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A A.M. Best Company, an independent financial rating agency responsible for assessing the financial strength, earnings and capital positions of life insurance companies, rate IAP high marks. IAP earned the "A" (Excellent) rating which Best assigns to companies that have achieved excellent overall performance and a strong ability to meet their obligations to policyholders over a long period of time.*

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*Ratings as of December 2009. Subject to annual review.

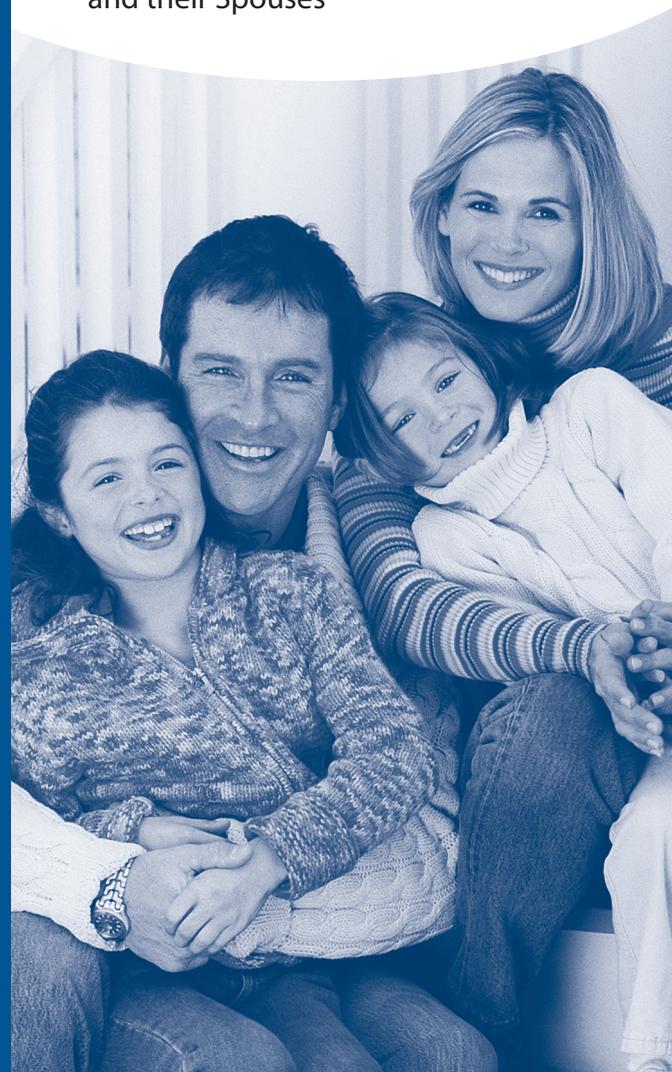
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FORM 4364 (DEC/2009)

Group Critical Illness Insurance

Exclusively for
Employees of AMSC
Member Municipalities
and their Spouses



What is Critical Illness Insurance?

Critical Illness Insurance pays a tax-free, lump sum benefit directly to the insured person when diagnosed with a covered condition. The insured has full control over how to spend their Critical Illness benefit. Examples include:

- Home adaptation
- Private nursing
- Convalescence
- Child care
- Lifestyle change
- Debt repayment
- Investment for future income

Does Critical Illness Insurance duplicate or replace disability benefits?

No. Critical Illness Insurance does not duplicate or replace disability benefits. The two products provide complimentary, but different benefits and are important in creating a complete umbrella of insurance coverage. While disability benefits cover a much broader range of disabilities, payments are subject to ongoing review of the insured's medical condition.

Critical Illness Insurance pays a one-time lump-sum benefit that is not dependent on an insured's ability or inability to work, or whether or not a full recovery is made.

What is the AMSC Critical Illness Insurance Plan?

