

# Distribution Guide

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Distinction

Credit Card Payment Protection Plan

# Copy of the contract of insurance

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National Bank Life Insurance Company customer service can send a copy of the contract if needed.

Our customer service representatives can be reached at:

Montreal: 514-871-7500

Toll-free: 1-877-871-7500

# Distribution Guide

## Distinction Credit Card Payment Protection Plan

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**Name of product:** Distinction Credit Card Payment Protection Plan

**Type of product:** Group credit insurance

<b>Insurer</b>	<b>National Bank Life Insurance Company</b> 1100 Robert-Bourassa Blvd., 5th Floor Montreal, Quebec H3B 2G7  Toll-free: 1-877-871-7500 Montreal: 514-871-7500 Fax: 514-394-6992  nbc-insurance.ca insurance@nbc.ca
<b>Distributor</b>	<b>National Bank of Canada</b> 600 De la Gauchetière Street West Montreal, Quebec H3B 4L2  Montreal: 514-394-5555 Toll-free: 1-888-835-6281

The *Autorité des marchés financiers* makes no claim as to the quality of the product presented in this Guide. Only the Insurer is liable for discrepancies between the terms set out in the Guide and those contained in the Policy.

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## Introduction

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The purpose of the Distribution Guide is to describe the coverage offered with the National Bank Distinction Credit Card Payment Protection Plan (hereafter called “the insurance”) and present it in an easy-to-understand format to facilitate your comprehension of the product. The Guide is intended to help you determine whether this product is suited to your needs when you do not have the assistance of a life and health insurance advisor.

Keep the Guide in a safe place with your certificate of insurance for future reference.

The National Bank Distinction Credit Card Payment Protection Plan is underwritten by National Bank Life Insurance Company, under master policy MCAPD-19. It is available exclusively to National Bank Mastercard (hereafter called “the Bank”) cardholders and stays in effect until termination of insurance.

## Key definitions

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**Accident:** An event resulting solely and directly from external, violent, sudden and involuntary causes causing a bodily injury independently from any illness or other cause, certified by a physician.

**Accidental Dismemberment:** Bodily injury due to an accident that occurred while the insurance was in effect and resulting, directly and independently of any illness or other cause, in the loss or loss of use of a limb or an eye of the insured person.

Loss of an eye means the total and irreversible loss of vision in one eye, evidenced by the corrected visual acuity being 20/200 or less in that eye, or in the field of vision being less than 20 degrees in that eye; loss of a limb means the complete severance of one or more limbs at or above the wrist or ankle joint. The loss of use of a limb means the total and irreversible loss of muscle function of one or more limbs.

The loss or loss of use must occur within 365 days of the date of the accident. The loss must persist for 12 months and subsequently be certified irreversible before any benefits can be paid.

The insurance must still be in effect when the diagnosis of loss or loss of use is made.

The diagnosis of loss or loss of use must be made by a specialist.

**Warning:** The cases for which no benefit is payable are listed in the "Exclusions, limitations or guarantee reductions" section of this Guide.

**Balance:** Outstanding balance shown on the last monthly statement of the Mastercard Credit Card account issued prior to the insured event.

**Cancer (life-threatening):** Definite diagnosis of a tumor, which must be characterized by the uncontrolled growth and spread of malignant cells and the invasion of tissue. Types of cancer include carcinoma, melanoma, leukemia, lymphoma and sarcoma. The diagnosis of cancer must be made by a Specialist.

**Warning:** The cases for which no benefit is payable are listed in the “Exclusions, limitations or guarantee reductions” section of this Guide.

**Credit Card:** Mastercard credit card issued by the National Bank of Canada in the name of the Insured.

**Critical Illness:** Means exclusively the following critical illness: Stroke, Cancer (life threatening) and Heart Attack, as set out in the “Key Definitions” section and in the certificate.

**Warning:** The cases for which no benefit is payable are listed in the “Exclusions, limitations or guarantee reductions” section of this Guide.

**Disability:** A state of incapacity which prevents the Insured from carrying out the normal duties of his occupation. If an Insured is unemployed at the start of his disability, the state of incapacity is defined as one which prevents him from carrying out activities considered normal for a person of the same age.

The disability must be certified by a physician practicing in Canada or the United States, result from an Illness or an Accident suffered while the insurance was in effect and require continuing medical care. During the disability, the Insured must not engage in any activity for which he receives monetary compensation.

**Warning:** The cases for which no benefit is payable are listed in the “Exclusions, limitations or guarantee reductions” section of this Guide.



**Effective Date:** 1st day of the month following the month in which the insurance application is processed, indicated on the insurance certificate summary page.

**Heart Attack:** Definite diagnosis of a heart attack resulting from the death of part of the heart muscle due to obstruction of blood flow, that results in a rise and fall of biochemical cardiac markers to levels considered diagnostic of myocardial infarction, with at least one of the following:

- > heart attack symptoms
- > new electrocardiogram (ECG) changes consistent with a heart attack
- > development of new Q waves during or immediately following an intra-arterial cardiac procedure including, but not limited to, coronary angiography and coronary angioplasty.

