

Optional Creditor Life and Disability Insurance Product Summary Personal Loan Plans and RRSP ReadiLine Accounts

NAME AND CONTACT INFORMATION FOR THE INSURER AND DISTRIBUTOR

This product summary describes Creditor's Group Insurance underwritten by Canadian Premier Life Insurance Company (Canadian Premier). The Group Policyholder is the Bank of Montreal (BMO).

Life insurance coverage on Personal Loan Plan promissory notes is provided under Group Policy 51007 Part A.

Life insurance coverage on RRSP ReadiLine Accounts is provided under Group Policy 51007 Part D.

Disability insurance coverage on both loan types is provided under Group Policy 21559.

Canadian Premier Life Insurance Company
Creditor Insurance Team
25 Sheppard Ave West, Suite
1400, Toronto, ON
M2N 6S6

Telephone: 1-877-271-8713
Fax: 1-866-923-8353
Email: credorteam@canadianpremier.ca
Website: www.canadianpremier.ca
AMF client number: 2000829775

The Distributor of this insurance is BMO Bank of Montreal

BMO Bank of Montreal
129 Saint-Jacques Street West, 2nd floor Montreal, QC H2Y
1L6

Telephone: 1-877-CALL BMO (1-877-225-5266)
website: www.BMO.com

BMO Bank of Montreal branch contact information

NAME AND TYPE OF THIS INSURANCE PRODUCT

INSURANCE PRODUCT NAME: Optional Creditor Life and Disability Insurance for Personal Loan Plan and RRSP ReadiLine Accounts

INSURANCE PRODUCT TYPE: The Autorité des marchés financiers classifies this insurance product as Debtor Life, Health and Employment Insurance



Canadian Premier Life Insurance Company, operating under the brand name Securian Canada, is the insurer of this product

HOW TO READ THIS PRODUCT SUMMARY

This product summary is an overview of the Optional Creditor Life and Disability Insurance underwritten by Canadian Premier Life Insurance Company (Canadian Premier) for Personal Loan Plan promissory notes and RRSP ReadLine Accounts with BMO. For full details of coverage please read the Certificates of Life Insurance and/or Certificates of Disability Insurance for Personal Loan Plan or RRSP ReadLine together with the Application for Life Insurance and/or Application for Disability Insurance as applicable.

You can find copies of this product summary and the Certificates of Insurance online at www.canadianpremier.ca. Type “product summary” into the search field and click on the hyperlink that appears in the results. You will be taken to the landing page for Creditor Insurance product summaries and certificates of insurance, where you will find the most recent versions of BMO’s documents.

Words and terms that appear in bold italic throughout this product summary are defined below:

Disability Insurance is coverage that pays a benefit when the insured person is ***Totally Disabled*** beyond the applicable ***Qualifying Period***.

Eligible means that you and your ***Loan*** meet all necessary criteria to apply for this insurance.

Life Insurance is coverage that pays a benefit when the insured person dies.

Loan means either your Personal Loan Plan promissory note or your RRSP ReadLine Account.

Pre-existing Condition means any health condition for which you consulted with or received medical advice or treatment from a licensed physician or health care practitioner in the 12 months before the date you signed the insurance application for this coverage.

Premium means the amount you must pay for insurance coverage for a specific period. ***Premium Rate*** means the unit cost of insurance.

Qualifying Period means:

- if you are working on the date you become ***Totally Disabled***, 30 consecutive days from that date.
- if you are not working on the date you become ***Totally Disabled***, 90 consecutive days from that date.

Total Disability, Totally Disabled means that during the ***Qualifying Period*** and for the entire period of disability (to a maximum of 24 months per disability) you are prevented by bodily injury, disease, mental infirmity, sickness or complications due to pregnancy and any related medical conditions, from performing all or substantially all of the essential duties of your own job and you do not engage in any occupation or employment for wage or profit.

HOW DOES THIS INSURANCE HELP PROTECT MY LOAN?

