

# Loan Protection

## Have you thought about what would happen if you could not cover your loan repayments?

Taking out a loan can be a great way to help you achieve your goals sooner, but there are risks. What if you lost your job or couldn't work because of an injury or illness, how would you make your monthly loan repayments? What if you were to die or become terminally ill, how would your family pay off the loan?

Loan Protection could help you pay off your loan or cover your repayments when you can't.

### Who is eligible for Loan Protection?

Loan Protection is available to Australian Residents aged between 18 and 54 years, who have any of these Commonwealth Bank loan types:

- Home Loan
- Investment Home Loan
- Personal Loan

### How does Loan Protection work?

Loan Protection offers two types of cover, Loan Cover and Loan Repayment Cover. Customers can choose to have either or both of these types of cover to best suit their needs.

#### Loan Cover

Loan Cover can pay an amount towards your outstanding loan balance in the event of death or terminal illness and also should you suffer a medical trauma such as a heart attack or cancer.

#### Loan Repayment Cover

Loan Repayment Cover works for just about everyone. If you can't make your repayments because you're disabled or become involuntarily unemployed, we can help pay them for you.

#### Loan Cover benefit limits

Death & Terminal illness	Helps pay off your loan if you die or become terminally ill (up to \$750,000)
Trauma	Helps pay off your loan if you suffer a trauma such as a heart attack, stroke or cancer. The benefit amount payable is 10% of the maximum death and terminal illness benefit amount (up to \$75,000).

#### Loan Repayment Cover benefit limits

Disablement	Helps pay the minimum monthly loan repayments should you become disabled as a result of an injury or illness (up to \$7,500 per month).
Involuntary Unemployment	Covers your minimum monthly loan repayments for up to four months should you become involuntarily unemployed (up to \$7,500 per month).



## How do I get cover?

Applying is easy, there are no medical questions asked and you can apply for cover at any Commonwealth Bank Branch or by contacting your personal lender.

### Find out how Loan Protection helped Darryl

Darryl had been working for four years as a full time labourer when he received a redundancy notice putting him out of work. Times were pretty tough, he couldn't find work and he was worried about his home loan and how he was going to make the monthly repayments. Luckily Darryl had Loan Protection with both Loan Cover and Loan Repayment Cover. He was able to claim the unemployment benefit as he had been working more than 20 hours a week and was made redundant. Darryl's Loan Protection policy covered his repayments while he looked for another job\*.

\* 30 day wait period and maximum benefit of 4 months minimum monthly repayments



For further information on Loan Protection visit a Commonwealth Bank Branch or [www.commbank.com.au](http://www.commbank.com.au)

#### Important information

Loan Protection is issued by The Colonial Mutual Life Assurance Society Limited ABN 12 004 021 809 AFSL 235035 (CMLA), of which Commlnsure is a registered business name. CMLA is a wholly-owned but non-guaranteed subsidiary of Commonwealth Bank of Australia ABN 48 123 123 124. This information has been prepared without taking into account your objectives, financial situation or needs. Before acting on this information you should consider the appropriateness of the information with regard to your own objectives, financial situation and needs. You should consider the Product Disclosure Statement (PDS) in making any decision about whether to acquire Loan Protection.