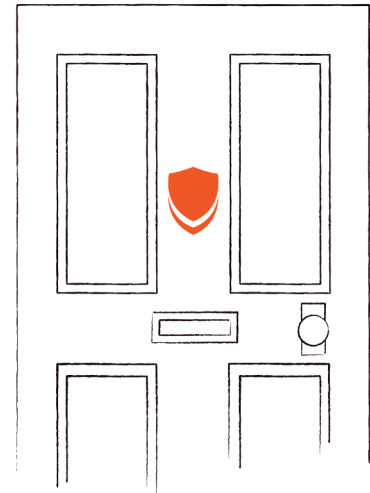


Flexible cover to suit you and your home

Paymentshield offer two great Mortgage Payment Protection Insurance (MPPI) products: **MortgageProtector**, for new and re-mortgaging customers* underwritten by Aviva Insurance Ltd; and **MortgageProtector Solo**, for existing mortgage borrowers underwritten by Pinnacle Insurance plc*. Both our products are designed with a range of flexible features so you can tailor your MPPI to match your individual needs and budget.



Just look at the facts...

- A property is repossessed every 11.5 minutes¹.
- The average household debt in the UK is £58,290 (including mortgages)¹.
- Citizens Advice Bureau deal with 9,300 new debt problems every day¹.
- Mortgage arrears and repossessions are likely to rise. The Council of Mortgage Lenders believe there will be 360,000 borrowers in arrears and 65,000 repossessions by the end of 2009².
- Unemployment rose to 2.435 million - a level not seen for 12 years³. Many economists now predict it will rise to around 3 million by the middle of 2010⁴.

Want to know more?

Turn the page for a guide to both our MPPI products. Alternatively, have a quick chat with your Financial Adviser, or visit www.paymentshield.co.uk for more information.

*New mortgage borrowers include those completing an application for a new mortgage or re-mortgage, or applying for MPPI up to 30 days after the mortgage agreement start date. Existing mortgage borrowers include those who have had a mortgage or re-mortgage in place for more than 30 days.

¹Credit Action, 'Debt Statistics', October 2009.

²Publications Parliament, House of Commons, 'Mortgage Arrears and Access to Mortgage Finance' 21.7.09

³BBC News, 'UK Jobless Total Climbs to 2.4m', 12.8.09, quoting the Office for National Statistics; ⁴The Guardian, 'Unemployment figures: what the economists say', 17.6.09.

Paymentshield's MPPI features & benefits explained

Paymentshield MPPI			
Features	MortgageProtector for new customers*	MortgageProtector Solo for existing mortgage customers*	Helpful information
Type of cover Choose from different types of cover.	Accident, Sickness and Unemployment cover (ASU) OR Accident and Sickness only cover (AS).	Accident, Sickness and Unemployment cover (ASU) OR Accident and Sickness only cover (AS).	You can choose which cover suits your individual needs. If, for example, your redundancy package provides you with enough funds to continue your mortgage payments in the event of redundancy then you may just opt for Accident and Sickness cover.
Maximum Monthly Benefit This is the maximum monthly amount you can choose to protect your monthly mortgage payments per month, including any additional cover.	Up to £3,000, subject to not exceeding 75% of your gross monthly income.	Up to £2,000 subject to not exceeding 65% of your gross monthly income.	Don't forget these are the maximum benefit amounts we offer. Your benefit amount should reflect your monthly mortgage repayment, plus any additional cover you select (and optional extra cover to help pay insurance premiums, only available on MortgageProtector).
Additional Cover You can choose to add additional cover to help towards other monthly bills. Please note, your total amount of cover, including any additional cover selected, must not exceed the maximum monthly benefit shown above.	33% of the monthly mortgage repayment and mortgage related insurance costs.	Up to 33% of the monthly mortgage repayment.	Are you worried about paying other bills? This optional extra allows you to take out additional cover above your monthly mortgage costs and give you additional peace of mind. <i>Note: Additional cover is not a fixed amount, the value will change in line with changes to your mortgage costs and should not exceed the maximum monthly benefit shown above.</i>
Benefit period You can choose how long the benefit payments would last in the event of a claim.	12 months or 24 months	12 months or 24 months (only available for AS only cover)	If you want to keep your monthly MPPI payments to a minimum, then the 12 month option costs less and may be sufficient cover. However, if you prefer more peace of mind you can opt to be covered for the longer period of 24 months.
Qualification Period This is the number of consecutive days you will be unable to work before being entitled to make a claim. <i>Note: Different words can be used to describe the qualification period, such as excess period, waiting period and deferment period.</i>	30 day back to day one 30 day excess 60 day back to day one 60 day excess 180 day excess	30 day back to day one 30 day excess 60 day back to day one 60 day excess 180 day excess	You can choose for benefit payments to be backdated to the first day you were unable to work (this is called back to day one cover), or from the first day after the qualification period (this is called excess cover). <ul style="list-style-type: none"> • 30 day back to day one cover offers the most comprehensive cover • Selecting a longer qualification period or excess cover will reduce the cost of your monthly MPPI cover but you will need to wait longer to receive a benefit payment • You can also choose different qualification periods for AS and U.
Initial exclusion period (IEP) Most MPPI products have an initial unemployment exclusion period which only applies at the START of the policy. Once this initial period has passed, you can make a claim.	None	There is a 120 day IEP for unemployment cover on MortgageProtector Solo. However, we will waive this exclusion if you are transferring your current MPPI cover (from another provider with like for like cover) over to MortgageProtector Solo.	You are unable to make an unemployment claim if you are notified of unemployment or made unemployed in the first 120 days of taking out your MortgageProtector Solo policy. This does not apply if you already have MPPI cover and wish to transfer your like for like cover over to MortgageProtector Solo. In this case, we will waive the 120 day IEP.
Pre-existing medical conditions (PEC) A pre-existing medical condition is one which you knew about or had to see a doctor about during the 12 months before the policy start date.	12 months symptom free before being eligible to claim	12 months symptom free before being eligible to claim	If you are uncertain whether the PEC exclusion would apply to you, then speak to your financial adviser to discuss your circumstances further and to ensure you are eligible for MPPI.
Cost of Premiums Prices shown are for every £100 of benefit you wish to insure and do not include the monthly administration charge.	AS - Cover starts from £1.68 [△] ASU - Cover starts from £2.86 [△]	AS - Cover starts from £1.67+ ASU - Cover starts from £4.52+	We work hard to provide competitively priced products. The premium you pay will depend on the amount of monthly benefit you need, the type of cover selected, the qualification period selected and how long you wish to receive benefit in the event of a claim.
Single or joint cover Cover available for both single and joint mortgage holders.	Yes	Yes	If you are a joint mortgage holder and would like joint cover and one of you earns more, you can choose to split the cover, for example 70/30. In this instance, in the event of a claim by the higher earner, they would receive 70% of the insured benefit.

[△]The premium rates shown are inclusive of Insurance Premium Tax but do not include £3.15 monthly administration charge for MortgageProtector (includes IPT). All rates shown are with a 180 day excess period and are correct as of 9.9.09.

⁺Please note premium rates shown are inclusive of Insurance Premium Tax but do not include £1.58 monthly administration charge for MortgageProtector Solo (includes IPT). All rates shown are with a 180 day excess period and are correct as of 9.9.09.