

## Information on Credit

As you are going to be financing the cost of your insurance and repaying this credit by direct debit we need to provide you with some information about the credit facility. This is in line with recommendations from the Financial Conduct Authority.

Tools Insurance Online is a trading name of Trade Direct Insurance Services Limited. Trade Direct Insurance Services act in the capacity of a credit broker and use Premium Credit Limited to provide finance exclusively. Premium Credit specialise in providing finance for insurance premiums and they may pay a commission to us for introducing you to them. Your personal information and the bank details you provide to us will be passed to Premium Credit and they will contact you via email or text and send PDF or word documents.

Please note that although your repayments will be collected by Premium Credit it will appear on your bank statement as Trade Direct Insurance.

### Example

26.2% APR	
Cash price:	£180.00
Deposit payable to Trade Direct Insurance:*	Nil
Transaction fee (12% pa fixed, minimum £15):	£21.60
Finance facility fee (where amount of credit is over £100):	£5.00
Initial instalment payment:	£21.80
10 instalment payments:	£16.80
Total amount payable (cash price plus interest):	£206.60
Duration of credit plan:	12 months

\*Note that for customers who purchase a motor policy a deposit will be payable and the interest rate may vary from that shown above.

The first repayment will be collected from your bank account approximately 7 days after the credit agreement is set up. Premium Credit will forward you a credit agreement in the post with precontract information. It is important that you read this information carefully. It contains key features of the credit agreement to help you choose whether their product is suitable for your needs and that you can afford the repayments. A £25 charge may be incurred if Premium Credit Ltd are required to write to you to remind you to sign your credit agreement. Future monthly repayments will be drawn monthly on the same day that your insurance cover begins. We can alter the date payment is drawn if you prefer. Any adjustment premiums throughout the year can be paid over the remaining repayment period for that transaction.

Once your credit agreement has been set up, Premium Credit Ltd may make a charge of £25 if any repayment is unpaid and has to be re-debited.

You can withdraw from the credit agreement within 14 days. If you withdraw from the credit agreement any repayments you have paid to Premium Credit will be refunded to you and you will have to make alternative arrangements for paying for your insurance or it may be cancelled. You can end the credit agreement at any other time and instead of making monthly repayments you will have to pay the outstanding balance in full, but it is your responsibility to cancel the agreement straightaway as Premium Credit will not provide any refund of paid instalments. If you do not pay

the outstanding balance in full your insurance policy may be cancelled. For more information about your right to withdraw or end the credit agreement, please refer to the terms and conditions of the credit agreement.

Credit is subject to status and Premium Credit may use a credit reference agency that leaves a record of the search or other information about you to carry out credit and anti-money laundering checks. This record will be visible to third parties.

More information will be sent to you from Premium Credit but if you have any questions about your instalments, please contact them on 0844 7369836. On renewal of your insurance we will continue to pass your details to Premium Credit unless you instruct otherwise.

### **Important information about your Direct Debit payments**

Please note that failure to keep up the payments on your monthly instalments may incur extra charges as per the credit agreement from Premium Credit Ltd.

You must contact us if cover is no longer required.

Cancelling the Direct Debit instruction with your bank will not cancel the policy and you may be charged by the insurer for the time on risk, along with our cancellation fee of £50. If any additional charges are not paid, we may refer the matter to our debt collection agency, which will incur an extra fee of £100 for the letter that they issue. Your credit rating may also be affected.