

Free Life Cover

For Adviser use only

We know how important it is for your clients and their loved ones to have peace of mind. That's why we include **Free Life Cover** when they take out one of our life insurance products.



What is Free Life Cover?

Free Life Cover is a benefit we include automatically at no extra cost when your client takes out one of our Life Insurance or Life Insurance with Critical Illness Cover products. It is a benefit that pays out if they die before their policy starts and they're in the process of purchasing a property.

During the home buying process, once the contracts are exchanged or, in Scotland, complete missives, the vendor is legally bound to purchase the property. If they die after exchanging contracts/completing missives but before the property purchase is complete, the mortgage lender could withdraw the mortgage offer. This could mean the estate would be in a situation where the vendor is legally bound to buy the property but may not have the money to do so.

Please note:

If a successful claim is made under Free Life Cover, Accidental Death Benefit, Immediate Cover or our life insurance policy itself, we only pay out once.

How does it work?

Your client will be entitled to Free Life Cover if they die between exchange of contracts and completion of their property purchase, up to a maximum of 90 days. Free Life Cover will be the amount of their chosen sum assured, the amount of their loan or £300,000, whichever is lowest.

In Scotland, we provide the Free Life Cover from when they complete missives for their chosen property until the date of entry.

To be eligible for this cover the following conditions must apply:



They must be under 55 when they take out the mortgage (for joint policies, they must both be under 55)



They've been accepted on standard terms



No other policies covering the same mortgage may be in force or applied for



They must tell us if there are any changes before completion