

Income Protection

Policy Addendum
Dated 23 April 2007



Income Protection

Please read this document and keep it in a safe place with your Income Protection Policy Document. It is important that you read this document in conjunction with your Policy Document and any other Policy Addenda or policy notices issued by The Colonial Mutual Life Assurance Society Limited ABN 12 004 021 809.

This Policy Addendum applies from 23 April 2007 and the improved conditions it provides are only effective on and from this date.

Note

The improved conditions must be read subject to, and in conjunction with, your existing policy terms and conditions. Any pre-existing condition at the time this improvement is offered may be excluded from being eligible for payment under any improved conditions.

Important information

This document is an agreement between you and The Colonial Mutual Life Assurance Society Limited ABN 12 004 021 809.

This document is issued by The Colonial Mutual Life Assurance Society Limited Level 7, 39 Martin Place, Sydney NSW 2000.

Income Protection Policy Addendum

Feature/Benefit	Change	New Policy wording
<p>The wording of Total and Permanent Disablement/Totally and Permanently Disabled has been amended</p> <p>We will now only consider your occupation just prior to disability regardless of whether you had been in that occupation for less than twelve months.</p>	<p>For the wording of Total and Permanent Disablement/Totally and Permanently Disabled that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The wording of Total and Permanent Disablement/Totally and Permanently Disabled that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p> <p>All other parts of the wording not referenced in the 'New Policy Wording' column continue to apply.</p>	<p>Total and Permanent Disablement/ Totally and Permanently Disabled</p> <p>Total and Permanent Disablement means the Life Insured:</p> <ul style="list-style-type: none"> has been absent from active employment as a result of Sickness or Injury for a period of three consecutive months and at the end of the three months, the Life Insured continues to be incapacitated to such an extent that they will be unlikely to engage in their own Occupation ever again and is under the regular treatment and following the advice of a Medical Practitioner <p>or</p> <ul style="list-style-type: none"> has been absent from active employment as a result of Cardiomyopathy, Primary Pulmonary Hypertension, Major Head Trauma, Motor Neurone Disease, Multiple Sclerosis, Muscular Dystrophy, Paraplegia, Quadriplegia, Hemiplegia, Diplegia, Tetraplegia, Dementia and Alzheimer's Disease, Parkinson's Disease, Blindness, Loss of Speech, Loss of Hearing, Chronic Lung Disease or Severe Rheumatoid Arthritis (as these conditions are defined in this Policy Document) and the Life Insured continues to be incapacitated to such an extent that he or she will be unlikely to engage in their own Occupation ever again and is under the regular treatment, and following the advice, of a Medical Practitioner <p>or</p> <ul style="list-style-type: none"> the Life Insured has suffered Loss of Limbs or Sight (as defined in this Policy Document) <p>or</p> <ul style="list-style-type: none"> the Life Insured has suffered Loss of Independent Existence (as defined in this Policy Document) <p>where Occupation means the full-time gainful occupation of the Life Insured immediately prior to Total and Permanent Disablement</p> <p>...</p>

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Feature/Benefit	Change	New Policy wording
<p>The wording of Waiting Period has been amended</p> <p>The definition has been changed to introduce a qualifying period for those pregnancy related conditions we no longer totally exclude.</p> <p>(Please see the changes to the wording of Exclusions in paragraph 9 of this addendum).</p>	<p>For the wording of Waiting Period that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The wording of Waiting period that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p>	<p>Waiting Period</p> <p>...</p> <p>The Waiting Period begins on the date:</p> <ul style="list-style-type: none"> • that you first consult a Medical Practitioner about the condition that is causing the Total Disability or • when you first cease work due to the condition that is causing the Total Disability, as long as it is not more than seven days before you first consulted a Medical Practitioner about that condition and you provide reasonable medical evidence about when the Total Disability began. <p>However, if the Sickness or Injury from which you suffer is directly or indirectly related to pregnancy, child birth or miscarriage the Waiting Period will not begin any earlier than the last day of the Qualifying Period.</p> <p>For this purpose, the Qualifying Period is the three month period:</p> <ul style="list-style-type: none"> • which immediately follows the end of the pregnancy and • during which you are Totally Disabled or Partially Disabled from the relevant Sickness or Injury. <p>If you are not Totally Disabled or Partially Disabled from the relevant Sickness or Injury for the three month period immediately following the end of the pregnancy, the Waiting Period will not begin and you will not be entitled to a benefit under this Policy for the Sickness or Injury.</p>

