

# Canada Life Flexible Term Plan



## What is Term Assurance?

Term Assurance is the simplest form of life insurance available. You choose the level of cover you need and the length of time you need it. At the end of that period, the cover ceases. All your contributions go towards protection, which means that there is no surrender value on a term assurance plan. This keeps the cost to a minimum. The contributions to your plan are specified at the outset of your policy, so you know from the start the cost of your protection.

## What is the Canada Life Flexible Term Plan?

The Canada Life Flexible Term Plan provides Life and/or Specified Illness Cover with the options of adding Indexation, Hospital Cash and/or Personal Accident Benefit.

With the Flexible Term Plan, you can choose a Single or Dual Life plan and your cover can be "Standalone" Life or Specified Illness Cover, "Accelerated" Life and Specified Illness Cover or "Double Payout" Life and Specified Illness Cover. Under a dual life plan, a claim on one life does not affect the cover on the other life.

## Flexible Term Plan options to suit your needs

### "Standalone" Life Cover

The simplest form of Life Cover available. If you die within the term of the policy, Canada Life will pay out the sum assured.

### "Standalone" Specified Illness Cover

From time to time, it makes sense to check if your Life Cover is sufficient to meet your needs. For those who have sufficient Life Cover, or for those who have no need for it, the Flexible Term Plan offers "Standalone" Specified Illness Cover. If you are diagnosed with a Specified Illness within the term of the policy, Canada Life will pay out the sum assured. \*

\* Please consult the policy conditions for detailed information on what specified illnesses are covered.

### "Accelerated" Life and Specified Illness Cover

The Accelerated Plan provides Life and Specified Illness Cover. After a Specified Illness claim, your Life Cover is reduced by the amount of the claim. The policy will cease in the event that a Specified Illness claim reduces your Life Cover to zero. In the event that you die before a Specified Illness claim, the death benefit will be paid provided this occurs within the term of the policy, and the policy will cease. This plan is a relatively inexpensive way to provide Life and Specified Illness Cover.

### "Double Payout" Life and Specified Illness Cover

This plan contains Life and Specified Illness Cover and the key advantage here is that the Life Cover sum assured is independent and unaffected by a Specified Illness claim. This means that your level of cover is guaranteed not to reduce after a Specified Illness claim.





## **Benefit Details**

### **Life Cover**

A tax-free lump sum payable in the event of death within the policy term to help your family maintain the same standard of living that they enjoy today.

### **Automatic Benefit under Life Cover**

#### *Terminal Illness Benefit on Life Cover*

This provides for the payment of 70% of the death benefit upon diagnosis of a terminal illness (with the remaining balance of the policy payable on the death of the life assured). Please consult the policy conditions for detailed information on this benefit.

### **Specified Illness Cover**

It is important to realise that not all illnesses are covered by this plan. For details of provisions and exclusions applying and for a description of each illness please refer to the Canada Life Specified Illness Definitions Booklet.

## Automatic Benefits under Specified Illness Cover

### *Permanent and Total Disablement Benefit before age 65 - Work Tasks or Mental Incapacity*

The list of illnesses covered by Canada Life is comprehensive but what happens if you are permanently disabled resulting from a condition not included in our list? With Permanent and Total Disablement Benefit, you will receive your full Specified Illness Benefit if, because of a disability, you become permanently unable to perform certain specified activities prior to your 65th birthday. Please refer to the specific product policy conditions for further details.

### *Overseas Surgery Benefit*

If you or any of your children between the ages of 1 and 18 years (up to age 21 if in full time education) need an immediately necessary surgical procedure arising from one of the specified illnesses listed and which cannot be performed in any hospital in Ireland, an extra cash amount to help cover travelling expenses will be paid in addition to any Specified Illness Benefit.

