

PLATINUM PLUS PLAN

Prepared for:

Mr John Jones
Mrs Janet Jones

Date of Illustration:

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Presented by:



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216 Gt South Rd
Greenlane
Auckland
New Zealand 1446

Presented on behalf of:

FIDELITY LIFE ASSURANCE COMPANY LIMITED

100% NEW ZEALAND OWNED

This illustration is subject to underwriting. Fidelity Life does not give legal or accounting advice. The policy is issued to the policy owner(s) who are responsible for the completion of appropriate documentation in respect of the use and purpose of the policy.

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PLATINUM PLUS PLAN

PLAN INFORMATION		
Life Cover expiry age	No expiry age limit	
Trauma - Accelerated expiry age	No expiry age limit	
Income Protection expiry age	65 years	
Benefit indexation rate	3.00 %	

BENEFITS SELECTED	PREMIUM	LOADING
Mr John Jones		
Employed, Accountant - Qualified, IP Class 1, TPD Class 1		
Male, Non Smoker, Aged 44		
Personal Needs - Owner: Joint Ownership		
Life Cover - Indexed	\$1,000,000	\$97.13
Includes Free Future Insurability Options		
Trauma - Accelerated - Indexed	\$250,000	\$98.43
+ TPD Extension (Own Occupation)		
Income Protection - Indexed		\$94.81
Indemnity - Class 1		
Monthly Benefit	\$3,000	
Benefit Period	To Age 65	
Waiting Period	4 weeks	
Total for Mr John Jones		\$290.37
Mrs Janet Jones		
Home Executive, TPD Class 2		
Female, Non Smoker, Aged 43		
Personal Needs		
Life Cover - Indexed	\$1,000,000	\$72.51
Includes Free Future Insurability Options		
Trauma - Accelerated - Indexed	\$250,000	\$87.57
+ TPD Extension (Any Occupation)		
Total for Mrs Janet Jones		\$160.08
Policy Fee		\$8.25
TOTAL MONTHLY PREMIUM		\$458.70
GST included	(\$36.63)	

UNDERWRITING REQUIREMENTS

Mr John Jones

Employed, Accountant - Qualified, IP Class 1, TPD Class 1

Male, Non Smoker, Aged 44

Medical Requirements likely to be asked for:

Full Application Form

Mrs Janet Jones

Home Executive, TPD Class 2

Female, Non Smoker, Aged 43

Medical Requirements likely to be asked for:

Short Application Form

PROJECTIONS

Year	Monthly Premiums Payable	Total Annual Premium	Total Premium Paid	Total Potential Claim FIRST LIFE	
				Life Assurance	Income Protection
1	\$458.70	\$5,504.40	\$5,504.40	\$1,000,000	\$753,000
2	\$538.02	\$6,456.24	\$11,960.64	\$1,030,000	\$739,590
3	\$641.68	\$7,700.16	\$19,660.80	\$1,060,900	\$725,853
4	\$756.32	\$9,075.84	\$28,736.64	\$1,092,727	\$711,502
5	\$861.34	\$10,336.08	\$39,072.72	\$1,125,509	\$696,764
6	\$938.80	\$11,265.54	\$50,338.26	\$1,159,274	\$681,603
7	\$1,062.19	\$12,746.22	\$63,084.48	\$1,194,052	\$665,983
8	\$1,207.55	\$14,490.54	\$77,575.02	\$1,229,874	\$649,868
9	\$1,371.29	\$16,455.42	\$94,030.44	\$1,266,770	\$633,473
10	\$1,554.73	\$18,656.70	\$112,687.14	\$1,304,773	\$616,499

The average premium for the term of the projection is \$939.06 per month.

Potential Claim is in respect of Mr John Jones.

