

Mortgage Protector

ABOUT MORTGAGE PROTECTOR

The purchase of your home is one of the largest financial commitments you will make. Once you have committed yourself to a home loan, your lender typically expects you to meet your repayments, even when you can't work due to sickness or injury. No one likes to think about serious illness or death but it makes sense to reduce the financial impact of such possibilities. Have you thought about how your dependants would repay the mortgage on your home if you were to die suddenly or be unable to work due to serious illness or a prolonged period of disability?

Mortgage Protector works when you can't through a range of cover options that are designed to meet your protection needs.

WORKING WHEN YOU CAN'T

Mortgage Protector can be a combination of:

- Lump sum cover (in case of death, serious illness or permanent disability); and
- Regular monthly payments when you are unable to work due to sickness or injury.
- Available for residential and investment properties as well as tenants to insure their rental payments.
- Regular monthly payments for redundancy are available as an optional benefit.
- Simple, short application form available for covers up to certain levels.
- Additional cover can be included on completion of a full application if required.

KEY FACTS

Ages

- Entry age is from age 16 to 59.

Premiums

- Payable fortnightly, monthly, quarterly, half-yearly or yearly.

LIFE ASSURANCE COVER

On your death, or on the diagnosis of a terminal illness, pays a lump sum to go towards paying off the mortgage (or a part). Includes:

Future insurability

- In addition to inflation increases, in certain circumstances you can increase your cover without any medical evidence including marriage, having children, reaching certain ages or increasing your mortgage. Refer to the policy document for details

Bereavement benefit

- A benefit of up to \$15,000 to assist with funeral expenses, travel and accommodation. This benefit 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.

TRAUMA COVER

Pays a lump sum if you suffer for the first time after the cover starts from one of a number of listed trauma conditions. This cover is available as a standalone or an accelerated benefit (in conjunction with life cover).

Trauma Cover Includes:

Life Cover buy-back (accelerated benefit only)

- Following a payment of an accelerated trauma benefit, you can buy back the life cover paid out over three years without medical evidence. For an additional premium the full life cover paid out can be bought back twelve months after the payment without medical evidence.

Child's benefit

- Your children (either by birth or legal adoption) between age 2 and 20 (inclusive) are covered for the lesser of \$50,000 or 20% of the parent's trauma sum assured should they be diagnosed as suffering for the first time after the cover starts from one of the listed trauma conditions. This can be converted up to 30 days before or after their 21st birthday to their own Life Assurance Cover with Trauma Cover - Accelerated.

TRAUMA MULTI COVER - UNIQUE TO FIDELITY LIFE

Trauma Multi Cover will pay a lump sum of 20% of the Trauma Multi Cover sum assured if you suffer for the first time after the cover starts from one of a number of listed Trauma Multi conditions. This cover can pay up to five claims during the lifetime of the cover. This cover is available as a standalone benefit or accelerated (in conjunction with the life cover benefit).

Features and Options:

Life Cover buy-back (accelerated benefit only)

- Following a payment of accelerated Trauma Multi benefit, you can buy back the life cover paid out over three years without medical evidence. For an additional premium, the full life cover paid out can be bought back twelve months after the payment without medical evidence.

Child's benefit

- Your children (either by birth or legal adoption) between age 2 and 20 (inclusive) are covered for the lesser of \$50,000 or 20% of the parent's Trauma Multi sum assured should they be diagnosed as suffering for the first time after the cover starts from one of the listed Trauma Multi conditions. This can be converted up to 30 days before or after their 21st birthday to their own Life Assurance Cover with Trauma Multi accelerated cover.

Protecting the NZ way of life

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MONTHLY MORTGAGE REPAYMENT COVER

This is an agreed monthly benefit to help meet your contractual mortgage repayments or other similar type obligations, such as a rental agreement. This is payable if you are totally or partially unable to work due to sickness or injury. The benefit is based on either 110% of your contractual mortgage repayments or 40% of your income. Other income is typically not offset against this benefit for up to certain amounts.

