

AAMI MOTORCYCLE INSURANCE ADDITIONAL INFORMATION GUIDE

The Additional Information Guide (AIG) is designed to provide you with additional information about how we calculate premiums and about excesses and discounts. You should read this AIG together with our AAMI Motorcycle Insurance Product Disclosure Statement (PDS) dated 18/9/20.

This AIG is relevant to you if your policy has a commencement date or renewal date on or after 15/12/2020.

About your premium

The amount you pay for this insurance is called the premium. Your premium includes any applicable GST, stamp duty, other government charges and any levies that apply. The premium will be shown on your certificate of insurance as the 'Total Amount Payable' or, if you pay by monthly instalments, as 'Instalment amount'.

When we calculate your premium, there are a range of factors we take into account including the level of cover you choose. The importance we place on the factors we use can change and how those factors combine to affect your premium will differ from person to person.

Each time you renew your insurance your premium is likely to change, even if your personal circumstances have not changed. This is because the premium you pay is also affected by other things including:

- the cost of claims we have paid to other customers and claims we expect to pay in the future;
- new and updated data we use to calculate your premium;
- changes in government taxes and any state or territory duties or levies;
- our expenses of doing business;
- other commercial factors.

When determining your renewal premium, we also consider how much your premium was last time. As such we may limit movements up or down.

Significant factors affecting your premium include a combination of some or all of the following:

Factor	Comprehensive cover	Fire, Theft & Third Party Property Damage cover	Third Party Property Damage cover
Amount covered	√	√	x
Address where the motorcycle is kept	√	√	√
Modifications	√	x	x
Age of listed rider(s)	√	√	√
Type of motorcycle	√	√	√
Whether your motorcycle is financed	√	√	√
Year of manufacture	√	x	x
Whether you have chosen an AAMI Flexi-Premiums® excess	√	√	√
Where your motorcycle is parked overnight	√	x	x
Gender of listed rider(s)	√	x	x
Years listed rider(s) has/have held motorcycle licence	√	x	x
Whether listed rider(s) has/have successfully completed a rider training course	√	x	x

Claims on your policy or against listed riders on your policy will only affect your premium through changes to your No Claim Bonus. Please refer to the No Claim Bonus section on page 2 for further information.

Paying by instalments

Your premium will be higher if you choose to pay by instalments, rather than annually.



Premium discounts

Discounts are also a significant factor that can affect your premium. The premium you pay for your insurance includes any discounts we have given you. Any discounts are usually calculated and applied before the application of government taxes and charges.

The main discount we offer is the No Claim Bonus.

From time to time we might also offer discounts or some other special offers as part of a marketing campaign. If we do this, separate terms and conditions may apply and you might not be eligible for our usual discounts. The amount and type of discount offered can change or be withdrawn.

If you are eligible for more than one discount, we usually apply any subsequent discount to the already discounted premium.

No Claim Bonus

A no claim bonus (NCB) is a discount that rewards you for your good claims history. This discount applies only when you have selected comprehensive motorcycle cover. If you have an NCB, it is shown on your certificate of insurance.

The NCB levels start at 0% and increase to 60%. If you start on the lowest rating, you would reach the maximum NCB after five consecutive periods of insurance with no claims that impact your NCB.

Your NCB will increase or stay on the maximum on renewal if you do not make a claim during the preceding period of insurance. Your NCB will also increase or stay on the maximum on renewal if you make a claim during the preceding period of insurance and:

- another person was entirely responsible for the loss or damage; and
- you tell us the at-fault driver's name, address and the registration number of their vehicle.

For all other claims (such as for storm damage) your NCB level will be reduced.

The following table shows different claim scenarios where your NCB will or will not be impacted by a claim.

When you make a claim for	Does this impact a NCB?
Theft or attempted theft of your motorcycle	Yes
Storm, hail, flood or fire damage	Yes
Malicious act or vandalism	Yes
Damage to your motorcycle whilst parked caused by an unidentified person or driver	Yes
Collision with or by an animal	Yes
An incident where you or the rider of your motorcycle caused or contributed to the incident	Yes
An incident where you prove another person was entirely at-fault and you can give us the at-fault driver's name, address and the registration number of their vehicle	No
An incident where you prove another person was entirely at-fault but you can't give us the at-fault driver's name, address and the registration number of their vehicle	Yes

Government taxes and charges

After we have calculated the amount it will cost to cover your motorcycle, any applicable stamp duty, GST, other government charges and levies are then applied to the premium.

Your excess

The excesses that apply to your policy are stated on your certificate of insurance. The different types of excesses are:

Standard excess

Depending on your motorcycle type, the standard excess is either \$400 or \$600.

AAMI Flexi-Premiums® excess

Depending on your motorcycle type, the range of AAMI Flexi-Premiums® excesses we offer is between \$500 and \$1,250. Choosing a higher excess reduces your premium. If you choose an AAMI Flexi-Premiums® excess, this will replace the standard excess.

Age excess

If the rider riding, using or in charge of the motorcycle is under 25 years of age at the time of the incident and **is** listed on the certificate of insurance, their age excess is \$400. If the rider riding, using or in charge of the motorcycle is under 25 years of age at the time of the incident and is **not** listed on the certificate of insurance, the age excess is \$800 for road motorcycles and \$500 for a dirt, off road, trail, quad or unregistered motorcycle.

Inexperienced rider excess

The inexperienced rider excess is \$800 for a road motorcycle and \$500 for dirt, off road, trail, quad or unregistered motorcycles.

Note: An inexperienced rider is someone who is 25 years of age or over and has had their motorcycle licence for less than 1 year or has been riding for less than 1 year prior to the incident.

Financial Claims Scheme

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

The FCS only applies in the extremely unlikely event of an insurer becoming insolvent and the Federal Treasurer making a declaration that the FCS will apply to that insurer.

The FCS entitles certain persons, who have valid claims connected with certain protected policies issued by that insurer to be paid certain amounts by APRA.

Information about the FCS can be obtained from www.fcs.gov.au.