



MCAP Service Corporation Terms and Conditions of Group Mortgage Insurance Coverage Certificate of Insurance

MCAP's Mortgage Protection Insurance provides group creditor life and disability insurance underwritten by The Canada Life Assurance Company ("Insurer" or "Canada Life"), under Group Policy ("Policy") 60325, issued to MCAP Service Corporation (MCAP) as the policyholder. Each applicant (referred to as "you") approved by the Insurer is insured under the Policy, further to application for MCAP Mortgage Protection Insurance Life and Disability Insurance ("Insurance"). This insurance is optional.

This Certificate of Insurance sets out your coverage under the Policy issued by Canada Life to MCAP Service Corporation.

Eligibility

Who is eligible?

To be eligible to apply for Insurance, at the date of application you must be:

- at least 18 and not yet 65 years old;
- a Canadian resident, and
- a borrower, co-borrower, co-signor, or guarantor;

and you have or have entered into an agreement to obtain a mortgage with respect to a single family dwelling, duplex, triplex, quadruplex or condominium unit that is the security for the mortgage.

In addition, to be eligible for disability insurance You must:

- be approved for Life Insurance;
- not currently be receiving Worker's Compensation or disability benefits; and
- be Actively Working for at least 20 hours per week at the time of application, on average (based on the 28 days immediately prior to the application date)
 - if you are 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 20 hours per week.

The maximum number of eligible persons who may be insured under a mortgage is three (3).

Maximum Benefits

The benefits payable cannot exceed the maximum amount provided for all insured loans:

Age at time of Application	Benefit	Maximum
Ages 18 - 64 years	Life	\$750,000
Ages 18 - 64 years	Disability	\$ 4,000 per month

Note: no benefit will be paid until funds have been fully advanced by the Creditor.

Effective Date Of Insurance:

The Effective Date of Insurance is the later of the date your Application was signed and submitted; or the date your application is approved.

If you answered "YES" to any of the health questions in the Application, and/or the insured Mortgage amount applied for plus the balance of any other of your MCAP Life and Disability Insurance Certificate-60325 (2022-12)

existing insured mortgages under Policy Number 60325 is more than \$500,000, you must complete a separate health assessment. In this case, the Insurer will send you a written notice of approval of your Application which will state the Effective Date of Insurance. If your Application is declined, a written notice will be sent to you.

When Coverage Begins:

Your Insurance coverage begins on the Effective Date of Insurance.

When Coverage Ends:

Your Insurance ends on the earliest of the following dates:

- The date on which the Term of the loan or amortization period expires;
- The date the Mortgage is paid in full, replaced by new insurance coverage, discharged or assumed in writing;
- The date we receive notice of cancellation from all insureds;
- The date all or part of the insurance premiums are 61 days overdue;
- The date 8 weekly consecutive mortgage payments have been missed, on the insured Mortgage;
- The day you turn 70 years of age, or where there is more than one insured, the date when the youngest insured turns 70 years of age;
- The date the Insured Mortgage is transferred or assigned to a creditor other than the Group Policyholder;
- The date all insureds are no longer a borrower, co-borrower, co-signer, or guarantor of the Mortgage;
- The date a Life Insurance benefit is paid;
- The date you die, or where there is more than one insured, the date of the first death;

In addition, for disability insurance:

- the date Life Insurance coverage ends.

For Accidental Death Benefit Insurance, coverage will end on the earliest of:

- the Effective Date of Insurance; or
- the date indicated in the Insurer's written decision declining your application.

Accidental Death Benefit Insurance (Temporary Coverage):

If you die as a result of an Accident before the date your Application for Insurance under this Certificate is approved or declined, Canada Life will pay the Creditor the amount of Life Insurance you applied for. This benefit is provided at no additional cost to you. This coverage is available for a maximum of 6 months.

If a Life Insurance claim is submitted and approved during this interim period, the Outstanding Balance of the Mortgage will be paid to the Group Policyholder, subject to the limitations and exclusions described in this Product Guide.

