

Certificate of Life Insurance

Group Policy 575 (the “Policy”) is underwritten by Canadian Premier Life Insurance Company (the “Insurer”) and issued to Nova Scotia Farm Loan Board (the “Policyholder”). On approval of your Application for Creditor Life Insurance (“Application”), each eligible person (“you”, “your”) is insured under the Policy for life insurance, subject to the terms and conditions of the Application and this Certificate of Life Insurance (“Certificate”).

Your Application and the Certificate, along with any statements furnished by you as evidence of insurability and any letter of approval from the Insurer form all terms and conditions of coverage under the Policy.

The Policyholder and the Insurer together reserve the right to change the terms of the Policy at any time with 30 days advance notice to you. In the event of a conflict between this Certificate and the Policy, the terms and conditions of the Policy will govern.

This insurance is optional. If you have any questions about this insurance, contact the Canadian Premier Creditor Team by writing to them at 25 Sheppard Avenue West, Suite 1400, Toronto, ON M2N 6S6 or creditorteam@canadianpremier.ca, by sending a fax to 1-866-923-8353 or by calling 1-877-271-8713. Please refer to Group Policy 575.

Canadian Premier Life Insurance Company, a Securian Financial Company, is the insurer of this product. You may visit the Insurer’s website at www.canadianpremier.ca.

Eligibility

You are eligible to apply for life insurance if you are indebted to Nova Scotia Farm Loan Board, Nova Scotia Fisheries and Aquaculture Loan Board or Nova Scotia Timber Loan Board (collectively referred to as the “Board”) for a loan.

On the date you sign the Application, you must be:

- a borrower or co-borrower of the Loan*;
- under 65 years of age on the date of application; and
- a resident of Canada.

*Loan” means the loan granted to you by the Board, identified in your Application for Creditor Life Insurance.

Enrollment

Provided you are eligible, you can apply for this insurance at the time you are first approved for your Loan or any time thereafter. You may apply for one of two maximum insurance amounts:

- a basic benefit of \$250,000; or
- an extended benefit of \$500,000.

You must answer the health question on the Application.

If you answer “No” to the health question and the amount of insurance applied for is \$250,000 or less, your Application is automatically approved.

If you answer “Yes” to the health question or the amount of insurance applied for exceeds \$250,000, further review of your application is required. The Insurer will contact you directly to participate in a confidential telephone interview.

You will receive written notice if your application is approved or declined.

Effective date of insurance

Provided you are eligible, your insurance becomes effective on the latest of:

- the date the Loan funds are advanced;
- the date you apply for insurance; or
- the date of the Insurer’s written approval.

What is the benefit amount

The benefit amount is the lesser of:

- the outstanding insured Loan(s) balance on the date of your death; or
- your approved insurance coverage of \$250,000 or \$500,000; plus,
 - accrued interest, at the Loan rate, from your date of death to the date of settlement of your claim,
 - all normal closing costs including debit balances in the property tax account, if taxes were part of the Loan payment, and
 - discharge costs and interest penalties.

Example #1

Outstanding insured loan(s) balance on the date of death	\$100,000
Approved insurance coverage	\$250,000
Benefit amount payable	\$100,000

Example #2

Outstanding insured loan(s) balance on the date of death	\$300,000
Approved insurance coverage	\$250,000
Benefit amount payable	\$250,000

When the benefit is payable

Upon approval of your claim, subject to Policy maximums, the Insurer will pay the benefit amount to the Board to reduce or discharge your insured Loan.

If more than one borrower is insured on the same Loan, in the event of a death, provided the Benefit Amount paid by the Insurer to the Board does not discharge the insured Loan, the surviving insured's coverage will stay in place for the remaining outstanding balance (subject to

the \$500,000 maximum). Premiums remain unchanged.

If the decision is made to increase the existing insurance amount, the terms and conditions as set out in the "Changing your insurance amount" section of this Certificate apply.

Maximum benefit

Life insurance coverage under the Policy is limited to a maximum benefit of \$500,000 for all insured Loans.

Changing your insurance amount

You can increase your insurance amount from the basic benefit maximum of \$250,000 to the extended benefit maximum of \$500,000 if your combined Loan amounts exceed \$250,000.

You will be required to provide information about your health. The Insurer will contact you directly to participate in a confidential telephone interview.

The Insurer will advise you in writing whether additional coverage up to the extended benefit maximum of \$500,000 is approved or declined.

If additional coverage up to the extended benefit maximum of \$500,000 is approved, your premium will be calculated by adding your existing insurance premium to the premium that is calculated for the additional insurance you have requested. The premium for the additional insurance will be calculated as set out under the "Calculation and collection of premiums" section of this Certificate.