The diagnosis of heart attack must be made by a Specialist.

**Warning:** The cases for which no benefit is payable are listed in the "Exclusions, limitations or guarantee reductions" section of this Guide.

**Illness:** A deterioration in health requiring regular, continuing and curative medical care actively provided by a physician or other practitioner belonging to a health profession corporation. Such care must be considered satisfactory by the Insurer.

**Injury:** Bodily injury suffered by an Insured Person and resulting directly and independently of all other causes from an Accident caused by external, violent, and fortuitous events, which occurs while the insurance is in effect.

**Insured:** The primary credit cardholder named on the front page of the certificate of insurance. The terms "you" and "your" refer to the Insured.

**Insured Event:** Death, Accident resulting in death or dismemberment, Critical Illness diagnosis, Disability, Involuntary Job Loss or Life Event occurring after the Effective Date of the insurance.

**Insured Person:** The primary Mastercard credit cardholder named on the front page of the certificate of insurance as well as his or her Spouse, provided the Spouse is an authorized user of the Credit Card. The terms “you” and “your” are also used to refer to an Insured Person.

**Insurer:** National Bank Life Insurance Company, whose place of business is at 1100 Robert Bourassa Blvd., 5th Floor, Montreal, Quebec, H3B 2G7. The terms “we,” “us” and “our” refer to the Insurer.

**Involuntary Job Loss:** Any work disruption by the employer resulting from a temporary or permanent, individual or mass layoff that is not due to the deliberate action, inaction or desire of the Insured.

The date of the Insured Event is the date of termination of employment.

**Warning:** The cases for which no benefit is payable are listed in the “Exclusions, limitations or guarantee reductions” section of this Guide.

**Life Events:** The eligible life events are:

- > obtaining a post-secondary diploma, certification or professional designation or its recognized equivalent in the province of residence of the Insured Person (primary cardholder and Spouse authorized user);
- > wedding (primary cardholder);
- > purchase of a primary residence (primary cardholder or Spouse authorized user);
- > birth or adoption of a child (primary cardholder);
- > last mortgage payment (primary cardholder or Spouse authorized user);
- > retirement (primary cardholder and Spouse authorized user) | only one occasion for each).

**Warning:** The cases for which no benefit is payable are listed in the “Exclusions, limitations or guarantee reductions” section of this Guide.

**Policy:** The group insurance policy No. MCAPD-19.

**Specialist:** A valid licensed medical practitioner in Canada or the United States, who has been trained in the specific area of medicine relevant to the covered Critical Illness or Accidental Dismemberment condition for which benefit is being claimed, and who has been certified by a specialty examining board.

In the absence or unavailability of a specialist, and as approved by the Insurer, a condition may be diagnosed by a qualified practitioner practicing in Canada or the United States. Specialist includes, but is not limited to, cardiologist, neurologist, oncologist, ophthalmologist, burn specialist and internist. The specialist must not be the Insured Person, the Spouse, a relative or business associate of the Insured Person or of the Spouse.

**Spouse:** At the time of claim, the individual legally married to the primary cardholder, or who has been living and having a conjugal relationship with him or her for at least 1 year, and who is an authorized user of the Credit Card with the primary cardholder. There can't be more than one spouse.

**Stroke:** Definite diagnosis of an acute cerebrovascular event caused by intra-cranial thrombosis or hemorrhage, or embolism from an extra-cranial source, with:

- > acute onset of new neurological symptoms, and
- > new objective neurological deficits on clinical examination, persisting for more than 30 days following the date of diagnosis.

These new symptoms and deficits must be corroborated by diagnostic imaging testing. The diagnosis of stroke must be made by a Specialist.

**Warning:** The cases for which no benefit is payable are listed in the "Exclusions, limitations or guarantee reductions" section of this Guide.

**Sum Insured:** Outstanding Balance shown on the last monthly Credit Card statement issued prior to the Insured Event. Transactions in process are included in the sum insured if they have been made no later than the day before the Insured Event.

**Waiting Period:** Uninterrupted period following an Insured Event during which no benefit is payable.

# 1. Description of our product

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## a) Nature of guarantees

The Distinction Credit Card Payment Protection Plan offers the following 7 types of protection:

### **Life insurance:**

In the event of the death of an Insured Person while the insurance is in effect, the Insurer will credit to the Credit Card account the following benefit:

- > the Sum Insured without exceeding \$25,000 for a 70 years old or younger Insured Person;
- > the Sum Insured, without exceeding \$10,000 for an Insured Person aged between 71 and 79 years old.

Offered to the primary cardholder and Spouse authorized user.

