

Supplementary Product Disclosure Statement

This is a Supplementary Product Disclosure Statement (**SPDS**) issued by:

- Australian Alliance Insurance Company Limited ABN 11 006 471 709 AFSL No. 235011 before the Effective Date (defined below); and
 - AAI Limited ABN 48 005 297 807 AFSL No. 230859 on or after the Effective Date;
- as applicable.

This SPDS supplements the following Product Disclosure Statements (each a **PDS**):

- Home and Contents Insurance Product Disclosure Statement, date prepared 19 October 2012;
- Home and Contents Extra Insurance Product Disclosure Statement, date prepared 19 October 2012;
- Village Style Residence Insurance Product Disclosure Statement, date prepared 19 October 2012;
- Apartment Style Residence Insurance Product Disclosure Statement, date prepared 19 October 2012;
- Assisted Living Residence Insurance Product Disclosure Statement, date prepared 19 October 2012;
- Landlord Insurance Product Disclosure Statement, date prepared 19 October 2012;

and must be read together with the PDS that you hold and any other SPDS we have given you or may give you for your PDS.

General Insurance Transfer

Australian Alliance Insurance Company Limited, the company that currently underwrites the above Apia branded general insurance policies, will transfer its general insurance business to a related company, AAI Limited ABN 48 005 297 807 (**AAI**), by way of a scheme under the *Insurance Act 1973* (Cth), which has been confirmed by the Federal Court of Australia.

In the months before the Court confirmed the scheme, Australian Alliance Insurance Company Limited undertook steps (including but not limited to newspaper and internet advertising, information included in regular operational correspondence and email communications) to bring the then proposed transfer to the attention of policyholders.

The scheme will take effect on and from 1 July 2013, or such other date agreed by AAI and Australian Alliance Insurance Company Limited and approved by the Court (the **Effective Date**) and is one of four schemes which are occurring simultaneously as part of an internal reorganisation.

On and from the Effective Date:

- AAI will become the underwriter of all Apia branded general insurance policies issued by Australian Alliance Insurance Company Limited and will settle all claims under those policies;
- AAI will issue Apia branded general insurance policies (and PDSs for those policies);
- all references to Australian Alliance Insurance Company Limited ABN 11 006 471 709 AFSL No. 235011 (however that company may be referred to) in the PDS, and any other SPDS that you have been given for your PDS and in your policy documents (including your policy schedule or certificate) will be a reference to AAI Limited ABN 48 005 297 807 AFSL No. 230859; and

- Australian Pensioners Insurance Agency Pty Ltd ABN 14 099 650 996 will cease to be an agent and authorised representative (No. 239591) of Australian Alliance Insurance Company Limited ABN 11 006 471 709 AFSL No. 235011 and will become the agent (acting under a binder) and authorised representative (No. 239591) of AAI.

All policies issued / contracts of insurance entered into:

- **before the Effective Date** will be issued by and entered into with Australian Alliance Insurance Company Limited and will be transferred to AAI on the Effective Date; and
- **on or after the Effective Date** will be issued by and entered into with AAI.

There is no action required by you in respect of this change.

How you deal with us remains the same.

SPDS prepared on 11 February 2013