



fidelity life

Personal

For advisers only.

## Trauma cover overview.

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**Trauma cover** is designed to provide financial support if an insured person suffers from a trauma condition such as a heart attack, cancer, stroke, or other conditions as defined by the cover wording. It pays out a lump sum, which can help cover medical costs, and provide financial support, helping the insured person to focus on getting better.

### Key features.

- The cover can be taken out by individuals aged 16-64 (69 if linked to Life cover).
- Coverage ends at age 70 if they have Trauma cover – standalone. Coverage continues for life with Trauma cover – accelerated.
- The maximum sum insured for Trauma cover is \$2,000,000.
- There are 47 full benefit trauma conditions and 20 partial benefit trauma conditions.
- Premiums can be set for a fixed period (level premium) or premiums that increase each year (age-rated).
- Premium payment options include fortnightly, monthly, quarterly, half-yearly, or yearly.

# 1. Built-in benefits.

## Trauma conditions.

Trauma conditions can be divided into two categories. The first category is conditions covered for a full benefit payment. The second category is conditions covered for a partial benefit payment. The life insured must meet the definition as defined in the cover wording for a claim to be paid. To see the detailed definition of Trauma conditions (and for partial benefit payment amounts), see section 8 of the cover wording.

### ● Conditions covered for a full benefit payment:

- |   |  |
|---|--|
| ● Accidentally acquired HIV.                        | ● Alzheimer's disease.                         |
| ● Angioplasty – triple vessel.                      | ● Aorta surgery.                               |
| ● Aplastic anaemia.                                 | ● Benign brain tumour or benign spinal tumour. |
| ● Cancer.   | ● Carcinoma in situ – major treatment.         |
| ● Cardiomyopathy.                                   | ● Chronic kidney failure (renal failure).      |
| ● Chronic liver failure.                            | ● Chronic lung disease.                        |
| ● Cognitive impairment.                             | ● Coma.  |
| ● Coronary artery bypass surgery.                   | ● Creutzfeldt-Jakob disease (CJD).             |
| ● Dementia.   | ● Encephalitis.                                |
| ● Heart attack.                                     | ● Heart valve surgery.                         |
| ● Intensive care.                                   | ● Loss of independent existence.               |
| ● Loss of use of hand or foot and sight in one eye. | ● Loss of use of hands and/or feet.            |
| ● Loss of sight in both eyes.                       | ● Loss of speech.                              |
| ● Major head trauma.                                | ● Major organ transplant.                      |
| ● Meningitis and/or meningococcal disease.          | ● Motor neurone disease.                       |
| ● Multiple sclerosis.                               | ● Muscular dystrophy.                          |
| ● Occupationally acquired HIV.                      | ● Open heart surgery.                          |
| ● Out of hospital cardiac arrest.                   | ● Paralysis.                                   |
| ● Parkinson's disease.                              | ● Peripheral neuropathy.                       |
| ● Pneumonectomy.                                    | ● Primary pulmonary hypertension.              |
| ● Profound deafness in both ears.                   | ● Severe burns.                                |
| ● Severe diabetes.                                  | ● Severe inflammatory bowel disease.           |
| ● Stroke.   | ● Systemic sclerosis.                          |
| ● Terminal illness.                                 |  |

### ● Conditions covered for a partial benefit payment:

- |   |                                      |
|---|--------------------------------------|
| ● Adult onset type 1 insulin dependent diabetes mellitus. | ● Alzheimer's disease diagnosis.     |
| ● Aneurysm.   | ● Angioplasty – two vessels or less. |

- |  |                                  |
|--|----------------------------------|
| ● Carcinoma in situ without major treatment. | ● Chronic lymphocytic leukaemia. |
| ● Colostomy and/or ileostomy.                | ● Dementia diagnosis.            |
| ● Early stage prostate cancer.               | ● Hydrocephalus.                 |
| ● Loss of use of one hand or foot.           | ● Loss of sight in one eye.      |
| ● Major burns.                               | ● Malignant melanoma diagnosis.  |
| ● Multiple sclerosis diagnosis.              | ● Parkinson's disease diagnosis. |
| ● Profound deafness in one ear.              | ● Severe osteoporosis.           |
| ● Severe rheumatoid arthritis.               | ● Systemic lupus erythematosus.  |

## How much do we pay.

- **Full benefit payment:** The sum insured as at the date of diagnosis or upon meeting the cover definition.
- **Partial benefit payment:** The partial benefit payment amount is dependent on the partial benefit condition. See section 8 of the cover wording for payment amounts. The sum insured will be reduced by any partial payment made, except for Inbuilt child's trauma benefit or Inbuilt newborn child's benefit.
- **Trauma cover – accelerated:** Payment of the sum insured is an advance payment of the Life cover attached to it. The Life cover will be reduced by the amount paid for the trauma condition.
- **Trauma cover – standalone:** For a claim to be paid, the insured person must survive for at least 14 days after the diagnosis of the trauma condition.

