies when **you** claim under this additional cover only.

## Contents of invited guests

If **you** have **contents** cover then **we** will also cover the **contents** items owned by invited guests if they are accidentally destroyed, accidentally lost or accidentally damaged during the **period of insurance** at the **insured address**.

**Contents** items are covered as per the definition in the 'What are contents' section in this policy (see page 26).

The most **we** will pay for money, bullion or negotiable instruments is **\$2,000**.

The most **we** will pay is **\$5,000** for any one claim.

**We** will not pay if these **contents** items are insured under another insurance policy arranged by someone other than **you**.

The **contents excess** shown on **your policy schedule** will apply to any claims under this additional cover.

## Tax audit

**We** will pay for the fees **you** must pay to an accountant when **your** personal affairs are audited by the Australian Tax Office.

**You** must advise **us** of any such audit prior to the fees being incurred.

**We** will not pay claims for:

- any audit that relates to a criminal prosecution;
- fees where the final assessment of **your** taxable income for the period being audited is 20%, or more, higher than **your** original declaration;
- fees for work performed outside the time limits allowed by the Australian Taxation Office; or
- any fines, penalties or adjustments of taxation.

The most **we** will pay under this additional cover is **\$5,000** during any **period of insurance**.

No **excess** applies when **you** claim under this additional cover only.

## OPTIONAL COVERS

**You** can ask **us** to add one or more of the following optional covers to **your** policy. If **you** do and **we** agree to add the optional cover then **we** will require an additional **premium** and the details of the optional cover added will be shown on **your policy schedule**. If these optional covers are not shown on **your policy schedule** then they have not been added to **your** policy and the coverage described in this section does not apply.

This section shows what is covered under each of these optional covers if they have been added to **your** policy, and what limitations or exclusions there are. In addition, the information in the 'General exclusions' section beginning on page 60 should also be referred to when determining whether any additional cover will be paid.

## Specified valuable items

If **you** have **contents** cover and **you** have items that would be subject to the limits in the section 'Contents with flexible limits' (see page 29), **you** can choose to insure these items ('valuable items') for more than these limits.

The **contents** with flexible limits are as follows:

Contents item	Flexible limit
Jewellery and watches	<b>\$10,000</b> per item, pair, set <b>\$50,000</b> in total
Collections, sets and memorabilia (such as medals, stamps, and currency)	<b>\$10,000</b> per collection <b>\$50,000</b> in total

If **you** choose to specify any valuable item then it will be covered if it is accidentally destroyed, accidentally lost or accidentally damaged. It will be shown on **your policy schedule** alongside the specified value **you** have chosen, and this is the most **we** will pay for that item.

The locations that each specified valuable item will be covered will be as defined in the 'Where we cover' section of this policy (see page 23).

In the event of a total loss of any item or article which is part of a pair, set or collection, **we** agree to pay **you** – at **your** option, exercisable after the loss – the full amount of the value of such pair, set or collection, and **you** agree to surrender the remaining article or articles of the pair, set or collection to **us**.

No **excess** applies when **you** claim under this optional cover only.

## Domestic workers compensation

### Available in Western Australia, ACT and Tasmania only

If **we** have provided the option for **you** to select cover for 'Domestic workers compensation' and **you** are eligible to select this option, **your policy schedule** will show whether **you** have added this optional cover or not. **You** will be charged an additional **premium** to include this optional cover.

If **you** employ a domestic worker, on a casual basis or otherwise, **you** may be required by law to provide that person with workers compensation insurance.

If **you** fail to do so, and **your** employee is injured in the course of their employment by **you**, **you** may be liable to compensate them.

If **your policy schedule** shows that **you** have included cover for 'Domestic workers compensation', this policy includes statutory domestic workers compensation cover according to the legislation in **your** state or territory, up to the amount required by **your** state or territory's legislation.

On request, **we** will provide **you** a copy of the statutory policy.

If **your policy schedule** shows that **you** have not included cover for 'Domestic workers compensation' then there is no cover provided for 'Domestic workers compensation' under this policy.

## Home business extension

If **you** have **contents** cover and **you** have added the optional cover for the 'Home business extension', **you** will be covered for the extensions detailed in the remainder of this section.

Cover under this optional cover is subject to all other terms and conditions, limits and exclusions of the policy, unless otherwise stated within this section.

### Tools of trade and equipment

If **you** have added the optional cover for the 'Home business extension', the fixed limit for tools of trade and equipment used for a business activity (see page 28) is increased to **\$50,000**. The limit cannot be increased any further beyond this.

These items are not covered while they are temporarily away from the **insured address** (see the 'Contents away from your insured address' section on page 23).

### Photographic equipment/accessories

With the 'Home business extension' optional cover, the definition of **contents** is amended to include photographic equipment and accessories while they are being used to earn an income. Please see page 27 for more details.

### Stock on premises

Under the 'Home business extension' optional cover, the definition of 'What are contents' on page 26 is extended to include:

- stock on premises (at the **insured address**), including work in progress and property of other held on consignment.

Stock at the **insured address** is covered for loss or damage relating to fire and/or theft. The maximum amount **we** will pay for any one claim for loss or damage to stock is **\$25,000**.

### Money on premises

If **you** have added the optional cover for the 'Home business extension', the fixed limit for money, bullion and negotiable instruments (see page 28) is increased to **\$5,000** at the **insured address**. The limit cannot be increased any further beyond this.

The existing fixed limit of **\$2,000** still applies for cover away from the **insured address**.

### Motor burnout – business equipment

Under the 'Home business extension' optional cover, electric motors that form part of equipment used in conjunction with **your** business, trade or profession will be covered under the 'Mechanical or electrical breakdown' additional cover (see page 38).

The most **we** will pay for a claim under that additional cover associated with a business use electric motor is **\$10,000**.

All other conditions and exclusions in the 'Mechanical or electrical breakdown' additional cover apply.

## Tax audit – business affairs

If **you** have added the optional cover for the 'Home business extension', **we** will pay for the fees **you** must pay to an accountant when **your** business affairs are audited by the Australian Tax Office.