### **Insurance in case of accidental death:**

In the event of death of the Insured Person from Injuries within 365 days of the date of the Accident causing the Injuries while the insurance is in effect, the Insurer will credit to the Credit Card account:

- > twice the Sum Insured, without exceeding the authorized limit of the Credit Card or \$50,000, for a 70 years old or younger Insured Person;
- > the Sum insured, without exceeding \$10,000, if the Insured Person is 71 years old or older.

Offered to the primary cardholder and Spouse authorized user.

### **Insurance in case of Critical Illness diagnosis:**

In case of Critical Illness diagnosis of the Insured Person occurring while the insurance is in effect, the Insurer will credit to the Credit Card account:

- > the Sum Insured, without exceeding \$25,000 for a 70 years old or younger Insured Person, provided the Insured Person survives more than 30 days after the diagnosis.

The covered Critical Illnesses are the diagnosis of Cancer (life-threatening), Heart Attack or Stroke.

Only one benefit is payable per Insured Person for this protection.

Offered to the primary cardholder and Spouse authorized user.

### **Insurance in case of Accidental Dismemberment:**

In case of Accidental Dismemberment of the Insured Person caused by an Accident that occurred while the insurance was in effect, the Insurer will credit to the Credit Card account:

- > the Sum Insured, without exceeding \$25,000 for a 70 years old or younger Insured Person.

Offered to the primary cardholder and Spouse authorized user.

### **Insurance in case of Disability:**

In case of Disability of the Insured while the insurance is in effect and lasting beyond the applicable Waiting Period, the Insurer will credit to the Credit Card account:

- > a monthly benefit equal to the greater of 20% between the Sum Insured and \$10, for a 70 years old or younger Insured.

The total amount of benefits cannot exceed the lower between the Sum Insured including any accrued interest or \$25,000.

Offered to the primary cardholder only.

**Insurance in case of Involuntary Job Loss:**

In case of Involuntary Job Loss of the Insured while the insurance is in effect and lasting beyond the applicable Waiting Period, the Insurer will credit to the Credit Card account:

- > a monthly benefit equal to the greater between 20% of the Sum Insured and \$10, for a 64 years old or younger Insured.

The total amount of benefits cannot exceed the lowest between the Sum Insured including any accrued interest or \$25,000.

Offered to the primary cardholder only.

**Life Events protection:**

When a Life Event occurs to an Insured Person while the insurance is in effect, the Insurer will credit to the Credit Card account:

- > a lump sum of \$100, for the 70 years old or younger Insured Person.

Offered, depending on the Life Event, to the primary cardholder only or to the primary cardholder and Spouse authorized user.

## b) Summary of specific conditions

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### Eligibility

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You can subscribe to the Distinction Credit Card Payment Protection Plan if you have a Credit Card. Only the primary cardholder can subscribe to the insurance.

You are eligible for the Distinction Credit Card Payment Protection Plan if, at the Effective Date of the insurance, you are:

- > between 18 and 64 years old; and
- > living in Canada; and
- > a primary cardholder of a valid Credit Card account that is in good standing. Your account is in good standing when you comply with the terms of your Credit Card agreement.

If you do not meet these requirements, you are not eligible for the Distinction Credit Card Payment Protection Plan.

When you enroll as a primary cardholder of a Credit Card, your Spouse authorized user, provided he/she meets the previously mentioned eligibility criteria, is automatically insured for the following protection:

- > life insurance;
- > insurance in case of Critical Illness diagnosis;
- > insurance in case of accidental death;
- > insurance in case of Accidental Dismemberment;
- > Life Events protection (certain events).

The ways to subscribe to the Distinction Credit Card Payment Protection Plan are:

- > by telephone, when activating your Credit Card;
- > by telephone, when consenting to a telephone offer;
- > in person, when consenting to an offer in a branch;
- > by subscribing via an offer on a mobile device;
- > via the Mastercard form.



When a client subscribes by telephone or in person, his or her coverage is confirmed during the call or the meeting and all relevant documentation is sent within 3 to 5 business days.

When a client subscribes on the web, his or her coverage is confirmed in written within 3 to 5 business days following the reception of the request by the Insurer.

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### Life insurance coverage amount (primary cardholder and Spouse authorized user)

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In the event of the death of an Insured Person while the insurance is in effect, the benefit will be credited to the Credit Card account of the Insured Person. The cases for which no benefit is payable are indicated in the “Exclusions, limitations or guarantee reductions” section of this Guide.

If, at the time of death, the Insured Person is **70 years old or younger**, the amount of the benefit shall be the lesser between:

- > the Sum Insured, or
- > \$25,000.

If, at the time of death, the Insured Person is **71 years old or older, but younger than 80 years old**, the benefit amount shall be the lesser of the following:

- > the Sum Insured, or
- > \$10,000.

In the event the Insured Persons die at the same time, the Insurer would pay only one death benefit.

The benefit is payable to the Bank in payment of transactions on the Credit Card account.

