

CHILD COVER

Tailored Protection can protect
your most precious asset



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Protecting your most precious asset

It's a natural desire to want to wrap your child in cotton wool and protect them from harm. But while cotton wool might protect them from sticks and stones, children are just as much at risk of suffering a traumatic event as adults.

Did you know?

- In 2019, it is estimated that, on average, about 750 children aged 0-14 years old will be diagnosed with cancer each year in Australia. This has increased significantly in Australia by 35 per cent between 1983 and 2014.¹
- In 2015–17, the leading causes of child (aged 1–14) deaths were injuries, cancer and diseases of the nervous system.²

If your child suffered a traumatic event, it is natural that you would want to:

- access the best medical treatment money could buy, anywhere in the world
- ensure that your child is as comfortable as possible
- have the time off work to be there with them.

¹ <https://childrenscancer.canceraustralia.gov.au/about-childrens-cancer/statistics>

² Australian Institute of Health and Welfare, 2020. Australia's Children. Cat. no: CWS 69 <https://www.aihw.gov.au/reports/children-youth/australias-children/contents/health/infant-child-deaths>

Cover for children

AIA Australia's Tailored Protection Child Cover can help by paying a lump sum of up to \$250,000³ if your child suffers one of the specified child trauma events as defined in the Tailored Protection (previously known as Commlnsure Protection) Combined Product Disclosure Statement (PDS) and Policy. This means you can take time off work, access the best medical treatment available, and ensure your child is as comfortable as possible.

While money can't buy a quick recovery, it can ease financial pressures you may face during an emotional time. Having Child Cover allows you to focus on your family when they need you most.

Key benefits

- New Child Cover can be attached to an existing adult's Total Care Plan policy which has either Life Care or stand-alone Trauma Cover.
- There is no limit on the number of children that can be insured on the policy.
- Child Cover can be greater than the Life or Trauma cover held by the parent, provided it does not exceed the maximum of \$250,000.
- Before the Child Cover expires, your child will automatically be offered a continuation option to convert to their own Total Care Plan policy with Life Care and Trauma Cover. Generally, no evidence of health will be required to continue cover if we receive a continuation request 30 days prior to the Child Cover expiry date.

How much does Child Cover pay?

Child Cover pays you a lump sum if your child suffers one of 37 specified Child Trauma Cover conditions. You can apply for a minimum of \$10,000 and up to a maximum of \$250,000 worth of Child Cover for children between the next birthday ages of three and 17 inclusive.

You can cover more than one child under this option, but each child must be insured for the same amount. This tax free lump sum payment can be used to meet additional expenses when you need it most.

Private health insurance is only part of the story

If you have private health insurance, you may think this covers your family if your children have a medical problem. Private health insurance only covers hospital stays and some medical/extras expenses. It won't cover all rehabilitation costs, alterations to your home or long-term nursing care.

What could your Child Cover lump sum be used for?

The costs associated with a serious illness or injury can quickly add up. You can use a Child Cover lump sum payment to pay for all sorts of expenses, including, but not limited to:

- seeking specialist or overseas medical treatment
- home nursing care
- home or car modifications
- meeting other financial commitments, such as a mortgage, child care or school fees if you are not able to work while caring for your child.

Actual claims paid

Paid Child Cover claims 2015 - 2019

Gender	Age	Years in force	Benefit	Cause of claim
Male	7 year	1 year	\$262,500 ⁴	Claim
Female	14 years	9 years	\$137,662	Hodgkin lymphoma
Male	15 years	9 years	\$137,130	Non-Hodgkin lymphoma
Male	7 years	6.5 years	\$122,076.15	Encephalitis
Male	16 years	5.5 years	\$122,549.70	Cancer



⁴ This is comprised of \$250,000 Child Cover benefit and \$12,500 for the Loyalty Bonus.

What is covered?

AIA Australia's Tailored Protection Child Cover will pay a lump sum if your child dies or suffers one of the 37 Child Trauma conditions listed below. The full definitions of the 37 child trauma events can be found in the Tailored Protection Combined Product Disclosure Statement (PDS) and Policy. To understand these important policy terms and conditions, please read the PDS.

Cancer and tumours

- benign brain tumour
- cancer

Heart and vessels

- cardiac arrest
- cardiomyopathy
- coronary artery angioplasty*
- coronary artery angioplasty – triple vessel
- coronary artery bypass surgery
- heart attack
- open heart surgery
- surgery of the aorta

Brain and nerves

- bacterial meningitis
- coma
- diplegia
- encephalitis
- hemiplegia
- major head trauma
- muscular dystrophy
- paraplegia
- quadriplegia
- stroke
- subacute sclerosing panencephalitis
- tetraplegia

Kidneys

- end stage kidney failure

Digestive system

- end stage liver disease

Respiratory

- chronic lung disease

Ear, nose and throat

- loss of hearing
- loss of speech

Eye

- blindness

Musculoskeletal

- loss of use of limbs or sight
- loss of use of one limb
- severe rheumatoid arthritis

Blood

- aplastic anaemia
- medically acquired HIV

Other

- critical care*
- major organ or bone marrow transplant
- severe burns
- serious injury*

Annie's story

Annie's parents thought she had the flu. When the symptoms persisted for some time, they returned to their GP for some blood tests. The results showed that she had encephalitis.

Annie was in and out of the children's hospital on a regular basis for six months and after early intensive intravenous antibiotic and corticosteroid treatment, managed to fully recover.

Annie's parents, Julia and Michael, suffered a lot of stress and worry during this time, but fortunately, they didn't have to worry about financial issues as well. Julia and Michael had taken out a Tailored Protection policy with Child Cover. Encephalitis is one of the conditions covered and the diagnosis matched the definition in the Tailored Protection Product Disclosure Statement (PDS). They placed a claim with AIA Australia and shortly after received a lump sum payment of \$75,000.



With the money from AIA Australia, they were able to cover:

- Julia giving up her job temporarily so she could fully care for Annie
- hotel stays so Julia and Michael could be close to the hospital
- a live-in nanny to look after their other children.

Julia and Michael were relieved they could give Annie and her siblings all the attention they needed during a very traumatic time.

This case study is for illustrative purposes only and all names have been changed to protect privacy. It may include exclusions, limitations and specific benefits which have not been described. For more information on product features and benefits, refer to the Tailored Protection Combined Product Disclosure Statement (PDS) and Policy.



Important information

This information has been prepared by AIA Australia Limited ABN 79 004 837 861 AFSL 230043 (AIA Australia). The examples and case studies are for illustrative purposes only and should not be regarded as specific advice. As this advice has been prepared without considering your objectives, financial situation or needs, you should, before acting on the advice, consider its appropriateness to your circumstances. Child Cover is a component of Tailored Protection (previously known as CommInsure Protection). The Tailored Protection Combined Product Disclosure Statement (PDS) and Policy is issued by AIA Australia. The Tailored Protection Combined PDS and Policy is available from your financial adviser, by calling 13 1056 or from aia.com.au/tailored-protection and should be considered in making any decision about these products.



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Need more information?

Please contact your financial adviser,
or AIA Australia on the number below

13 1056

8am – 6pm (AEST/AEDT) Monday to Friday

aia.com.au/tailored-protection