

Application, Summary and Certificate of Insurance Consumer loan Insurance

Reassure your loved ones... Insure your loan.

Life, critical illness and accidental dismemberment, disability



Personal loans



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: Consumer Loan Insurance



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, **at no cost**, 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**.

The *Autorité des marchés financiers* can provide you with unbiased, objective information.
Visit www.lautorite.qc.ca or call the AMF at 1-877-525-0337.

Summary

Life Insurance, Critical Illness and Accidental Dismemberment Insurance, Disability Insurance

PERSONAL LOAN

NOTICE TO READER

This document addresses the points deemed the most important to your understanding of the insurance product. It is not, under any circumstances, a substitute for reading the certificate of insurance in full and is not a comprehensive document. This document does not create or confer any contractual or any other rights. Only the certificate can be used to adjudicate questions of a legal nature.

Nature of coverage (depending on the coverage(s) selected)

The Insurer will pay National Bank all the insurance benefits to pay back your loan. Therefore, the Insurer will pay:

Life Insurance

An amount equal to the loan balance upon the date of death. If the insured loan amount was less than the initial loan amount when the insured signed up for the insurance, the benefit will be calculated using the same proportion.

Critical Illness Insurance

An amount equal to the loan balance on the date that the insured receives a diagnosis of cancer (life threatening), heart attack or stroke. If the insured loan amount was less than the initial loan amount when the insured signed up for the insurance, the benefit will be calculated using the same proportion.

Accidental Dismemberment Insurance

An amount equal to a percentage of the loan balance on the date of the accidental dismemberment. The percentage depends on the loss. If the insured loan amount was less than the initial loan amount when the insured signed up for the insurance, the benefit will be calculated using the same proportion.

Disability Insurance

If the disability persists after the waiting period of 60 consecutive days, an amount equal to the loan payment. If the insured payment was less than the loan payment when the insured signed up for the insurance, the benefit will be calculated using the same proportion. The Insurer pays out a maximum of 24 consecutive months of disability benefits for a single period of disability. In addition, the Insured(s) can have no more than the maximum overall number of 48 months of disability benefits for all period of disability that may occur during the loan period.

These coverages are subject to the terms and conditions of the certificate of insurance. Please read the certificate of insurance carefully for details about each coverage and the amount of the maximum benefit payable for each coverage.

Exclusions, restrictions, limitations

All coverages include exclusions, restrictions and/or limitations.

THE INSURER MAY REFUSE TO PAY A CLAIM DUE TO EXCLUSIONS PROVIDED FOR IN THE CERTIFICATE OF INSURANCE, WHICH ARE SPECIFIED IN THE "RESTRICTIONS AND EXCLUSIONS" SECTION.

Effective date of insurance

If your insurance application is accepted without you having to provide other evidence of insurability, your insurance coverage will take effect on the later of:

- the date on which the insurance application is signed;
- the date on which National Bank makes the final loan disbursement.

If you must provide other evidence of insurability, your insurance coverage will only take effect once the Insurer sends you a letter confirming the insurance.

Calculation of the monthly premium

The monthly premium is calculated based on the insured's age when applying for insurance, the initial amount insured of the loan for the life insurance and critical illness and accidental dismemberment insurance, and the insured payment for the disability insurance.

Example: A 39-year old woman with a \$15,000 personal loan with \$400 monthly payments wants to take out life insurance and disability insurance. The premium rate is \$0.30 per \$1,000 of the initial amount insured of the loan for the life insurance and \$0.44 per \$10 of the insured payment for the disability insurance.

The premium is calculated as follows: $(\$15,000 \div \$1,000 \times \$0.30) + (\$400 \div \$10 \times \$0.44) = \$22.10$ per month, plus any applicable taxes.

Note that if there is more than one insured, the age of the oldest insured is used for the calculation and a discount is applied based on the number of insureds.

See the "Table of monthly Premium Rates" section found on the insurance certificate.

