

Teachers Credit Union Rewards Package terms and conditions

These terms apply to Rewards Packages applied for and approved from 1st March 2010. For Reward Packages applied for and approved prior to this date, the previous terms will continue to apply.

If you apply to have the Rewards Package and your application is approved:

- ▶ the Rewards Package terms below apply; and
- ▶ in addition, the usual terms and conditions of:
 - your eligible home loan products; and
 - any other eligible products that may be included in the Rewards Package from time to time; continue to apply to those products.

Rewards Package terms

1. Eligibility

- 1.1 **All:** To be eligible for the Rewards Package you must satisfy all of the following requirements:
- (a) you must have properly completed and signed an application form for the Rewards Package
 - (b) you must at all times:
 - ▶ be a registered user of the Teachers Credit Union's internet banking with security token access; and
 - ▶ have a current S1 Everyday account; and
 - ▶ deposit a minimum of \$2,000 per month to your Teachers Credit Union account
 - (c) you must have an eligible home loan product where the initial amount of new home loan funding was at least:
 - ▶ \$150,000 including a minimum \$25,000 Smart Home Loan; or
 - ▶ \$250,000 including a minimum \$25,000 Solutions Plus Home Loan;
 - (d) you must pay on time all Rewards Package fees in accordance with these Rewards Package terms.
- 1.2 **More than one borrower:** Where your eligible home loan is in joint names:
- ▶ all borrowers must sign the Rewards Package application; and
 - ▶ all borrowers must be registered users of the Teachers Credit Union's internet banking; but
 - ▶ only one borrower is required to deposit a minimum of \$2,000 per month to a Teachers Credit Union account.
- 1.3 **Other offers:** The Rewards Package is not available in conjunction with any other special offer or package.
- #### 2. Your Rewards Package
- 2.1 **When the Rewards Package starts:** The Rewards Package starts when the Rewards Package fee is paid and your first eligible home loan is funded.
- 2.2 **The Rewards Package:** The products, services and features currently available for the Rewards Package are set out in the table at the end of these Rewards Package terms (the Current Rewards Package table).
- #### 3. Rewards Package fee
- 3.1 **Annual fee:** You must pay the Rewards Package annual fee when due. It is due when we first approve your Rewards Package application and then every 12 months after, until your Rewards Package is cancelled. If your Rewards Package is cancelled part-way through a year, no part of the annual fee is refundable. You authorise us to debit these fees when due from the S1 Everyday account you nominated in your Rewards Package application, or, if there are insufficient funds in that account, from any other account you hold with us.
- 3.2 **Other fees:** All other standard fees and charges applicable to your products and services will apply, except as modified by the Rewards Package (current modifications are shown in the Current Rewards Package table).

4. Cancellation of Rewards Package

- 4.1 **By us:** If you cease to be eligible for the Rewards Package at any time (see condition 1.1), we may give you written notice cancelling your Rewards Package.
- 4.2 **By you:** You may cancel your Teachers Credit Union Rewards Package by advising Teachers Credit Union in writing at least fourteen days before you intend the cancellation to take effect
- 4.3 **Upon cancellation:** Upon cancellation, the Rewards Package will cease to apply and:
- ▶ your eligible home loan will be converted to a Teachers Credit Union Flexi Choice Home Loan and the discounted interest rate will cease to apply and the Teachers Credit Union Flexi Choice Home Loan standard variable interest rate will apply;
 - ▶ normal fees and charges will instead apply to each of the products and services in the Rewards Package; but
 - ▶ you must immediately pay any outstanding fees under these Rewards Package terms; and
 - ▶ if you have received any financial benefit (such as a discounted rate on a loan or an enhanced rate on a term account), but did not pay the Rewards Package annual fee, we may recover the amount of the financial benefit from you.

5. Changing these Rewards Package terms

We may change these Rewards terms (including changing or withdrawing any Rewards available under them or changing the eligibility criteria) by giving you written notice at any time. We may make these changes where we think it is reasonably necessary or desirable to change our product offering, to meet the needs of members, to remain competitive and financially strong, or to comply with the law.

If the change reduces the Rewards benefits or increases their costs, we will give you this notice at least 30 days before the change takes effect.

The current Rewards Package

Products and services	Conditions
Internet banking	Standard conditions plus security token access.
Everyday account	Access fee waived on one S1 Everyday account.
Eligible home loan	Discounted interest rate (i.e. lower than the Teachers Credit Union's Flexi Choice Home Loan standard variable interest rate).
Personal loan	No application fee.
Teachers Credit Card	Standard conditions.
Term deposit	A bonus 0.05% interest is earned on term deposits.
Home and Contents insurance	Up to 10% discount off the premium.
Financial Planning	Free initial consultation with approved independent planner.

An eligible home loan means the Smart Home Loan or Solutions Plus Home Loan, or any other home loan that Teachers Credit Union may choose to offer to be an eligible home loan at its absolute discretion.

If you are in the Rewards Package and you split your eligible home loan, and one of the splits is a fixed rate loan, then at the end of the fixed rate period for the fixed rate loan, the fixed rate loan will automatically convert to a Teachers Flexi Choice Home Loan. That loan may only be converted back to an eligible home loan product if an eligible home loan product is then offered under the Rewards Package and you meet the eligibility and product criteria for the eligible home loan.