



## WHAT IS

# The role of risk insurance in your financial plan?

In life, we expect to earn an income, grow our assets until we retire and use those assets over retirement.

What were to happen if you lost the ability to earn an income or passed away, and your family had to draw down your assets to survive?

This is where having risk insurance can help. Depending on the type of cover, it can fill the gap in assets, and replace your lost income. In other words, risk insurance can help keep you and your family on track financially should the unexpected happen.

### **Safeguard your financial future if the unexpected happens**

'Would my family be able to maintain their lifestyle if I no longer earned an income?'

If your answer is "no", you should consider adequate risk cover, i.e., transferring the financial risk to an insurance company. There is a wide range of insurances that can help you mitigate your risk and provide peace of mind for you and your family.

### **Insurance can help your family maintain their lifestyle if life does not go to plan**

Personal insurances worth considering include:

- Term life insurance – pays a lump sum on the death of the insured
- Total and permanent disablement insurance (also known as TPD) – pays a lump sum in the event of permanent disability due to illness or accident
- Income protection insurance – replaces your income if you are unable to work due to sickness or injury by providing a monthly payment of up to 70% of your pre-tax income
- Trauma insurance – pays a lump sum on the diagnosis of a specified non-pre-existing illness or injury such as heart attack, stroke, cancer or a range of motor function diseases.

# The role of risk insurance in your financial plan?

Once you've selected your preferred option, we finalise your risk plan and assist you with the application process.

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