

PLATINUM PLUS - LIFE ASSURANCE

A INTRODUCTION

1. **We** insure **you** and the **insured persons** as set out below.
2. The words shown in bold in the cover have the meaning described in Section B of the Policy Terms and Conditions.

B WHAT WE COVER

1. **We** will pay **you** the following benefits under this cover:

1.1 Death Benefit

On proof of the death of an **insured person** satisfactory to **us**, **we** will pay **you** the **life assurance**. Any Terminal Illness Benefit paid will reduce the **life assurance**.

1.2 Payment to Nominated Beneficiaries.

By written notice to **us**, **you** may nominate to whom and in what proportions the **life assurance** is to be paid. **You** may revoke or change any such nomination by written notice to **us**.

On change of ownership of the Policy any such existing nomination is automatically revoked.

2. Bereavement Benefit

On proof of the death of an **insured person** satisfactory to **us**, **you** may apply for an immediate bereavement benefit of up to \$10,000. The bereavement benefit is to assist the bereaved with immediate costs such as travel and accommodation and funeral expenses. This benefit represents an early payment of part of the **life assurance** and the **life assurance** will be reduced by the amount of bereavement benefit paid.

3. Terminal Illness Benefit

Where the **insured person** is diagnosed as being terminally ill and death is likely to occur within twelve months, **you** may apply for payment of the **life assurance**. The **medical practitioner** treating the condition will be required to certify the extent of the illness or injury. Another **medical practitioner** nominated by **us** must confirm the diagnosis and prognosis.

4. Financial Planning Benefit

When **we** pay a lump sum benefit of at least \$100,000 (or such other amount as advised by **us** from time to time) to a beneficiary under the policy, **we** will reimburse, up to a maximum of \$2000, the cost of a fully documented financial plan prepared by a qualified financial adviser for the beneficiary.

Where there is more than one beneficiary the right to the financial planning benefit will be divided equally between those beneficiaries who each receive a benefit of at least \$100,000.

The reimbursement must be claimed within six months of receiving the lump sum benefit and will be payable only once in respect of all policies covering the same **insured person**.

We will require evidence to show that the financial plan has been provided, the qualifications of the financial adviser and the costs charged by the financial adviser.

C SUICIDE EXCLUSION

If within thirteen months from the **date of commencement** or from the date of any increase for that increase, or from the date of reinstatement, an **insured person** whether sane or insane shall die by **his** or **her** own hand then this policy shall be void and any premiums paid shall be forfeited. This clause shall not be applied to defeat any interest in this policy acquired by a third party in good faith and for valuable consideration.

If an **insured person** had similar cover with another insurance company and this policy replaced that cover, then this exclusion does not apply to the sum assured under the replaced cover provided the previous policy had been in force for at least thirteen months.

D CPI OPTION

If CPI Option is included under this cover for an **insured person**, on each **policy anniversary** **you** have the option of increasing the **life assurance** by a rate **we** determine based on the percentage increase of the **consumer price index**, regardless of **his** or **her** state of health.

If **you** decline this option on any **policy anniversary** it will not affect the offer of future increases. This option expires at age 65.

E FUTURE INSURABILITY OPTIONS

1. Personal Events (no extra cost)

If this option is included in the **schedule** for an **insured person** who has yet to attain age 55, **you** can increase **his** or **her life assurance** in the circumstances shown below regardless of **his** or **her** state of health.

- a) **You** can increase the **insured person's life assurance** by up to 25% of **his** or **her** original **life assurance** with a maximum of \$250,000 if any one of the following events apply to **him** or **her**:
 - (i) marriage or divorce
 - (ii) birth or adoption of a **child**
 - (iii) dependent **child** starting secondary school
 - (iv) attainment of ages 25, 30, 35, 40 and 45
- b) If the **insured person** takes out or increases a mortgage on **his** or **her** own home, **his** or **her life assurance** can be increased by up to the lesser of:
 - (i) 50% of **his** or **her** original **life assurance**; or
 - (ii) the increase in the value of the existing mortgage or a new mortgage; or
 - (iii) \$250,000

Conditions

- a) **You** must inform **us** of the intention to exercise this option within one month of the specified event.
- b) **You** must exercise this option within six months of the specified event.
- c) This option is not available if the original cover was issued with a loading greater than 100% due to health, occupation or pastimes.
- d) Any special terms and loadings that applied to the original **life assurance** will also apply to the increase in **life assurance**.
- e) The maximum increase for all events is the lesser of the **insured person's** original **life assurance** and \$1,000,000.
- f) **Your** premiums will increase in line with the increased cover. The increased cover applies from the date **we** confirm the new sum insured to **you**, subject to payment of the additional premium.
- g) **You** cannot exercise this option at a time a claim has been made or is entitled to be made

2. Business Events (no extra cost)

If this option is included in the **schedule** for an **insured person** who has yet to attain age 55, **you** can increase **his** or **her life assurance** in the circumstances shown below regardless of **his** or **her** state of health.