Termination of insurance

This insurance terminates on the earliest of the following events:

- the date on which a premium payment becomes three months overdue;
- the date on which the Insurer receives a notice of termination from you or a later date, as indicated in the notice;
- the date on which the loan is repaid in full, the end of the scheduled repayment period or the date the loan is closed;
- the date on which the loan is taken over by another creditor or the date on which the loan (or a part of the loan) is assumed by another uninsured debtor on the loan;
- the last day of the month in which you reach age 70;
- the day upon which an insured dies if a life insurance benefit repaying the insured loan balance is payable;
- the date of the diagnosis of a Critical Illness or Accidental Dismemberment to an Insured, if a Critical Illness and Accidental Dismemberment insurance benefit covering the entire Insured Balance for life insurance is payable. Payment of the Critical Illness benefit terminates the Critical Illness and Accidental Dismemberment insurance for all Insureds;
- the date on which the life insurance policy ends;
- **For Disability insurance:** When the Insured(s) has (have) collectively benefited from the maximum of forty-eight (48) months of benefits for all the Disabilities occurring throughout the entire duration of the Loan.

Cancellation of product

You may cancel your insurance contract at any time by calling the Insurer at 1-877-871-7500 or by submitting a written request to the Insurer at the address indicated in the Insurer's definition of your certificate of insurance.

Procedure for submitting a claim

You can begin the claims process and obtain the claims forms from the Insurer by calling 1-877-871-7500. Subject to the terms and conditions stipulated in the "Claims" section of the certificate of insurance, you must submit to the Insurer the completed claim form, along with supporting documents, no later than one year after the date of the insured event. While your claim is being assessed, you are required to continue making your loan payments and premium payments.

Your Certificate of Insurance

Life Insurance, Critical Illness and Accidental Dismemberment Insurance, Disability Insurance

PERSONAL LOAN

This certificate attests that all persons who meet the eligibility conditions are insured in accordance with the terms, conditions and provisions of the applicable group insurance Policy, subject to:

- the accuracy of the information provided on the application form;
- the payment of premiums;
- the Insurer's approval of the evidence of insurability, when required.

Any concealment or false declaration on the part of the Insured could result in the cancellation of the insurance.

The Insurer reserves the right to amend the premium pricing schedule at any time. If applicable, the new schedule will apply to all Insureds covered by this Policy.

Enrolment in the insurance is optional and the insurance can be cancelled at any time. If the Insured requests to cancel the insurance within 30 days of the date on which the Application was signed, the Insurer will reimburse any premiums paid, if applicable, and the insurance will have never come into effect.

SECTION 1. DEFINITIONS

Accident: Bodily injury, certified by a physician, resulting solely and directly from sudden, external, violent and involuntary causes, independently of any illness or other cause.

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.

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.

Application: The insurance application form from the Insurer, duly completed and signed by the applicant, by telephone or otherwise, regardless of the technical means used.

Bank: National Bank of Canada.

Cancer (Life Threatening): Definite diagnosis of a tumour, 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.

EXCLUSIONS: No benefit will be payable if, within the first 90 days following the later of the effective date of your Insurance Contract, the Insured:

- 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).

Medical information about the diagnosis and any signs, symptoms or investigations leading to the diagnosis must be reported to the Insurer within 6 months of the date of the diagnosis. If this information is not provided within this period, the Insurer has the right to deny any claim for cancer or, any critical illness caused by any cancer or its treatment.

No benefit will be payable in the following situations:

- lesions described as benign, pre-malignant, uncertain, borderline, non-invasive, carcinoma in-situ (Tis), or tumours 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 tumours (GIST) and malignant carcinoid tumours, 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.

Critical Illness: Means exclusively the following Critical Illnesses: stroke, cancer (life-threatening) and heart attack, as set out in the "Definition" section.

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.

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.

EXCLUSIONS: No benefit will be payable in the following situations:

- 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 this certificate.