All other conditions, limits and exclusions in the 'Tax audit' additional cover on page 42 apply, including the maximum amount of **\$5,000** payable for this cover during any **period of insurance**.

## Rewriting of records

Under the 'Home business extension' optional cover the definition of 'What are contents' on page 26 is extended to include:

- the business' records, including customer records and documents held or created by **you** as part of **your home business**.

**We** will pay the reasonable and necessary costs incurred in rewriting, restoring or recreating the business' records covered under the 'Home business extension' optional cover when they are accidentally lost, accidentally destroyed or accidentally damaged at the **insured address**.

The most **we** will pay for a claim under this additional cover is **\$25,000**.

## Legal liability – home business extension

If **you** have added the optional cover for 'Home business extension' **you** will also be covered for legal liability as detailed in the section 'Legal liability home business extension' beginning on page 54.

## Home business revenue protection

If **you** have added the 'Home business extension' optional cover and:

- the **buildings** and/or **contents** at the **insured address** are accidentally destroyed, accidentally lost or accidentally damaged; or
- **you** are unable to access **your home business** at the **insured address** as a direct result of accidental destruction, loss or damage to neighbouring premises that would be covered under this policy if it had occurred at **your insured address**,

and

- there is a **shortage in trended revenue** for **your home business** that occurs during the **indemnity period** of up to **6 months** as a direct result of the destruction, loss or damage,

then **we** will cover:

- the **shortage in trended revenue** during the **indemnity period**; and
- any additional expenses necessarily incurred during the **indemnity period** for the purpose of reducing or avoiding the **shortage in trended revenue** (but for not more than the **shortage in trended revenue** thereby reduced or avoided).

The most **we** will pay for any one claim under the 'Home business revenue protection' benefit is the limit specified on **your policy schedule**.

**We** will also provide cover if there is a loss of accounts receivable **you** cannot recover from **your** debtors resulting from covered loss or damage to business records and/or **electronic data** up to **\$5,000**.

Below is an example of a claim scenario under the 'Home business revenue protection' benefit which is included here to show how a claim payment might typically be calculated. This example is a guide only and does not cover all of the potential scenarios or all benefits that may be paid under this policy. It does not form part of the terms and conditions of this policy.

Claims example – Home business revenue protection	
<p><b>You</b> operate a social media consultancy business from <b>your</b> home and have purchased the 'Home business extension' under this policy.</p> <p>During the <b>period of insurance</b> there is a fire at the <b>insured address</b> which destroys <b>your</b> home office and forces <b>you</b> to find a new location to operate <b>your home business</b>. <b>Your</b> home is uninhabitable for 8 months while the repairs are undertaken and alternative premises are required to run <b>your home business</b>.</p> <p><b>Your</b> actual <b>trended revenue</b> in the 12 months leading up to the date of damage was \$250,000. The claim payment would be calculated as follows:</p>	
<p>While the <b>home business</b> is interrupted for 8 months, the maximum <b>indemnity period</b> is 6 months.</p> <p>Actual <b>trended revenue</b> \$250,000 x <math>\frac{6 \text{ months}}{12 \text{ months}}</math></p>	\$125,000
<p><b>You</b> incur some increased costs as a result of the interruption to <b>your home business</b> and these costs are incurred to resume business services and avoid further <b>shortage in trended revenue</b>.</p>	\$30,000
<p>There are expense savings as a consequence of not operating <b>your</b> business for 1 month whilst <b>you</b> re-locate <b>your</b> premises.</p>	-\$2,000
<p>Less the actual revenue generated whilst operating from alternative premises during the <b>indemnity period</b>.</p>	-\$80,000
<p><b>Total claim payment</b></p>	\$73,000



# LEGAL LIABILITY

## What you are covered for – legal liability

The following are subject to the terms, conditions, limits and exclusions of the policy.

If **you** have **buildings** cover under this policy, **we** will cover **you** against any claim for compensation or expenses which **you** become legally liable to pay for:

- the death of, or **personal injury** to, any person; or
- the **damage to property**,

resulting from an **occurrence** during the **period of insurance** arising out of the ownership or occupancy of **your buildings** or the land, trees, shrubs and other plant life at **your insured address**.

If **you** have **contents** cover under this policy and **you** live in a rented building, **we** will cover **you** against any claim for compensation or expenses which **you** become legally liable to pay for:

- the death of, or **personal injury** to, any person; or
- the **damage to property**,

resulting from an **occurrence** during the **period of insurance** arising out of the ownership of **your contents** or occupancy of the building. This does not include any amount **you** have to pay because **you** are the owner of **your buildings**.

If **you** have **contents** cover under this policy and **you** own part of a building that is a strata titled residence, **we** will cover **you** against any claim for compensation or expenses which **you** become legally liable to pay for:

- the death of, or **personal injury** to, any person; or
- the **damage to property**,

resulting from an **occurrence** during the **period of insurance** arising out of the ownership of **your contents** or occupancy of the part of the building **you** own.

If **you** have **contents** cover under this policy, **we** will cover **you** against any claim for compensation or expenses which **you** become legally liable to pay for:

- the death of, or **personal injury** to, any person; or
- the **damage to property**

resulting from an **occurrence** during the **period of insurance** anywhere in the world. This does not include any amount **you** have to pay because **you** are the owner or occupier of **your buildings**.

No **excess** applies when **you** claim under this legal liability cover only.

## What you are not covered for – legal liability

In addition to the 'General exclusions' section (beginning on page 60) these exclusions apply to **your** liability cover and additional benefits below in the 'Additional benefits – legal liability' section beginning on page 52.

