

GENERAL INSURANCE COUNCIL
LIFE INSURANCE COUNCIL

Acting under delegation from the Minister the General Insurance Council and Life Insurance Council herein specify the following classes or types of insurance for the purposes of section 454 of the *Insurance Act*, RSA 2000, c. I-3.

Equipment Warranty Insurance
Cargo Type
(Insurance covering goods in transit excluding carrier liability insurance.)
Travel Insurance
Group Travel Insurance
Credit Related Insurance
Personal Accident Type
(Group Insurance covering injury due to accident and hospitalization.)
Funeral Services Insurance Type
GAP Insurance
Personal Accident Insurance
Personal Effects Coverage
Motor Vehicle Dealership Loyalty Programs and Ancillary Motor Vehicle Protection Products Type

The following businesses or prescribed enterprises may apply for certificates to act as restricted insurance agents with respect to the classes/types identified.

Automobile Dealership:	Equipment Warranty Insurance, Credit Related Insurance, GAP Insurance, and Motor Vehicle Dealership Loyalty Programs and Ancillary Motor Vehicle Protection Products Type
Equipment Dealer:	Equipment Warranty Insurance, Credit Related Insurance, GAP Insurance, and Motor Vehicle Dealership Loyalty Programs and Ancillary Motor Vehicle Protection Products Type
Travel Agency:	Travel Insurance
Transportation Company:	Travel Insurance and Cargo Type
Deposit Taking Institution:	Credit Related Insurance, Group Travel Insurance, and Personal Accident Type
Sales Finance Company:	Equipment Warranty Insurance, Credit Related Insurance, GAP Insurance, and Motor Vehicle Dealership Loyalty Programs and Ancillary Motor Vehicle Protection Products Type
Customs Broker:	Cargo Type
Freight Forwarders:	Cargo Type

Funeral Services Business: Funeral Services Insurance Type

Vehicle Rental Agencies: Personal Accident Insurance and Personal Effects Coverage

This specification was made at properly conducted meetings of the General Insurance Council and Life Insurance Council and takes effect on November 1, 2025.

[Original Signed By]

Andy Freeman, Chair
Life Insurance Council

[Original Signed By]

Amanda Sawatzky, Chair
General Insurance Council

Credit Related Insurance Definitions

*The following definitions are provided to help consumers understand coverage terms as they relate to **Credit Related Insurance**. This information is provided in consultation with and approved by the Life Insurance Council, and is not meant to be advice, direct, or endorse any product. Your licensed insurance advisor and policy documents are your best source for product/policy information.*

Coverage	Definition
Creditor's Life	This is a group insurance policy under which an insurer undertakes to pay off, in whole or in part, credit balances or debts of a person. The insurance proceeds are paid to the creditor, and the amount of the insurance is the amount of the loan outstanding from time to time, subject to any limits in the policy.
Creditor's Disability	This is a group insurance policy under which the insurer undertakes to pay all or part of a loan if a debtor becomes disabled. The insurance proceeds are paid to the creditor to pay down or pay off the debt. The amount of the insurance usually corresponds to the amount of the payments that fall due during the period of disability.
Creditor's Critical Illness Insurance	This is a group insurance policy under which an insurer undertakes to pay off credit balances or debts of a person, in whole or in part, if the insured individual is diagnosed with a covered illness or medical condition. The insurance proceeds are paid to the creditor to pay down or pay off the debt.
Creditor's Loss of Employment Insurance	This is a group insurance policy under which an insurer undertakes to pay off, in whole or in part, credit balances or debts of a person if the insured individual becomes unemployed. The insurance proceeds are paid to the creditor to pay down or pay off the debt.

Definitions of Restricted Insurance “Types” for the purposes of s. 454 of the *Insurance Act*

1) **Equipment Warranty Insurance** is defined in the *Classes of Insurance Regulation* as:

1(1)(g) “equipment warranty insurance” means the subclass of boiler and machinery insurance that comprises insurance against loss of or damage to a motor vehicle or to equipment arising from its mechanical failure, but does not include automobile insurance or insurance incidental to automobile insurance;

2) **Gap Insurance** was defined by the General Insurance Council as:

GAP Insurance means property insurance that covers all or a portion of the difference between the recovery received on primary automobile insurance in the event of a total loss and the MSRP of a current year replacement vehicle or the difference between the recovery on a primary automobile insurance policy and an outstanding loan or lease obligation in the event of total loss.

