

## FREE INTERIM COVER

### MAXIMUM AMOUNTS

Your benefits are limited by the amount proposed in the Application subject to:

1. Maximum payable on death: \$500,000.
2. Maximum payable upon total permanent disablement, kidney failure, major organ transplant surgery, paraplegia or quadriplegia: \$150,000. Other Living Assurance conditions are not covered.
3. Maximum payable upon total permanent disablement: \$24,000 per annum for Disability Income Protection, Loss of Earnings, Mortgage and Income Protection, Business Continuity, Business Overheads, Rural Continuity, Start-Up, and Locum Cover combined \$100 per month for Waiver of Premium.

### SPECIAL PRE-ACCEPTANCE CERTIFICATE

The Life/Lives to be Assured is/are automatically covered for the benefits ('Benefit(s)') applied for, up to the maximums specified below, from the date that the Application is received by Sovereign Assurance Company Limited ('Sovereign') to the date of acceptance by Sovereign subject to the following limitations:

#### 1. When is a Benefit payable?

- 1.1 A Life Benefit is payable due to death by accident or illness and will only be paid under this pre-acceptance cover note if:
  - a. the Life/Lives to be Assured is/are not contemplating seeking medical advice in the 30 days following the date of the Application;
  - b. the illness affecting the Life/Lives to be Assured is not the result of a medical condition that was already existing prior to the date of the Application.
- 1.2 A Total and Permanent Disablement Benefit, Living Assurance, Disability Income Protection or Business Overhead Benefit is payable as a direct result of injury caused by violent accidental, external and visible means.
- 1.3 Benefits are payable to the policy owner(s) named in the Application.

#### 2. How much cover do I have?

- 2.1 The maximum payable for claims arising from the one accident or illness is \$500,000 including all similar cover issued. **Benefits are limited by the amount proposed** in the Application subject to the limits below and further subject to the standard policy terms and conditions:

Policy	Maximum Payable (limited by the amount proposed)
DEATH	\$500,000
TOTAL PERMANENT DISABLEMENT	\$150,000
LIVING ASSURANCE, PROGRESSIVE CARE (only kidney failure, major organ transplant surgery, paraplegia or quadriplegia is covered)	\$150,000
DISABILITY INCOME PROTECTION, LOSS OF EARNINGS, MORTGAGE AND INCOME PROTECTION, BUSINESS CONTINUITY, BUSINESS OVERHEADS, RURAL CONTINUITY, START- UP, AND LOCUM COVER	<ul style="list-style-type: none"> <li>&gt; \$24,000 per annum for Disability Protection and Business Overheads cover combined.</li> <li>&gt; \$100 per month for Waiver of Premium</li> </ul>

#### 3. When is a Benefit not payable?

- 3.1 No Benefit is payable if:
  - a. in the opinion of Sovereign, the Application would not have been accepted without special terms (e.g. loadings, exclusions or reduced benefit terms) once the underwriting had been completed; or
  - b. the Life/Lives to be Assured is/are under 10 years or over 64 years of age; or
  - c. the Application is not accompanied by payment of the first premium or completed Authority to accept Direct Debits or Credit Card / Debit Card Payment Authority; or
  - d. the Life/Lives to be Assured has/have previously been declined or offered non-standard terms by any insurer, or has/have previously claimed a disability benefit from any insurer.
- 3.2 No Benefit is payable if death or disability occurs as a direct or indirect result of any of the following:
  - a. an act of self-injury, or
  - b. engagement in or participation in any conduct that is criminal, or
  - c. bodily injury which occurred before the date of the Application, or
  - d. the Life/Lives to be Assured deliberately taking or using non prescribed drugs, other than for proper therapeutic or medical purpose and in accordance with the manufacturer's directions for use, or the deliberate misuse by the Life/Lives to be Assured of prescribed drugs.

#### 4. When does this cover expire?

- 4.1 This cover note expires without notice on the earlier of:
  - a. the date 60 days after the Application was completed; or
  - b. the risk commencement date of the policy; or
  - c. the date of withdrawal if the policy owner(s) withdraws the Application; or
  - d. the date Sovereign declines to accept the Application or accepts the Application; or
  - e. the date one of the benefits proposed is paid.

#### 5. What terms are applicable?

- 5.1 All conditions, definitions and exclusions applying to the Application (as set out in the Specimen document) shall apply to this pre-acceptance cover. Other terms applicable are as set out in this cover note.
- 5.2 In no event will Sovereign be obliged to make payment under this pre-acceptance cover note if Sovereign is liable to make the payment under the policy issued pursuant to the Application.
- 5.3 Pre-acceptance cover is provided subject to the truth and correctness of the Application and any other document or statement made in connection with the Application.
- 5.4 Any premium outstanding at the time a claim is made under this cover note shall be deducted from any benefit paid by Sovereign.
- 5.5 In the event that Sovereign pays a Benefit to the policy owner(s) pursuant to this pre-acceptance cover note, Sovereign shall retain all premiums made under this pre-acceptance cover note at the time the claim is made.
- 5.6 The Application will not be proceeded with if Sovereign pays a claim under the Special Pre-acceptance Certificate.