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.

Initial Amount Insured: The total amount of the Loan as of the effective date of the insurance, without exceeding the amount specified in the “Maximum Benefit” section of this certificate. Furthermore, in the case of coverage recognition of a previous loan, the amount may not exceed the Insured balance of the previous loan on the Refinancing date.

Insured: Anyone who has signed an Insurance Application, has applied for insurance and meets the criteria under the “Eligibility and Insurability” section of this certificate and has received a copy of the certificate.

Insured Balance: The balance of the Loan on the date of the Insured Event, or on the Refinancing date in case of coverage recognition of a previous loan, without exceeding the amount specified under the “Maximum Benefit” section of this certificate. If, on the effective date of the insurance, the Initial Amount Insured of the Loan is less than the total amount of the Loan, the Insured balance will be adjusted proportionately.

Insured Event: Death, Disability or diagnosis of Critical Illness or Accidental Dismemberment.

Insured Payment: The payment of the Loan on the date of the Insured Event, without exceeding the amount specified under the “Maximum Benefit” section of this certificate, including principal, interest and any applicable Loan Insurance premium. The Insured Payment under no circumstances includes principal, interest or premiums past due on the date of the Insured Event.

Insurer: National Bank Life Insurance Company, whose business location is at 1100 Robert-Bourassa Blvd., 5th Floor, Montreal, Quebec, H3B 2G7.

Loan: The personal loan indicated in the Application attached.

Policy: The group insurance Policy No. 70003-17. The Insured can obtain a copy of the Policy from the Insurer by sending a written request and paying an administrative fee.

Refinancing: Any change made to the Loan that results in a higher Loan balance.

Relapse: In the 90 days following the end of a Disability period covered by this Certificate of Insurance, any Disability which is due to the same cause and which persists 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.

Resident: Anyone who resides and is domiciled in Canada or the United States and who has lived there for 183 consecutive days during the 12 months prior to signing the Insurance Application.

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, the Spouse of the Insured or a relative or business associate of the Insured or of the Insured’s Spouse.

Spouse: The person to whom the Insured is joined by marriage or civil union or the person publicly recognized as the Insured’s Spouse and with whom he cohabitates permanently.

Stroke: Definite diagnosis of an acute cerebrovascular event caused by intra-cranial thrombosis or haemorrhage, 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.

EXCLUSIONS: No benefit will be payable in the following situations:

- Transient Ischaemic Attacks
- Intracerebral vascular events due to trauma
- Lacunar infarcts which do not meet the definition of stroke as described above.

Waiting Period: The consecutive days of Disability starting on the date the Disability occurs during which no benefit is payable.

SECTION 2. ELIGIBILITY AND INSURABILITY

The applicant must satisfy the eligibility and insurability conditions under the “Eligibility” and “Health Declaration” sections of the Application and satisfy the Insurer’s requirement with respect to his state of health and his lifestyle. The Insurer may request, if necessary, that a physical examination, electrocardiogram, X-rays, blood tests, urine tests or any other tests, including screening for HIV (AIDS) and certain drugs or medication be conducted to assess the risk related to the Application. Any fees incurred for a medical examination not required by the Insurer are payable by the applicant.

SECTION 3. EFFECTIVE DATE OF INSURANCE

For the insurance to take effect, the Insured must meet the criteria under the “Eligibility and Insurability” sections of this certificate.

The insurance will take effect on the later of the 2 following dates: the date on which the Insurance Application is signed, or the date of the disbursement of the Loan.

Evidence of insurability

When evidence of insurability must be submitted to the Insurer and before the Insurer renders a decision regarding the applicant’s insurability, **the benefit related to the coverage selected by the applicant will be payable only if death, Disability or Accidental Dismemberment results from an Accident that occurs after the effective date of the insurance.** However, if the Insured Event occurs during the application study period and the applicant’s insurability would have been accepted, the benefit will be paid.

