

# Insurance for CIBC Mortgages

Feel secure in the present and know you've helped protect the future.

When you invest in the right insurance coverage, you help ensure the lifestyle you and your family enjoy today is one you can continue to enjoy in the future. Insurance for CIBC Mortgages, underwritten by The Canada Life Assurance Company (Canada Life), can help pay off or reduce your balance in the event of your death, or cover your payments in the event of a disability or involuntary job loss.

## Did you know?

1 in 3 working Canadians will experience a period of disability lasting longer than 90 days during their working lives<sup>1</sup>

In Canada in 2014, over 118,000 individuals filed a consumer proposal or personal bankruptcy. More than one-third were job related and another 15% due to illness, injury or health related problems<sup>2</sup>

74% of surveyed Canadians said they'd have difficulty with expenses if a primary earner were to pass away<sup>3</sup>



To learn more:  
Talk to a CIBC advisor today  
Call 1 866 321-3639  
Visit a CIBC Banking Centre  
Visit [cibc.com/creditor](http://cibc.com/creditor)

## Why choose Insurance for your CIBC Mortgage?

<b>Protection</b>	Financial protection for your CIBC Mortgage Loan if you are unable to work due to a disability, experience involuntary job loss or in the event of your death
<b>Instant coverage</b>	On-the-spot approval with coverage beginning immediately if you answer "No" to the health questions on the application and your CIBC Mortgage Loan is approved
<b>Convenience</b>	Don't worry about making separate payments for your insurance premiums – they are added to your CIBC Mortgage Loan payment and are automatically adjusted if you change the frequency of your CIBC Mortgage Loan payment
<b>30-day review period</b>	If you change your mind, you may cancel within the first 30 days of receiving the Certificate of Insurance and any premiums collected will be refunded
<b>Prior coverage recognition</b>	If you are declined for insurance coverage on your new CIBC Mortgage Loan, but you had insurance coverage on the CIBC Mortgage Loan you paid out, you may be eligible to have a portion of your new CIBC Mortgage Loan insured under 'Prior Coverage Recognition'

## Help protect your family's home should you face an unforeseen event.

If you are unable to work due to a disability, **Disability Insurance** can help.

<b>Protection</b>	The maximum monthly benefit is \$3,000 per month, applied toward your CIBC Mortgage Loan payments, up to 24 months per claim (after a 60-day waiting period)
<b>Maximum benefit</b>	Maximum \$150,000 overall benefit per insured disability incident
<b>Premiums</b>	Premiums are waived during the disability benefit period and no premiums are charged until your CIBC Mortgage Loan is funded
<b>Savings for two applicants</b>	When two applicants are approved for Disability Insurance, save 5% off the combined single premium rate

If you are unable to work due to a disability or you lose your job through no fault of your own, **Disability Insurance Plus** can help.

<b>Protection</b>	<p>In case of <b>disability</b>, up to \$3,000 per month would be applied toward your CIBC Mortgage Loan payments for up to 24 months (after a 60-day waiting period) to a maximum of \$150,000 for each incident of disability</p> <p>In case of <b>job loss</b>, up to \$3,000 per month would be applied toward your CIBC Mortgage Loan payments for up to 6 months (after a 60-day waiting period) to a maximum of \$50,000 for each incident of involuntary job loss</p>
<b>Premiums</b>	Premiums are waived during the disability or job loss benefit period and no premiums are charged until your CIBC Mortgage Loan is funded
<b>Savings for two applicants</b>	When two applicants are approved for Disability Insurance Plus, save 5% off the combined single premium rate

### How is your premium calculated for Disability Insurance and Disability Insurance Plus?

Your Disability Insurance or Disability Insurance Plus premium is based on your age provided on the date of your application, the Fixed Monthly Benefit Amount<sup>4</sup> and the applicable premium rate from the rate table below.

