

Re: Strata Title Insurance Costs.

The _____ is situated in _____ Cairns & is a relatively new construction of category 5 cyclone rated buildings. The complex consists of 197 lots comprising owner/occupier, short & long term rental accommodation units & facilities & retail areas.

For the year to May 2011, the cost of insurance for the complex was \$170,000. The renewal notice received for the following year to May 2012 increased costs to \$250,000. Insurance was procured through another broker for the period May to December 2011 at a premium of approximately \$75000, which equated to a yearly cost of \$125,000. However, the renewal price for insurance for the period January to December 2012 under the current policy is \$396,000.

In effect the average insurance costs per unit have increased from \$860 per year in 2010 to \$2010 for this year, an increase of over 230%.

Contact Details:

Mrs Jennine Christensen