If the evidence of insurability submitted by an applicant does not meet the insurability requirements set by the Insurer for all Insureds under the Policy, no insurance will be granted to him and any premiums paid by the applicant, if applicable, will be reimbursed to him.

If the applicant does not provide the evidence requested, the Insurer may terminate the study of his file.

In all cases, when evidence of insurability must be submitted, the Insurer will communicate its decision to the Insured in writing no later than 30 days after receiving all evidence required to render a decision. If the Insurer refuses to grant insurance coverage, any premiums paid by the applicant shall be reimbursed.

SECTION 4. MISSTATEMENT OF AGE

Age is determined according to the age of the Insured on his last birthday at the time of signing the Application. If the age of an Insured is incorrectly stated, the benefit payable will be adjusted to the amount that would have been paid for the Insured's actual age according to the premiums effectively paid, without exceeding the Insured Balance of the Loan. If the actual age of the Insured exceeds the maximum age covered by the insurance, no benefit will be payable under said insurance. In such cases, the amount of premiums paid in excess, if applicable, shall be reimbursed, without interest.

SECTION 5. SUICIDE OF THE INSURED

In the event of suicide of the Insured within the first 2 years following the effective date of the insurance, regardless of the Insured's mental health, the Insurer's obligation is limited to refunding, without interest, any premiums paid by the Insured, if applicable, and the insurance will be automatically cancelled retroactive to its effective date.

SECTION 6. PREMIUMS REIMBURSEMENT REQUEST

Apart from in the specific situations indicated herein, the Insurer will reimburse the Insured, without interest, all the excess premiums paid and, if the loan insurance is automatically cancelled retroactive to the effective date, all the premiums paid.

All requests for the reimbursement of premiums must be made to the Insurer by telephone or in writing. The Insurer will analyze the request and if the premiums should not have been paid they will be reimbursed, without interest.

SECTION 7. REFINANCING OF A LOAN

In the case of a Loan to be refinanced by the Bank, a new Application must be submitted to the Insurer. The terms and conditions of the new insurance application, with all its restrictions and exclusions (including premium rates, applicant's age and the Insured Balance of the Loan on the date the new application is signed), will apply.

Coverage recognition of a previous loan

If, during the Refinancing of a Loan, the new insurance application is refused, the Insurer may, upon receipt of a request from the Insured within 90 days of notice of the refusal, recognize the coverage that was in effect immediately prior to the Refinancing. The applicable premium rates will be calculated based on the applicant's age on the date the new application was signed. The premiums, terms and conditions and exclusions of the new application will apply.

Coverage recognition of a previous loan is subject to a review of the file and contingent on the accuracy of the information provided since the first effective date of the insurance. The insurance amount recognized will be the Insured Balance of the Loan prior to the Refinancing date, without exceeding the amount specified under the "Maximum Benefit" section of the new certificate.

If an Insured had Disability insurance when Refinancing took place, the new Insured Payment will be calculated based on the Insured Balance of the previous loan as of the date of the Refinancing divided by the total amount of the new Loan, without exceeding the amount specified under the "Maximum Benefit" section of the new certificate.

If Refinancing takes place while the Insured is on Disability, the Insurer will pay the Disability benefit provided for before the Refinancing, without exceeding the amount of the new Loan payment after the Refinancing, or the amount specified under the "Maximum Benefit" section of the new certificate, and the maturity/amortization period provided for at the start of the Disability. The Disability benefits paid before the Refinancing date will be recognized in the maximum Disability benefit period for the new application.

SECTION 8. DEATH BENEFIT

In case of death, the Insurer will pay the Bank the death benefit equal to the Insured Balance of the Loan calculated on the date of death, plus any interest accrued since that date. The Insured Balance under no circumstances includes principal, interest or premiums past due on the date of death. Any insurance premium due to the Insurer on the date of death will be deducted from the death benefit.