Your Monthly Disability Insurance and Disability Insurance Plus premium = (Fixed Monthly Benefit Amount / 100 x premium rate)

**Your Monthly Disability Insurance and Disability Insurance Plus rates per \$100 of Fixed Monthly Benefit Amount (Applicable taxes will be added to your premium)\*:**

Age group	Under 30	30-35	36-40	41-45	46-50	51-55	56-60	61-64
<b>Disability Insurance rate per \$100</b>	\$1.35	\$1.70	\$2.15	\$2.80	\$3.45	\$4.45	\$5.50	\$6.00
<b>Disability Insurance Plus rate per \$100</b>	\$2.64	\$2.99	\$3.44	\$4.09	\$4.74	\$5.74	\$6.79	\$7.29

#### An example of single coverage calculation:

You are age 36 and are insured for Disability Insurance Plus with a Fixed Monthly Benefit Amount of \$1,000. Your Disability Insurance Plus premium payment would be calculated as follows: (\$1,000 (Fixed Monthly Benefit Amount) x \$3.44 (rate based on age of 36) / 100 = \$34.40) per month.

*\*Note: If the CIBC Mortgage Loan payment frequency is other than monthly, your insurance premium will be adjusted accordingly.*

In the event of your death, help ensure your family is able to remain in your home with **Life Insurance**.

**Coverage and Maximum benefit** CIBC Mortgage Loan balance is reduced or paid off up to \$750,000

**Premiums** No premium is charged until your mortgage is funded

## How is your premium calculated for Life Insurance?

Your Life Insurance premium is based on your age on the date of your application, the Initial Insured Amount<sup>5</sup> and the applicable premium rate from the rate table below.

Your Life Insurance premium = (Initial Insured Amount / 1,000 x premium rate)

**Life Insurance monthly premium rates per \$1,000 of the Initial Insured Amount (Applicable taxes will be added to your premium)\*:**

Age group	Under 30	30-35	36-40	41-45	46-50	51-55	56-60	61-64
Single coverage	\$0.08	\$0.13	\$0.20	\$0.29	\$0.43	\$0.64	\$0.82	\$0.97
Joint coverage**	\$0.15	\$0.22	\$0.34	\$0.49	\$0.68	\$0.90	\$1.19	\$1.62

### An example of single coverage calculation:

You are age 36 and the initial insured amount is \$150,000. The monthly mortgage loan insurance premium would be calculated as follows: \$150,000 (Initial Insured Amount)/1,000 x \$0.20 (rate based on age 36) = \$30.00

*\*Note: If the CIBC Mortgage Loan payment frequency is other than monthly, your insurance premium will be adjusted accordingly.*

*\*\*Joint rate is based on the age of the oldest applicant.*

## Do you qualify for Insurance for CIBC Mortgage Loans?

In order to qualify for insurance you must be:

- A Canadian resident
- Age 18 to 64
- And a borrower, co-borrower or guarantor on a CIBC Mortgage Loan

*Eligibility for specific benefits is subject to additional terms and conditions.*

## When would coverage begin?

Your insurance is approved and begins on the date CIBC receives your signed and completed application if:

- You have answered "No" to all applicable health questions on the application
- Your CIBC Mortgage Loan has been approved

In all other situations, the insurer (Canada Life) will review your application. If your insurance coverage is approved after the insurer's review, the insurer will advise you in writing that your application has been approved and confirm the date your insurance begins. If your insurance coverage is not approved, the insurer will provide you with a notice of decline.



Life Insurance for CIBC Mortgages, Disability Insurance for CIBC Mortgages and Disability Insurance Plus for CIBC Mortgages are optional creditor's group insurance underwritten by The Canada Life Assurance Company and administered by Canada Life and CIBC. These insurance products are subject to eligibility conditions, limitations and exclusions (which are circumstances when benefits are limited or not paid, including pre-existing condition exclusions), which may be viewed at [cibc.com](http://cibc.com) and are described in the Certificate of Insurance you receive upon enrolment. This is a general description only. Products and their features may change at any time.

<sup>1</sup> Source: Benefits Canada, Workers Underestimate Likelihood of Disability, September 24, 2014

<sup>2</sup> Source: Joe Debtor - Causes of Insolvency Hoyes-Michalos, May 2015

<sup>3</sup> Source: LIMRA 2013 Canadian Ownership Study

<sup>4</sup> The Fixed Monthly Benefit Amount means the benefit amount described in your application if you are approved for coverage, or the amount communicated to you if you are declined but are eligible for coverage based on prior coverage you had.

<sup>5</sup> The Initial Insured Amount is the maximum dollar amount of insurance provided to you related to the CIBC Mortgage Loan as described in the Certificate of Insurance.