

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 purposes of section 454 of the Insurance Act.

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

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

Automobile Dealership: Equipment Warranty Insurance, Credit Related Insurance, and GAP Insurance

Equipment Dealer: Equipment Warranty Insurance, Credit Related Insurance and GAP Insurance,

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: Credit Related Insurance

Customs Broker: Cargo Type

Freight Forwarders: Cargo Type

Funeral Services Business: Funeral Services Insurance Type

This specification was made at properly conducted meetings of the General Insurance Council and Life Insurance Council and takes effect on February 7, 2018.

Jim Brownlee

Acting Chair
Life Insurance Council

Lorrie King

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 advise, direct, or endorse any product. Your licensed insurance advisor and policy documents are your best source for product/policy information.*

Coverage	AIC Definitions (December 2016)	CLHIA Suggested Definitions	AIC Amended (July 2017)
Creditor's Life	Creditors' life insurance: this is a group insurance policy which pays off the loan when the borrower dies. The beneficiary is 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;	Group Insurance under which an insurer undertakes to pay off credit balances or debts of a person, in whole or in part, if the insured individual dies	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	Creditors' disability insurance: the insurer will pay all or part of a loan if a borrower becomes disabled. The beneficiary of the policy is the creditor. The amount of the insurance usually corresponds to the amount of the payments that fall due during the period of disability;	Group insurance under which an insurer undertakes to pay off credit balances or debts of a person, in whole or in part, in the event of bodily injury or disability.	This is group insurance 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, and where the creditor receives and applies the insurance money to pay down or pay off the debt; and	Group insurance under which an insurer undertakes to pay off credit balance or debts of a person, in whole or in part, if the insured individual is diagnosed with a covered illness or medical condition.	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 insurance pays off all or part of the debt owed to the creditor when the borrower becomes unemployed. The beneficiary of the insurance is the creditor, and the amount of the would generally be the payments missed while the borrower is unemployed.	Group insurance under which an insurer undertakes to pay off credit balances or debts of a person, in whole or in part, if the insured individual becomes unemployed.	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.