The maximum life cover increase for each business event is the lesser of 25% of the **insured person's** original **life assurance** or \$250,000 or the amount calculated below:

- (i) Where the **insured person** is a key person in a business, **you** can increase **his** or **her life assurance** by the same proportion as the increase in **his** or **her** value to the business averaged over the previous three years, or
- (ii) Where the **insured person** is a partner in a firm or a shareholder in a company, **you** can increase **his** or **her life assurance** by the same proportion as the increase in the value of the **his** or **her** financial interest averaged over the previous three years, or
- (iii) Where **you** have effected cover for the **insured person** for loan guarantees, **you** can increase **his** or **her life assurance** by the same proportion as the increase in the loan relating to the funding of the business.

Conditions

- a) **You** must inform **us** of the intention to exercise this option within one month of the specified event.

- b) **You** must exercise this option within six months of the specified event.
- c) The maximum increase for all events is the lesser of the **insured person's original life assurance** and \$1,000,000.
- d) You cannot exercise this option if the cover is subject to a premium loading that is greater than 100%.
- e) You cannot exercise this option if the life cover has been reinstated under a Buy-Back option.
- f) **You** can increase the **insured person's life assurance** subject to the need for cover being established by financial underwriting of the **insured person** based on such financial evidence as **we** request.
- g) The method chosen to value the business or the **insured person** will be in accordance with industry established valuation methods or the method of valuation used at application time. The method of valuation and the valuer must be satisfactory to **us**. The valuer cannot be a family member, business partner, employee or employer of **you** or the **insured person**.
- h) The business means the entity on which the underwriting was based on at the time of the original application
- i) **We** reserve the right to decline an application for an increase if **we** are not satisfied that there is financial justification for the additional cover
- j) **Your** premiums will increase in line with the increased cover. The increased cover applies from the date **we** confirm the new sum insured to **you**, subject to payment of the additional premium.
- k) Any special terms and loadings that applied to the original **life assurance** will also apply to the increase in **life assurance**.
- l) **You** cannot exercise this option at a time a claim has been made or is entitled to be made

3. Business Future Insurability Option

This option requires the payment of an additional premium.

If this option is included in the **schedule** for an **insured person**, **you** can increase **his** or **her life assurance** in the circumstances shown below regardless of **his** or **her** state of health.

- (i) Where the **insured person** is a key person in a business, **you** can increase **his** or **her life assurance** by the same proportion as the increase in **his** or **her** value to the business averaged over the previous three years, or
- (ii) Where the **insured person** is a partner in a firm or a shareholder in a company, **you** can increase **his** or **her life assurance** by the same proportion as the increase in the value of the **his** or **her** financial interest averaged over the previous three years, or
- (iii) Where **you** have effected cover for the **insured person** for loan guarantees, **you** can increase **his** or **her life assurance** by the same proportion as the increase in the loan relating to the funding of the business.

Conditions

- a) **You** can increase the **insured person's life assurance** subject to the need for cover being established by financial underwriting of the **insured person** based on such financial evidence as **we** request.
- b) The first option date is the first **policy anniversary**. The last option date is the **policy anniversary** prior to the **insured person's** 60th birthday.
- c) **You** must inform **us** of the intention to exercise this option within one month of the specified event
- d) **You** must exercise this option in writing within six months of the option date.
- e) The method chosen to value the business or the **insured person** will be in accordance with industry established valuation methods or the method of valuation used at application time. The method of valuation and the valuer must be satisfactory to **us**.

The valuer cannot be a family member, business partner, employee or employer of **you** or the **insured person**.

- f) The business means the entity on which the underwriting was based on at the time of the original application
- g) **We** reserve the right to decline an application for an increase if **we** are not satisfied that there is financial justification for the additional cover
- h) **Your** premiums will increase in line with the increased cover. The increased cover applies from the date **we** confirm the new sum insured to **you**, subject to payment of the additional premium.
- i) Any special terms and loadings that applied to the original **life assurance** will also apply to the increase in **life assurance**.
- j) **You** cannot exercise this option at a time a claim has been made or is entitled to be made.
- k) You cannot exercise this option if the life cover has been reinstated under a Buy-Back option
The maximum option sum assured available is \$5,000,000.

F PREMIUM HOLIDAY OPTION

This cover can be reinstated without evidence of health within one year from the date upon which the last premium was due subject to the following conditions:

- a) Within the days of grace, **you** can exercise this option by writing to **us** advising the reason why premium payments have ceased and by doing so acknowledge that reinstatement of this cover within the stated period is **your** sole responsibility.
- b) Valid reasons for this option are; redundancy, bankruptcy, tertiary studies, overseas travel or such other event as **we** in **our** absolute discretion find reasonable.
- c) **We** will acknowledge the request, cancel this cover and confirm that the option has been activated if a valid reason is given.
- d) The maximum sum assured under this option is \$500,000.
- e) This option may be exercised once only.
- f) From the date of reinstatement, premiums will be payable based on the age attained of the **insured person** and the premium rates applicable at that time.

G CONVERSION OPTION

You can convert this cover for an **insured person** to another policy on the terms applying at the time provided that:

- a) This cover is in force in its original form; and
- b) All premiums have been paid; and
- c) The maximum cover without medical evidence under the new policy is the **life assurance**.