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## Coverage amount in case of accidental death (primary cardholder and Spouse authorized user)

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In the event of death of the Insured Person from Injuries within 365 days of the date of the Accident causing the Injuries while the insurance is in effect, the benefit amount payable will be credited to the Credit Card account of the Insured Person.

At the time of the accidental death, if the Insured Person is **70 years old or younger**, the benefit amount shall be the lesser of the following:

- > twice the Sum Insured, without exceeding the authorized limit of the Credit Card, or
- > \$50,000.

However, if the Sum Insured is greater than the authorized limit, the Insured Sum will be credited to the Credit Card account, without being multiplied.

At the time of the accidental death, if the Insured Person is **71 years old or older**, the benefit amount shall be the lesser of the following:

- > the Sum Insured, or
- > \$10,000.

In the event that you and your Spouse die accidentally at the same time, the Insurer would pay only one accidental death benefit.

The benefit is payable to the Bank in payment of transactions on the Credit Card account.

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## Coverage amount in case of Critical Illness diagnosis (primary cardholder and Spouse authorized user)

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In the event of a Critical Illness diagnosis of an Insured Person while the insurance is in effect and provided the Insured Person is **70 years old or younger** and that he or she survives **more than 30 days after the date of the diagnosis**, the Insurer will credit the Sum Insured to the Credit Card account of the Insured Person.

Only one benefit is payable per Insured Person for this protection.

The benefit will be the lesser of the following amounts:

- > the Sum Insured, or
- > \$25,000.

The benefit is payable to the Bank in payment of transactions on the Credit Card account.

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## Coverage amount for Accidental Dismemberment (primary cardholder and Spouse authorized user)

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In the event of Accidental Dismemberment of a 70 years old or younger Insured Person while the insurance is in effect, the benefit amount payable will be credited to the Credit Card account of the Insured Person.

The benefit will be the lesser of the following amounts:

- > the Sum Insured, or
- > \$25,000.

In the event that you and your Spouse undergo Accidental Dismemberment at the same time, the Insurer will credit the Sum Insured to the Credit Card account.

The benefit is payable to the Bank in payment of transactions on the Credit Card account.

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## Coverage amount in case of Disability (primary cardholder only)

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In case of Disability of the Insured aged of **70 years old or less** lasting beyond the **30-day Waiting Period** while the insurance is in effect, the benefit amount payable will be credited to the Credit Card account.

The monthly benefit will be the greater of the following amounts:

- > 20% of the Sum Insured, or
- > \$10.

The maximum amount payable for this protection cannot exceed the maximum stipulated, which means the lesser between the Sum Insured or \$25,000.

### Assessment period for claim requests

While the application for benefits is assessed by the Insurer, the Insured is required to carry on with his or her Credit Card payments. The benefits will be prorated for each day of Disability that does not fall within a full coverage period.

### Relapse

In the 180 days following the end of a Disability period for which benefits were paid, any Disability lasting for at least 7 consecutive days is considered to be a continuation of the same Disability. Otherwise, any subsequent Disability is considered to be a new Disability and is subject to a Waiting Period.

The benefit is payable to the Bank in payment of the transactions to the Credit Card account.

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## Coverage amount in case of Involuntary Job Loss (primary cardholder only)

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In case of Involuntary Job Loss of the Insured aged of **64 years old or less** lasting beyond the **30-day Waiting Period** while the insurance is in effect, the benefit amount payable will be credited to the Credit Card account.

The monthly benefit will be the greater of the following amounts:

- > 20% of the Sum Insured, or
- > \$10.

The maximum amount payable for this protection cannot exceed the maximum stipulated, which means the lesser between the Sum Insured or \$25,000.

### **Assessment period for claim requests**

While the application for benefits is assessed by the Insurer, the Insured is required to carry on with his or her Credit Card payments. The benefits will be prorated for each day of unemployment that does not fall within a full coverage period.

The benefit is payable to the Bank in payment of the transactions to the Credit Card account.

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## Coverage amount for Life Events (primary cardholder and Spouse authorized user (for certain events only))

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In case of Life Events occurring while the insurance is in effect and the Insured Person is aged of 70 years old or less, a lump sum of \$100 will be credited to the Credit Card account.

The benefit is payable for only one Life Event per calendar year for all the Insured Persons. The proof of the Life Event must be satisfactory to the Insurer.

The benefit is payable to the Bank in payment of the transactions to the Credit Card account.