**We** will not cover any liability arising from:

- use of a motor vehicle, motorcycle, mini-bike, aircraft, drones or watercraft, however **we** will cover liability that:
  - arises from the ownership, custody or use of any:
    - (a) model or toy aircraft (not including drones of any size);
    - (b) surfboard, sailboard, surf ski, ocean ski, kayak, canoe, kite surfing equipment or stand up paddleboard; or
    - (c) watercraft no more than four metres long and that do not require registration under state or territory legislation, however, **we** will not cover any liability arising from personal watercraft (for example, jet skis);
  - **we** cover under the additional benefit 'Motor vehicle liability' (see page 52);
- use of a caravan or trailer when the caravan or trailer is attached to a motor vehicle or motorcycle;
- any agreement or contract **you** enter into, however **we** will cover **your** liability if **you** would have been liable without the agreement or contract;
- directly or indirectly out of or in connection with the actual or alleged use or presence of asbestos;
- gaining a personal profit or advantage that is illegal;
- a conflict of duty or interest;
- any act or omission that is dishonest, fraudulent, criminal, wilful or **malicious damage**;
- any loss that can be reimbursed by **your** sporting or social club or community organisation;
- any alleged or actual act or omission committed, or alleged to have been committed, prior to the commencement of the policy;
- any disease that is transmitted by **you**, or any member of **your family** who normally lives with **you**;

- any business, profession, trade or occupation carried on by **you**, except if **you** have added the 'Home business extension' optional cover to **your** policy (see page 46), in which case the cover for liability detailed in the section 'Legal liability home business extension' on page 54 is included.

However, this business, profession, trade or occupation exclusion does not include being a committee member of a sporting or social club or community organisation where **you** do not receive more than \$1,000 per year for holding this position.

This business, profession, trade or occupation exclusion also does not include letting the home for domestic purposes or babysitting on a casual basis. Babysitting is not considered to be on a casual basis if:

- the babysitting is not of a casual nature;
- any licence or other permission is required by any government body or public authority in order to legally conduct the babysitting;
- the income derived from the babysitting is the primary or only source of the household's income;
- there is a registered business associated with the babysitting.

**We** will not cover any:

- penalties, fines or awards of aggravated, exemplary or punitive damages made against **you**;
- **personal injury** to **you**, or any member of **your family** who normally lives with **you**, or any other person who normally lives with **you**;
- **personal injury** to any person **you** employ and that **personal injury** arises from their employment with **you**;
- **damage to property** that belongs to **you**, any member of **your family** who normally lives with **you**, or any other person who normally lives with **you**;
- **damage to property** that belongs to any person **you** employ and that **damage to property** arises from their employment with **you**; or
- alterations, repairs, renovations or additions to **your buildings** that cost more than \$100,000.

## The most we will cover – legal liability

The most **we** will cover for any liability claim is **\$30,000,000** for any one **occurrence**.

No **excess** applies when **you** claim under this legal liability cover only.

## Additional benefits – legal liability

The following are subject to the terms and conditions, limits and exclusions of the policy.

### Defence costs

In addition to the limit of **your** legal liability cover, if **we** agree **you** are entitled to liability cover under this policy in respect of an **occurrence**, **we** will also pay legal costs incurred with **our** consent to defend the claim.

### Expenses incurred in attending court

In addition to the limit of **your** legal liability cover, **we** will reimburse **you** for reasonable expenses incurred in attending court in relation to a liability claim covered by this policy at **our** request up to **\$250** per day but excluding the first day, and up to a total of **\$5,000** in any one **period of insurance** for proven income loss. **We** will only reimburse income loss for days on which **you** are not able to conduct any income-earning activity whatsoever.

If **you** are:

- self-employed or a working director, then 'income' means the gross daily income from such personal exertion after allowing for the costs and expenses incurred in deriving that income;
- an employee, then 'income' means the gross daily income from personal exertion, excluding overtime payments, bonuses, commissions or allowances.

In each case the amount of **your** income will be averaged over the 12 months immediately preceding **our** request or such shorter period during which **you** have been so engaged. **You** must provide any documentation, correspondence, records, or other information that **we** request in support of any claim for lost income.

### Motor vehicle liability

**We** will cover **you** against any claim for compensation or expenses which **you** become legally liable to pay resulting from an **occurrence** that occurs during **your period of insurance** for:

- the death of, or **personal injury** to, and person; or
- the **damage to property**,

arising from the ownership, custody, or use of any vehicle not required to be registered by law including:

- motorcycles (including quad bikes, mini bikes and trail bikes) up to 250cc capacity;
- mobility scooters;
- golf buggies;
- ride on mowers;
- any motorised wheelchair;
- any domestic trailer not attached to any vehicle.

**We** will also insure **you** against any claims for compensation or expenses **you** become legally liable to pay for:

- the death of, or **personal injury** to, any person caused by **you** solely as a result of **you** being a passenger in a registered vehicle if the **occurrence** causing the death or **personal injury** occurs during **your period of insurance**; or
- the death of, or **personal injury** to, any person arising from the ownership, custody or use of any registered vehicle if the **occurrence** causing the death or **personal injury** takes place at the **insured address** and occurs during **your period of insurance**.

The most **we** will pay for all claims arising out of any one **occurrence** under this additional benefit is **\$30,000,000**.

In addition to the limit of **your** liability cover, if **we** agree that **you** are entitled to liability cover under this additional benefit in respect of an **occurrence**, **we** will also pay legal costs incurred with **our** consent to defend the claim.

**We** will not cover **you**:

- if **you** are entitled to be wholly or partly insured by any compulsory statutory insurance or accident compensation scheme, or would have been, but for the failure to register the vehicle or to apply for cover under the insurance or scheme or to comply with a term of condition of the insurance or scheme; or
- if **you** are entitled to be wholly or partly protected by any other policy of insurance which specifically covers compulsory third party motor vehicle liability.

### **Committee members of sporting or social clubs or community organisations**

**We** will cover **you** against any claim for compensation or expenses which **you** become legally liable in Australia to pay following an alleged or actual act or omission in connection with **your** position as a committee member of a sporting or social club or community organisation.

**We** will not cover **you** if **you** receive more than \$1,000 per year for holding the committee member position.

The claim for compensation must be made against **you** within the **period of insurance** stated in **your policy schedule**.

The most **we** will pay under this additional benefit, including legal costs, is **\$10,000** during any one **period of insurance**.