If loan insurance premiums are received by the Insurer after the death of the Insured, the excess premiums paid after the Insured's death will be reimbursed, without interest.

SECTION 9. TABLE OF MONTHLY PREMIUM RATES

The Insurer reserves the right to amend the premium pricing schedule at any time. If applicable, the new schedule will apply to all Insureds under the Policy.

Age ⁽¹⁾	LIFE Per \$1,000 of Initial Amount Insured of the Loan \$0 to \$500,000	CRITICAL ILLNESS AND ACCIDENTAL DISMEMBERMENT Per \$1,000 of Initial Amount Insured of the Loan \$0 to \$150,000	DISABILITY Per \$10 of Insured Payment \$0 to \$2,000 per month
	All	All	All
18 to 25 years	\$0.25	\$0.28	\$0.32
26 to 30 years	\$0.25	\$0.38	\$0.36
31 to 35 years	\$0.25	\$0.38	\$0.40
36 to 40 years	\$0.30	\$0.46	\$0.44
41 to 45 years	\$0.39	\$0.52	\$0.49
46 to 50 years	\$0.50	\$0.77	\$0.64
51 to 55 years	\$0.66	\$1.27	\$0.85
56 to 60 years	\$0.88	\$1.65	\$1.19
61 to 64 years	\$1.10	\$2.18	\$1.63
65 to 69 years ⁽²⁾	\$1.10	\$2.18	\$1.63

⁽¹⁾ At the time of signing the Application.

⁽²⁾ Only applies for Loan renewals or Refinancing.

Factor based on number of insureds:	Life and Critical Illness and Accidental Dismemberment		Disability	
	multiply the premium of the oldest Insured by protection by a variable corresponding to the number of Insureds:	1 Insured	100%	1 Insured
	2 Insureds	180%	2 Insureds	190%
	3 Insureds	270%	3 Insureds	280%
	4 Insureds	360%	4 Insureds	370%
	5 Insureds	450%	5 Insureds	460%

Add the applicable tax to the premiums: The applicable tax rates are available on www.bnc.ca.

Factor based on payment frequency:		
FOR LIFE INSURANCE AND CRITICAL ILLNESS AND ACCIDENTAL DISMEMBERMENT INSURANCE ONLY: Multiply the monthly life insurance and Critical Illness and Accidental Dismemberment insurance premiums by the factor corresponding to the Loan payment frequency.	weekly	0.2301
	every two weeks	0.4603
	monthly	1
	quarterly	3
	semi-annually	6
	annually	12

CALCULATION OF PREMIUM

Age of the oldest Insured	years		
	Life	Critical Illness and Accidental Dismemberment	Disability
Monthly premium rate	(1)	(3)	(5)
Initial Amount Insured _____ / 1,000	(2)	(4)	
Insured Payment _____ / 10			(6)
Premium amount (1) x (2) or (3) x (4) or (5) X (6)			
Discount factor (for multiple Insureds)	X _____ %	_____ %	_____ %
Factor based on Loan payment frequency	X _____	_____	
Taxes, where applicable	X _____	_____	_____
Life premium	(7)		
Critical Illness and Accidental Dismemberment premium		(8)	
Disability premium			(9)
Total insurance premium (7) + (8) + (9)			

SECTION 10. DISABILITY BENEFIT

In case of Disability that persists after the applicable Waiting Period, the Insurer will pay the Bank the Disability benefit corresponding to the Insured Payment. The Insured must continue to make his Loan payments, including all insurance premiums, at all times during Disability, while the Insurer is evaluating or re-evaluating the benefit claim.

The benefit will be prorated for each day of Disability that is not a full period covered by one Loan payment.

Waiting Period: 60 consecutive days.

Maximum benefit period: Subject to the rules related to Relapse contained in the “Definitions” section of this certificate, a maximum of 24 months of consecutive Insured Payments is payable for a same Disability even if the Insured’s Disability persists beyond this period. In addition, the Insured(s) may only benefit collectively from a maximum of 48 months of Insured Payments for all the Disabilities occurring throughout the entire duration of the Loan. The Insured must return to work between each separate Disability period or, if the Insured is unemployed, return to normal activity for a person of his age.