The AMSC Critical Illness Insurance Plan covers the following 25 critical illnesses and medical conditions:

- Alzheimer's Disease
- Aortic Surgery
- Aplastic Anemia
- Bacterial Meningitis
- Benign Brain Tumour
- Blindness
- Cancer (Life-Threatening)
- Coma
- Coronary Artery Bypass Surgery
- Deafness
- Heart Attack
- Heart Valve Replacement
- Kidney Failure
- Loss of Independent Existence
- Loss of Limbs
- Loss of Speech
- Major Organ Failure on Waiting List
- Major Organ Transplant
- Motor Neuron Disease
- Multiple Sclerosis
- Occupational HIV Infection
- Paralysis
- Parkinson's Disease
- Severe Burns
- Stroke

The AMSC Critical Illness Insurance Plan also provides an additional AdvanceCare Benefit for several non-life threatening conditions. This benefit pays 10% of the benefit amount for coronary angioplasty and several early stage cancers without affecting payment of the Covered Condition Benefit.

What are the coverage options?

As an employee of an AMSC member municipality, you have the following coverage options:

- ✓ New eligible employees of AMSC member municipalities and their spouse qualify for \$10,000 of voluntary Critical Illness Insurance with no medical evidence if they apply within 90 days after satisfying their benefit waiting period.
- ✓ You and your spouse can each apply for up to \$300,000 of Voluntary Critical Illness Insurance at any time. Regular application procedures apply.

See over for details of the AMSC Critical Illness Insurance Plan for employees of member municipalities.

Voluntary Critical Illness Insurance For Employees And Spouses

	\$10,000 GUARANTEED ACCEPTANCE No Medical Evidence Required	ADDITIONAL UP TO \$300,000 Coverage subject to Evidence of Insurability
Eligibility	Employees of an AMSC member municipality and Spouses of eligible Employees who are under age 70 and reside in Canada. An eligible Spouse is the legal Spouse of an eligible Employee, providing there is no formal or informal agreement of separation in effect, or an individual who has been cohabiting with the Employee in a marriage-like relationship for a consecutive period of at least 12 months. Where an applicant may be insured as either an Employee or a Spouse, they will be considered to be eligible as an Employee only.	
Enrolment Timeframe	New Employees and their Spouses: Must apply within 90 days of satisfying the Employee's benefit waiting period.	Eligible Employees and Spouses can apply at any time.
Benefit Amount	\$10,000	Units of \$25,000 to a maximum of \$300,000. (\$10,000 Guaranteed Acceptance amount is included in the \$300,000 maximum).
Covered Condition Benefit	Critical Illness Insurance provides a tax-free, lump sum benefit payable directly to the insured person if they survive for 30 days (90 days for Bacterial Meningitis, Loss of Independent Existence or Paralysis; 180 days for Multiple Sclerosis or Loss of Speech) after first being diagnosed with a covered condition.	
AdvanceCare Benefit	Pays 10% of the benefit amount if diagnosed with one of the following AdvanceCare Benefit Conditions: <ul style="list-style-type: none"> Coronary Angioplasty The following Early Stage Cancers: Malignant Melanoma, Stage A Prostate Cancer (T1a or T1b) or Ductal Carcinoma in situ of the Breast This benefit is payable for only one AdvanceCare Benefit Condition. However, payment of the AdvanceCare Benefit will not affect the benefit payment of a subsequent diagnosis of a Covered Condition.	
Premiums	Paid for by the Employee, based on the applicant's attained age at January 1 st . Premiums are payable via payroll deduction. See Rate Table A.	Paid for by the Employee, based on the applicant's attained age at January 1 st . Premiums are payable via payroll deduction. See Rate Table B.
Coverage Effective Date	First day of the month following the date application is received by IAP, providing application is post-marked on or before the Guaranteed Acceptance deadline. (See Enrolment Timeframe above).	First day of the month following the date the application is approved by IAP.
Evidence of Insurability Requirements	None required – Guaranteed Acceptance.	Applicant must complete the statement of health and other particulars found on the application form. Should additional information be required, IAP will notify the applicant. Depending on the applicant's age and amount of insurance requested, a medical exam may be required. This will be done at no expense to the applicant.
OneWorld Medicare	Coverage under the plan includes access to OneWorld Medicare Treatment Management service. Insureds who wish to use private medical facilities to treat their condition can use this service to make arrangements on their behalf. For more information, please visit www.oneworldmedicare.com .	
Conversion Benefit	If employment terminates on or before your normal retirement date, Employees may convert up to \$100,000 to an individual critical illness policy, provided coverage has been in force for at least 24 months and no AdvanceCare Benefit has been paid. This must be done within 31 days of termination. Spouses are not eligible for the Conversion Benefit.	
Termination	Critical Illness Insurance will terminate on the earliest of the following dates: <ul style="list-style-type: none"> the date that the Critical Illness benefit is paid; the date on which the Employee is no longer eligible; the end of the month following the date the Employee turns 75. With respect to Spouses, the earlier of the above or the end of the month following the date they reach age 75 or they no longer qualify as a "Spouse".	
Limitations & Exclusions	An insured person's Critical Illness Insurance coverage will be void and premiums will be refunded, if, within 90 days following the effective date of coverage, the insured person receives a diagnosis of Benign Brain Tumour, Cancer (Life-Threatening) or Early Stage Cancer or has any signs, symptoms or investigations that lead to such a diagnosis. Any Covered Condition or AdvanceCare Benefit Condition diagnosed prior to the effective date of coverage is excluded. In addition, no benefit will be paid if the Covered Condition or AdvanceCare Benefit Condition results from attempted suicide, alcohol or drug abuse, war or armed forces service, flying as a student pilot or privately licensed pilot for less than 25 hours or more than 400 hours per year, self-inflicted injury, taking poison or inhaling gas or participation in a criminal act. For blindness, coma, deafness, loss of limbs, severe burns, paralysis or stroke, no benefit will be paid if the condition is a result of participating in hazardous sports or activities. With respect to the Guaranteed Acceptance coverage only, no benefit will be payable if the insured is diagnosed with a Covered Condition or AdvanceCare Benefit Condition within the first 24 months immediately following the effective date of coverage which results directly or indirectly from a Pre-Existing Condition. "Pre-Existing Condition" means any illness, disease, mental, nervous or psychiatric condition or disorder for which any one of medical advice, treatment, service, prescribed medication, diagnosis or consultation, including consultation to investigate and /or diagnose (where diagnosis has not yet been made) was received by the applicant or would have been received by a prudent individual within the 24 months immediately preceding the effective date of coverage. If an applicant with Guaranteed Acceptance coverage also applies and is approved for additional Voluntary Critical Illness Insurance, the Pre-Existing Condition exclusion will be removed.	