If more than one of the applicants dies as the result of an Accident, the Insurer will pay the claim in respect of the applicant the Insurer deems to have died first.

Life Insurance

Provided all terms and conditions of the Certificate of Insurance are met, in the event of your death, the amount of the Life Insurance benefit that the Insurer will pay to the Creditor is the Outstanding Balance of your Mortgage at the date of death multiplied by the Percentage of Coverage calculated; plus

- accrued interest from the date of death to the date of claim payment (up to a maximum of 90 days);
- any shortfall balance in the property tax account provided property tax is included with the mortgage payment; and
- applicable fees and/or penalties required to discharge your mortgage.

The combined Life Insurance benefits payable under this Certificate and any other Certificate issued by Canada Life to you may not exceed the maximum amount of insurance stated on the Certificate. In the event that the combined Life Insurance applied for exceeds the maximum amount of insurance, the amount of Life Insurance payable under this Certificate will be reduced on a pro rata basis with the other Certificates so the total payable does not exceed the maximum amount of Insurance.

If more than one applicant is insured under this Certificate, any insurance benefit payable will only be paid for the applicant who dies first. If both die simultaneously, we will only pay the Life Insurance benefit payable once.

We will pay the Creditor's normal prepayment compensation, if any, including interest reinvestment charges and discharge fees; any overdrawn balance in your property tax account; and any "cash back option" penalty amount owing and included in the existing balance on the payout statement.

If you commit suicide within the two year period following the Effective Date of Insurance, this Certificate will be void and our liability will be limited to the return of any premiums paid by you.

Pro-Rated Coverage - If, when coverage begins, the total of all insured Mortgages under the Policy exceeds \$750,000, premiums will only be calculated on the \$750,000 maximum, and the benefit paid will be pro-rated.

For example: If the mortgage balance was \$1,300,000 at the time of the Insurance Application and the balance owing at the date of death is \$500,000, the benefit payable is $\$750,000 \div \$1,300,000 \times \$500,000 = \$288,461.54$.

Note: All Life Insurance benefits paid by the insurer are applied directly to your insured Mortgage account(s).

Disability Insurance

Provided all terms and conditions of the Certificate are met, if you become Disabled for longer than the waiting period (60 consecutive days), the Insurer will pay your insured monthly benefit multiplied by the percentage of coverage indicated on your application for a maximum of 24 months, subject to the waiting period. Payment will be calculated from the first day of Disability following the waiting period and where applicable, may include interest. If property tax payments are included in your mortgage payments, the insurer will also cover the property tax payments.

The amount paid for periods of Disability which are less than one month will be calculated at the daily rate of 1/30th of the insured monthly benefit.

Recurring Disability

After the waiting period, successive periods of Disability caused by the same sickness or injury, recurring within 30 days are considered a continuation of a period of Disability or recurring Disability and are not subject to a new waiting period.

Your benefit payments will begin again after you have provided proof to the Insurer of the recurrence of your Disability.

Concurrent Disability

If you sustain another Disability while already receiving disability benefits for an unrelated condition, this is called a Concurrent Disability. If this happens, a new Disability insurance claim can be submitted subject to the following:

- the medical condition causing the concurrent Disability must be unrelated, (directly or indirectly) to the initial Disability; and
- if your concurrent Disability insurance claim is approved and you are still Disabled by it, we will begin payment of benefits on this new claim immediately after your initial Disability has ended. A new maximum benefit period will begin.

The combined Disability Insurance monthly benefit payable under this Certificate and any other Certificate in respect to Insurance coverage issued by the Insurer to you may not exceed the maximum amount of Insurance stated on this Certificate.

Disability insurance benefits will not exceed:

- the amount of insurance coverage for which you have issued to you; or
- the Maximum Monthly Benefit Payable shown on your Insurance Enrolment.

You are responsible to make up any deficiency between your Mortgage Payment and the disability insurance benefit.

In the event that the combined Disability Insurance applied for exceeds the maximum amount of Insurance, the amount of Disability Insurance payable under the Certificate of Insurance will be reduced on a pro rata basis with the other Certificates so the total payable does not exceed the maximum amount of Insurance.