## CAUTION

### Exclusions, limitations or guarantee reductions

#### Concerning life insurance, accidental death insurance, Critical Illness insurance, Accidental Dismemberment insurance and Disability insurance:

No benefit shall be paid for an Insured Event resulting directly or indirectly if any of the following causes:

- 1. Aircraft:** Active participation in a flight in an aircraft, whether as a pilot, a member of the crew, an instructor or a student;
- 2. Attempted suicide or self-inflicted Injury:** Attempted suicide or self-inflicted Injury, regardless of the Insured Person's mental health;
- 3. Criminal Offences:** Injuries suffered while committing or attempting to commit an offence under the Criminal Code;
- 4. Drugs:** The use of drugs, without a medical prescription;
- 5. Pre-existing condition:** The effects of an Illness and/or symptoms or Accident when death, Critical Illness, Accidental Dismemberment or Disability occurs during the 12 months following the Effective Date of the insurance and for which Illness and/or symptoms, Injury or any related cause, resulting directly or indirectly from the Accident or Illness, the Insured Person, during the 6 months that preceded the Effective Date of the insurance, had consulted or received treatment from a physician or other health care, underwent tests, took medication or was hospitalized;

- 6. Riot:** Active participation in an uprising, riot or insurrection;
- 7. Suicide:** If the death of the Insured Person is due to suicide within the 2 years following the Effective Date of the insurance or is directly or indirectly related to self-inflicted Injuries, regardless of the Insured Person mental health;
- 8. Terrorism Act:** Active participation in an act of terrorism;
- 9. War:** War or any act of war, whether or not the Insured Person was involved in it, unless the Insured Person was acting as a member of the Canadian Forces or the Canadian Forces Reserve.

### **Concerning Critical Illness insurance only:**

No benefit for Critical Illness insurance shall be paid for any of the following cases:

**Cancer:** The Cancer must respond the certificate definition for the benefit to be payable. Furthermore, the following cases are not covered:

- > lesions described as benign, pre-malignant, uncertain, borderline, non-invasive, carcinoma in-situ (Tis), or tumors classified as Ta;
- > malignant melanoma skin Cancer that is less than or equal to 1.0 mm in thickness, unless it is ulcerated or is accompanied by lymph node or distant metastasis;



- > any non-melanoma skin Cancer, without lymph node or distant metastasis;
- > prostate Cancer classified as T1a or T1b, without lymph node or distant metastasis;
- > papillary thyroid Cancer or follicular thyroid Cancer, or both, that is less than or equal to 2.0 cm in greatest diameter and classified as T1, without lymph node or distant metastasis;
- > chronic lymphocytic leukemia classified less than Rai stage 1;
- > malignant gastrointestinal stromal tumors (GIST) and malignant carcinoid tumors, classified less than AJCC Stage 2.

For purposes of the Policy, the terms "Tis, Ta, T1a, T1b, T1 and AJCC Stage 2" are to be applied as defined in the American Joint Committee on Cancer (AJCC) Cancer Staging Manual (7th edition, 2010).

For purposes of the Policy, the term "Rai staging" is to be applied as set out in KR Rai, A Sawitsky, EP Cronkite, AD Chanana, RN Levy and BS Pasternack: Clinical staging of chronic lymphocytic leukemia, Blood 46:219, 1975.

**EXCLUSIONS:** For the first 90 days following the Effective Date of your insurance, no benefit will be payable if the Insured Person:

- > has presented signs, symptoms or investigations that lead to a diagnosis of Cancer (covered or excluded by your insurance certificate), regardless of the date of the diagnosis, or
- > has received a diagnosis of Cancer (covered or excluded by your insurance certificate).

**Stroke:** The Stroke must respond to the certificate definition for the benefit to be payable. Furthermore, the following cases are not covered:

- > transient Ischaemic Attacks;
- > intracerebral vascular events due to trauma;
- > lacunar infarcts which do not meet the definition of Stroke as described above.

**Heart Attack:** The Heart Attack must respond to the certificate definition for the benefit to be payable. Furthermore, the following cases are not covered:

- > elevated biochemical cardiac markers as a result of an intra-arterial cardiac procedure including, but not limited to, coronary angiography and coronary angioplasty, in the absence of new Q waves;
- > ECG changes suggesting a prior myocardial infarction, which do not meet the Heart Attack definition as described in the certificate.

### **Concerning Disability Insurance only:**

No benefit shall be paid for a Disability resulting directly or indirectly from:

- 1. Alcoholism or drug addiction:** Alcoholism or drug addiction if the condition does not undergo close treatment;
- 2. Back problems:** Back pain, neck pain, dorsalgia or lumbago which is only evidenced by the pain felt by the Insured and where no diagnosis is possible, other than a diagnosis of normal arthrosis due to the Insured's age;
- 3. Cosmetic care:** Cosmetic treatment or surgery;
- 4. Pregnancy:** Normal pregnancy.

### **Concerning Involuntary Job Loss Insurance only:**

No monthly benefits shall be paid for Involuntary Job Loss resulting directly or indirectly from any of the following circumstances:

- 1.** The job loss occurred within 30 days of the insurance application date;
- 2.** The job loss was expected by the Insured at the time the insurance was applied for;
- 3.** The job was temporary, contractual, part-time (less than 30 hours worked per week) or seasonal;

4. The Insured was self-employed;
5. Strike or lockout;
6. Voluntary separation;
7. Dismissal;
8. Retirement;
9. Pregnancy or related medical conditions;
10. Fraud or breach of the law.