OWNER SIGNATURES

Owners Signatures:

Joint Ownership

Date:

Life Cover

Features

- Available from age 17 to 74 inclusive
- A lump sum payable on death
- Excludes death by suicide within first 13 months of policy commencement
- Includes a Terminal Illness Benefit whereby sum assured will be paid on diagnosis of terminal illness likely to cause death within 12 months
- **Bereavement benefit** – an advance payment to assist with funeral related costs
- **Future Insurability** for special events: Marriage, divorce, birth or adoption of a child, increase in mortgage or increase in business shareholding. No additional medical evidence required
- **Financial Planning benefit** – an additional payment to reimburse the cost of a fully documented financial plan
- **Premium Holiday** – allows premiums and cover to be suspended for up to 12 months in the event of redundancy, bankruptcy, study leave, overseas travel or for a valid reason approved by Fidelity Life. Maximum sum assured is \$500,000

Options

- **Business Future Insurability** – guarantees insurability in the event of an increase in business loans, increase in the value of shareholding or increase in the value of a key person to a business
- No additional medical evidence is required

Whilst every effort has been made to provide an up-to-date summary, Fidelity life makes no warranties that the information above is complete or definitive.

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Income Protection

- Indemnity value option covers up to 75% of gross income
- Agreed value option covers up to 55% of gross income
- Pays a monthly benefit to replace lost income during a period of disability.
- Cover is available for occupation classes 1, 2, 3 and 4
- Premiums are based on age, sex, occupation, smoker status and whether or not the insured is self-employed

Summary points

- Flexible waiting periods and benefit periods
- Split level benefits available
- Entry ages:
 - Minimum age at entry 17
 - Maximum age at entry 59
 - Expiry age: 65

Benefit period

- The benefit period can be for two years, five years or until age 65.
- The waiting period can be 2, 4, 8, 13, 26, 52 or 104 weeks.
- The waiting period commences when the insured ceases work due to continuing sickness or injury.
- Payments will be made monthly in arrears until recovery or end of the benefit period or death.

Benefit amount

- The maximum benefit is 75% of pre-disability income on indemnity policies. Evidence of past income is required at claim time. This is based on the best year out of the last three years, or the 12 months prior to disability
- The maximum benefit on agreed value policies is 55% of income at proposal time.

Automatically included features:

Advance payment

- 50% of the first monthly benefit will be paid after the end of the waiting period. Conditions will apply.

- The balance of the first monthly payment and any further benefits will be paid monthly in arrears.

Family member support

- If you are confined to bed, this provides financial support for immediate family members who provide care and whose own income ceases as a result.
- It will replace the family member's foregone income, with a maximum of half the monthly benefit (limit \$3,000 per month) for three months.

Hospitalisation benefits

- This provides additional financial support for bed care during the waiting period for up to 90 days.

Partial disablement benefit

- If the insured person is able to return to work in a reduced capacity after at least two weeks of total disability, and can work part-time but with a reduction in earnings, a partial benefit may be payable.

Rehabilitation benefit

- This benefit is payable in addition to the monthly benefit, if you undertake an approved rehabilitation programme for the purpose of retraining or re-education.
- The maximum is 50% of the monthly benefit for up to 12 months.

Recovery support benefit

- This is payable in addition to the monthly benefit, to assist in recovery and rehabilitation costs such as buying a wheelchair, prosthetic devices, and house and care modifications.
- The maximum benefit payable is six times the monthly benefit.

Waiver of premium

- Premiums due under the benefit are waived during a claim and also during the waiting period.

Death benefit

- A lump sum payment of three times the monthly benefit is payable if you die while on claim.

Recurring claim benefit

- The waiting period is waived on claims which result from a relapse or recurrence of the same or related illnesses within 12 months of returning to work.

Waiver of waiting period

- Waiver of the waiting period will apply if a new claim results from a sickness or injury unrelated to a previous claim – certain conditions apply.

Unemployment

- If the life assured has been unemployed for twelve months or less when a claim is made, it will be assessed as if he/she was still working.
- Those who have been unemployed for more than twelve months, will be assessed based on their inability to undertake two or more activities of daily living. (Class 5 definition).

Specific injury benefit

- A benefit for listed specific injuries payable whether you are working or not (see list at end of this document)

Claims escalation benefit

- While on claim, your benefit will be linked to the Consumer Price Index (CPI) and adjusted every quarter.

Relocation benefit

- This covers the cost of economy airfare back to New Zealand if disabled whilst overseas (maximum \$5,000).

Future insurability

- This option allows you to increase the monthly benefit by up to 10% p.a. without further medical evidence.
- Financial evidence will be required.

Replacement benefit

- If you are self-employed at claim time you may choose to employ a replacement and claim the cost of that person (up to a maximum of \$5,000 per month) rather than receive the disablement benefit.
- This enables your business to continue uninterrupted.