## Stand-down period.

For certain conditions, no benefit will be payable if a trauma condition is diagnosed, or the insured person suffers any signs or symptoms leading to that diagnosis, within three months from:

- the date of application, or
- the date of reinstatement, or
- the date of any increase in the sum insured (excluding CPI option increases).

Refer to the cover wording for more information.

## Inbuilt child's trauma benefit.

Fidelity Life will pay a claim if an eligible child aged between 3 months and 20 years of age (inclusive) suffers a trauma condition for the first time after the cover start date and after the stand-down period, provided they survive for 14 days after

suffering the trauma condition. The amount we pay will be the lesser of 20% of the parent's sum insured up to \$50,000, or 10% of the parent's sum insured up to \$25,000 for a partial benefit. Exclusions apply for known congenital conditions or any child pre-existing conditions.

#### **Conversion of Inbuilt child's trauma benefit.**

A child covered under this benefit can apply for a policy with Life cover and Trauma cover – accelerated without providing additional health information within 30 days before their 21st birthday. The maximum amount is 20% of one of the parent's sum insured up to \$50,000. The parent(s) must have cover in place that provides this benefit on the child's 21st birthday.

#### **Inbuilt newborn child's benefit.**

Fidelity Life will pay the lesser of 20% of the parent's sum insured or \$50,000 if a biological child of an insured person is born with one of the defined newborn conditions and survives for thirty days after birth. The birth of the child must occur at least 9 months after the cover start date.

#### **Grief counselling benefit.**

If a lump sum benefit is paid, Fidelity Life will reimburse up to \$2,500 towards the actual cost of grief counselling for the insured person's partner or child, from an accredited counsellor, psychologist, or psychiatrist approved by Fidelity Life. This benefit must be claimed within 12 months of receiving the lump sum benefit.

#### **Financial planning and legal advice benefit.**

Fidelity Life will reimburse up to \$2,500 towards the actual cost of a fully documented financial plan, or legal advice received from a lawyer in relation to the payment. This benefit must be claimed within 12 months of receiving the lump sum benefit.

#### **Special events.**

The insured person's sum insured can be increased once in any 12-month period before their 55th birthday without providing additional health information when certain events occur. These events include, but not limited to:

- getting married, civil union, or divorced, or
- either the pregnancy at 28 weeks gestation or birth of the same child, or
- adopting a child, or
- dependent child starting secondary school, or
- financially supporting a dependent child through a first course of full-time tertiary education, or
- reaching ages 25, 30, 35, 40 or 45, or
- either the terminal illness or death of a spouse, partner or child, or
- stopping work to take full time physical care of a dependent relative, or
- increase mortgage on their own home or take out a mortgage for their own home, or
- have a salary increase of at least \$5,000 or 10%.

#### **Business events (Platinum Plus only).**

The insured person's sum insured can be increased once in any 12-month period before their 55th birthday without providing additional health information when certain business circumstances occur. These circumstances include:

- They are a key person whose value to the business has increased over the previous three years. The sum insured can be increased by the same proportion as the increase in their value to the business averaged over the previous three years.
- They are a partner in a firm or a shareholder in the company and they've increased their financial interest averaged over the previous three years.
- Cover has been taken out for the insured person for loan guarantees. The sum insured can be increased by the same proportion as the increase in the loan that relates to the business.

#### **Conversion option for Trauma cover – standalone (Mortgage Protector and Platinum Plus only).**

Allows for the conversion of Trauma cover – standalone to Trauma cover – accelerated before the insured person's 65th birthday without providing additional health information.

#### **Relocation benefit.**

Reimbursement of economy travel costs (up to \$10,000) if the insured person suffers a trauma condition while residing outside of New Zealand for more than three consecutive months, and Fidelity Life has accepted a claim for the sum insured.

Some exclusions and limitations may apply to the benefits (refer to the cover wording for more information).