Loan renewal

If the Insured is on Disability during renewal of the Loan, the Disability benefit is adjusted to cover the new Loan payment calculated on the renewal date, keeping the original Loan expiry date, without exceeding 120% of the Insured Payment (principal and interest) payable when the Disability began. The new Insured Payment may under no circumstances be greater than the amount provided for under the “Maximum Benefit” section of this certificate.

The expiry period of the Disability benefit may under no circumstances exceed the period initially provided for.

Termination of disability benefits

Insurance benefits will terminate on the first of the following events:

- **End of Disability:** the date the Insured is no longer disabled according to the definition of Disability in this certificate;
- **Return to work:** the date the Insured returns to work part-time, full-time or progressively, or on a temporary assignment, whether to carry out his normal duties related to his job or any other job, including light duties;
- **Compensated or paid activities:** as soon as the Insured engages in a compensated or paid activity;
- **Medical evidence not provided:** the Insured fails to present satisfactory evidence to the Insurer or refuses to undergo a medical examination or assessment by a consultant required by the Insurer;
- **Loan expiry:** the Loan is repaid in full, the Loan has been closed or the amortization period of the Loan has ended;
- **Maximum benefit period:** at the expiration of the maximum benefit period;
- **Maximum age:** the last day of the month in which the Insured attains age 70;
- **Death:** the death of an Insured, if a life insurance benefit covering the Insured Balance is payable;
- **Critical Illness and Accidental Dismemberment:** an Insured is diagnosed with a Critical Illness or Accidental Dismemberment, if a Critical Illness and Accidental Dismemberment insurance benefit covering the entire Insured Balance for life insurance is payable.

SECTION 11. CRITICAL ILLNESS BENEFIT

In case of Critical Illness, the Insurer will pay the Bank the Critical Illness benefit equal to the Insured Balance of the Loan calculated on the date of diagnosis of the Critical Illness, plus all interest accrued since the date of diagnosis of the Critical Illness. The Insured Balance does not include principal, interest or premiums past due on the date of diagnosis of the Critical Illness.

Payment of the Critical Illness benefit terminates the Critical Illness and Accidental Dismemberment insurance for all Insureds.

If, on the date of diagnosis, the Insured Balance for Critical Illness and Accidental Dismemberment insurance is less than the Insured Balance for life insurance, life insurance will remain in effect for all Insureds on the new Loan balance and in the same proportion as at enrollment.

SECTION 12. ACCIDENTAL DISMEMBERMENT BENEFIT

In the event that the Insured is accidentally dismembered as a result of an Accident that occurred while the insurance was in effect, the Insurer will pay the Bank an Accidental Dismemberment benefit equal to:

Loss	Percentage of Insured Balance
For each limb lost (including an eye):	25% (maximum 100%)
For both eyes:	100%
Hemiplegia, quadriplegia or paraplegia:	100%

This benefit will be applied toward repayment of the Loan plus any interest accrued since the date of diagnosis of Accidental Dismemberment. If the Accidental Dismemberment leads to Disability, the Accidental Dismemberment and Disability benefits, if applicable, will both be paid.

The total benefits payable for losses resulting from one or more Accidents may not exceed the amount provided for under the "Maximum Benefit" section of this certificate.

Payment of the Accidental Dismemberment benefit of 100% of the Insured Balance terminates the Critical Illness and Accidental Dismemberment insurance for all Insureds. If the benefit is less than 100%, the insurance will remain in effect on the new Loan balance and in the same proportion as at enrollment.

If, on the date of diagnosis, the Insured Balance for Critical Illness and Accidental Dismemberment insurance is less than the Insured Balance for life insurance, life insurance will remain in effect for all Insureds on the new Loan balance and in the same proportion as at enrollment.