## Legal liability home business extension

If **you** have added the optional cover for 'Home business extension' **you** will also be covered for liability as detailed in this section. **Your policy schedule** will show the 'Home business extension' limit of liability and this will be the most **we** will cover for any liability claim for any one **occurrence** under this extension, apart from a **products** liability claim where the cover is limited to the 'Home business extension' limit of liability for any one **occurrence** and in aggregate for any one **period of insurance**.

No **excess** applies when **you** claim under this legal liability cover only.

### What you are covered for – legal liability (home business extension)

If **you** have added the 'Home business extension' optional cover to **your** policy, **we** will cover **you** against any claim for compensation or expenses which **you** become legally liable to pay for:

- the death of, or **personal injury** to, any person;
- the **damage to property**; or
- loss or damage to another party resulting from **advertising liability**,

happening during the **period of insurance** anywhere in Australia as a result of an **occurrence** in connection with **your home business** or **products**.

### What you are not covered for – legal liability (home business extension)

In addition to the 'General exclusions' section (beginning on page 60) and the 'What you are not covered for – legal liability' section on page 50, the exclusions in this section apply to **your** liability cover under the 'Home business extension' for legal liability.

**We** will not cover any liability arising from:

Category	Exclusion
<b>Advertising liability</b>	<ul style="list-style-type: none"> <li>▪ any <b>advertising liability</b> relating to:               <ul style="list-style-type: none"> <li>– an act, error, or omission that occurs prior to the first <b>period of insurance</b> that the 'Home business extension' has been included in the policy;</li> <li>– statements made by <b>you</b> or at <b>your</b> direction in the knowledge that such statements are false;</li> <li>– the publication or communication of a slanderous or defamatory statement;</li> <li>– any incorrect description of <b>products</b> or services;</li> <li>– any mistake in advertised price of <b>products</b> or services;</li> <li>– failure of <b>products</b> or services to conform with advertised performance, quality or durability; or</li> <li>– the exports of <b>products</b> to the United States or Canada (or any country or territory subject to the laws of the United States of America or Canada).</li> </ul> </li> </ul>

Category	Exclusion
Contractual liability	<ul style="list-style-type: none"> <li>▪ liability assumed by <b>you</b> under any agreement, except to the extent such liability:               <ul style="list-style-type: none"> <li>– would have attached to <b>you</b> in the absence of such agreement;</li> <li>– is assumed by <b>you</b> under a warranty of fitness or quality, or is implied by law, in respect of <b>your products</b>; or</li> </ul> </li> <li>▪ liability in respect of which <b>you</b> are or would have been entitled to recover damages or seek contribution from another party but for <b>your</b> agreement to release or waive recovery rights against such party for the whole or part of such liability.</li> </ul>
<b>Electronic data</b>	<ul style="list-style-type: none"> <li>▪ liability arising out of or in connection with:               <ul style="list-style-type: none"> <li>– communication, display, distribution or publication of <b>electronic data</b> provided that this exclusion does not apply to resultant <b>personal injury</b> or advertising injury;</li> <li>– total or partial destruction, distortion, erasure, corruption, alteration, misinterpretation or misappropriation of <b>electronic data</b>;</li> <li>– any error in creating, amending, entering, deleting or using <b>electronic data</b>; or</li> <li>– total or partial inability or failure to receive, send, access or use <b>electronic data</b>.</li> </ul> </li> </ul>
Employers liability	<ul style="list-style-type: none"> <li>▪ liability imposed by workers' compensation legislation, industrial agreements or employment contracts for injuries to workers or employees.</li> </ul>
Exports to the USA or Canada	<ul style="list-style-type: none"> <li>▪ liability arising out of or in connection with <b>your products</b> knowingly being exported by <b>you</b> to the United States of America or Canada (or any country or territory subject to the laws of the United States of America or Canada).</li> </ul>
Faulty workmanship	<ul style="list-style-type: none"> <li>▪ liability in respect of the cost of performing, completing, correcting or improving any service or work done or promised to be done by or on behalf of <b>you</b>.</li> </ul>
Jurisdiction limits	<ul style="list-style-type: none"> <li>▪ any action brought or instituted against <b>you</b> or any judgment obtained against <b>you</b> in any country other than Australia (whether or not such judgement is enforced against <b>you</b> in Australia).</li> </ul>

Category	Exclusion
Loss of use ( <b>products</b> )	<ul style="list-style-type: none"> <li>▪ liability arising out of or in connection with loss of use of tangible property which has not been physically damaged or destroyed resulting from: <ul style="list-style-type: none"> <li>– a delay in or lack of performance by or on behalf of <b>you</b> of any contract or agreement; or</li> <li>– the failure of <b>your products</b> to meet the level of performance, quality, fitness or durability warranted or represented by <b>you</b>.</li> </ul> </li> </ul> <p>(This exclusion does not apply to the loss of use of other tangible property resulting from the sudden, unexpected and unintended physical damage to or destruction of <b>your products</b> after such <b>products</b> have been put to use by any person or organisation other than <b>you</b>.)</p>
Molestation	<ul style="list-style-type: none"> <li>▪ the molestation of, the interference with, the mental abuse or the physical abuse of any person happening during the <b>period of insurance</b> in connection with <b>your home business</b> or <b>products</b>.</li> </ul>
Product and known defects	<ul style="list-style-type: none"> <li>▪ liability in respect of property damage to <b>your products</b> if: <ul style="list-style-type: none"> <li>– the damage is attributable to any defect in them or to their harmful nature or if they are unfit for purpose; or</li> <li>– any defect or deficiency in <b>products</b> of which <b>you</b> have knowledge or reason to suspect at the time when <b>products</b> pass from <b>your</b> actual physical control.</li> </ul> </li> </ul>
Product recall	<ul style="list-style-type: none"> <li>▪ liability arising out of or in connection with any withdrawal, recall, inspection, repair, replacement, removal or disposal of any property containing or incorporating <b>your products</b> because of any known or suspected defect or deficiency in them; or</li> <li>▪ loss, cost or expense incurred by <b>you</b> in relation to any withdrawal, recall, inspection, repair, replacement, removal or disposal of <b>your products</b>.</li> </ul>
Professional duty	<ul style="list-style-type: none"> <li>▪ liability arising out of or in connection with the rendering of or failure to render professional advice or service by or on behalf of <b>you</b> or any related error or omission, provided that this exclusion does not apply to: <ul style="list-style-type: none"> <li>– the rendering of or failure to render professional medical advice by medical persons employed by <b>you</b> to provide first aid and other medical services to employees on <b>your</b> premises other than where <b>your</b> primary occupation involves the provision of health care; or</li> <li>– <b>personal injury</b> or <b>damage to property</b>, but only if such professional advice or service is not given for a fee.</li> </ul> </li> </ul>