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Insured monthly benefit payments will end on the earliest of the following dates:

- the date you are no longer Disabled or return to work;
- the date you become employed at any occupation for compensation or pay;
- the date you have received 24 months of Disability benefit payments per insured person, per Mortgage account, per Disability;
- you are no longer under the active care of a Physician;
- you refuse to submit to a medical exam by a Physician selected by us; or
- the date you fail to provide satisfactory proof of continuing Disability.

We will not pay any monthly benefit for any debt outstanding under the Mortgage on the termination of this Insurance.

If both applicants are Disabled at the same time, the insured monthly benefit will be paid for applicant 1 only.

Note: All Disability Insurance benefits paid by the insurer are applied directly to your insured Mortgage account(s).

Exclusions

No benefits will be paid if your death, or disability is caused, contributed to by, or associated with:

- 1) your use of any drug, poisonous substance, intoxicant or narcotic, unless taken according to the instructions of your Physician;
- 2) your operation of any motorized vehicle or watercraft while your ability to do so is impaired by drugs or alcohol, or with blood alcohol concentration in excess of legal limits in the jurisdiction where the operation occurred;
- 3) your commission or attempted commission of a criminal offence, regardless of whether charges are laid or a conviction is obtained;
- 4) you commit suicide within the two year period following the Effective Date of Insurance, (whether you are aware or not aware of the result of your actions, regardless of your state of mind);
- 5) intentional self-inflicted injury, (whether you are aware or not aware of the result of your actions, regardless of your state of mind);
- 6) war or any act of war whether declared or undeclared, unless you are on active military duty as a member of the Canadian Forces or Canadian Forces reserve;
- 7) cosmetic or elective surgery, excluding unexpected medical complications; or
- 8) normal pregnancy, childbirth, or termination of pregnancy, excluding medical complications.

Premium Cost

Your Insurance premium is based on your age and the insured amount of your Mortgage at the time you apply for Insurance. If the total of all Mortgages insured under the Group Policy, plus any Mortgage for which you are applying, exceeds \$750,000 for Life Insurance, you will pay a premium on the amount only up to the maximum allowable benefit as described in the section "Maximum Benefits".

The total monthly Insurance premium is due and payable, upon the frequency chosen by you, through the pre-authorized payment plan. Canada Life reserves the right to change the monthly premium or rates. You will be given advance notice of any change.

Monthly Premium Rate Table Life and Disability insurance for MCAP					
Life Insurance (per \$1,000 of the initial mortgage amount)			Disability Insurance (per \$100 of initial monthly mortgage payment)		
Age	Single	Joint	Age	Single	Joint
18 – 30	0.10	0.15	18 – 30	1.35	2.59
31 – 35	0.14	0.20	31 – 35	1.76	3.42
36 – 40	0.21	0.32	36 – 40	2.17	4.14
41 – 45	0.31	0.47	41 – 45	2.74	5.33
46 – 50	0.43	0.62	46 – 50	3.45	6.74
51 – 55	0.59	0.85	51 – 55	4.35	8.43
56 – 60	0.80	1.23	56 – 60	5.40	10.53
61 – 64	1.13	1.70	61 – 64	6.45	12.34
			65 – 69*	7.50	14.46

*Rates only applicable for existing insured persons who are refinancing an insured mortgage

Provincial sales tax will be added to your premium where applicable. The cost of joint coverage is calculated using the joint rate.

When More Than One Person Is Approved For Insurance

Joint premium rates apply when two joint mortgagors have been approved for insurance. The joint rate is based on the lesser of:

- the joint rate using the age of the older applicant; or
- the sum of the single rates for each applicant.

The guarantor or third co-applicant is insured as a single life and is added to the premium calculated for the joint mortgagors.