### *Specified Illness Benefit Prepayment*

If it is confirmed that you or any of your children between the ages of 1 and 18 years (up to age 21 if in full time education) are on an official waiting list to have Coronary Artery By-Pass, Heart Valve, Aorta Graft or Pulmonary Artery surgeries, then a portion of your Specified Illness Cover will be pre-paid with the remainder payable on the completion of the surgery and survival of 14 days. If you are on an official waiting list for a Heart, Lung, Liver, Pancreas or Bone Marrow Transplant, the full benefit can be paid in advance of the surgery being carried out.

### *Children's Specified Illness Cover*

Under your Specified Illness policy, each of your children between the ages of 1 and 18 years (up to age 21 if in full time education) is automatically covered for a maximum of €25,000, subject to a maximum aggregate cover for all children of half of the parents' Specified Illness Cover. Your children are covered by the same illnesses as you.

## Automatic Benefits under the Flexible Term Plan

### *Guaranteed Insurability Options*

This is an automatic additional benefit available to lives under 55 accepted on standard terms and if no policy exclusions have been applied.

This valuable benefit gives you the flexibility to increase your Life and Specified Illness cover prior to your 55th birthday, without further underwriting, as your needs change. It can be used if any of the following life changing events occur:

- Marriage
- Birth or legal adoption of a child
- Purchase of a new principal private residence in Ireland

The option may be used more than once (for example an increase on marriage and a further increase on the birth of a child). The total maximum increase in cover over the life of the policy is the lesser of €200,000 or 50% of the initial sum assured stated in the policy document. On purchase of a new principal private residence, the maximum increase in cover is limited to the increase in the loan amount relative to the previous mortgage on the principal private residence, subject to the limits above.

Guaranteed Insurability Options apply separately to each life on the policy.

If you have any other policies with Canada Life with similar options the overall maximum increase under these options across all policies is limited to €200,000.

Please refer to the specific product policy conditions for further details of this benefit.

## Optional Benefits available under the Flexible Term Plan

### Hospital Cash Benefit

This provides a tax-free cash sum for each day you spend in hospital. This amount depends on the benefit level selected by you at the outset of the policy up to €180 for each day. To claim on this benefit, your hospital stay must be for at least three consecutive days. Cover is provided for hospital stays due to pregnancy when the policy has been in force for at least 9 months. After a specified illness claim, where Life Cover continues as part of your plan, the Hospital Cash Benefit will also continue. Hospital Cash Benefit expires at your 65th birthday. With Hospital Cash Benefit, each of your children between the ages of 1 and 18 years is automatically covered for half of your Hospital Cash Benefit subject to a maximum of €60 per day, per child.

### Personal Accident Benefit

This provides you with a weekly income if you are unable to carry out your occupation for more than two weeks due to an accident. The weekly income is equal to the benefit level selected by you at the outset of the policy, subject to a maximum of half of your gross income. The maximum weekly benefit is €400 per week. You can receive this benefit while

the disability lasts up to a maximum of 52 weeks, although no payment will be made for the first two weeks of disability. Note that accidents occurring after the policyholders' 60th birthday are not covered and benefits cease at your 60th birthday.

### Indexation

If chosen, the benefits under the policy will automatically increase by 5% each year. On each increase, the premium payable shall be appropriately increased by Canada Life. Indexation Benefit must be chosen at the outset of the policy.

### Conversion

This is a valuable option available on Life and Specified Illness Cover, which allows you to convert your Flexible Term Plan at any time during your policy term to a new level non-converting term assurance plan as offered by Canada Life at that time. You benefit by not needing to provide further evidence of health when converting. This option must be chosen at the outset of your plan. Conversion does not apply to Hospital Cash or Personal Accident Benefit and it expires at age 65.

## Policy Details of Flexible Term Plan

<i>Minimum Age</i>	19 next birthday.
<i>Maximum Age</i>	70 next birthday for Life Cover, 65 next birthday for Specified Illness Cover.
<i>Term</i>	1 to 40 years (Maximum age at expiry is 80 next birthday for Life Cover and 75 next birthday for Specified Illness Cover).
<i>Minimum Premium</i>	€15 per month.
<i>Basis</i>	This policy may be written as single life or dual life basis.