Life Insurance will reduce or pay off the balance of your ***Loan*** if you die. ***Disability Insurance*** will reduce or cover the regular payment under your ***Loan*** if you become ***Totally Disabled*** beyond the applicable ***Qualifying Period***.

HOW MUCH COVERAGE IS AVAILABLE FOR MY LOAN?

The following types of optional Creditor's Group Insurance coverage are available for **Eligible Loans** with BMO.

Insurance Type	Per insured <i>Loan</i> limit	
	Personal Loan Plan	RRSP Readiline
Life	Up to \$150,000	Up to the amount approved annually by the government of Canada
Disability	Up to \$1,500 per month	Up to \$1,500 per month

WHICH BMO LENDING PRODUCTS ARE ELIGIBLE FOR THIS INSURANCE?

Personal Loan Plan promissory notes and RRSP Readiline Accounts are **Eligible** for this **Life Insurance** and **Disability Insurance**.

AM I ELIGIBLE TO APPLY?

You are **Eligible** to apply if **on the date of application** you are a Canadian resident and, for the applicable insurance coverage, meet all the required criteria in the chart below:

Criteria by Insurance Type	Life	Disability
Age Eligibility criteria At least 18 years old and no more than the age indicated under each insurance type	64	64
Primary Eligibility criteria	N/A	<ul style="list-style-type: none"> • Actively at work or • if you are on maternity or parental leave or a Seasonal Worker on your off season and not Actively at work, you are capable of performing the regular duties of your occupation for at least 30 hours per week.
Additional Eligibility criteria	N/A	if your Loan is an RRSP Readiline Account, you are the primary applicant

HOW DO I APPLY?

As long as you and your **Loan** with BMO are **Eligible**, you can apply for this insurance when you apply for your **Loan** or any time after. You apply for this insurance by completing the Optional Creditor Insurance Application for **Life Insurance**. and/or the Optional Creditor Insurance Application for **Disability Insurance** as applicable.

WHEN DOES MY INSURANCE START?

Coverage starts on the **later** of the following dates:

- the date funds under your **Loan** are advanced, or
- the date you signed your Application for Life Insurance and/or Application for Disability Insurance as applicable.

HOW MUCH WILL MY INSURANCE COST?

Personal Loan Plan	RRSP Readiline
<p>Premium Rates are based on:</p> <ul style="list-style-type: none"> • your age on the date you applied for this insurance • when both borrowers are insured for the same coverage, the older borrower's age will apply 	<p>Premium Rates are based on:</p> <ul style="list-style-type: none"> • your age on January 1st of each year • for life insurance when both borrowers are insured for the same coverage, the older borrower's age will apply
<p>Your Premium Rate will not change as you age. The Premium quoted under your loan payment when you apply for this insurance represents the average cost of insurance, per payment, over the life of your Loan.</p>	<p>Your Premium may go up or down from month-to-month, depending on your average daily balance for the period covered by your RRSP Readiline Account statement</p>

Provincial sales tax is added to your **Premium**, if applicable.

See the "HOW YOUR INSURANCE PREMIUMS ARE CALCULATED" section of the Certificate of Optional Life Insurance or the Certificate of Optional Disability Insurance, as applicable, for **Premium Rates** and sample **Premium** calculations.

WHAT DOES CANADIAN PREMIER PAY?

If your claim is approved, Canadian Premier will pay a benefit to BMO, on your behalf **up to the applicable coverage maximum**.

	Personal Loan Plan	RRSP Readiline
Life	<ul style="list-style-type: none"> • the unpaid balance of your insured Loan, as at the date of your death, and • any accruals or fees 	unpaid balance of your RRSP Readiline Account, as at the date of your death

	Personal Loan Plan	RRSP ReadiLine
Disability	<ul style="list-style-type: none"> your regular loan payment any Life Insurance premiums charged to your Loan 	your equivalent RRSP ReadiLine Account payment

Disability benefits start after the applicable **Qualifying Period** consecutive days and will be paid for up to **24** months for each Total **Disability** claim.

