

RURAL & GENERAL INSURANCE BROKING PTY LTD

AFS Licence No: 262353 - ABN: 83 093 483 928

Statement of Advice

Dated 1 April 2005

For Entertainers – Tutors – Coaches – Artists Only

Thank you for contacting us to provide advice and information in relation to your insurance requirements. The advice provided in this Statement of Advice is limited to a general nature only because, insurance for Entertainers, Tutors, Coaches & Artists is generally a specialised but, low premium risk for which there are only a limited number of insurance markets available.

It is therefore important that you understand that Rural & General Insurance broking Pty Ltd will only offer to place your insurance with one insurance company being Commercial Pacific Insurance Limited ("CPI") which is an overseas registered insurance company currently insuring approximately 5,000 Australian customers. We recommend this insurer because the insurer provides an insurance product that we believe is suitable to your needs for an economical premium.

If you choose to proceed with the insurance cover, and CPI agree to provide you the cover, based on the documentation already provided to you, which includes Rural & General Insurance Broking Pty Ltd's Financial Services Guide and CPI's Policy Wording. It will then be up to you to consider whether or not the insurance is suitable for your own insurance needs and objectives and financial circumstances.

Insurance provided by CPI is not subject to the Insurance Contracts Act 1984, however, their policy states that it will observe the provisions of the Act, except for matters concerning dispute resolution procedures, cooling off periods, renewal of contracts, cover cancellation, privacy and compliance code matters. These and other important matters are described in CPI's Policy Wording. A common shareholding exists between our firm and Practical Insurance Claims Administration Pty Ltd, which is retained by CPI to administer claims and disputes for a fee.

We do not warrant that CPI provides the best insurance cover at the best rates. We have not approached other insurers with your insurance business nor taken into consideration each and every matter concerning your individual situation. We have not visited your business premises or inspected your enterprise's books and records therefore our advice is limited to general advice only, based on the information you have provided us. Therefore, you may need to engage a property valuer/surveyor to be certain of the values for which you insure your property. We can assist you engage such services but, we will need to quote you a fee for their and our services.

Our firm is usually remunerated by way of commission for the placement of insurance contracts however, we may also be remunerated in other ways. If we arrange your insurance with CPI we will earn a commission equivalent to 33% of the base premium charged to you. From time to time, our firm may also receive incentive, performance and service fee related remuneration from CPI.

Warning

We provide financial product advice and services in relation to general insurance products only. We recommend that you seek professional advice from a suitable industry representative for all your other insurance requirements.