Examples:

Joint mortgagors, ages 29 and 35
Initial mortgage amount = \$350,000 Percentage of coverage selected = 100% Monthly joint premium rate = \$0.20
Premium calculation
<ul style="list-style-type: none"> • Multiply initial mortgage amount by percentage of coverage selected = $\\$350,000 \times 100\% = \\$350,000$ • Apply premium rate = $(\\$350,000/\\$1,000) \times \\$0.20 = \\70.00

Joint mortgagors, ages 31, 35 and guarantor, age 50
Initial mortgage amount = \$450,000 Percentage of coverage selected = 50% Monthly joint premium rate = \$0.20 Monthly single premium rate = \$0.43
Premium calculation
<ul style="list-style-type: none"> • Multiply initial mortgage amount by percentage of coverage selected = $\\$450,000 \times 50\% = \\$225,000$ • Apply premium rate = $(\\$225,000/\\$1,000) \times \\$0.20 + (\\$225,000/\\$1,000) \times \\$0.43 = \\$141.75$

Single mortgagor, age 33	
Life	Disability
Initial mortgage amount = \$280,000 Percentage of coverage selected = 50% Monthly single premium rate Life insurance = \$0.14	Initial monthly mortgage payment = \$900 Percentage of coverage selected = 50% Monthly single premium rate Disability insurance = \$1.76
Premium Calculation	Premium Calculation
<ul style="list-style-type: none"> • Multiply initial mortgage amount by percentage of coverage selected = $\\$280,000 \times 50\% = \\$140,000$ • Apply premium rate = $(\\$140,000/\\$1,000) \times \\$0.14 = \\19.60 	<ul style="list-style-type: none"> • Multiply initial mortgage payment by percentage of coverage selected = $\\$900 \times 50\% = \\450 • Apply premium rate = $(\\$450/\\$100) \times \\$1.76 = \\7.92

Joint mortgagors, ages 29, 35	
Life	Disability
Initial mortgage amount = \$325,000 Percentage of coverage selected = 100% Monthly joint premium rate Life insurance = \$0.20	Initial monthly mortgage payment = \$1,500 Percentage of coverage selected = 100% Monthly joint premium rate Disability insurance = \$3.11*
Premium Calculation	Premium Calculation
<ul style="list-style-type: none"> • Multiply initial mortgage amount by percentage of coverage selected = $\\$325,000 \times 100\% = \\$325,000$ • Apply premium rate = $(\\$325,000/\\$1,000) \times \\$0.20 = \\65.00 	<ul style="list-style-type: none"> • Multiply initial mortgage payment by percentage of coverage selected = $\\$1,500 \times 100\% = \\$1,500$ • Apply premium rate = $(\\$1,500/\\$100) \times \\$3.11 = \\46.65

*The joint rate of the older applicant is (\$3.42). The sum of the single rates for each applicant (\$1.35 + \$1.76 = \$3.11). The joint premium rate for Disability insurance will be (\$3.11) as it is the lesser rate.

Refinancing

If you refinance or replace your insured mortgage but decide not to insure your new mortgage for the full amount, your existing insurance coverage will be automatically transferred to your new mortgage.

For Life insurance, the amount of insurance transferred will be equal to the insured portion of the outstanding balance of your existing mortgage.

For Disability insurance, the amount of insurance transferred will be equal to the insured portion of the mortgage payment on your existing mortgage.

If you add onto or refinance your mortgage, additional Insurance coverage for any new funds advanced may be applied for. For Life insurance, the premium will be based on your age at the time you originally applied for insurance and the rate table in effect on the date of refinancing or replacement. For Disability Insurance, the premium will be based on your current age and the rate table in effect on the date of refinancing or replacement. A second certificate will be issued for any new coverage that is approved.

Partial Coverage

MCAP may approve 50% partial coverage for your mortgage if your Insured Mortgage Balance exceeds \$200,000. The percentage of coverage you select must be the same for both Life insurance and Disability insurance. If partial coverage is approved, you will receive confirmation and any benefits payable under this Certificate will be subject to 50% partial coverage, which is equal to the percentage of the total mortgage amount for which coverage has been approved.