You have a choice of a 2, 4, 8, 13, 26, 52, 104 week waiting period and a benefit period of 2 years, 5 years or to age 65.

Standard features include:

Future Insurability – You can increase your mortgage repayment cover, without medical evidence, if you take out a new mortgage or increase repayments on an existing mortgage.

Optional benefits include:

Extra benefits option

Includes:

- **Death benefit** – A lump sum of three times the monthly benefit is payable if you die while on claim.
- **Total and Permanent Disability benefit** – Provides a benefit of 24 times the monthly benefit where you have been paid a monthly benefit for 12 consecutive months and where you are totally and permanently disabled.
- **Specific injury benefit (see table)** – A benefit for specific injuries, payable whether you are working or not, with no offsets.
- **Specified medical condition benefit** – If you suffer one of the specified medical conditions for the first time after the policy commences we will pay you the monthly benefit for a minimum period of six months, whether you are working or not. Specified medical conditions – angioplasty (triple vessel)*, aorta surgery*, cancer*, cerebrovascular accident (stroke)*, chronic renal (kidney) failure, coronary artery bypass surgery*, heart valve surgery*, major organ transplant, myocardial infarction (heart attack)*, multiple sclerosis, paralysis, severe burns.

Cover for conditions marked * does not start until three months after the policy commencement date.

Redundancy Cover – If you are made redundant or declared bankrupt, an optional benefit may be payable for up to six months. The maximum amount payable is \$4,000 per month. Redundancy benefit is only available if you have a mortgage or are renting.

Claims Escalation Option – While on claim your benefit will be linked to the Consumer Price Index (CPI) and adjusted every quarter.

The above optional benefits require payment of an additional premium.

SURVIVOR'S INCOME COVER

This benefit pays a regular income to those that are financially dependent on you in the event of your death. You can also add trauma and total and permanent disability as an option under this benefit. (The benefit will be payable should you suffer one of the listed trauma conditions or be diagnosed as permanently disabled). This requires payment of an additional premium

WAIVER OF PREMIUM COVER

While the insured person with the Waiver of Premium is totally disabled (or partially disabled) for some covers, the premiums due on the policy after the waiting period ends will be waived and premiums due and paid during the wait period will be refunded. This requires payment of an additional premium.

SPECIFIC INJURY BENEFIT

Specific injury means:	The payment period
1. Fracture of skull, jaw	30 days
2. Fracture of forearm, collarbone	30 days
3. Fracture of wrist	45 days
4. Fracture of upper arm, shoulder bone, elbow	60 days
5. Fracture of vertebrae	60 days
6. Fracture of kneecap	60 days
7. Fracture of ankle, heel	60 days
8. Fracture of leg below the knee (tibia or fibula)	60 days
9. Fracture of leg above the knee (femur), pelvis	90 days
10. Loss of thumb and index finger of the same hand	6 months
11. Loss of one foot or one hand or sight in one eye	12 months
12. Loss of one leg or arm	18 months
13. Loss of any combination of two of the following: a hand, a foot, sight in one eye	24 months
14. Loss of both feet or both hands or sight of both eyes	24 months
15. Paralysis (Diplegia, Hemiplegia, Paraplegia, Quadriplegia)	60 months

FINANCIAL STRENGTH RATING

A- (Excellent)

Fidelity Life has an A- (Excellent) financial strength rating given by A.M. Best.

SECURE

A++, **A+** (Superior)
A, **A-** (Excellent)
B++, **B+** (Good)

VULNERABLE

B, **B-** (Fair)
C++, **C+** (Marginal)
C, **C-** (Weak)
D (Poor)
E (Under Regulatory Supervision)
F (In liquidation)
S (Suspended)

The A.M. Best financial strength rating relates to Fidelity Life's insurance and investment business. For the latest ratings, visit www.ambest.com. The rating should not be read as a recommendation. The scale of which this rating forms part of is available from Fidelity Life.

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, standard exclusions/limitations, 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. This document does not provide a personalised financial advice service.

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