

Survivor's Income Cover

ABOUT SURVIVOR'S INCOME COVER

Survivor's Income Cover provides a regular monthly income for those who depend on you if you die or become totally and permanently disabled, due to accident or illness.

In conjunction with Life Cover, Survivor's Income Cover can provide an ideal mix of lump-sum payment (to pay debts) and ongoing income (to fund family expenses).

An ideal complement to lump-sum insurance, Survivor's Income Cover relieves problems frequently associated with lump sum payments at a time the survivor may least be able to cope, such as:

- Where to invest the money
- How much to withdraw
- Taxation complexities
- Dealing with demands from family members.

Ongoing income for families

- Payment of a regular monthly income upon your death or diagnosis of a terminal illness.
- Can be stand alone or part of a complete protection policy.
- Monthly income can be increased for additional children, with no additional medical evidence required.

KEY FACTS

Ages

- Entry age is from age 16 to age 75.
- There is no expiry age.

Premiums

- Payable fortnightly, monthly, half-yearly or yearly
- Minimum monthly benefit of \$500
- Maximum monthly benefit of \$50,000 subject to financial and medical underwriting.
- Yearly renewable premiums are fixed for one year at a time and will normally increase in line with age.
- Level term premiums are fixed for the life of the policy.

STANDARD FEATURES

Benefit period – You can choose the benefit period that best suits your needs:

- We offer a number of benefit periods from 2 to 30 years; or
- You can choose a benefit up to the date at which the insured person would have reached their 55th, 60th or 65th birthday; or

- If you choose the regular payment option, a benefit is payable until the death of a nominated beneficiary, e.g. a spouse or a partner. In this instance payments would be made for a minimum period of 10 years.

Terminal Illness – If you are diagnosed as terminally ill and are expected to die within 12 months, the monthly benefit will commence.

Inflation protection – You can choose to have your Survivor's Income Cover increase each year by the greater of 2% or the Consumer Price Index up to age 65, regardless of health. Each year we will advise you of the increased sum assured and new premium.

Where premiums are level and indexation option has been selected, the sum assured will be increased by a fixed rate of 2% each year.

Increase in benefit – On the birth or legal adoption of a child you can increase the monthly payment by up to 10% with a maximum of \$500 per month per child.

If you purchase a house as a primary residence that requires a first mortgage, or an increase to an existing mortgage, you can increase the monthly payment by up to 10%.

If your income increases by more than 10% you can increase the monthly payment by up to 10%.

No medical evidence is required for this increase in cover. The maximum number of life event increases is five. Not available with Level Term.

Premium holiday option – You may opt to suspend cover and premiums in the event of redundancy, bankruptcy, tertiary studies or overseas travel. Cover can be reinstated without evidence of health within one year from the start of this option. The maximum monthly payment under this option is \$1,500. The premium holiday option may be exercised once in the lifetime of the policy. Not available with Level Term.

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OPTIONAL BENEFITS

Trauma Benefit and Total & Permanent Disability Benefit

Two additional cover options can be added to the Survivor's Income Cover:

- **Total and Permanent Disability benefit** – if you are totally and permanently disabled and unable to work again the monthly benefit is payable. This option expires at age 65. After age 65, if you have a long-term care disability, such that you will never be able to perform two of the activities of daily living, the monthly benefit is payable.
- **Trauma benefit** – if you suffer one of a range of specified conditions the monthly benefit is payable (see Trauma Cover factsheet). This option has no expiry age.

Claims Indexation – You can have the benefit indexed during a claim period by up to 5% p.a.

Waiver of Premium Cover – While the insured person with the Waiver of Premium Cover is totally disabled, the premiums due on the policy after the waiting period ends will be waived and premiums paid during the waiting period will be refunded.

All of the above require payment of an additional premium.

TRAUMA CONDITIONS

You have the option, for an additional premium, to include these trauma conditions to your Survivor's Income Cover as listed below:

Accidentally acquired HIV
 Adult onset insulin dependent diabetes mellitus*
 Alzheimer's disease/Dementia#
 Angioplasty**
 Aorta surgery*
 Aplastic anaemia
 Benign brain tumour
 Cancer**
 Cardiomyopathy
 Cerebrovascular accident (stroke)*
 Chronic liver failure
 Chronic lung disease
 Chronic renal (kidney) failure
 Cognitive Impairment
 Coma
 Coronary artery bypass surgery*
 Creutzfeldt-Jakob disease
 Encephalitis
 Heart valve surgery*
 Intensive care
 Loss of independent existence
 Loss of limbs and/or eyes*
 Loss of speech
 Major head trauma
 Major organ transplant
 Meningitis and/or meningococcal disease
 Motor neurone disease
 Multiple sclerosis*
 Muscular dystrophy#
 Myocardial infarction (heart attack)*
 Occupationally-acquired HIV
 Open heart surgery
 Out of hospital cardiac arrest*
 Paralysis: • diplegia
 • hemiplegia
 • paraplegia
 • quadriplegia
 • tetraplegia
 Parkinson's disease#
 Pneumonectomy
 Primary pulmonary hypertension
 Severe burns
 Severe osteoporosis#
 Severe rheumatoid arthritis#
 Systemic sclerosis
 Total blindness
 Total deafness#

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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* Three month stand-down from commencement applies.
 # A partial advance payment of the Trauma Cover can apply to these conditions. This applies to some cancers.
 Refer to the Policy Wording for full definitive details and conditions.