**Concerning Life Events only**

No benefits shall be paid for a Life Event occurring within 30 days following the Effective Date of the insurance.

## c) Summary of general conditions

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### Premium calculation

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A monthly premium will be charged to your Credit Card account and will appear on each statement under the heading Payment protection.

The premium amount is calculated based on the premium rate in effect and the Balance on the statement date. As for the master policy MCAPD-19 in effect since February 1, 2019, the rate is \$1.20 per \$100 of outstanding Balance (plus applicable taxes).

Eligible spousal coverage is included in your premium amount.

**Example:** If your outstanding Balance as at the statement date is \$500, the monthly premium will be calculated as follows:  
 $(\$500/\$100) \times \$1.20 = \$6.00$  (plus applicable taxes).

**From the age of 71 years old**, the monthly premium will be reduced to \$0.69 (plus applicable taxes) per \$100 of outstanding Balance on the Credit Card account as at the statement date.

The taxes chart is available on the website **nbc.ca**.

The Insurer reserves the right to amend the premium rate at any time, in which case the new rate will be communicated within applicable regulatory deadlines and applied to all parties insured under the group insurance policy.

### **Trial period**

When you enroll in the Distinction Credit Card Payment Protection Plan, you get a 30-day review period. Therefore, you will not be charged a premium until your second (2nd) month of coverage.

**Example:** If you enroll in the Distinction Credit Card Payment Protection Plan on March 15, you will be billed for premium when your statement for May is produced.

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### **Duplication of benefits**

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No benefit paid under the certificate shall include an amount already paid. If more than one Insured Person is eligible at the same time for a benefit payable under the certificate, only one benefit will be paid.

Furthermore, if the Insured Person is concurrently eligible for benefits payable under the certificate with respect to more than one coverage, the benefit paid shall be limited to the coverage that is most generous for the Insured Person. As a result, the Insured Person will be entitled to only one benefit at a time.

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## Termination of benefit for Disability or Involuntary Job Loss

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Payment of Disability or Involuntary Job Loss benefits terminates at the earliest of the following:

- > **Account no longer in good standing:** The date on which the Credit Card account is no longer in good standing. Your account is in good standing when you comply with the terms of your Credit Card agreement;
- > **Compensated or paid activities:** As soon as the Insured engages in a compensated or paid activity;
- > **Credit Card no longer valid:** The date the primary cardholder ceases to have a valid Credit Card;
- > **Death:** Upon the death of an Insured Person, if a life insurance benefit covering the Sum Insured is payable;
- > **End of Disability:** The date the Insured is no longer disabled according to the definition of Disability in the certificate;
- > **Evidence of insurability not provided:** The Insured fails to present satisfactory evidence to the Insurer or refuses to undergo a medical examination or assessment by a rehabilitation consultant required by the Insurer;
- > **Maximum age:** On the last day of the month in which you reach 71 years of age;
- > **Reach of maximum benefit:** When the total benefits paid reach the maximum benefit payable for the Insured Event;
- > **Return to work:** On the date on which you return to work, whether it is full-time, part-time, gradual or on a temporary assignment, and whether you resume your normal work activities or take on any other activity, including light duties.

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## Modification or termination

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The insurance can be modified or terminated at any time by the Insurer after the Effective Date of the insurance providing a notice of at least 30 days to the Insured.

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## Cancellation of your insurance contract

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You may cancel your insurance contract at any time. If you cancel your insurance contract within 30 days, any premiums paid will be reimbursed and the insurance will be considered as having never been in force.

To cancel your insurance, call the Insurer or send a notice to the Insurer by registered mail. The notice may be the "Notice of termination of insurance contract" on page 39, or any other document like a letter indicating that you want to cancel your insurance contract.

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## Card upgrade or transfer

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If, for any reason, the number of your Credit Card is modified, the insurance will be automatically transferred to the new Credit Card number as soon as we receive a notice from the Bank in this respect.



## 2. Termination of insurance

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This insurance terminates on the earliest of the following:

- > **Account closed:** On the date the account is cancelled or closed by you or by the Bank;
- > **Account no longer in good standing:** On the date the Credit Card account ceases to be in good standing as determined by the issuing and creditor financial institution;
- > **Cancellation:** On the 1st day of the month following the date the Insured voluntarily cancels the insurance or when the group insurance policy is terminated;
- > **Card no longer valid:** On the date the Insured ceases to have a valid Credit Card;
- > **Concerning Critical Illness insurance:** The payment of a benefit for Critical Illness will end Critical Illness insurance of the Insured Person;
- > **Death:** Upon the death of the primary cardholder, insurance coverage is terminated for all Insured Persons. Upon the death of the authorized user, the insurance remains in effect for the primary cardholder;
- > **Maximum age:** The last day of the month in which the Insured Person reaches the age of:
  - 65 years old in the case of Involuntary Job Loss insurance;
  - 71 years old in the case of Critical Illness insurance, Accidental Dismemberment insurance, Disability insurance and the Life Events protection;
  - 80 years old in the case of life insurance; after this date, only your accidental death insurance will remain in effect.

