

Creditor Insurance for CIBC Mortgages

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

When you invest in the right insurance coverage, you help protect and ensure the lifestyle you and your family enjoy today is one you can continue to enjoy in the future. Creditor Insurance for CIBC Mortgages, underwritten by The Canada Life Assurance Company (Canada Life), can help pay off or reduce your mortgage in the event of your death or critical illness, 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 lives¹

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% were due to illness, injury or health related problems²

74% of surveyed Canadians said they'd have difficulty with expenses if a primary earner were to pass away³

Working Canadians are most concerned about the following situations should they become disabled or critically ill⁴:

- Loss of income due to absences from work (60%)
- Inability/struggle to pay everyday living expenses (55%)
- Difficulty paying for treatments/ medical bills (52%)
- Inability/struggle to make mortgage/ rent payments (49%)



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

Why choose Creditor Insurance for your CIBC Mortgage?

Protection	Financial protection for your CIBC Mortgage if you are unable to work due to a disability, experience involuntary job loss, suffer or are diagnosed with a critical illness, or in the event of your death
Instant coverage	On-the-spot approval with coverage beginning immediately if you answer "No" to all of the health questions on the application and your CIBC Mortgage is approved
Convenience	Don't worry about making separate payments for your insurance premiums – they are added to your CIBC Mortgage payment and are automatically adjusted if you change the frequency of your CIBC Mortgage payment
30-day review period	Coverage includes a review period of 30 days from the date you receive your Certificate of Insurance. If you cancel your coverage during this review period, you will receive a full refund of any premiums paid
Prior Coverage Recognition	If you are declined for insurance coverage on your new CIBC Mortgage, but you had insurance coverage on the CIBC Mortgage you paid out, you may be eligible to have a portion of your new CIBC Mortgage insured under 'Prior Coverage Recognition'

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

Mortgage life insurance: in the event of your death, help ensure your family is able to remain in your home.

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

Premiums No premium is charged until your mortgage is funded

What does mortgage life insurance cost?

Your mortgage life insurance premium is based on your age on the date of your application, the Initial Insured Amount⁵ and the applicable premium rate from the rate table below.

Your monthly mortgage life insurance premium = (Initial Insured Amount / 1,000 x premium rate)

Mortgage 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 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 payment frequency is other than monthly, your insurance premium will be adjusted accordingly.

**Joint rate is based on the age of the older applicant.

Do you have an insurance plan to protect your family from the unexpected?

Working Canadians understand that a critical illness would have serious financial and emotional consequences. Among their top five financial concerns should they become critically ill is their inability/struggle to make mortgage/rent payments.⁴ Yet, fewer than 1 in 10 Canadians actually have personal critical illness insurance.^{4A}

Mortgage critical illness insurance: if you are diagnosed with cancer, acute heart attack, or stroke, help ensure you and your family are able to stay in your family's home.

Coverage and maximum benefit CIBC Mortgage balance is reduced or paid off up to \$500,000. This benefit is paid if you are diagnosed with a covered critical illness and survive for at least 30 days, and can help you maintain your lifestyle by freeing up money previously tied up in mortgage payments

Premiums No premium is charged until your mortgage is funded

Savings for two applicants When two applicants are approved for mortgage critical illness insurance, save 15% off the combined single premium rates

What does mortgage critical illness insurance cost?

Your mortgage critical illness insurance premium is based on your age on the date of your application, the Initial Insured Amount⁵ and the applicable premium rate from the rate table below.

Your monthly mortgage critical illness insurance premium = (Initial Insured Amount / 1,000 x premium rate)

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

Age group	18-29	30-35	36-40	41-45	46-50	51-55	56-60	61-64	65-69
Single coverage	\$0.10	\$0.17	\$0.27	\$0.45	\$0.68	\$1.01	1.65	\$2.40	\$2.70

An example of single coverage calculation:

You are age 36 and the initial insured amount is \$150,000. The monthly mortgage insurance premium would be calculated as follows: \$150,000 (Initial Insured Amount) / 1,000 x \$0.27 (rate based on age 36) = \$40.50

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

⁴ GWL/CLA/LL Critical Illness Insurance – Thought Leadership Research 2015 (1786 online interviews)

^{4A} Edward Jones via Leger online panel of 1564 Canadians in October 2016

Mortgage disability insurance plus: if you are unable to work due to a disability or you lose your job through no fault of your own, this insurance can help.

