

Important Information Regarding: Philippine Airlines Workers Strike

Issued: 28th September 2011

Applies to all Cover-More products

The following advice relates to policies issued before the 28th September 2011.

This advice is in regards to ongoing strike action by Philippine Airlines workers.

An article on www.bworldonline.com reported on 27 September 2011:

"FLAG CARRIER Philippine Airlines (PAL) decided to let go of its ground crew earlier than planned and threatened to withhold separation pay after a shock strike halted operations yesterday.

The airline said it cancelled its international and domestic flights after some 300 ground crew, including those in charge of check-in and catering, stopped working to protest an outsourcing plan that would lay off 2,600 employees."

No cover will be provided for policies issued on or after the 28th September 2011 for this event.

ADDITIONAL ACCOMMODATION AND TRANSPORT EXPENSES FOR POLICY HOLDERS THAT HAVE ALREADY COMMENCED THEIR JOURNEY

There is provision under the Additional Expenses section of the policy to cover reasonable Additional hotel accommodation and transport expenses incurred on your journey if your flight has been delayed or cancelled due to strike action.

The policy defines Additional as meaning:

"the cost of the accommodation or transport You actually use less the cost of the accommodation or transport You expected to use had the journey proceeded as planned".

Prior to claiming on your policy, we will require written confirmation from the airline confirming the compensation paid by them. You must take all reasonable steps to minimise your claim and keep itemised receipts for additional accommodation and transport expenses incurred. We will also require confirmation from the transport provider confirming which of your travel arrangements have been affected.

AMENDMENT OR CANCELLATION COSTS FOR POLICY HOLDERS THAT HAVE NOT YET COMMENCED THEIR JOURNEY

If prior to you leaving your home to begin your journey your outbound flight has been cancelled, there is provision to claim for Amendment or Cancellation costs for the non-refundable unused portion of the journey which has been affected.

We will require written confirmation from Philippine Airlines that your flight has been cancelled and confirmation of the refund that has been paid by them.



You must take all reasonable steps to minimise your claim and keep documentation showing what your original planned pre-paid arrangements were, along with receipts and documentation showing what your new arrangements are. The policy provides cover for amendment or cancellation (whichever is less).

No cover will be provided for the utilised portion of prepaid travel arrangements. If you are claiming additional accommodation or transport expenses there is no provision to also claim for the cancellation cost of pre-paid travel arrangements for the same period. The policy also excludes cover for loss of enjoyment.

We will not pay more for re-arranging your journey than the cancellation costs that would have been incurred had the journey been cancelled.

There is no provision to cover any Amendment cost that may be incurred to purchase another ticket unless it can be shown that by doing so the customer is minimising their claim.

For example if the cost of an alternative airline ticket to travel is \$200 more than the original ticket and by purchasing such a ticket, the customer will not incur a cancellation fee on missed accommodation of \$250, then we would pay the extra cost as the customer has minimised their claim under the policy.

Corporate and Annual Multi-Trip Policies

The above advice also applies to Corporate and Annual Multi-Trip policies, however please note there is an additional requirement that your original travel arrangements must have been booked prior to the 28th September 2011.

Customers stuck overseas who cannot return home

For customers who hold a Cover-More policy issued prior to the 28th September 2011 and cannot return home on their original return date due to the Philippine Airlines Worker's Strike, their policy will automatically extend free of charge to allow them to return by the quickest and most direct route.

As this extension is automatic, customers and agents do not need to do anything.

IMPORTANT - GENERAL ADVICE

This information must be read in conjunction with the Cover-More Product Disclosure Statement (PDS) as certain restrictions and exclusions apply.

These exclusions and restrictions are detailed in the Cover-More PDS and in particular we draw your attention to "The Benefits" and "General Exclusions" sections of the PDS.

This advice will be updated as new information comes to hand.

Should you have any further enquiries please contact our Customer Service Team on 1300 72 88 22.