## 3. Claim

### Claim requests

We must be notified of any claim related to an Insured Event which still exists after the end of the Waiting Period, if applicable. The documents required for studying the claim will then be sent to you. These documents, along with all supporting documents, must be returned to us according to the following time limits:

#### Time limits for submitting claim documents and supporting documents

Critical Illness, Accidental Dismemberment, Disability, Life Events	1 year from the date of the Insured Event.
Involuntary Job Loss	If possible, within 90 days of the Insureds Events. Otherwise, as soon as it is reasonably possible to do so.
Life insurance, accidental death	As soon as it is reasonably possible to do so.

The benefits will be prorated for each day of Disability or Involuntary Job Loss that does not fall within a full coverage period.

Claims must be sent to:

#### **National Bank Life Insurance Company**

1100 Robert-Bourassa Blvd., 5th Floor  
 Montreal, Quebec H3B 2G7  
 Tel: 1-877-871-7500

For the procedure to follow, contact our Customer Service at 1-877-871-7500. You may also consult the Insurer's website at **[nbc-insurance.ca](http://nbc-insurance.ca)**.

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## Assessment period for application for benefits

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While the application for benefits is assessed by the Insurer, the Insured is required to carry on with his or her Credit Card payments.

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## Insurer's deadline for replying after receiving a claim

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We will process your request within 30 days following receipt of all required supporting documentation.

When all the conditions of the contract are respected and your request is accepted, we pay the corresponding benefit within the same 30 days.

For any question about your claim application, feel free to contact our Customer Service at 1-877-871-7500.

We're there to help you!

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## Appealing the Insurer's decision and possible recourses

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If you wish to dispute a decision of the Insurer, you must send a notice to the analyst who studied your claim and any documents that justify reviewing the decision.

If the situation is not settled to your satisfaction, you may refer it to the *Autorité des marchés financiers* (see contact information on page 37) or to your own lawyer.

## 4. Prescription of actions

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Every action or proceeding engaged against an Insurer for the recovery of Sum Insured payable under the contract is prescribed by 3 years.

## 5. Other information

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This Distribution Guide explains the rights and guarantees contained in the terms and conditions of the National Bank Distinction Credit Card Payment Protection Plan offered by National Bank Life Insurance Company.

For additional information, call Customer Service at 1-877-871-7500.

## 6. Similar products

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There are other products on the market that offer similar coverage, however, the National Bank Distinction Credit Card Payment Protection Plan described in this Guide is available exclusively to holders of a National Bank Mastercard Credit Card.

## 7. Autorité des marchés financiers

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For additional information on National Bank and National Bank Life Insurance Company's obligations to you, contact the *Autorité des marchés financiers*.

**The Autorité des marchés financiers**

Place de la Cité, Tour Cominar  
2640 Laurier Blvd., Suite 400  
Quebec City, Quebec G1V 5C1

**Telephone:**

Montreal: 514-395-0337  
Quebec City: 418-525-0337  
Toll-free: 1-877-525-0337

**Fax:** 418-525-9152

**E-mail:** [information@lautorite.qc.ca](mailto:information@lautorite.qc.ca)

**Website:** [lautorite.qc.ca](http://lautorite.qc.ca)

**Your personal notes:**

Amount of Coverage: \_\_\_\_\_

Premium: \_\_\_\_\_

Other: \_\_\_\_\_

## 8. Notice of termination of insurance contract

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### Notice given by the distributor

Section 440 of the Act respecting the distribution of financial products and services.

### **The Act respecting the distribution of financial products and services gives you important rights.**

Under the Act, you can terminate an insurance contract made at the same time as another contract, within 10 days of its signature.

**The Insurer grants you 30 days to do this.** To do so, you must notify the Insurer by registered mail within that delay. You may use the attached model for this purpose.

When such an insurance contract is cancelled, the first (1st) contract remains in effect. This may however entail the loss of favorable conditions extended under the contract. Be sure to check with the distributor or read your contract carefully.

You may cancel your insurance contract any time after the thirty (30) days, in which case penalties may be applied.

For more information, contact the *Autorité des marchés financiers* at 418-525-0337 or toll-free at 1-877-525-0337.

**Notice of termination of insurance contract**

To:

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(name of insurer)

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(address of insurer)

Date:

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(date of notice)

Under section 441 of the Act respecting the distribution of financial products and services, I am hereby cancelling insurance contract No.:

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(contract number if provided)

Signed on:

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(date contract was signed)

At:

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(place contract was signed)

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(your name)

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(your signature)

This section must first be filled out by the distributor. This notice must be sent by registered mail.