Premium Rates

A. \$10,000 Guaranteed Acceptance Coverage Monthly Premium Rates*				
	Male		Female	
Attained Age at January 1 st	Non-Smoker	Smoker	Non-Smoker	Smoker
Under 25	\$ 1.06	\$ 1.52	\$ 1.08	\$ 1.48
25-29	1.42	2.38	1.48	2.44
30-34	1.78	3.20	1.84	3.52
35-39	2.16	4.18	2.24	4.38
40-44	3.02	6.44	3.28	6.38
45-49	4.60	10.76	4.98	9.94
50-54	6.88	17.90	7.12	15.26
55-59	9.44	26.78	9.36	23.24
60-64	15.84	43.50	15.14	32.78
65-69	23.28	66.30	23.08	50.92
70-74 **	46.38	106.48	33.00	73.90

B. Employee and Spouse Additional Coverage Monthly Premium Rates* per \$25,000 Unit				
	Male		Female	
Attained Age at January 1 st	Non-Smoker	Smoker	Non-Smoker	Smoker
Under 25	\$ 2.65	\$ 3.80	\$ 2.70	\$ 3.70
25-29	3.55	5.95	3.70	6.10
30-34	4.45	8.00	4.60	8.80
35-39	5.40	10.45	5.60	10.95
40-44	7.55	16.10	8.20	15.95
45-49	11.50	26.90	12.45	24.85
50-54	17.20	44.75	17.80	38.15
55-59	23.60	66.95	23.40	58.10
60-64	39.60	108.75	37.85	81.95
65-69	58.20	165.75	57.70	127.30
70-74 **	115.95	266.20	82.50	184.75

* Plus provincial tax where applicable

** Renewal only, last age to apply is 69

Non-Smoker rates apply to individuals who, at the time of application, have not used any tobacco, marijuana or nicotine products within the last 12 months and who have provided satisfactory evidence of insurability.