3) **Travel Insurance** is defined in the *Classes of Insurance Regulation* as:

1(1)(t) “travel insurance” means, subject to subsection (3), insurance provided to an individual

- (i) in respect of a trip by the individual away from the place where the individual ordinarily resides, without any individual assessment of risk, against
 - (A) loss that results from the cancellation or interruption of the trip,
 - (B) loss of or damage to personal property that occurs while on the trip, or
 - (C) loss that is caused by the delayed arrival of personal baggage while on the trip,or
- (ii) in respect of a trip by the individual away from the province in which the individual ordinarily resides,
 - (A) against expenses incurred while on the trip that result from an illness or the disability of the individual that occurs on the trip,
 - (B) against expenses incurred while on the trip that result from bodily injury to, or the death of, the individual caused by an accident while on the trip,
 - (C) whereby the insurer undertakes to pay one or more sums of money in the event of an illness or the disability of the individual that occurs on the trip, or of bodily injury to or the death of the individual that is caused by an accident while on the trip,
 - (D) against expenses incurred by the individual for dental care necessitated by an accident while on the trip, or
 - (E) in the event that the individual dies while on the trip, against expenses incurred for the return of the individual’s remains to the place where the individual was ordinarily resident before death, or for travel expenses incurred by a relative of that individual who must travel to identify that individual’s remains.

4) **Group Travel Insurance** is defined in section 1(3) of the *Insurance Agents and Adjusters Regulation* as:

1(3) The following are prescribed contracts of group insurance for the purposes of the definition of insurance agent under section 1(bb)(v) of the Act:

(a) creditor's group insurance;

(b) group travel insurance.

- 5) **Personal Accident Type** was defined by the Life Insurance Council as:

Group insurance covering injury due to accident and hospitalization.

- 6) **Cargo Type** was defined by the General Insurance Council as:

Insurance covering goods in transit excluding carrier liability insurance.

- 7) **Funeral Services Insurance Type** was defined by the Life Insurance Council as:

Funeral Services Insurance: means Life insurance contracts which are either Participating or Non-participating providing they are sold incidental to the arranging of a "funeral services contract" that complies in all aspects with the *Funeral Services Act* and its associated regulations. The purpose of the Funeral Services Insurance is to fund the funeral services contract. The coverage may include benefits covering the costs associated with the transportation and repatriation of the deceased.

- 8) **Personal Accident Insurance** is defined in the *Insurance Agents and Adjusters Regulation* as:

1(5.1)(a) "personal accident insurance" means insurance to cover the cost of medical expenses incurred by a person injured in a collision involving a rental vehicle.

- 9) **Personal Effects Coverage** is defined in the *Insurance Agents and Adjusters Regulation* as:

1(5.a)(b) "personal effects coverage" means insurance to cover losses to personal property in a rental vehicle.

- 10) **Motor Vehicle Dealership Loyalty Programs and Ancillary Motor Vehicle Protection Products** was defined by the General Insurance Council as:

"Dealership loyalty program" means property insurance that provides a dealership discount to consumers on a future replacement motor vehicle should an event occur that results in damage or total loss of the original motor vehicle.

"Ancillary motor vehicle protection products" means:

- (i) Property insurance that provides deductible reimbursement and/or monetary credits given in the event of loss, damage, or theft of a motor vehicle,
- (ii) Automobile insurance that provides non-manufactures tire and rim warranties providing for tire and rim replacement, excluding warranties provided by the motor vehicle manufacturer for tires and rims it included in the motor vehicle's assembly,
- (iii) Automobile insurance that promises to pay some or all of the cost of a windshield replacement relating to glass protection products,

- (iv) Automobile insurance that promises to make a payment in the event of the theft and/or non-recovery of the motor vehicle (or part thereof), such as theft-deterrent etching or tagging and catalytic converter anti-theft devices, that include a promise to pay if the product fails,
- (v) Property insurance that provides key fob replacement coverage,
- (vi) Payment for a motor vehicle rental provided in conjunction with a vehicle protection product that is insurance, with the motor vehicle rental falling under the same class of insurance as the vehicle protection product the motor vehicle rental is attached to.