**Art. 439.** A distributor may not subordinate the making of a contract to the making of an insurance contract with the insurer specified by the distributor.

The distributor may not exercise undue pressure on the client or use fraudulent tactics to induce the client to purchase a financial product or service.

**Art. 440.** A distributor that, at the time a contract is made, causes the client to make an insurance contract must give the client a notice, drafted in the manner prescribed by regulation of the Authority, stating that the client may cancel the insurance contract within ten (10) days of signing it.

**Art. 441.** A client may cancel an insurance contract made at the same time as another contract, within ten (10) days of signing it, by sending notice by registered or certified mail. Where such an insurance contract is cancelled, the first (1st) contract retains all its effects.

**Art. 442.** No contract may contain provisions allowing its amendment in the event of cancellation or termination by the client of an insurance contract made at the same time. However, a contract may provide that the cancellation or termination of the insurance contract will entail, for the remainder of the term, the loss of the favorable conditions extended because more than one contract was made at the same time.



**Art. 443.** A distributor that offers financing for the purchase of goods or services and that requires the debtor to subscribe for insurance to guarantee the reimbursement of the loan must give the debtor a notice, drawn up in the manner prescribed by regulation of the Authority, stating that the debtor may subscribe for insurance with the insurer and representative of the debtor's choice provided that the insurance is considered satisfactory by the creditor, who may not refuse it without reasonable grounds. The distributor may not subordinate the making of the contract of credit to the making of an insurance contract with the insurer specified by the distributor.

No contract of credit may stipulate that it is made subject to the condition that the insurance contract subscribed with such an insurer remain in force until the expiry of the term, or subject to the condition that the expiry of such an insurance contract will entail forfeiture of term or the reduction of the debtor's rights.

The rights of the debtor under the contract of credit shall not be forfeited when the debtor cancels, terminates or withdraws from the insurance contract, provided that the debtor has subscribed for insurance with another insurer that is considered satisfactory by the creditor, who may not refuse it without reasonable grounds.

## 9. Access to personal information

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The Insurer has implemented a series of measures to preserve the confidentiality of personal information.

The Insurer will establish an insurance file in which all personal information obtained in connection with the subscription to the insurance Policy will be placed, as well as information concerning any insurance claim under the Policy. Only employees or agents responsible for underwriting, administration, investigations and claims or the reinsurer, where applicable, will have access to this file.

All files will be kept at the offices of the Insurer or one of its agents. All entitled persons, such as yourself or any person you authorize, may consult the personal information contained in the file and, if need be, request corrections by writing to:

**National Bank Life Insurance Company,  
Personal Information Access Officer**  
1100 Robert-Bourassa Blvd., 5th Floor,  
Montreal, Quebec H3B 2G7.

FACT SHEET

The purpose of this fact sheet is to inform you of your rights. It does not relieve the insurer or the distributor of their obligations to you.

## LET'S TALK INSURANCE!

Name of distributor: **National Bank of Canada**

Name of insurer: **National Bank Life Insurance Company**

Name of insurance product: **Credit Card Payment Protection Plan**



### IT'S YOUR CHOICE

**You are never required to purchase insurance:**

- that is offered by your distributor;
- from a person who is assigned to you; or
- to obtain a better interest rate or any other benefit.

Even if you are required to be insured, **you do not have to** purchase the insurance that is being offered. **You can choose** your insurance product and your insurer.



### HOW TO CHOOSE

To choose the insurance product that's right for you, we recommend that you read the summary that describes the insurance product and that must be provided to you.



### DISTRIBUTOR REMUNERATION

A portion of the amount you pay for the insurance will be paid to the distributor as remuneration.

The distributor **must** tell you when the remuneration exceeds 30% of that amount.



### RIGHT TO CANCEL

The Act allows you to rescind an insurance contract, **without penalty**, within 10 days after the purchase of your insurance. However, the insurer may grant you a longer period of time. After that time, fees may apply if you cancel the insurance. **Ask** your distributor about the period of time granted to cancel it **at no cost**.

If the cost of the insurance is added to the financing amount and you cancel the insurance, your monthly financing payments might not change. Instead, the refund could be used to **shorten the financing period**. **Ask your distributor for details**.

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**The *Autorité des marchés financiers* can provide you with unbiased, objective information.**  
Visit [www.lautorite.qc.ca](http://www.lautorite.qc.ca) or call the Authority at 1-877-525-0337.

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**Reserved for use by the insurer**

Should you have any questions,  
do not hesitate to contact us.

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514-871-7500 (Montreal)  
1-877-871-7500 (Elsewhere in Canada)

[insurance@nbc.ca](mailto:insurance@nbc.ca)



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Insurer: National Bank Life Insurance Company.

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