

Definitions

Infocus recognises this is a complex area but one that it is critical to ensure is right for the protection of you and your family. To help with your understanding, we have included some definitions for you here to help you understand what some of them.

What is Term Life Insurance?

Term Life Insurance pays a lump sum on your death or diagnosis of a terminal illness. Life insurance benefits can pay off the mortgage and other debts, provide for your children's current and future education needs, and act as a safeguard for your family's financial wellbeing.

Life insurance is available from age 10 to 69 and it may cover you to age 99. You don't need to be in the paid work force to apply for Term Life Insurance.

What is Trauma Insurance?

Trauma Insurance pays a lump sum on the diagnosis or occurrence of one of a list of specified injuries and illnesses such as heart attack, cancer or stroke.

Trauma Insurance is about providing you with choice and flexibility. So if you want to make temporary or permanent lifestyle changes, such as reducing working hours, spending more time with your family, or just doing more of the things you enjoy, you can. You don't need to be in the paid work force to apply for Trauma Insurance.

What is Income Protection Insurance?

Put simply, if you are unable to work because of an illness or injury, it provides you with a monthly payment to replace lost income. In order to be eligible for Income Protection Insurance you must be engaged in full-time employment (usually for a minimum of 26 hours per week).

The premiums for Income Protection Insurance are generally tax deductible.