WHAT IF I HAVE AN INSURANCE CLAIM?

You should always make an insurance claim as soon as possible, using Canadian Premier's form, which you can obtain from your BMO branch or by visiting BMO.com/protectionplans.

How long do I have to make a claim?

For all provinces and territories outside of Quebec, as soon as possible, but within one year of the date of death.

For Quebec residents, as soon as possible but within three years of the date of death..

For the prompt resolution of **Disability Insurance** claims, you should submit the claim within **120** days from the date of Total Disability.

How long for Canadian Premier's claim decision and payment?

Canadian Premier will send you the claim decision in writing within **30** days of receiving all the information required to make their decision.

If Canadian Premier approves a claim it will pay the benefit to BMO within **30** days of receiving all information required upon which to make a decision.

Whenever a claim is not approved, Canadian Premier's written decision will include the reasons for that decision.

What if I want to appeal Canadian Premier's claim decision?

If Canadian Premier does not approve your claim, you have **90** days from the date of Canadian Premier's original claim decision to file an appeal. Your appeal must be in writing and you must include new information that is pertinent to your claim.

Quebec residents may consult the Autorité des marchés financiers or an independent legal advisor for assistance with your appeal.

WHAT EXCLUSIONS AND LIMITATIONS APPLY TO THIS INSURANCE?

As long as premiums are paid, Canadian Premier will only void coverage if Canadian Premier discovers that you made a misrepresentation or false declaration on your application for insurance, medical underwriting interview (if applicable) or in connection with an insurance claim.

Canadian Premier will deny insurance claims under the following circumstances:

Life benefit exclusions

- Where coverage has been in force for less than **24** months, no benefit will be payable if your death results directly or indirectly from suicide, whether you are aware or not aware of the results of your action, regardless of your state of mind.
- Your death results directly or indirectly from your operation of a motorized vehicle or vessel while you are under the influence of, or impaired by drugs or substances, or while your blood alcohol concentration is at least **80** milligrams of alcohol in **100** millilitres of blood **(0.08)**,
- Your death results directly or indirectly from your operation of a motorized vehicle or vessel while you are under the influence of, or impaired by drugs or substances, or while your blood alcohol concentration is at least **80** milligrams of alcohol in **100** millilitres of blood **(0.08)**.

Disability benefit exclusions

- You are not under the active and continuous care of a licensed physician approved by Canadian Premier.
- You refuse to submit to a medical exam by a licensed physician selected by Canadian Premier.
- You are having a normal pregnancy.
- You failed to provide proof to the Insurer that you continue to be **Totally Disabled**,
- Your **Total Disability** results directly or indirectly from your participation in events which occur while you are under the influence of or impaired by any drug or substance, unless prescribed by a physician, or while your blood alcohol concentration is at least **80** milligrams of alcohol in **100** millilitres of blood (**0.08**),
- Your **Total Disability** results directly or indirectly from your operation of a motorized vehicle or vessel while you are under the influence of, or impaired by drugs or substances, or while your blood alcohol concentration is at least **80** milligrams of alcohol in **100** millilitres of blood (**0.08**).
- Your **Total Disability** is due to:
 - intentional self-inflicted injuries unless you have a mental illness,
 - civil disorder or war, whether or not war was declared, unless you are on active military duty as a member of the Canadian Armed Forces or Canadian Forces Reserve, or
 - elective cosmetic or experimental surgery or treatment.

Is there a pre-existing condition and when does it apply?

There are no health status questions to answer when you apply for insurance on Personal Loan Plan promissory notes and RRSP ReadiLine Accounts. The limitation for **Pre-existing conditions** will be applied by Canadian Premier whenever:

- your claim occurs in the **12** months after the date you signed the insurance application for coverage, and
- your claim is due to a **Pre-existing condition**.

WHEN DOES INSURANCE END?

Insurance coverage will end on the **earliest** of the following dates.