Optional benefits:**Back and mental disorder limitation**

- A discount of up to 20% is given for choosing to limit the benefit period to 24 months for back and mental disorders. The claim will be paid beyond two years if the insured person is unable to carry out two or more activities of daily living.

Extended benefit

- The benefit payable after age 65 will be equal to the Monthly Benefit as calculated before age 65 - claims escalation will not apply. This benefit ceases on the death of the life assured, or if the life assured ceases to be disabled.
- This benefit is based on the ability of not being able to carry out two of five activities of daily living.
- There is an additional premium payable for this option

Booster benefit

- The benefit payable after the waiting period will be increased by one-third for a maximum of three months for any one continuous off-work period.
- There is an additional premium payable for this option.

Taxation

We understand that under current IRD policy:

- Indemnity policies – premiums are tax-deductible and benefits are taxable.
- Agreed Value policies – premiums are not tax-deductible and benefits are non-taxable.

Specified injury ...

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

Where fracture means any fracture resulting from an accident requiring fixation, immobilisation or plaster cast treatment of the affected area within 48 hours of the accident. The fracture is to be certified by a **medical practitioner**.

Where loss means the total and permanent:

1. Loss of the use of the hand from the wrist or the foot from the ankle joint; or
2. Loss of the use of the arm from the elbow or leg from the knee joint; or
3. Complete severance of the thumb and index finger from the first phalangeal joint; or
4. Irrecoverable total loss of an eye or sight in the eye.

The benefit starts to accrue when the specific injury is suffered and is paid monthly in advance and will stop when the payment period expires.

The benefit payment period is limited to the lesser of the payment period as shown in the table above and the **benefit period**.

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Trauma

- Pays a predetermined lump sum on diagnosis of certain medical conditions
- Can be stand alone or linked to life cover as an accelerated benefit
- Covers specified number of conditions

Trauma as an Acceleration of Life Cover

- Accelerated benefit means that, in the event of a trauma claim, the level of life cover will be reduced by the amount of the trauma claim
- A free buy-back option allows life cover to be restored over a period of three years
- Alternatively, a buy-back option is available which allows the life cover to be restored to its original level twelve months after a trauma claim (for certain conditions the life cover can be restored after 6 months). An additional premium will apply for this option.
- The buy-back option must be exercised within thirty days of the date of anniversary of the payment of the benefit

Waiting Period

- The following conditions will not be covered if they occur within three months of the commencement of the policy or an increase in cover
 - Angioplasty
 - Cancer
 - Coronary artery bypass surgery
 - Cerebrovascular accident (Stroke)
 - Myocardial infarction (Heart attack)
 - Out of hospital cardiac arrest
 - Aorta surgery
 - Heart valve surgery

Optional TPD extension

- Total and Permanent Disability can be added to the trauma cover at 70% of the cost of a separate TPD benefit.

Optional Trauma Reinstatement

- Allows the trauma cover to be restored 12 months after a claim.
- Excludes condition or related conditions that original claim was paid on

Child's benefit

- Applies to children aged 2 to 18 years.
- Benefit is the lesser of \$20,000 or 20% of parent's Trauma sum assured.

Trauma Conditions

Accidentally acquired HIV infection
Adult onset diabetes
Alzheimers disease
Angioplasty * / ** / ***
Aorta surgery
Aplastic anaemia
Benign brain tumour
Cancer * ☹
Cardiomyopathy
Cerebrovascular accident (Stroke) *
Chronic liver disease
Chronic lung disease
Chronic renal failure (Kidney failure)
* Coma
Coronary artery bypass surgery *
Dementia
Encephalitis
Heart valve surgery
Intensive Care benefit
Loss of independent existence
Loss of limbs and/or eyes
Loss of speech
Major head trauma
Major organ transplant
Meningitis
Motor neurone disease
Multiple sclerosis
Muscular dystrophy
Myocardial infarction (Heart attack)*
Occupationally acquired HIV
Open heart surgery
Out of hospital cardiac arrest

Paralysis -
- Diplegia
- Hemiplegia
- Paraplegia
- Quadriplegia
- Tetraplegia
Parkinson's disease
Pneumonectomy
Primary Pulmonary hypertension
Severe burns
Severe osteoporosis
Severe rheumatoid arthritis
Total Blindness
Total Deafness

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