Premium Reduction

You may be eligible for a Premium reduction if you have made, in addition to your regular Mortgage payments, one or more lump sum payments to the Group Policyholder totaling \$5,000 or more to pay down the balance of your Insured Mortgage. Upon receipt of your written request, along with written confirmation from the Group Policyholder of your lump sum payment(s) and current Outstanding Balance, we will adjust the amount of life insurance Premium you will pay going forward based on:

- your age at the time you originally applied for insurance, and
- the rate table in effect on the date of refinancing or replacement.
- For Disability Insurance, the premium will be based on your current age, and the rate table in effect on the date of refinancing or replacement.

Prior Coverage Recognition

If, during the refinancing of a loan, your application for new insurance coverage is not issued due to health reasons, or you re-apply for MCAP Mortgage Life and Disability Insurance within 30 days of your previous coverage terminating, we may recognize the insurance coverage that was in effect immediately prior to the refinancing, subject to the limits and conditions of the prior certificate.

For life insurance, the insurance coverage amount will be the insured balance of the Mortgage prior to the refinancing date. Your premium will remain unchanged.

The benefit payable will be calculated using the insured portion of the outstanding balance of your existing mortgage at time of refinancing or replacement, divided by the initial amount of your new mortgage. This percentage (to a maximum of 100%) will be applied to the outstanding mortgage balance at the time of death to determine the benefit payable.

Example:

Insured portion of the outstanding mortgage balance at time of refinancing or replacement = \$180,000
Initial amount of new mortgage = \$300,000
Outstanding mortgage balance at time of death = \$175,000

Percentage applied to outstanding mortgage balance at time of death = $\$180,000/\$300,000 = 60\%$
Benefit Payable = $\$175,000 \times 60\% = \$105,000$

If applicable, the disability insurance coverage amount will be the monthly Mortgage payment amount prior to refinancing. However, the insurance benefit amount will not exceed your current monthly Mortgage payment amount.

The benefit payable will be the lesser of:

- the insured portion of your mortgage payment on your existing mortgage at time of refinancing or replacement; or
- the insured portion of your new mortgage payment.

Example:

Insured portion of mortgage payment on existing mortgage at time of refinancing/replacement = \$1,550 per month

Insured portion of mortgage payment on new mortgage = \$1,850 per month
Disability benefit payable for each full month of Disability = \$1,550

On a Mortgage where joint life insurance coverage has been issued, one borrower may be insured with prior coverage recognition. If a life insurance claim is submitted for this Insured, any insured benefit payable will be subject to the limits of the prior coverage.

Cancellation Of Insurance And 30 Day Review Period

You may cancel this Insurance at any time. If you cancel within thirty (30) days of the Effective Date of Insurance you will receive a full refund of any premiums paid and the Insurance coverage will never have been in force.

**To Voluntarily Cancel Your Insurance Please
Call MCAP 1-800-265-2624.**

Claims

To Initiate A Claim Please Call MCAP 1-800-265-2624.

Notice of Claim

Disability claim forms must be received by the Insurer within ninety (90) days from the day the disability started.

Life claim forms must be received by the Insurer as soon as possible or within one (1) year from the date of death, and in Quebec, within three (3) years from the date of death.

Notice given by or on behalf of the Insured Person to Canada Life at its head office, or to any authorized agent of Canada Life, with information sufficient to identify the Insured Person, will be deemed notice to Canada Life. If you are not able to provide proof of claim within the time specified, your claim will not be invalidated so long as you provided proof as soon as reasonably possible.

You must provide medical evidence required to support the claim at your expense. You or your authorized representative will be notified in writing of the decision to approve or deny your claim by the Insurer within 30 days of the Insurer receiving all information required by the Insurer to make a decision.

While your claim is being processed you, or your estate, continue to be responsible for mortgage payments and monthly insurance premiums as they come due.

Physical Examinations

Canada Life at its own expense will have the right and opportunity to examine the Insured Person when and as often as they may reasonably require during the pendency of a claim under this Policy.

