



TotalCare Life Cover

Quick key

Eligible ages

10 upwards for Life Cover-Family Benefit; 16 upwards for Life Cover-Business Benefit (limitations may apply, individual consideration from age 70).

Eligible occupations

All.

Cover options

Level or inflation linked.

Premium guarantees*

1 year, 10 years, or for Life Cover Family Benefit to age 80.

Term of cover

Renewable to age 100.

Benefit type

This is a once only lump-sum payment.

Further information

For further information on this or any of Sovereign's insurance benefits, refer to the Policy Document available from your adviser or contact Sovereign's Head Office at Sovereign House, 33-45 Hurstmere Road, Takapuna, North Shore, Private Bag Sovereign, Auckland Mail Centre 1020 or on 0800 500 108.

*Please note that special conditions apply; please refer to the policy documents.

Life Cover provides a lump-sum payment in the event of death. It is essential for those with family, business or other financial commitments which could be placed in jeopardy in the event of death.

Built-in features

There are two versions of Life Cover

Understanding the different needs of your family and your business, we offer a Life Cover-Family Benefit and a Life Cover-Business Benefit.

All information in this Benefit Sheet relates to the Life Cover-Family-Benefit and the Life Cover-Business Benefit unless otherwise stated.

Renewable cover to age 100

Cover may be renewed to age 100 without further medical evidence.

Terminal Illness Benefit*

This benefit pays up to 100% of the Life Cover Benefit if you are diagnosed as being terminally ill and likely to die within 12 months of the diagnosis. The Life Cover Benefit will be reduced by any Terminal Illness Benefit paid.

Bereavement Support Benefit*

This benefit pays an immediate lump-sum payment of \$5,000 on your death. This benefit can be used for grief counselling, estate advice, flights and accommodation for family members to attend the funeral, or to offset funeral expenses, or whatever your executors deem appropriate at the time.

This benefit is an early payment of part of your Life Cover Benefit. The Life Cover Benefit payable will be reduced by \$5,000 on payment of the Bereavement Support Benefit.

Special Events Increase Facility*

This benefit only applies to Life Cover - Family Benefit.

When your financial responsibilities increase because you move home, and as a result take out or increase a home loan, have a child (by birth or legal adoption), get married or divorced, or become responsible for the full time care of a close relative, you may apply to increase your sum assured without having to give us any more medical information.

You do not need to produce any medical evidence when you request the increase. A request must be made within 3 months of the relevant event happening. Proof of the defined special event will be required. You cannot make more than 3 requests under this option. The total increases cannot exceed 50% of the original Life Cover Benefit and each individual increase cannot exceed the lesser of \$100,000 and the amount of the home loan or increase in home loan. The life assured must be aged 50 years or under when you make the request and an increase in premium will occur.

Premium rates guaranteed*

The underlying premium rates for Life Cover are guaranteed for 1 year, 10 years, or for Life Cover-Family Benefit to age 80, depending on the premium type selected. This cannot be altered by Sovereign unless you voluntarily make alterations to the level of cover.

Children's Funeral Benefit*

This benefit only applies to Life Cover - Family Benefit.

If your child dies as a result of an accidental injury between the ages of 3 and 10, Sovereign will pay a Children's Funeral Benefit of \$2,000. The adult's Life Cover Benefit payable will be reduced by the amount paid under the Children's Funeral Benefit.

Additional benefits

Optional Business Safeguard Facility for Life Cover-Business Benefit*

On each occasion that the life assured's financial interests in the business increases, or their loan guarantee increases, or their value to the business increases you may write to Sovereign asking us to increase the Life Cover-Business Benefit for that life assured. You do not need to produce any medical evidence regarding the life assured when you request this business event increase. A request must be within 3 months of the relevant business event happening. In any 12 month period you cannot make more than two requests under this facility. The total increases cannot exceed the lesser of three times the original Life Cover-Business Benefit or \$10 million. An increase in the premium may occur.

Future Insurability*

Available as an optional addition to Life Cover, you are able to purchase (for an additional premium) at the outset, the ability to increase your cover up to \$1 million or twice your original Life Cover sum insured (whichever is less) during the term of your policy without providing further evidence of health. Every increase in cover will require an increase in premium.

This Life Cover Benefit may be written in conjunction with the full range of Sovereign's other TotalCare benefits.

Assurance Trust

The Life Cover Benefit can be placed in Trust for no additional cost. This will ensure that the benefit reaches the right people at the right time when you might not be in a position to make this decision.

Exclusions

A Life Cover Benefit will not be payable where death or terminal illness of a life assured occurs as a result of the life assured committing or attempting to commit suicide whether sane or insane, within 13 months of the risk commencement date. This exclusion applies to any subsequent benefit increase made by the policy owner.

Sovereign will not pay a Children's Funeral Benefit if death directly or indirectly arises from an injury caused by you, or the child's parents or guardian.

** Please note that special conditions apply; please refer to the Policy Document.*

All applications are subject to individual consideration. Special conditions, exclusions and premium loading may apply to individual applications.