Category	Exclusion
Property in <b>your</b> physical or legal control	<ul style="list-style-type: none"> <li>▪ liability in respect of <b>damage to property</b> in <b>your</b> care, custody or control other than damage to: <ul style="list-style-type: none"> <li>– employees' property;</li> <li>– vehicles (including any property in or on such vehicles) not belonging to or used by <b>you</b>; or</li> <li>– other property which is temporarily in the care, custody control or possession of <b>you</b>, except: <ul style="list-style-type: none"> <li>○ that part of any property upon which <b>you</b> are or have been working or applying any process or treatment where <b>damage to property</b> arises solely out of such work, process or treatment;</li> <li>○ any property in respect of which <b>you</b> are obligated to effect insurance cover for such property; or</li> <li>○ any property whilst being transported or carted</li> </ul> </li> </ul> </li> </ul> <p>provided that <b>our</b> total liability for any one <b>period of insurance</b> does not exceed the care, custody and control limit of <b>\$25,000</b>.</p>
Vehicles	<ul style="list-style-type: none"> <li>▪ liability arising out of or in connection with the ownership, possession, operation, use or legal control by <b>you</b> of any vehicle: <ul style="list-style-type: none"> <li>– which is required under any legislation to be registered; or</li> <li>– for which compulsory liability insurance or cover under an insurance or accident compensation scheme is required.</li> </ul> </li> </ul> <p>This exclusion does not apply to:</p> <ul style="list-style-type: none"> <li>▪ liability in respect of <b>personal injury</b>, for which indemnity is not available under such compulsory liability insurance or insurance or accident compensation scheme and the reason indemnity is not available does not involve a breach of any legislation relating to vehicles; or</li> <li>▪ liability in respect of <b>damage to property</b> caused by or arising from: <ul style="list-style-type: none"> <li>– the loading or unloading of goods to or from any stationary vehicle or the delivery or collection of goods to or from any stationary vehicle;</li> <li>– the operation or use of any vehicle which is designed primarily for lifting, lowering, loading and/or unloading, while being operated or used by or on behalf of <b>you</b> within the confines of the <b>insured address</b>; or</li> <li>– the use for its intended purpose of any tool or item of plant attached to or forming part of the vehicle but only whilst the vehicle is stationary.</li> </ul> </li> </ul>

# GENERAL TERMS AND CONDITIONS

The following general terms and conditions apply to **your** policy:

Term/condition	
Precautions	<b>You</b> must take all reasonable care to prevent or minimise loss, damage, injury, illness or liability, including <b>your</b> compliance with any law, by-law, ordinance or regulation that concerns the safety of persons or property.
Keeping proof of value of property insured	Please retain evidence of purchase of proof of the value of all property insured by this policy. Evidence includes receipts and professional valuations and manufacturers' instructions and warranties. <b>You</b> should keep any of these or other evidence so that <b>you</b> can prove ownership and the value of any loss if <b>you</b> have to claim.
Fraudulent claim	If <b>you</b> or any party covered by <b>your</b> policy makes a claim or arranges for some other party to make a claim that is in any way false, dishonest or fraudulent, then payment of the claim may be refused.
Alteration of risk	<p><b>You</b> must tell <b>us</b> as soon as possible when:</p> <ul style="list-style-type: none"> <li>▪ <b>you</b> start to operate or intend to operate a business activity at the <b>insured address</b>;</li> <li>▪ there are changes to any business activity <b>you</b> operate at the <b>insured address</b>, such as:               <ul style="list-style-type: none"> <li>– <b>you</b> change the type of business activity;</li> <li>– people start to come to the <b>insured address</b>;</li> <li>– <b>you</b> install business signage; and/or</li> <li>– <b>you</b> need to store chemicals for the business activity;</li> </ul> </li> <li>▪ any detail on <b>your policy schedule</b> is no longer accurate, such as the <b>insured address</b>;</li> <li>▪ <b>you</b> purchase a new home;</li> <li>▪ <b>you</b> intend to demolish <b>your</b> home, have lodged an application to do this, or a government authority has issued a demolition order;</li> <li>▪ <b>you</b> move out and let <b>your</b> home to tenants;</li> <li>▪ trespassers (squatters) occupy <b>your</b> home;</li> <li>▪ <b>you</b> commence building or renovations at the <b>insured address</b> if the value of the work exceeds <b>\$100,000</b>;</li> <li>▪ anything else happens that increases the chance that loss, damage or injury will occur, or liability will be incurred at the <b>insured address</b>.</li> </ul>

Term/condition	
Cancellation	<p><b>You</b> may cancel <b>your</b> policy at any time. <b>We</b> will refund to <b>you</b> a proportion of the <b>premium</b> for the unexpired <b>period of insurance</b> (less any non-refundable government charges, taxes and levies that <b>we</b> have paid and are not recoverable), provided that the cancellation does not fall during the period of time referred to in the 'Cooling-off period' section.</p> <p>Any agency fee that has been added to the <b>premium</b> will only be refunded if the policy is cancelled within the cooling-off period or where the cancellation is effective from the start of the <b>period of insurance</b>.</p> <p><b>We</b> may cancel this policy by notice in writing for any reason available to <b>us</b> at law. <b>We</b> will refund to <b>you</b> a proportion of the <b>premium</b> for the unexpired <b>period of insurance</b> (less any non-refundable government charges, taxes and levies that <b>we</b> have paid and are not recoverable).</p>
Other insurance and contribution	When <b>you</b> claim on <b>your</b> policy <b>you</b> must also supply <b>us</b> with written details of all other policies that may also pay or partially pay that claim.
Notifications	All notices and communications must be made or confirmed in writing by <b>you</b> or <b>your</b> intermediary. Other forms of communication will not be acted upon by <b>us</b> until confirmed in writing by <b>you</b> or <b>your</b> intermediary.
Jurisdiction	Any disputes arising from this policy will be determined by the Courts, and in accordance with the laws, of the State or Territory where this policy is issued.

