



NOTICE OF AMENDMENT TO HOMEPROTECTOR INSURANCE EFFECTIVE JUNE 1, 2012

Unless mentioned here, all other terms and conditions of your existing HomeProtector® insurance as outlined in your HomeProtector booklet or HomeProtector Distribution Guide (for residents of Quebec) remain in full force and effect. Only the changes that take effect June 1, 2012 are outlined here.

Important: This Notice of Amendment forms part of your HomeProtector Certificate of Insurance. Please review it carefully and keep it with your HomeProtector booklet(s) or HomeProtector Distribution Guide(s) for residents of Quebec.

Changes to your HomeProtector coverage, Booklet(s) and Distribution Guide(s) for residents of Quebec

Changes to the life insurance benefit

Effective June 1, 2012, the amount of the life insurance benefit is changing from a maximum of \$500,000 combined for all insured RBC Royal Bank® mortgages to a maximum of \$750,000 combined for all insured RBC Royal Bank mortgages as follows:

- Under the section “**HomeProtector insurance Add-On/ Refinance Program (HARP)**” (Booklet) and “**HomeProtector insurance Add On Refinance Program (HARP),**” (Distribution Guide) any reference to \$500,000 is deleted and \$750,000 is inserted.
- Under the section “**What is your life insurance benefit?**” (Booklet) and “**Life insurance benefit?**” (Distribution Guide) any reference to \$500,000 is deleted and \$750,000 is inserted.
- Under the section “**What is your life insurance benefit?**” (Booklet) and “**Life insurance benefit?**” (Distribution Guide) the example is deleted and the following example is inserted:
For example: If the mortgage balance was \$825,000 at the time of the insurance application and the balance owing at the date of death is \$540,000, the benefit payable is: $\$750,000 \div \$825,000 \times \$540,000 = \$490,909$
- Under the section “**How much does your life insurance cost?**” (Booklet) and “**Cost of life insurance**” (Distribution Guide) any reference to \$500,000 is deleted and \$750,000 is inserted.
- Under the section “**Exclusions, restrictions or reductions applicable to HomeProtector life insurance coverage**” (Distribution Guide) any reference to \$500,000 is deleted and \$750,000 is inserted.

Changes to the cost of insurance

Effective June 1, 2012, the cost of insurance for all joint insured borrowers of a mortgage is being changed as follows:

- Under the section “**How much does your life insurance cost?**” (Booklet) and “**Cost of life insurance**” (Distribution Guide), Table 1 illustrating the current life premium rates is deleted and replaced with Table 2 which illustrates the life premium rates as of June 1, 2012.

Table 1 – Current life premium rates*

Age	Single Coverage Rate	Joint Coverage Rate
18 – 30	\$0.09	\$0.13
31 – 36	\$0.13	\$0.18
37 – 41	\$0.20	\$0.29
42 – 45	\$0.29	\$0.41
46 – 50	\$0.40	\$0.57
51 – 55	\$0.52	\$0.73
56 – 60	\$0.70	\$0.98
61 – 65	\$0.95	\$1.33
66 – 69**	\$1.63	\$2.28

Table 2 – New life premium rates as of June 1, 2012*

Age	Single Coverage Rate	Joint Coverage Rate
18 – 30	\$0.09	\$0.15
31 – 36	\$0.13	\$0.22
37 – 41	\$0.20	\$0.34
42 – 45	\$0.29	\$0.49
46 – 50	\$0.40	\$0.68
51 – 55	\$0.52	\$0.88
56 – 60	\$0.70	\$1.19
61 – 65	\$0.95	\$1.62
66 – 69**	\$1.63	\$2.77

Provincial sales tax will be added to your premium where applicable.

**Applicable only to clients refinancing or adding on to their existing HomeProtector insured mortgage. The cost of joint coverage is calculated using the joint rate and the age of the older person.

Please see over...

Important note regarding premium collection

If your mortgage is closing within 15 business days of June 1, 2012, the insurance premium amount quoted on your mortgage documents may be lower than the insurance premium amount collected on your payment due date. Please contact the Insurance Service Centre at 1-866-708-8674 if this occurs and you have questions about your coverage.