## 2. Additional options.

Additional options may incur an additional premium.

### **CPI option (Mortgage Protector and Platinum Plus only).**

The CPI option will be applied on each policy anniversary by the greater of 2%, or an amount determined by Fidelity Life based on the CPI. The last increase under the CPI option for an insured person under the Trauma cover will be applied on the earliest of:

- the policy anniversary before their 65th birthday, or
- the total sum insured for all trauma type cover/s for the life insured with Fidelity Life and any other insurer reaches \$2,000,000.

### **Indexation option (Platinum Plus Level Term only).**

Fidelity Life will automatically increase the sum insured by 2% at each policy anniversary. The level premium does not change as a result of the sum insured increasing. The last increase under the Indexation option for an insured person under the Trauma cover will be applied on the earliest of:

- the policy anniversary before their 65th birthday, or
- the total sum insured for all trauma type cover/s for the life insured with Fidelity Life and any other insurer reaches \$2,000,000.

### **Buy back option.**

If a claim for the full sum insured has been paid under the Trauma cover – accelerated, the policy owner(s) may after 12 months buy back the Life cover without providing additional health information. For certain conditions listed in the cover wording, the policy owner(s) can buy back the Life cover after 6 months. The Buy back option does not apply in relation to any partial benefit payments.

### **Trauma reinstatement option.**

If a claim for the full sum insured has been paid under the Trauma cover, the policy owner(s) may after 12 months buy back the Trauma cover without providing additional health information. The Trauma reinstatement option does not apply in relation to any partial benefit payments.

Claims under any reinstated cover will not be paid if they are related to the original claim or fall under any reinstatement exclusions, except for loss of independent existence.

### **Total and permanent disability option.**

If the insured person meets any of the defined total and permanent disability criteria, Fidelity Life will pay

either the sum insured or a partial benefit of 25% of the sum insured, up to \$75,000. For full definitions, refer to the cover wording.

### **Business future insurability option (Platinum Plus only).**

The insured person's sum insured can be increased before their 60th birthday by the increase factor selected at the time of application (0.5-5 times the value of the sum insured) without providing additional health information if certain circumstances occur. These circumstances are the same as the Business events.

### **Continuation option (Platinum Plus Level Term only).**

Allows the policy to continue with the same level of cover on an age-rated basis at expiry of policy term or to take up another level term policy. The Continuation option ends on the insured person's 64th birthday for Trauma cover – standalone, or on their 69th birthday for Trauma cover – accelerated.

Some limitations may apply to the additional options (refer to the cover wording for more information).

## 3. Claims.

As an Adviser, it's important to notify Fidelity Life of a potential claim right away. Fidelity Life will notify the policy owner(s) of any requirements needed to assess the claim. No claim will be paid unless all the necessary information is received and Fidelity Life is satisfied that the life insured meets the trauma condition as defined in the cover wording.

## 4. Exclusions.

Fidelity Life will not pay a claim in connection to an intentional self-inflicted act or injury or, in some cases, where the condition is caused by drug or alcohol use. Refer to the full cover wording for more details.

## 5. When this cover ends.

- This cover ends on the earliest of:
  - the cancellation of Trauma cover, or
  - the policy ends, or
  - Fidelity Life pays the sum insured for the insured person, or
  - the life insured dies, or
  - the life insured has Trauma cover – standalone, on their 70th birthday.



# Trauma cover factsheet: At a glance

## Key features.

Entry ages: 16-64.	Expiry age: Trauma standalone - 70. Trauma accelerated - none.
Maximum cover is \$2,000,000.	47 full conditions and 20 partial conditions covered.
Premiums can be fixed (level premium) or increase each year (age-rated).	<b>Premium payment options:</b> fortnightly, monthly, quarterly, half-yearly, or yearly.

