

Life Cover



At a glance

Affordable protection

- ▶ A lump sum cash amount payable on death.
- ▶ The cover has no savings component.
- ▶ The cover comes with some important options at no additional cost. You can also add other options for which you will pay an additional premium.



Why you need it

Every day you face a wide range of risks to your personal wellbeing and lifestyle. Life Cover helps you minimise the financial impact of death or terminal illness on your family or business.

Life Cover provides security for a wide range of financial commitments by paying a lump sum on your death. This essential form of protection is used for a variety of purposes:

- ▶ Mortgage commitments
- ▶ Personal debt, such as loans or credit cards
- ▶ Security for business obligations
- ▶ Provide a lump sum to fund your family's future lifestyle in the event of your death

If you have debts which you would like paid on your death, or want to create a capital lump-sum that your family can draw upon to meet their needs, then life assurance is an essential part of your financial planning.

Key facts

Ages

- ▶ Entry age is from age 16 to age 74.

Level of cover

- ▶ No maximum level of cover, but is subject to normal medical and financial underwriting.
- ▶ You can 'inflation proof' your cover by increasing it each year in line with the Consumer Price Index.

Premiums

- ▶ Payable fortnightly, monthly, half-yearly or yearly.
- ▶ Premiums are fixed for one year at a time and will normally increase annually in line with age.
- ▶ A level premium option is available.

Standard benefits – automatically included

Life cover

You are insured for life – there is no expiry age. The only exclusion is where the cause of death is suicide within the first 13 months of the policy start date or its reinstatement.

Terminal illness

If you are diagnosed as terminally ill and are expected to die within 12 months, you can apply for payment of the sum insured.

A terminal illness booster benefit is available at an extra cost – see over for details.

Premium holiday option

You may opt to suspend cover and premiums in the event of redundancy, bankruptcy, tertiary studies, overseas travel or any other reasonable event. Cover can be reinstated without evidence of health within one year from the start of this option. The maximum sum assured under this option is \$500,000. The Premium Holiday option may be exercised once in the lifetime of the policy.

Bereavement benefit

On proof of death of the life assured, the policy owner may apply for an immediate bereavement benefit of up to \$10,000. This is to assist with costs such as travel, accommodation or funeral expenses. This is an early payment of part of the life cover and the life cover will be reduced by the amount of the bereavement benefit paid.





Life Cover

Financial planning benefit

If a benefit greater than \$100,000 is paid, a further benefit of up to \$2,000 may also be payable. We will reimburse the reasonable costs of a fully documented financial plan prepared by a qualified financial adviser as approved by Fidelity Life.

Special features include

- ▶ A discount for large sums insured. If your life cover is over \$2.5 million you will receive a 15% discount; between \$1 million and \$2.5 million a 12.5% discount; you will receive a 10% discount for cover between \$750,000 and \$1 million and a 7.5% discount applies to cover between \$500,000 and \$750,000.
- ▶ A 10% loyalty discount from year six onward, irrespective of the sum insured.
- ▶ Future Insurability under age 55 – cover may be increased without evidence of health upon marriage, birth of a child, at certain ages, effecting a first mortgage or increase in the value of your business.

Optional benefits

- ▶ **Future insurability option** (additional premium applies) – this option allows you to increase life cover by up to 10% of the initial sum insured each year from the first anniversary on, for up to 10 years. No further medical evidence will be required though financial evidence may be required. Conditions apply.
- ▶ **Terminal illness booster** – can be added to your life cover at an extra cost. The benefit amount is up to 25% of the life cover to a maximum of \$500,000. You must apply for this benefit prior to age 60. The Terminal Illness Booster benefit ceases at age 65.
- ▶ **Waiver of premium** – Any future premiums are waived during a period of disability.

Add other insurance covers

You can also add the following benefits to your plan:

- ▶ **Total and Permanent Disability** – provides financial protection against permanent long-term disability, with a lump-sum payment.
- ▶ **Critical Care Cover** – a lump-sum payment if you suffer a specified trauma.
- ▶ **Life Care Benefit** – up to five Critical Care payments for 22% of the Critical Care premium.
- ▶ **Income Protection Cover** – protecting your greatest asset – your ability to earn an income.
- ▶ **Family Income Benefit** – pays a regular income to your dependents on your death, Critical Care or Total and Permanent Disability.

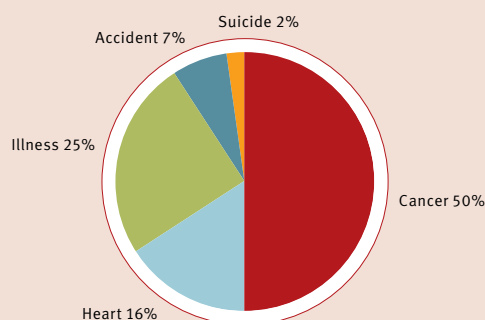
A separate fact sheet is available for each of the above options.

Some interesting facts

Fidelity Life's recent claims statistics show that:

- ▶ Of death claims, 36% were for women and 64% were for men.
- ▶ The average age of our illness-related death claims was 56 for women and 55 for men.
- ▶ All terminal illness claims were for cancer – 17% of terminal illness claims for women were for breast cancer.

Causes of death to June 2008



Important note about this factsheet

This factsheet is a convenient summary of the key points of this insurance policy. It is not, and is not intended to be, a policy document. Details of definitions, benefits, terms and conditions are contained in the official policy document which is available from your financial adviser. You should read the policy document carefully to make sure you understand exactly what cover is provided under each benefit.

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A- (EXCELLENT)
RATING

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