# GENERAL EXCLUSIONS

**You** are not covered under any section of this policy for damage, loss, cost or legal liability that is caused by, arises from or involves any of the following:

- action of the sea, tidal wave or high tide;
- **storm surge**, except when the loss or damage occurs at the same time as **storm** damage;
- a bushfire, grassfire, **storm**, **flood** or tsunami in the first 72 hours of cover, unless this policy began on the same day:
  - **you** purchased the property at the **insured address**; or
  - that another policy covering **your buildings** or **contents** expired (but not when **you** cancelled the policy prior to its expiry date). Cover will only be provided up to the sums insured covered under the expired policy (any increase in sums insured will not be covered for these events for the first 72 hours specified);
- erosion, subsidence, settling, shrinkage or expansion of earth, vibration or earth movement, other than landslide or subsidence if the loss or damage occurs within 72 hours of, and as a direct result of, one of the following:
  - **storm** including rainwater, hail, snow or wind;
  - **flood**;
  - earthquake or tsunami;
  - explosion;
  - escape of liquid from a fixed pipe or something attached to a pipe, fixed gutter, fixed tank apparatus or drain;
- theft or attempted theft by **you**, **your** tenant or someone who lives at the **insured address** or is at the **insured address** with **your** consent or the consent of someone who lives at the **insured address**;
- malicious or intentional acts by **you**, **your** tenant or someone that lives at the **insured address** or is at the **insured address** with **your** consent or the consent of someone who lives at the **insured address**;
- any illegal activity **you** or **your family** are involved in;
- **malicious damage** or vandalism by **your** tenant;
- theft by **your** tenant;
- deliberate or intentional acts by **your** tenant;
- any order or any Government, Public or Local Authority involving the confiscation, nationalisation, requisition, damage or destruction of any property unless such destruction was undertaken to reduce the spread of fire;
- a defect, structural fault or design fault that **you** knew about (or should reasonably have known about) and did not fix before the loss or damage occurred (e.g. if there are signs that a defect previously caused damage, **we** will not pay a later claim for further damage from this defect);
- water entering **your buildings** at the **insured address** through an opening made for any renovations, extensions, alterations or repair work;
- cracking, collapse, or subsidence caused fully or partially by renovations, extensions or alterations to the **buildings** at the **insured address**;

- theft or damage by someone who enters or leaves through an unlockable or unsecured part of the **buildings** at the **insured address** while they are being renovated, extended or altered;
- electrical, mechanical or electronic breakdown other than the cover provided under the additional cover 'Mechanical or electrical breakdown' (see page 38) or the additional cover 'Food and medication spoilage' (see page 39);
- **electronic data**, except where the destruction, loss or damage to the **electronic data** is caused by:
  - fire, lightning, explosion or implosion;
  - earthquake, subterranean fire or volcanic eruption;
  - impact by aircraft and/or other aerial device and/or articles dropped from them;
  - sonic boom;
  - power surge;
  - theft which is a consequence of theft of any computer and/or computer hardware and/or firmware and/or microchip and/or integrated circuit and/or similar device containing such **electronic data**;
  - breakage of glass;
  - the acts of persons taking part in riots or civil commotions or of strikers or of locked out workers or of persons taking part in labour disturbances which do not assume the proportions of or amount to an uprising;
  - **storm** and/or **storm surge** and/or tempest and/or rainwater and/or wind and/or hail;
  - water and/or other liquids and/or substances discharged and/or overflowing and/or leaking from any apparatus and/or appliance and/or pipes;
- a computer virus or hacking;
- radioactivity or any radioactive substances;
- nuclear fission or nuclear fusion;
- war, hostilities whether war is declared or not, acts of foreign enemies, rebellion, revolution, civil war, invasion, insurrection of the use of military or usurped power;
- any **act of terrorism** that is directly or indirectly caused by, contributed to by, or in any way involves or is connected with biological, chemical, radioactive, or nuclear pollution or contamination or explosion;
- roots of trees, shrubs and plants, however **we** will cover any resultant damage to the **buildings** caused by the roots (but not the damage caused directly by the roots);
- wear, tear, gradual deterioration (including scratching and denting over time), fading;
- any process of cleaning involving the use of chemicals other than domestic household chemicals;
- rust, corrosion, oxidation, mould or mildew;
- atmospheric or climatic conditions, other than **storms**;
- pollution of any kind, unless it is caused by a sudden and unexpected accident;
- any additional, indirect or consequential costs that are incurred unless covered under the 'Additional benefits' or 'Additional covers' sections of this policy;
- compensation for non-financial loss, distress, inconvenience, except if covered under the section 'What you are covered for – legal liability';
- any event that does not occur within the **period of insurance**.