Built-in benefit.	Benefit description.	Amount paid/benefit.	Conditions & Exclusions.
<b>Full trauma condition.</b>	Pays if the full trauma condition definition is met.	<b>100% of sum insured.</b>	<ul style="list-style-type: none"> <li>See the trauma definitions for specific details for a trauma condition.</li> </ul>
<b>Partial trauma condition.</b>	Pays if the partial trauma condition definition is met.	<b>Specified in trauma definitions.</b>	<ul style="list-style-type: none"> <li>See the trauma definitions for specific details for a trauma condition and for payment amount.</li> </ul>
<b>Trauma – accelerated.</b>	If the client has this cover, payment is an advance of the Life cover attached.	<b>100% of sum insured.</b>	<ul style="list-style-type: none"> <li>The client must have Life cover in place to have Trauma accelerated.</li> <li>The Life cover will reduce by the amount of Trauma accelerated paid.</li> <li>The amount of Trauma accelerated paid cannot exceed the amount of Life cover in place.</li> </ul>
<b>Trauma – standalone.</b>	If the client has this cover, payment will be made if the client survives at least 14 days from the date of diagnosis.	<b>100% of sum insured.</b>	<ul style="list-style-type: none"> <li>The client must survive for at least 14 days after diagnosis.</li> </ul>
<b>Inbuilt child's trauma benefit.</b>	Payable if an eligible child, aged 3 months to 20 years old, suffers a trauma condition for the first time.	<b>Up to \$50,000 (full condition).</b> <b>Up to \$25,000 (partial condition).</b>	<ul style="list-style-type: none"> <li>Child must survive at least 14 days after the trauma diagnosis.</li> <li>Known congenital conditions and any child pre-existing conditions are excluded.</li> </ul>

Built-in benefit.	Benefit description.	Amount paid/benefit.	Conditions & Exclusions.
<b>Conversion of Inbuilt child's trauma benefit.</b>	A child covered under this benefit can apply for Life cover and Trauma accelerated without providing health information.	Up to \$50,000.	<ul style="list-style-type: none"> <li>The parent's cover must be in place on the child's 21st birthday.</li> <li>The conversion must take place within 30 days of the child's 21st birthday.</li> </ul>
<b>Inbuilt newborn child's benefit.</b>	Payable if an eligible child is born with a defined newborn condition and survives for thirty days after birth.	Up to \$50,000.	<ul style="list-style-type: none"> <li>The child must be a biological child of the life insured.</li> <li>Birth of child must occur at least 9 months after the cover starts, reinstatement, or any increase.</li> </ul>
<b>Grief counselling benefit.</b>	Reimbursement for grief counselling from an accredited professional.	Up to \$2,500.	<ul style="list-style-type: none"> <li>Must be claimed within 12 months of receiving the lump sum.</li> </ul>
<b>Financial planning and legal advice benefit.</b>	Reimbursement of financial planning and/or legal advice costs in relation to the lump sum payment.	Up to \$2,500.	<ul style="list-style-type: none"> <li>Must be claimed with 12 months of receiving the lump sum.</li> </ul>
<b>Special events</b>	<p>The client can increase their sum insured without providing health information if certain events occur. These events include:</p> <ul style="list-style-type: none"> <li>Marriage, civil union, or divorce, or</li> <li>pregnancy at 28 weeks or birth of the same child, or</li> <li>adoption, or</li> <li>child starting secondary school, or</li> <li>paying for child's first course in full-time tertiary education, or</li> <li>reaching ages 25, 30, 35, 40 or 45, or</li> <li>terminal illness or death of a spouse, partner or child, or</li> <li>stopping work to take full time physical care of a dependent relative, or</li> <li>taking out or increasing a mortgage on their own home, or</li> <li>salary increase of at least \$5,000 or 10%.</li> </ul>	Up to \$250,000.	<ul style="list-style-type: none"> <li>The increase available is subject to other conditions applicable to the benefit.</li> <li>Only available before the client's 55th birthday.</li> <li>The increase must be exercised within 6 months of the event or 30 days following a policy anniversary.</li> <li>Is not available if cover is due to a buy back.</li> </ul>

Built-in benefit.	Benefit description.	Amount paid/benefit.	Conditions & Exclusions.
<b>Business events</b>	<p>The client can increase their sum insured without providing health information if certain business events occur. These events include:</p> <ul style="list-style-type: none"> <li>● Be a key person whose value to the business has increased over 3 years.</li> <li>● Are a partner in a firm or a shareholder in the company and they've increased their financial interest averaged over 3 years.</li> <li>● Cover has been taken out for the insured person for loan guarantees.</li> </ul>	<b>Up to \$250,000.</b>	<ul style="list-style-type: none"> <li>● The increase available is subject to other conditions applicable to the benefit.</li> <li>● Only available before the clients' 55th birthday.</li> <li>● The increase must be exercised within 6 months of the business event.</li> <li>● The increase is proportional to the increase in value of the key person, financial holding, or loan guarantees.</li> </ul>
<b>Conversion option for Trauma standalone.</b>	Can convert Trauma standalone cover to Trauma accelerated without providing additional health information.	<b>Up to 100% of sum insured.</b>	<ul style="list-style-type: none"> <li>● Not available if there is a loading or exclusion at the start date, it is reinstated cover, a claim is payable or paid, terminal illness client is under 16, or premiums are not up to date.</li> <li>● Cover must be converted before the clients' 65th birthday.</li> </ul>
<b>Relocation benefit.</b>	Pays for economy travel costs back to New Zealand if the client suffers a trauma condition whilst residing overseas.	<b>Up to \$10,000.</b>	<ul style="list-style-type: none"> <li>● The client must have been residing outside New Zealand for more than 3 consecutive months.</li> <li>● A claim for the sum insured needs to have been accepted.</li> </ul>

