



Summary of Coverage for Line of Credit Critical Illness and Life Insurance

Coverages provided by TD Life Insurance Company ("TD Life") and Canada Life Assurance Company ("Canada Life")

The following is a summary of coverage. For complete details of coverage, please refer to the Certificate of Insurance. If there is a conflict with this summary, the Certificate of Insurance will govern.

How to Calculate the Premium?

Your premium, which is due on a monthly basis, is calculated based on your age at the time of billing, the average balance and the number of days in the billing period.

Follow the steps below and use the spaces to help calculate your premium:

| | | | Sample Calculation [†] |
|----------|-----------|-------------------------------------------------------------------------------------------|---------------------------------------------|
| Step 1: | _____ (A) | Premium Rate | \$0.22 |
| Step 2: | _____ (B) | Average balance | \$20,000 |
| Step 3: | _____ (C) | $A \times B \div 1000$, C is the monthly premium | $\$0.22 \times \$20,000 \div 1000 = \$4.40$ |
| Step 4: | _____ (D) | $C \times 12 \div 365 = D$, D is the daily premium | $\$4.40 \times 12 \div 365 = 0.1447$ |
| Step 5: | _____ (E) | $D \times \text{number of days in the billing period} = E$, E is the monthly premium | $0.1447 \times 31 = \$4.48$ |
| Step 6*: | _____ (F) | $E + (E \times \text{your provincial tax rate}) = F$, F is the monthly premium after tax | $\$4.48 + (\$4.48 \times 8\%) = \$4.84$ |

[†] Sample calculation for a 34 year old Life insured with 31 days in billing period, living in Ontario.

*Follow step 6 only if provincial sales tax applies

A 20% discount will apply to the premium for the average balance portion that exceeds \$75,000. We call this a **tier discount**. In addition, if more than one person becomes insured for Critical Illness and Life Insurance on the same line of credit, a 15% discount will be applied to each of your individual premiums.

Premium Rates

Monthly Premium rates per \$1,000 of single coverage:

| Age | Life Insurance | Critical Illness Insurance |
|----------|----------------|----------------------------|
| 18 to 29 | \$0.16 | \$0.16 |
| 30 | \$0.17 | \$0.17 |
| 31 | \$0.19 | \$0.19 |
| 32 | \$0.20 | \$0.20 |
| 33 | \$0.21 | \$0.21 |
| 34 | \$0.22 | \$0.22 |
| 35 | \$0.23 | \$0.23 |
| 36 | \$0.24 | \$0.24 |
| 37 | \$0.25 | \$0.25 |
| 38 | \$0.28 | \$0.29 |
| 39 | \$0.30 | \$0.32 |
| 40 | \$0.31 | \$0.35 |
| 41 | \$0.34 | \$0.38 |
| 42 | \$0.36 | \$0.43 |
| 43 | \$0.38 | \$0.48 |
| 44 | \$0.41 | \$0.52 |
| 45 | \$0.44 | \$0.56 |
| 46 | \$0.47 | \$0.61 |
| 47 | \$0.50 | \$0.66 |
| 48 | \$0.55 | \$0.72 |
| 49 | \$0.60 | \$0.77 |

| Age | Life Insurance | Critical Illness Insurance |
|-----|----------------|----------------------------|
| 50 | \$0.63 | \$0.81 |
| 51 | \$0.65 | \$0.86 |
| 52 | \$0.69 | \$0.94 |
| 53 | \$0.74 | \$1.02 |
| 54 | \$0.78 | \$1.11 |
| 55 | \$0.83 | \$1.22 |
| 56 | \$0.88 | \$1.34* |
| 57 | \$0.93 | \$1.51* |
| 58 | \$1.00 | \$1.70* |
| 59 | \$1.08 | \$1.80* |
| 60 | \$1.16 | \$1.89* |
| 61 | \$1.25 | \$1.99* |
| 62 | \$1.35 | \$2.09* |
| 63 | \$1.47 | \$2.18* |
| 64 | \$1.61 | \$2.28* |
| 65 | \$1.75 | \$2.37* |
| 66 | \$1.92 | \$2.46* |
| 67 | \$2.11 | \$2.57* |
| 68 | \$2.32 | \$2.66* |
| 69 | \$2.60 | \$2.75* |

*Available only under Recognition of Prior Coverage.

Who Is Eligible For Insurance?

Line of Credit Critical Illness and Life Insurance are optional creditor's group insurance coverages for TD Canada Trust Line of Credit customers and borrowers.

You can apply for this insurance if you are:

- a Canadian resident; and either
- 18-69 years old for Life Insurance; or
- 18-55 years old for Critical Illness Insurance

If you do not meet our standard approval criteria, you may be eligible for coverage under the Creditor Defined Plan (insurance coverage for a period of 5 years). We will notify you in writing if this is the case.

If the total of all your TD Line(s) of Credit exceeds \$300,000, we may offer you partial coverage. In each instance you will be notified in writing of our decision.

Note: Critical Illness Insurance is only available if you have line of credit Life Insurance.

What Are The Benefits?

The insurer ('We' meaning TD Life or Canada Life) can pay TD Canada Trust up to \$300,000 for Life or Critical Illness Insurance, to be applied towards your line of credit.

This includes payments associated with this line of credit towards:

- your unpaid line of credit balance less any arrears
- any interest owing
- any discharge or penalty fees

Note: TD Life provides accidental dismemberment coverage and Canada Life is the provider for all other coverages.

How Does The Coverage Work?

Life Insurance covers you for the following covered events: death and accidental dismemberment.

Critical Illness Insurance covers you for the following covered events: Cancer (life threatening), Acute heart Attack, and Stroke.

When The Insurance Coverage Starts?

- if you apply for Life Insurance only and your line of credit is \$50,000 or less, coverage starts on the date you apply for coverage.
- if you answer "NO" to all health questions, coverage starts on the date you apply for coverage.
- if you answer "YES" to any of the health questions, a separate health Questionnaire is required. In this case, your coverage starts only when We approve it, and We will notify you in writing.

When The Insurance Coverage Ends?

Line of credit Critical Illness and Life Insurance may end before your line of credit is fully paid..

For example, it will end when:

- you turn 70 years old;
- your line of credit is transferred to a different lender;
- your insurance premium is in arrears 3 consecutive months; or
- your 5 year period of coverage has come to an end, or you turn 70 while enrolled in the Creditor Defined Plan; and
- we pay any critical illness benefit on you.

Note: This is not an exhaustive list. See the Certificate of insurance for a complete list of When Insurance Coverage Ends.

How To Submit A Claim?

For information on submitting a claim, call TD Life at **1-888-983-7070** or see the Certificate of Insurance for details.

How To Cancel Coverage

You can cancel your own coverage **at any time**. If you cancel your coverage within the first 30 days, your premiums will be refunded and coverage will be considered never to have been in force. If a claim is made within the first 30 days, a refund is not provided.

To cancel, contact us at **1-888-983-7070** or alternatively contact your TD Canada Trust branch.

When An Insurance Benefit Will Not Be Paid?

The coverages have certain limitations and exclusions. Here are some examples of when an insurance benefit will not be paid:

- if you give any false or incomplete responses to any of the health questions;
- if you are diagnosed with cancer (life threatening) in the first 90 days after coverage starts. Should this happen, Critical Illness Insurance will terminate and premiums paid will be refunded;
- various exclusions may apply in the first 12 months after coverage starts.

Note: This is not an exhaustive list. See the Certificate of Insurance for a complete list of when an insurance benefit will not be paid.