SECTION 13. MAXIMUM BENEFIT

Benefits payable may under no circumstances exceed the set maximum amount for all Insured loans of the same type.

Life: \$500,000 Critical Illness and Accidental Dismemberment: \$150,000 Disability: \$2,000 per month

If premiums have been paid for a benefit exceeding the maximum benefit, the difference in premiums will be reimbursed, without interest. The Disability maximum benefit excludes reimbursement of the insurance premium.

SECTION 14. TWO OR MORE INSUREDS

Two or more Insureds can be covered under the same Loan. For life and Critical Illness insurance, the benefit is payable for the first event only. For Disability Insurance, the amount of the Disability benefit may under no circumstances exceed the amount of the Loan payment of the Loan and the maximum benefit period for all Insureds.

In the event of simultaneous Accidental Dismemberment affecting more than one Insured where it is impossible to determine which Insured suffered the first loss, the highest benefit will be paid first and so on and so forth on the balance thus reduced, without however exceeding the amount provided for under the "Maximum Benefit" section of this certificate.

SECTION 15. CLAIMS

The Insurer must be notified of any claim for benefits for an Insured Event that persists after expiration of the Waiting Period, if applicable. All required documents, accompanied by proof of claim and any other relevant information, must be forwarded to the Insurer no later than 1 year from the date of the Insured Event. If the Insurer does not receive the documents and all relevant information within the one-year period, the Insured loses his right to any Disability, Critical Illness and Accidental Dismemberment insurance benefits.

For life insurance benefits, the documents must be sent to the Insurer as soon as reasonably possible.

SECTION 16. RESTRICTIONS AND EXCLUSIONS

Concerning life insurance, Critical Illness and Accidental Dismemberment insurance and Disability insurance:

No benefits will be paid for death, Disability, Critical Illness or Accidental Dismemberment resulting directly or indirectly from:

- **War:** war or any act of war, whether or not the Insured was involved in it, unless the Insured was acting as a member of the Canadian Forces or Canadian Forces Reserve;
- **Riot:** active participation in an uprising, riot or insurrection;
- **Drugs:** use of drugs without a medical prescription;
- **Aircraft:** active participation in a flight in an aircraft, whether as a pilot, a member of the crew, an instructor or student;
- **Attempted suicide or self-inflicted injury:** attempted suicide or self-inflicted injury, regardless of the Insured's mental health;
- **Pre-existing conditions:** the effects of an illness and/or symptoms or Accident when death, Disability, Critical Illness or Accidental Dismemberment 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, during the 12 months that preceded the effective date of the insurance, had consulted or received treatment from a physician or other health care professional, underwent tests, took medication or was hospitalized;
- **Exclusions specific to the Insured:** any and all exclusions specific to the Insured as stipulated in the Insurer's exclusion rider as conditions for accepting the file (if applicable).

Concerning Disability Insurance only:

No benefits will be paid for Disability resulting directly or indirectly from:

- **Cosmetic care:** cosmetic treatment or surgery;
- **Psychological and psychiatric disorders including chronic fatigue, depression, anxiety, overwork or professional burnout:** if the Insured is not receiving therapy supervised by a physician specializing in this field;
- **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;
- **Pregnancy:** normal pregnancy;
- **Alcoholism or drug addiction:** alcoholism or drug addiction. However, benefits may be paid provided the Insured is following a closed treatment program.

Concerning Critical Illness Insurance only:

This Policy also sets out specific exclusions applicable to each Critical Illness and for which the benefit in the event of Critical Illness will not be payable, as indicated in "Stroke", "Cancer (life threatening)" and "Heart Attack" sections under "Definitions".