Optional benefit.	Benefit description.	Amount paid/benefit.	Conditions & Exclusions.
<b>CPI option.</b>	Increases the sum assured on each policy anniversary based on CPI data.	<b>Greater of 2% increase or CPI.</b>	<ul style="list-style-type: none"> <li>● This option expires on the policy anniversary before the client's 65th birthday.</li> <li>● This option expires when the sum insured for all trauma type covers reaches \$2,000,000.</li> </ul>
<b>Indexation option.</b>	Increases the sum insured on each policy anniversary.	<b>2% increase.</b>	<ul style="list-style-type: none"> <li>● This option expires on the policy anniversary before the client's 65th birthday.</li> <li>● This option expires when the sum insured for all trauma type covers reaches \$2,000,000.</li> </ul>

Optional benefit.	Benefit description.	Amount paid/benefit.	Conditions & Exclusions.
<b>Buy back option.</b>	If the entire sum insured for Trauma - accelerated is paid, the client can buy back the Life cover after 12 months without providing health information, or after 6 months for certain conditions (see Conditions & Exclusions).	<b>100% of Trauma accelerated paid.</b>	<ul style="list-style-type: none"> <li>6-month conditions: Paralysis, Alzheimer's disease, dementia, loss of use of hand or foot and sight in one eye, loss of use of hands/or feet, loss of sight in both eyes, multiple sclerosis or Parkinson's disease.</li> <li>The option can only be exercised once and before the client's 70th birthday.</li> </ul>
<b>Trauma reinstatement option.</b>	If the entire sum insured for Trauma is paid, the client can reinstate their Trauma cover after 12 months without providing additional health information.	<b>Reinstatement of Trauma cover.</b>	<ul style="list-style-type: none"> <li>Does not apply to partial benefits paid.</li> <li>Claims related to the original claim are excluded.</li> </ul>
<b>Total and permanent disability (TPD) option.</b>	Payable if the client meets any of the TPD definitions in the cover wording.	<b>100% of the sum insured (full).</b> <b>Up to \$75,000 (partial).</b>	<ul style="list-style-type: none"> <li>If the trauma and TPD are due to the same sickness or injury, only one claim will be paid.</li> <li>If the cover is Trauma accelerated, the TPD payment will be an advance on the Life cover.</li> </ul>
<b>Business future insurability option.</b>	The client can increase their sum insured without providing health information if certain business events occur. These events are the same as the Business events listed in the Built-in benefits section.	<b>0.5-5 times the sum insured.</b>	<ul style="list-style-type: none"> <li>The increase must be exercised within 6 months of the business event.</li> <li>Must be exercised before the client's 60th birthday.</li> </ul>
<b>Continuation option.</b>	Allows the policy to continue with the same level of cover on an age-rated basis at expiry, or to take out another level term policy.	<b>Choose continuation on age-rated or level basis.</b>	<ul style="list-style-type: none"> <li>This option expires on the client's: <ul style="list-style-type: none"> <li>64th birthday for Trauma standalone.</li> <li>69th birthday for Trauma accelerated.</li> </ul> </li> </ul>

Exclusions.	Limitations.
<b>Self-inflicted acts or injury.</b>	-
<b>Drug and alcohol use (in some cases).</b>	-
<b>Events and causes agreed to and endorsed in the Policy schedule.</b>	-



## Fidelity Life Assurance Company Limited.



\*Fidelity Life has an A- (Excellent) financial strength rating from A.M. Best. The rating scale that this rating forms part of is available for inspection at our offices. For more information please visit Fidelity Life's [financial strength page](#).

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