## DEFINITIONS

Term	Definition
<b>Act of terrorism</b>	<p>An <b>act of terrorism</b> is any act, or preparation in respect of action, or threat of action designed to influence the government of the day or de facto government of any nation or any political division thereof, or in pursuit of political, religious, ideological or similar purposes to intimidate the public or a section of the public of any nation by any person or group(s) of persons whether acting alone or on behalf of or in connection with any organisation(s) or government(s) of the day or de facto government, and which:</p> <ul style="list-style-type: none"> <li>▪ involves violence against one or more persons; or</li> <li>▪ involves <b>damage to property</b>; or</li> <li>▪ endangers life other than that of the person committing the action; or</li> <li>▪ creates a risk to health or safety of the public or a section of the public; or</li> <li>▪ is designed to interfere with or disrupt an electronic system.</li> </ul>
<b>Advertising liability</b>	<p><b>Advertising liability</b> means:</p> <ul style="list-style-type: none"> <li>▪ defamation; or</li> <li>▪ any breach of the misleading or deceptive conduct provisions of the Australian Consumer Law or any fair trading or similar legislation of state or territory of Australia; or</li> <li>▪ any infringement of copyright or passing off of title or slogan; or</li> <li>▪ unfair competition, piracy or idea misappropriation contrary to an implied contract; or</li> <li>▪ invasion of privacy,</li> </ul> <p>committed or alleged to have been committed during the <b>period of insurance</b> in any advertisement, publicity article, broadcast or telecast and caused by or arising out of <b>your</b> advertising activities.</p>
<b>Bodily injury</b>	<p><b>Bodily injury</b> means physical bodily harm including resultant sickness or disease that requires care or loss of services and/or resultant death.</p>
<b>Buildings</b>	<p><b>Buildings</b> means the items defined in the section 'What are buildings' on page 24.</p>
<b>Contents</b>	<p><b>Contents</b> means the items defined in the section 'What are contents' on page 26.</p>
<b>Damage to property</b>	<p><b>Damage to property</b> means physical injury to or destruction of tangible property, including the loss of its use. Tangible property includes the cost of recreating or replacing stocks, bonds, deeds, mortgages, bank deposits and similar instruments, but does not include the value represented by such instruments.</p>

Term	Definition
<b>Electronic data</b>	<b>Electronic data</b> means any facts, concepts and/or information converted to a form useable for communications and/or displays and/or distribution and/or processing by electronic and/or electromechanical data processing and/or electronically controlled equipment which includes but is not limited to programs and/or software and/or other coded instructions for such equipment.
<b>Excess</b>	<b>Excess</b> means the first amount of each claim that <b>you</b> or the person making the claim must pay. The amount of the relevant <b>excess</b> is shown in <b>your policy schedule</b> or in this PDS.
<b>Family</b>	<b>Family</b> means: <ul style="list-style-type: none"> <li>▪ <b>your</b> spouse, partner or de facto;</li> <li>▪ <b>your</b> parents, parents-in law, and grandparents;</li> <li>▪ <b>your</b> children, grandchildren, brothers and sisters, including their respective spouse, partner or de facto; or</li> <li>▪ the children, parents, parents-in law, grandparents, grandchildren, brothers and sisters of <b>your</b> spouse, partner or de facto.</li> </ul>
<b>Flood</b>	<b>Flood</b> means the covering of normally dry land by water that has escaped or been released from the normal confines of any of the following: <ul style="list-style-type: none"> <li>▪ a lake (whether or not it has been altered or modified);</li> <li>▪ a river (whether or not it has been altered or modified);</li> <li>▪ a creek (whether or not it has been altered or modified);</li> <li>▪ another natural watercourse (whether or not it has been altered or modified);</li> <li>▪ a reservoir;</li> <li>▪ a canal;</li> <li>▪ a dam.</li> </ul>
<b>Gross revenue</b>	<b>Gross revenue</b> means the amount (less discounts allowed) paid or payable to <b>you</b> for goods sold and delivered and services rendered in the course of <b>your home business</b> at the <b>insured address</b> .
<b>Home business</b>	<b>Home business</b> means the business, profession, trade or occupation carried on by <b>you</b> at the <b>insured address</b> .
<b>Indemnity period</b>	<b>Indemnity period</b> means the period beginning with the occurrence of the loss or damage during which the revenue of <b>your home business</b> is affected and ending at the expiration of the maximum period specified in this PDS.
<b>Insured address</b>	<b>Insured address</b> means the place where the <b>buildings</b> and/or <b>contents</b> are located, as shown on <b>your policy schedule</b> .
<b>Insurer</b>	Zurich Australian Insurance Limited (ZAIL), ABN 13 000 296 640, AFS Licence Number 232507.
<b>Malicious damage</b>	<b>Malicious damage</b> means a wrongful act by a person with the intention of damaging property.

Term	Definition
<p><b>Mechanical or electrical breakdown</b></p>	<p><b>Mechanical or electrical breakdown</b> means any sudden and unforeseen physical loss or damage which may include (but is not limited to) the actual:</p> <ul style="list-style-type: none"> <li>▪ fusion of an electric motor. Fusion is the process of fusing or melting together of the windings of an electric motor in an insured item following damage to their insulating material as a result of overheating caused by an electrical current; or</li> <li>▪ breakdown, seizing, deformation or explosion of any part of the insured item of machinery,</li> </ul> <p>which is sufficient to prevent the machinery undertaking its normal operation.</p>
<p><b>Occurrence</b></p>	<p>An <b>occurrence</b> includes continuous or repeated exposure to substantially the same general conditions. <b>We</b> regard all death, <b>personal injury</b> or <b>damage to property</b> arising from one original source or cause as one <b>occurrence</b>.</p>
<p><b>Period of insurance</b></p>	<p><b>Period of insurance</b> means the dates over which <b>your</b> insurance cover is valid, ending on the expiry date as shown in <b>your policy schedule</b> unless the policy is terminated earlier in accordance with the policy terms and conditions.</p>
<p><b>Personal injury</b></p>	<p><b>Personal injury</b> means <b>bodily injury</b>, shock, mental anguish or mental injury, libel, slander or defamation of character, including death.</p> <p><b>Personal injury</b> does not include the publication or utterance of a libel or slander:</p> <ul style="list-style-type: none"> <li>▪ made prior to the commencement of the <b>period of insurance</b>; or</li> <li>▪ made by or at the direction of <b>you</b> with knowledge of its falsity; or</li> <li>▪ relating to advertising, broadcasting or telecasting activities by or on behalf of <b>you</b>.</li> </ul>
<p><b>Policy schedule</b></p>	<p><b>Policy schedule</b> means the relevant <b>policy schedule</b> issued by <b>us</b>. This is a separate document unique to <b>you</b>, which shows the insurance details personal to <b>you</b>. It includes any changes, conditions and exclusions made to suit <b>your</b> individual circumstances and may amend the policy document.</p>
<p><b>Premium</b></p>	<p><b>Premium</b> means the amount(s) shown in <b>your policy schedule</b> that <b>you</b> have to pay for the cover <b>we</b> provide which is inclusive of stamp duty, GST, fire services levy (where applicable) and any additional government charges.</p>
<p><b>Products</b></p>	<p><b>Products</b> means anything (after it has ceased to be in <b>your</b> possession or control) which is or is deemed to have been manufactured, grown, extracted, produced, processed, imported, exported, assembled, constructed, erected, installed, repaired, serviced, renovated, treated, sold, supplied, resupplied or distributed by <b>you</b> in the course of <b>your home business</b>.</p> <p>It includes anything (including any component, packaging or container of or for such thing) which by operation of law of Australia <b>you</b> are deemed to have manufactured.</p>