If the Insurer declines your application for additional coverage, the amount of insurance will be the basic benefit maximum of \$250,000.

Calculation and collection of premiums

Premiums are payable monthly, in advance. Your monthly premium is determined by:

- your age on the date the premium is due to be collected;
- premium rate as shown in the rate table included in this section; and
- outstanding insured balance on your Loan on the date the premium is due to be collected.

Premiums are due on the first of each month and collected on or around the first of each month by the Insurer while coverage remains in force, in accordance with your Personal Pre-Authorized Debit Agreement.

Provincial sales taxes on insurance premiums will be added, where applicable.

Age	Monthly premium rate per \$1,000
18-29	0.10
30-34	0.12
35-39	0.15
40-44	0.21
45-49	0.37
50-54	0.55
55-59	0.92
60-64	1.39

Where two or more borrowers are insured on the same Loan, the premium is calculated by applying the premium rate to the outstanding balance on the Loan for each person insured.

Example:

If a single borrower, age 35 applies, the applicable monthly premium rate is \$0.15. The monthly insurance premium payable on the loan payment date on an outstanding loan balance of \$11,750 is:

$$(\$11,750/\$1,000) \times \$0.15 = \$1.76$$

If two borrowers, ages 25 and 37 apply, the applicable monthly premium rate for the borrower age 25 is \$0.10; \$0.15 for the borrower age 37. The monthly insurance premium payable on the loan payment date on an outstanding loan balance of \$25,000 is:

$$\text{Borrower 1, age 25} = (\$25,000/\$1,000) \times \$0.10 = \$2.50$$

$$\text{Borrower 2, age 37} = (\$25,000/\$1,000) \times \$0.15 = \$3.75$$

Exclusions and limitations

Any concealment, misrepresentation or false declaration concerning your Application or statements given as evidence of insurability may result in your insurance becoming void.

If you have misstated your age on your Application and your true age would have rendered you ineligible for insurance, the Insurer's liability will be limited to a refund of premiums paid and your insurance will be voided.

Termination of insurance

Insurance terminates on the **earliest** of the following dates:

- the first premium due date following the date the Insurer received your written request to cancel the insurance, or the first premium due date following the date specified in the written instructions if later than the date of receipt;
- the date the total amount of indebtedness is discharged by payment in full;
- the date the Loan is ceded or transferred to another creditor;
- the date the premium payments are more than 120 days in arrears;
- the date your Loan payments are more than 12 months in arrears;
- the date the Policy between the Policyholder and the Insurer terminates;
- the date you reach age 65, or
- the date of your death.

Claims

Claims should be made as soon as possible on the form approved by the Insurer. Claim forms are available from the Board. The claim package provides instructions on completing and submitting the forms.

A claim must be submitted within one year of the date of death. Proof of claim is at the claimant's expense.

While your claim is being processed your estate continues to be responsible for repayment of the Loan and insurance premiums as they come due.

Limitations of actions

If the Insured Person resides in Ontario

Every action or proceeding against an insurer for the recovery of insurance money payable under the contract is absolutely barred unless commenced within the time set out in the *Limitations Act, 2002*.

If the Insured Person resides outside of Ontario

Every action or proceeding against an insurer for the recovery of insurance money payable under the contract is absolutely barred unless commenced within the time set out in the *Insurance Act* or such other applicable legislation of the Insured Person's province or territory of residence.

Cancellations and refunds

You may cancel this insurance at any time. Cancellations must be made in writing to the Insurer. If you cancel your insurance within 20 days of the date you received your Certificate, you will receive a full refund of premiums and the insurance will have never been in force. Cancellations made after that date will become effective on the premium due date following the date your written request is received by the Insurer. There will be no refund of premium except where premiums may have been debited in error.

Rights to copies of documents

For insured benefits, you or a claimant may obtain copies of the following documents:

- your enrolment form or application for insurance;
- any written statement or other record, not otherwise part of the application, that you provided to the Insurer as evidence of insurability.

For insured benefits, on reasonable notice, you may also request a copy of the group policy. The first copy will be provided at no cost to you but a fee may be charged for subsequent copies.

How to Make a Complaint

For complaints regarding underwriting decisions or insurance claims under your insured Loan, please call the Canadian Premier Creditor Team at 1-877-271-8713. Please refer to Group Policy 575.

For complaints regarding the administration of this insurance, please call the Policyholder at (902) 893-6116.

**This Certificate contains important information about your insurance.
Please keep it in a safe place.**