



Community Underwriting

DONATIONS

Community Underwriting Agency is an Australian proprietary limited company limited by shares (ACN 166 234 715). The Company was established with the objective to operate as an underwriting agency providing insurance products and services to eligible Not for Profit and community organisations as well as membership based organisations (peak bodies).

OUR DONATION MODEL

Our intention is to build a long term and consistent insurance solution for the Not for Profit sector. With this in mind, legal advice was sought from Sparke Helmore to assist in the drafting of a constitution which would allow us to return insurance dollars back to the sector through our donation model.

The Donation Pool

- A Donation Pool will be declared by directors each year after the publication of the Company's annual accounts.
- The Donation Pool will comprise of up to 75% of the Surplus Operating Funds of Community Underwriting for the previous financial year;
- 70% of the pool will be allocated to Eligible Growth Shareholders and 5% to the NFP Grant Pool.

Eligible Growth Shareholders

Growth shares are the class of shares issued to all eligible Community Underwriting clients based on their premium contribution. To be eligible for Growth Shares, an organisation must either be a:

- Not for Profit with a minimum of \$50,000 gross written premium placed with Community Underwriting; or
- A membership based Not for Profit organisation (Peak Body) which:
 - Represents a membership of other similar NFP organisations or interests;
 - Has the ability to and provides a commitment to endorse, promote and influence its members to insure with Community Underwriting;
 - Has the potential to generate a minimum of \$20,000 in gross annual premiums.

An Eligible Growth Shareholder will be entitled to receive a calculated portion of the Donation Pool only after:

- Deduction of the NFP Grant;

- Renewal of the Eligible Growth Shareholders insurances during the preceding financial year at the same or similar level to any prior period of insurance;
- Premiums for the insurance renewal have been received by Community Underwriting.

The proportion that an Eligible Growth Shareholder is entitled to will be calculated based upon the amount that the shareholders annual Net Revenue Contribution represents to the total Net Company Revenue Contribution Pool for the preceding financial year.

NFP Grant

5% of the Donation Pool will, at the discretion of the Directors, be allocated as donations to Not For Profit organisations who are insured by Community Underwriting but are ineligible to be Growth Shareholders.

A Not for Profit organisation who is insured by the Company may apply for a NFP Grant payment if they:

- Have renewed their insurances with the Company during the preceding financial year;
- Have paid all premiums payable to the Company; and
- Have submitted an application to the Directors for a donation by a NFP Grant that specifies:
 1. The intended use of the donation;
 2. When the donation will be used;
 3. Who the beneficiaries of the donation will be; and
 4. Any other relevant factors that might support the application (including DGR status).

For the 2013/14 financial year grants it is estimated that there will be 2 grants for up to \$5,000, 3 grants for \$2,000 and 5 grants for up to \$1,000. This pool will grow every year with the more clients that insure with us.

The Directors may, in their absolute discretion, approve or deny any application for a NFP Grant payment based on the merits of the applications received.

Community Underwriting are specialists in charity insurance, not for profit insurance and insurance for community organisations. We offer a range of insurance solutions customised to meet the needs of community organisations.

Call us: 02 8045 2580 Email us: enquiries@communityunderwriting.com.au

www.communityunderwriting.com.au

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