Term	Definition
<b>Shortage in trended revenue</b>	<b>Shortage in trended revenue</b> means the amount by which the <b>gross revenue</b> during a period will, in consequence of the loss or damage, fall short of the part of <b>trended revenue</b> which related to that period.
<b>Storm</b>	<b>Storm</b> means: <ul style="list-style-type: none"> <li>▪ a thunderstorm (including lightning);</li> <li>▪ rain, snow or hail;</li> <li>▪ a cyclone, tornado, or other violent wind; or</li> <li>▪ run-off of storm water following a localised storm in <b>your</b> area.</li> </ul>
<b>Storm surge</b>	<b>Storm surge</b> means an increase in the sea level resulting from strong onshore winds and/or reduced atmospheric pressure associated with a low-pressure system or tropical cyclone.
<b>Trended revenue</b>	<b>Trended revenue</b> means the <b>gross revenue</b> during that period in the twelve months immediately before the date of the damage which corresponds with the start of the <b>indemnity period</b> .
<b>We, us, our</b>	Blue Zebra Insurance Pty Ltd (BZI) ABN 12 622 465 838, AFS Licence Number 504130 acting as an agent of the <b>insurer</b> under a binder agreement.
<b>You/your</b>	<p>In this policy <b>you/your</b> means:</p> <ul style="list-style-type: none"> <li>▪ <b>you</b> – all the people named as the insured on <b>your policy schedule</b>; and</li> <li>▪ members of <b>your family</b> that normally live with <b>you</b> at the <b>insured address</b>.</li> </ul> <p>If <b>you</b> live with people that are not part of <b>your family</b> (for example, <b>your</b> friends) <b>we</b> only cover them if they are named as an insured on <b>your policy schedule</b>.</p> <p>If the insured on <b>your policy schedule</b> is a company, trustee of a trust or body corporate, then <b>you/your</b> means:</p> <ul style="list-style-type: none"> <li>▪ that company, trustee or body corporate;</li> <li>▪ the following if they normally live at the <b>insured address</b>: <ul style="list-style-type: none"> <li>– any company director, company owner or trust beneficiary; and</li> <li>– their respective <b>family</b> members.</li> </ul> </li> </ul>

# FINANCIAL SERVICES GUIDE (FSG)

This Financial Services Guide (FSG) is an important document designed to help **you** decide whether to use the financial services offered.

It contains information about how Blue Zebra Insurance Pty Ltd, ABN 12 622 465 838, AFSL 504130 (BZI) administers the policy and arranges the policy.

## What financial services are provided?

BZI holds an Australian Financial Services Licence (AFSL) that allows BZI to provide **you** with general financial product advice about this Home Building and Contents Insurance – Accidental Damage product and to arrange this product. BZI is responsible for the provision of these services under its own AFSL.

BZI acts under a binder authority from Zurich Australian Insurance Limited (the **insurer**), who is the issuer of this product. This means that BZI can bind the **insurer** with this policy and can handle or settle claims on behalf of the **insurer**. BZI acts for the **insurer** when providing these services. **You** can find full details of BZI and the **insurer** on page 4 of the PDS.

Any advice given to **you** by BZI about Home Building and Contents insurance will be of a general nature only and will not take into account **your** personal objectives, financial situation or needs. **You** need to determine whether this product meets **your** needs.

## How are we paid?

BZI is paid a commission by the **insurer** when **you** buy this Home Building and Contents – Accidental Damage insurance policy. This commission is included in the **premium** that **you** pay and may be up to 12.5% of the **premium** paid excluding any government taxes, levies and any brokerage paid to **your** intermediary. BZI receives this commission from the **insurer** after **you** have paid the **premium**.

BZI may also add an agency fee to the **premium** that is charged. Any agency fee will be noted on **your policy schedule**.

BZI may also receive a share of the profit earned by the **insurer** if the **insurer** makes an underwriting profit in accordance with the underwriting targets it has set. This amount is calculated and paid retrospectively only when the **insurer** exceeds its underwriting targets in a given year.

BZI employees are paid an annual salary and may be paid a bonus based on business performance.

## Further information

For more information about remuneration or other benefits received for the financial services provided, please ask **your** intermediary or contact **us** using the details noted in this document within a reasonable time of receiving this FSG and before **you** choose to buy this product.

## Complaints

If **you** have a complaint about the financial services provided by BZI in relation to this product please refer to the PDS for details of the complaint resolution process.

## What professional indemnity insurance arrangements do we have in place?

BZI holds professional indemnity insurance covering errors and mistakes relating to the provision of financial services provided by BZI and **our** employees (even after they cease to be employed). BZI's policy meets the requirements of the Corporations Act.

## Who is responsible for this document?

The **insurer** is responsible for the PDS. BZI has authorised the distribution of this FSG. This Combined FSG and PDS was prepared on 15 April 2019.

## CONTACT DETAILS

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Royal Exchange NSW 1225  
Phone: 1300 171 535  
Email: [info@bzi.com.au](mailto:info@bzi.com.au)  
[www.bzi.com.au](http://www.bzi.com.au)

## FOR CLAIMS

Phone: 1300 253 692 (toll free)  
+61 2 9301 8018 (from overseas)  
Online: [www.bzi.com.au/newclaim](http://www.bzi.com.au/newclaim)



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