Limitation Of Action

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 (for actions or proceedings governed by the laws of Alberta and British Columbia), The Limitations Act (for actions or proceedings governed by the laws of Saskatchewan), The Insurance Act (for actions or proceedings governed by the laws of Manitoba), the Limitations Act, 2002 (for actions or proceedings governed by the laws of Ontario), or in other applicable legislation. This time period may differ by province or territory but in most jurisdictions, it is two years from the date you knew or ought to have known of the loss or occurrence. For those actions or proceedings governed by the laws

of Quebec, the prescriptive period is set out in the Quebec Civil Code and is three years.

Incontestability

The validity of this Insurance coverage will not be contested, except for non-payment of premiums or fraud, after it has been in force for two (2) years from its date of issue.

No statement made by any Insured Person(s) relating to his insurability, other than a fraudulent statement, will be used in contesting the validity of the Insurance after such Insurance has been in force for a period of two (2) years during such Insured Person(s) lifetime. This incontestability provision will not apply to misstatement of age.

Misrepresentation

Concealment, misrepresentation or a false or incomplete declaration on the application or in any other communication with Canada Life or MCAP could cause your insurance to be void.

Misstatement Of Age

If the age of the Insured Person(s) has been misstated and, according to his correct age, was over the maximum age on the date of the indebtedness, no Insurance under this Certificate shall take effect, and the liability of Canada Life shall be limited to a refund of all premiums paid.

Grace Period

A grace period of 61 days where all or part of the insurance premium, or 8 consecutive weekly mortgage payments is granted for payment falling due, during which period the Insurance will remain in force. If any premium is not paid within the grace period, the Insurance will terminate at the end of the grace period.

Canada Life Complaints Process

For complaints regarding underwriting decisions or insurance claims under your insured mortgage, please call the Canada Life Creditor Team at 1-833-489-4242. Please refer to Policy 60325.

For complaints regarding the administration of this insurance, please call MCAP's Service Centre at 1-800-265-2624.

Protecting Your Personal Information

At The Canada Life Assurance Company, we recognize and respect the importance of privacy.

Your personal information:

- When you apply for coverage, we establish a confidential file that contains your personal information like your name, contact information, and products and coverage you have with us. Depending on the products or services you apply for and are provided with, this may also include financial or health information.
- Your information is kept in the offices of Canada Life or the offices of an organization authorized by Canada Life.
- You may exercise certain rights of access and rectification with respect to the personal information in your file by sending a request in writing to Canada Life.

Who has access to your information?

- We limit access to personal information in your file to Canada Life staff or persons authorized by Canada Life who require it to perform their duties and to persons to whom you have granted access.
- In order to assist in fulfilling the purposes identified below, we may use service providers located within or outside Canada.
- Your personal information may also be subject to disclosure to public authorities or others authorized under applicable law within or outside Canada.

What your information is used for:

- Personal information that we collect will be used for the purposes of determining your eligibility for products, services, or coverage for which you apply, providing, administering, or servicing products or coverage you have with us, and for Canada Life's and its affiliates' internal data management and analytics purposes.

- This may include investigating and assessing claims, paying benefits, and creating and maintaining records concerning our relationship.
- The consent given in this form will be valid until we receive written notice that you have withdrawn it, subject to legal and contractual restrictions. For example, if you withdraw your consent, we may not be able to continue to adjudicate or administer a claim for benefits.

If you want to know more:

- For a copy of our Privacy Guidelines, or if you have questions about our personal information policies and practices (including with respect to service providers), refer to www.canadalife.com or write to Canada Life's

Privacy Officer
The Canada Life Assurance Company
255 Dufferin Ave. London, ON N6A 4K1
Privacy@canadalife.com

From MCAP- please visit www.mcap.com to view our Privacy Policy.

Information about MCAP

MCAP receives a fee from Canada Life for providing services to Canada Life regarding this insurance. Representatives promoting the insurance on behalf of MCAP may receive compensation.

Definitions:

This section contains specialized medical terms; if You have questions, please contact Your Physician.

Accident - means a sudden, violent, unforeseen external event that causes physical bodily injury, and does not include Sickness, or any illness or disease.

