

**POLICY LOAN REQUEST**

Policy N°: \_\_\_\_\_ Payor (if different from the Owner): \_\_\_\_\_  
Owner: \_\_\_\_\_ Owner's Phone Number: \_\_\_\_\_  
Owner's Social Insurance Number: \_\_\_\_\_ Owner's Email: \_\_\_\_\_

**LOAN INFORMATION (minimum of \$500)**

Loan amount requested \$ \_\_\_\_\_  Maximum available  
Payment Method :  Cheque to the Owner  Direct Deposit  
 Special instructions: \_\_\_\_\_

**IMPORTANT NOTICE - INTEREST**

*Interest Rate:* The applicable interest rate is Assumption Life's prime rate at the time the loan is issued, plus 2%. The rate will be confirmed upon the loan's issuance. The interest rate is adjusted annually on the policy's anniversary date depending on the Assumption Life's then current prime rate. On the policy's anniversary date, unpaid interest is added to the loan's principal and bears interest from that date.

*Repayment or deduction:* The balance of the loan principal and the unpaid interest constitutes an indebtedness in favour of Assumption Life. It will be deducted from the amount payable on surrender of the policy or on the death of the insured person, as the case may be.

*Automatic cancellation:* If the policy's cash value less than the loan principal and unpaid interest is equal to or inferior to zero, the policy will automatically be cancelled, and you will not longer have this insurance coverage.

**LOAN REPAYMENT**

To avoid the cancellation of your policy and the accrual of interest, we strongly recommend that you repay your policy loan in a reasonable time frame or, at a minimum, that you pay the interest monthly or yearly.  
Please choose one of the following options and your desired payment amount:

**Loan and interest repayment by preauthorized debit:** \_\_\_\_\_ \$

We will debit this additional amount from the bank account from which the policy premium is debited at the same frequency as the current premium payment. This amount is added to your regular premium payment and replaces your current loan reimbursement payment, if applicable. It will continue until the loan principal and interest have been repaid in full.

**Increase of existing loan repayment amount:** \_\_\_\_\_ \$

We will debit this additional amount from the bank account from which the policy premium is debited at the same frequency as the current premium payment. This amount is added to your regular premium payment and to any existing loan reimbursement payment. It will continue until the loan principal and interest have been repaid in full.

**No repayment**

Despite the risk that your policy will be cancelled due to the accrual of interest over time, no repayment will be made. This option does not change your existing payment arrangements if you already have a loan. If you do not make any payments, your policy may eventually be cancelled as indicated above.

Your loan may be repaid at any time. Please contact our Client Services to obtain additional information on payment terms and your loan's balance.

**GENERAL TERMS**

1. Please refer to your insurance policy, including any applicable rider, to obtain more information on your policy loan's terms and conditions.
2. This loan may result in a taxable gain for the policy owner. In such cases, we will issue a T5 tax slip. Upon repaying the loan, the owner may receive a notice of a loan credit.
3. If one or more of the policy's designated beneficiaries are irrevocable or preferred beneficiaries, they must consent to this loan by signing this form.
4. If the policy has been assigned or, in Quebec, chattel mortgaged, the assignee or hypothecary creditor must consent to this loan by signing this form or must release the assignment or chattel mortgage.
5. All other terms of the policy remain in force.

**PREAUTHORIZED DEBIT AGREEMENT**

If the loan will be repaid, in whole or in part, by preauthorized debits, the payor authorizes Assumption Life to debit the amount indicated on this form at the frequency indicated. The debit amount may be increased or decreased on notice from the payor. The debit may be cancelled by Assumption Life or by the payor on 10 days' written notice. Assumption Life reserve the right to charge fees if the payor financial institution refuses to process a debit for any reason.

You have certain rights if a debit does not comply with this agreement. For example, you have the right to receive a reimbursement of any debit that is not authorized or does not comply with this preauthorized debit agreement. For more information on your rights, please contact your financial institution or visit [www.payments.ca](http://www.payments.ca)

**ATTENTION**

**A loan that is not repaid may, with the accrual of interest over time, lead to the automatic and irreversible cancellation of your policy. By requesting this loan, you acknowledge and agree with the consequence of not repaying this loan and understand that it is in your interest to repay this loan or, at a minimum, the accrued interest, as soon as possible.**

**This loan may be repaid at any time. Contact our Client Services to obtain more details on repayment terms and the balance of your loan.**

**SIGNATURES**

\_\_\_\_\_  
Policy owner signature (if a body corporate, indicate your title)

\_\_\_\_\_  
Date

\_\_\_\_\_  
Payor signature, if different from the owner

\_\_\_\_\_  
Date

\_\_\_\_\_  
Irrevocable or preferred beneficiary signature, if applicable

\_\_\_\_\_  
Date

\_\_\_\_\_  
Irrevocable or preferred beneficiary signature, if applicable

\_\_\_\_\_  
Date

\_\_\_\_\_  
Assignee or hypothecary creditor signature, if applicable

\_\_\_\_\_  
Date