SECTION 17. TERMINATION OF INSURANCE

The insurance automatically terminates on the first of the following events:

- **Non-payment of premiums:** more than 3 monthly insurance premium payments are past due;
- **Cancellation:** the date the Insured voluntarily cancels his insurance provided the Insurer is advised of the cancellation in writing or by calling 1-877-871-7500 before that date, or the date the Insurer receives such written notice or the date the group insurance Policy is cancelled;
- **Loan expiry:** the date the Loan is repaid in full, for whatever reason, the end of the Loan amortization period, the Loan expiry date, or the closing date of the Loan;
- **Assumption:** the date the Loan is taken over by another creditor or the date the Loan or a portion of the Loan is assumed by another debtor who is not insured under a certificate of insurance in connection with the said Loan;
- **Maximum age:** the last day of the month in which the Insured reaches age 70;
- **Death:** the death of an Insured, if a life insurance benefit repaying the Insured Balance is payable;
- **Critical Illness or Accidental Dismemberment:** the diagnosis of a Critical Illness or Accidental Dismemberment to an Insured, if a Critical Illness and Accidental Dismemberment insurance benefit covering the entire Insured Balance for life insurance is payable;

- **For Critical Illness and Accidental Dismemberment insurance:** Payment of the Critical Illness benefit terminates the Critical Illness and Accidental Dismemberment insurance for all Insureds.
- **For Disability insurance:** When the Insured(s) has (have) collectively benefited from the maximum of 48 months of benefits for all the Disabilities occurring throughout the entire duration of the Loan.
- **For Disability insurance and Critical Illness and Accidental Dismemberment insurance:** the date the life insurance coverage terminates.

ADDITIONAL INFORMATION

GENERAL PROVISION: On request, any Insured or the Bank has the right to obtain, if applicable, a copy of the insurance Application, any statement or document submitted as evidence of insurability and the Policy.

NON-PARTICIPATING POLICY: This is a non-participating policy and awards no rights to a share in any profits and earnings surplus that may be declared or distributed by the Insurer.

LIMITATION OF ACTIONS (LIMITATION PERIOD)

Residents of Alberta, British Columbia and Manitoba

Every action or proceeding against an insurer for the recovery of insurance money payable under the contract is absolutely barred unless commenced within the time set out in *The Insurance Act*.

Residents of Ontario

Every action or proceeding against an insurer for the recovery of insurance money payable under the contract must be commenced within the time set out in the *Limitations Act, 2002*.

NOTICE CONCERNING THE MIB INC. (MEDICAL INFORMATION BUREAU)

Information regarding your insurability will be treated as confidential. The Insurer or its reinsurer may, however, make a brief report thereon to the MIB Inc. (Medical Information Bureau), a non-profit membership organization of the life insurance companies which operates an information exchange on behalf of its members.

Upon request by a member insurance company to which you have applied for life or health insurance coverage, or to which a claim is submitted, the MIB Inc. will supply such company with the information on its file.

Upon receipt of a request from you, the MIB Inc. will arrange disclosure of any information it may have on file. If you question the accuracy of the information in the MIB's file, you may contact the MIB Inc. and seek correction. Address: MIB Inc., 330 University Avenue, Suite 501, Toronto, Ontario M5G 1R7. Telephone: 416-597-0590.

The Insurer may also release information from its files to other life insurance companies to which you may apply for life or health insurance or to which a claim for benefits may be submitted.

ACCESS TO PERSONAL INFORMATION

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.

COMPLAINT MANAGEMENT

The client experience is our top priority. No matter what you have to say, we're here to listen and provide assistance. If the service you received didn't live up to your expectations, refer to our complaint management procedure available at www.nbc-insurance.ca or call our customer service at 1-877-871-7500.

For more information contact us at:

Montreal
Toll free

514-871-7500

1-877-871-7500

The masculine gender designates individuals of both sexes with no discrimination intended and is used only to facilitate reading.

No one may amend this Certificate of Insurance. All amended forms will be considered null and void. National Bank of Canada employees may at no time act as authorized agents of the Insurer for the administration of these group insurance policies.