

Loss of earning capacity cover

Danica Pension

Document with information on the insurance product

Company: Danica Pension, Denmark
Product: Loss of earning capacity insurance

FT no. : 62973

The insurance terms and conditions provide full product information and explain when the insurance provides coverage and the circumstances under which a claim can be paid out.

What kind of insurance is it?

Loss of earning capacity cover secures you and your family financially if you become ill or have an accident and are subsequently incapable of working for a period of time or permanently.



What does the insurance cover?

- ✓ Loss of earning capacity cover is paid out monthly if your earning capacity is reduced temporarily or for an extended period due to an accident or illness.
- ✓ You can be exempted from paying contributions to your pension scheme (premium waiver). In other words, your pension scheme continues as if you were still paying contributions should your earning capacity be sufficiently reduced.
- ✓ The insurance provides cover when the policy has been in effect for the entire waiting period and the loss of earning capacity throughout this period is such that you are entitled to a benefit payout after the waiting period expires.
- ✓ If you get full sickness benefit or receive a salary or other welfare benefit or subsidy as part of an employment scheme, such as a subsidised job ('fleksjob'), the loss of earning capacity benefit paid out will be the difference between your hitherto earnings and your total earnings from full sickness benefit or the employment scheme. You can at most get paid out the level of benefits you have chosen.
- ✓
- ✓ If you enter a job clarification ('jobafklarings') or resource assessment ('ressource') programme, we will increase the insurance payout by an amount equal to that which family providers can get paid annually from the government in resource assessment programme benefit ('ressourceforløbsydelse').



What does the insurance not cover?

- ✗ If you are in receipt of the same earnings as previously when the waiting period expires, no benefit will be paid out from the insurance.



Are there any limits to the coverage?

- ! Benefits can only be paid out after a waiting period of 3, 6 or 12 months. Your employer decides the waiting period when the insurance is established. If the insurance is taken out privately, you can decide the waiting period yourself.
- ! We pay out benefits for as long as your earning capacity is reduced, though no longer than the date the insurance expires
- ! Insurance benefits can be paid out when your earning capacity has been reduced by half, two thirds or more for the entire waiting period. We assess how much your earning capacity has been reduced based on your health and financial situation.



Where am I covered?

- ✓ You are covered by the policy if the insurance event occurs in Denmark (Greenland and the Faroe Islands), Norway, Sweden, Finland or Iceland. The insurance policy also provides cover during trips and stays throughout the rest of the world for up to 12 months.
- ✓ Trips and stays abroad of more than 12 months require a prior special agreement for coverage to apply.



What obligations do I have?

- You have to submit details about your health that we must judge to be satisfactory in order to get standard insurance coverage. Alternatively, you may be able to get the insurance with a rider, in other words where the state of your health is taken into account.
- If you wish to make a claim on your insurance, you must notify us of the claim and inform us if you have similar insurance in another company.
- If you change occupation or are out of work for more than 12 months, you have to inform us, as the price of your insurance depends on your occupation.



When and how do I pay?

When the insurance comes into effect you will receive a payment slip for the premium amount you have to pay. Payment can afterwards be registered with a digital payment service ('Betalingsservice'). If you have the insurance through your employer, payment will be automatically deducted from your salary.



When does coverage commence and cease?

Coverage can be established up until you turn 55 and ceases – at the latest – when you turn 67. However, coverage can be established and cease later if you have the policy through your employer.



How do I cancel the policy?

You have to cancel the insurance in writing giving us one month's notice ahead of the next premium payment date. If the insurance is not cancelled, we will renew it for one year at a time. Other rules apply if you have the insurance through your employer.