



At LFC Shield we recognise that spreading the payment of their insurance premium is a helpful facility for your clients. You may offer these arrangements yourself but we can also provide alternative options through our partners, Premium Credit.

About Premium Credit

Whether it's for personal or business use, insurance is essential for most of us. Indeed, 2008 saw around £33.8 billion* being spent on insurance in the UK and €2,091 million** in Ireland.

For many, paying a hefty insurance premium in one go can put a strain on the budget - but Premium Credit provides an affordable solution. For over 21 years, we have helped businesses and individuals pay for their insurance by spreading the costs over regular instalments, instead of paying the whole premium upfront.

Premium Credit doesn't just help businesses and individuals spread the cost of their insurance premiums, we also provide the finance to pay annual fees such as professional fees, membership subscriptions, commercial service charges and school fees. We have over 1.5m customers and achieved gross advances of £3bn in 2009, processing over 15 million Direct Debits. We work with nearly 4,500 intermediaries across our chosen markets.

That's why we're the No.1 Insurance Premium Finance Company in the UK and Ireland. And, as a Bank Of America company, we provide the financial strength and stability that comes with being owned by one of the world's largest financial organisations

Consumer Guide to Premium Credit attached - Our guide to premium finance helps your clients consider the suitability of premium finance for their individual circumstances. It helps them understand what premium finance is, how it works and its benefits.

Rates

New Business

LFQ - 10% over 9 Instalments

Renewals

LFC - 11.2% over 10 Instalments

What happens if a customer defaults on a payment?

There are 2 types of default:

Fatal - (where we are unable to attempt a second request for a defaulted Instalment). This occurs if the Customer cancels their DD Mandate with us or the Bank Account is closed. The agreement will then enter the cancellation cycle.

Non-Fatal - (Where we are able to attempt a second time to collect the instalment). This occurs if the customer has insufficient funds. If we are unable to collect the Instalment the second time this then becomes a fatal default.

A £20.00 fee is charged to the customer if they default on an Instalment.

Once a Fatal default occurs on an agreement the agreement enters the cancellation cycle and the customer has 11 working days to pay the instalment or the agreement will cancel.