- your Loan is discharged, refinanced, terminated or transferred to another person,
- your premiums have not been paid for **90** days,
- the group policy is terminated,
- you die,
- you turn age **70** (Note: Except for **Disability Insurance** on RRSP ReadiLine Accounts where only the primary applicant is eligible to apply, when two borrowers are insured for the same benefit, coverage will continue on the younger borrower until that person reaches age **70**), or
- your written notice of cancellation is received by BMO or Canadian Premier.

WHEN AND HOW CAN I CANCEL INSURANCE?

Coverage is optional and you can cancel at any time. To cancel this insurance:

- Talk to your branch representative, or
- Quebec residents can use the notice of rescission, which you were given by the Distributor when you applied for this insurance.

Although the *Insurers Act* and the *Act respecting the distribution of financial products and services* allow for a **10** day period from the date you sign the application to cancel insurance without penalty, Canadian Premier allows you **30** days from the effective date of insurance to cancel without penalty.

After the **30-day** period allowed by Canadian Premier, there will be no refund of **Premiums**, except where **Premiums** may have been collected in error.

WHO CAN ANSWER MY QUESTIONS ABOUT THIS INSURANCE?

For questions about existing coverage and premiums, you may contact BMO at 1-877-CALL BMO (1-877-225- 5266). For questions about claims and underwriting, call Canadian Premier Creditor Team at 1-877-271-8713.

For more information about the obligations of insurers and distributors, Quebec residents can contact the Autorité des marchés financiers as follows:

Autorité des marchés financiers
Place de la Cité
2640, boul Laurier, 4 étage
Québec QC G1V 5C1

Tel: Québec 418-525-0337
Montreal: 514-395-0337
Toll Free: 1-877-525-0337
Website: www.lautorite.qc.ca

WHERE CAN I FIND OUT ABOUT CANADIAN PREMIER'S COMPLAINTS RESOLUTION PROCESS?

You can find Canadian Premier's complaints resolution process, a summary of Canadian Premier's complaints resolution processing policy and where complaints may be filed by going to www.canadianpremier.ca and typing "complaints" into the search field.

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: BMO Bank of Montreal

Name of insurer: Canadian Premier Life Insurance Company

Name of insurance product: Optional Creditor Life and Disability Insurance for Personal Loan Plan and RRSP ReadiLine
Accounts



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.

Reserved for use by the insurer:

NOTICE OF RESCISSION OF AN INSURANCE CONTRACT

NOTICE GIVEN BY A DISTRIBUTOR

Section 440 of the *Act respecting the distribution of financial products and services* (chapter D-9.2)

THE ACT RESPECTING THE DISTRIBUTION OF FINANCIAL PRODUCTS AND SERVICES GIVES YOU IMPORTANT RIGHTS.

The *Act* allows you to rescind an insurance contract, **without penalty**, within 10 days of the date on which it is signed. However, the insurer may grant you a longer period.

To rescind the contract, you must give the insurer notice, within that time, by registered mail or any other means that allows you to obtain an acknowledgement of receipt.

Despite the rescission of the insurance contract, the first contract entered into will remain in force. Caution, it is possible that you may lose advantageous conditions as a result of this insurance contract; contact your distributor or consult your contract.

After the expiry of the applicable time, you may rescind the insurance contract at any time; however, penalties may apply.

For further information, contact the Autorité des marchés financiers at 1-877-525-0337 or visit www.lautorite.qc.ca.

NOTICE OF RESCISSION OF AN INSURANCE CONTRACT

To: Canadian Premier Life Insurance Company
Creditor Team, 25 Sheppard Ave West, Suite 1400, Toronto, ON M2N 6S6

Date: _____
(date of sending of notice)

Pursuant to section 441 of the *Act respecting the distribution of financial products and services*, I hereby rescind insurance contract no.: 51007-A (life insurance on personal loans) 51007-D (life insurance on RRSP Readiline Accounts) and 21559 (Disability insurance on both loan types)

- Life insurance
- Disability insurance

Entered into on: _____
(date of signature of contract)

In: _____
(place of signature of contract)

(name of client)

(signature of client)