Coverage and maximum benefit

In case of disability, up to \$3,000 per month would be applied toward your CIBC Mortgage payments for up to 24 months (after a 60-day waiting period) to a maximum of \$150,000 for each incident of disability
 In case of job loss, up to \$3,000 per month would be applied toward your CIBC Mortgage 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

Premiums

Premiums are waived during the disability or job loss benefit period and no premiums are charged until your CIBC Mortgage is funded

Savings for two applicants

When two applicants are approved for mortgage disability insurance plus, save 5% off the combined single premium rates

Mortgage disability insurance: if you are unable to work due to a disability, this can help.

Coverage and maximum benefit

In case of disability, up to \$3,000 per month would be applied toward your CIBC Mortgage payments for up to 24 months (after a 60-day waiting period) to a maximum of \$150,000 for each incident of disability

Premiums

Premiums are waived during the disability benefit period and no premiums are charged until your CIBC mortgage is funded

Savings for two applicants

When two applicants are approved for Disability Insurance, save 5% off the combined single premium rates

What does mortgage disability insurance plus and mortgage disability insurance cost?

Your mortgage disability insurance plus or mortgage disability insurance premium is based on your age provided on the date of your application, the Fixed Monthly Benefit Amount⁶ and the applicable premium rate from the rate table below.

Your monthly mortgage disability insurance plus and mortgage disability insurance premium = (Fixed Monthly Benefit Amount / 100 x premium rate)

Your monthly mortgage disability insurance and mortgage 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
Mortgage disability insurance rate per \$100	\$1.35	\$1.70	\$2.15	\$2.80	\$3.45	\$4.45	\$5.50	\$6.00
Mortgage disability insurance plus rate per \$100	\$2.64	\$2.99	\$3.44	\$4.09	\$4.74	\$5.74	\$6.79	\$7.29

An example of single coverage Mortgage Disability Insurance Plus calculation:

You are age 36 and are insured for mortgage disability insurance plus with a Fixed Monthly Benefit Amount of \$1,000. Your mortgage 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 payment frequency is other than monthly, your insurance premium will be adjusted accordingly.

Are you eligible to apply for Creditor Insurance for CIBC Mortgages?

In order to be eligible to apply for insurance you must be:

- A Canadian resident
- Age 18 to 64 (for mortgage life insurance, mortgage disability insurance plus and mortgage disability insurance)
- Age 18 to 55 (for mortgage critical illness insurance)
- And a borrower, co-borrower or guarantor on a CIBC Mortgage

Eligibility for specific benefits are 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 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, Critical Illness Insurance, Disability Insurance Plus and Disability Insurance for CIBC Mortgage Loans is optional creditor's group insurance underwritten by **The Canada Life Assurance Company (Canada Life)** and administered by Canada Life and CIBC. CIBC receives fees from Canada Life for providing services to Canada Life regarding this insurance. Also, the risk under the group insurance policy may be reinsured, in whole or in part, to a reinsurer affiliated with CIBC. The reinsurer earns reinsurance income under this arrangement. Representatives promoting this insurance on behalf of CIBC may receive compensation. This insurance is subject to eligibility conditions, limitations and exclusions (which are circumstances when benefits are limited or not paid). Please see the Certificate of Insurance on cibc.com/insurance for complete terms and conditions. The information provided in this brochure is general only. Products and their features may change at any time. In case of a discrepancy between the information provided and your Certificate of Insurance, your Certificate of Insurance prevails.

¹ Source: Benefits Canada, Workers Underestimate Likelihood of Disability, September 24, 2014

² Source: Joe Debtor - Causes of Insolvency Hoyes-Michalos, May 2015

³ Source: LIMRA 2013 Canadian Ownership Study

⁴ Source: GWL/CLA/LL Critical Illness Insurance – Thought Leadership Research 2015 (1786 online interviews)

⁵ 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.

⁶ 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.