Actively Working - for Disability Insurance, means that You are:

- engaged in full-time employment, or self-employment consistently working at least 20 hours per week, on average (based on the 28 days immediately prior to the application date), for which you are paid a salary, wages or expectation of profit; or
- on maternity or parental leave but capable of performing the regular duties of your employment or occupation;
- if seasonally employed and not working, you must be capable of performing your regular job. To qualify as a seasonal employee, the work season must have a beginning and an end, and you must have a proven work history as a seasonal employee with expectations of returning to the same occupation the next season. You may be required to provide proof that you were actively at work when you applied for the coverage if you submit a claim.

Application - means the electronic application, written application, or telephone conversation with a representative of MCAP in which you indicate your intention to apply (for insurance under this Certificate and the supporting Notice of Approval.

Creditor - means the organization, lender or financial institution that is the mortgagee (Creditor) under the insured Mortgage. Under this policy, in Québec, MCAP is the lender.

Diagnosis - means the determination of the nature and circumstances of a medical condition, made in writing by a **Physician** who has been trained in and certified by a specialty examining board in Canada in the specific area of medicine, and who is not Yourself, Your relative, or Your business associate.

Disability or Disabled - means disability resulting from injury or Sickness incurred while this Insurance is in force for which you are under the care of a Physician which prevents you, during the first twelve (12) months, from performing regular duties of your occupation or employment; and during any period over twelve (12) months, from performing the duties of any occupation for which you are reasonably suited by reason of education, training or experience, and during which you do not participate in any other occupation with any expectation of gain.

If You are unable to work due to mental or emotional disorder, Disability also requires that You are under the regular care of a psychiatrist licensed in Canada, other than Yourself or a relative, and are either institutionalized and/or

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participating in ongoing counseling or therapy sessions in accordance with the recommendation of Your psychiatrist. The availability of work does not affect the determination of Disability.

Insured Person(s) - means the Applicant/Co-Applicant(s) who are eligible for Insurance under the group Policy, are named on the Application and have been issued a Certificate of Insurance and who are debtor(s) under the Mortgage. Each Insured must be a natural person, and not a partnership, company, or association.

Insured Mortgage Balance - means the debt with principal, which is equal to the Insured Amount Applied For, amortized with regular, equal payments of principal and interest over the Mortgage Amortization Term, using the interest rate of the Mortgage.

Insured Monthly Mortgage Payment - means the monthly payment made by the debtor to reduce the Insured Mortgage Balance, including only principal, interest, and insurance premium, and does not include any property tax instalments.

Loss - means the death or disability of the Insured Person covered by this Certificate.

Monthly Benefit - means if an Insured Person's Disability commences while insured and is continuous for more than the number of days of the Waiting Period, Canada Life will pay to the Creditor an amount equal to the Monthly Benefit stated in the Application as Insured Monthly Mortgage Payment and supporting Notice of Approval, but subject to the Insurance coverage maximum also shown. Such payment shall be applied to reduce or pay off the indebtedness. The Monthly Benefit will be payable from the first day following the Waiting Period.

Mortgage - means the debt described on the Application, payable in whole or part by regular, equal installments, to the Creditor.

Notice Of Approval - means the document provided with Your welcome letter which lists Your Mortgage Insurance details

Outstanding Balance - means the amount owing on Your Mortgage as determined by the Creditor.

Partial Coverage - is optional and if chosen by You means that part of Your Insured Mortgage Balance will be covered if You have been approved for insurance and Your Insured Mortgage Balance exceeds \$200,000.

Physician - means a medical doctor licensed to practice in Canada and who is not Yourself or a relative, or business associate.

Refinancing - means when you refinance, replace, renew, extend or otherwise amend your insured mortgage. You will have the option to reapply for insurance coverage on the new mortgage amount, or maintain the existing mortgage. If you are receiving disability benefits and you Refinance your Mortgage, you may apply for disability insurance coverage on your new Mortgage amount.

Sickness - means illness, disease or psychiatric or other disorder which first manifests after the Effective Date of Insurance.

Waiting Period - means the sixty (60) days that the Insured Person(s) must remain continually Disabled in order to qualify for Monthly Benefits.