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Feature/Benefit	Change	New Policy wording
<p>The wording of Partial Disability Benefit has been amended</p> <p>If you have been totally disabled during the waiting period and you return to work for up to ten hours per week, we will pay a total disability benefit for up to six months, instead of the partial disability benefit.</p>	<p>For the wording of Partial Disability Benefit that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The wording of Partial Disability Benefit that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p> <p>All other parts of the wording not referenced in the 'New Policy Wording' column continue to apply.</p>	<p>Partial Disability Benefit</p> <p>...</p> <p>What benefit will be paid?</p> <p>The Partial Disability Benefit we pay will be a proportion of the total of the Monthly Benefit and any Super Continuance Monthly Benefit arrived at according to the following formula:</p> $\frac{(A - B)}{A} \times (\text{Monthly Benefit} + \text{any Super Continuance Monthly Benefit})$ <p>where 'A' is your Pre-Disability Income, and 'B' is your Monthly Income for the month for which Partial Disability is claimed.</p> <p>If you become unemployed or go on leave without pay while a Partial Disability Benefit is payable, the maximum Partial Disability Benefit we will pay is 75% of the total of the Monthly Benefit and any Super Continuance Monthly Benefit.</p> <p>The Partial Disability Benefit is payable to you, but that part of the benefit which comprises the portion of any Super Continuance Monthly Benefit will be paid to a superannuation plan in accordance with the Super Continuance Option.</p> <p>If:</p> <ul style="list-style-type: none"> • you have been Totally Disabled for at least the Waiting Period and then return to work on a partial basis and • as a result your Monthly Income is 20% or less of your Pre-Disability Income or you are working for 10 hours or less per week, <p>we will pay the Total Disability Benefit instead of the Partial Disability Benefit you are entitled to for up to six months</p> <p>...</p>
<p>The wording of Extended Cover has been amended</p> <p>The maximum monthly benefit has increased to \$30,000 for white collar occupations</p>	<p>For the wording of Extended Cover that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The wording of Extended Cover that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p> <p>All other parts of the wording not referenced in the 'New Policy Wording' column continue to apply.</p>	<p>Extended Cover</p> <p>If:</p> <ul style="list-style-type: none"> • your Occupation Group is, at the time your cover starts, 'C', 'G', 'P', 'J', 'K' or 'S' • the Cover Expiry Date shown for you on the Policy Schedule is the Policy Anniversary Date immediately before your 65th birthday • the Total Temporary Disablement (TTD) Cover Option does not apply to you under this Policy • no benefit is payable for you under this Policy for the month immediately before the Cover Expiry Date and • you have cover under this Policy on the day before the Cover Expiry Date

Feature/Benefit	Change	New Policy wording
<p>The wording of Extended Cover has been amended (continued)</p>		<p>we will, on the terms and conditions of this Policy, provide you with cover for Total Disability from the Cover Expiry Date until the Extended Cover Expiry Date but this extended cover will only apply on the following basis:</p> <ul style="list-style-type: none"> • if the Waiting Period set out in the Policy Schedule is less than one month, the Waiting Period which applies for the purpose of the extended cover is not the period set out as such in the Policy Schedule but is instead the period of one month • the Benefit Period which applies for the purpose of the extended cover is not the period shown as such in the Policy Schedule but is instead the period of one year • during the period of your extended cover you have an 'Indemnity Policy' for the purpose of the terms and conditions of this Policy (even if the Monthly Benefit shown on your Policy Schedule appears as 'Agreed Value') • in determining the Total Disability Benefit we will pay on account of the extended cover, the Monthly Benefit will not be taken to be more than \$30,000 <p>...</p>
<p>Reduction of Waiting Period is a new benefit that has been added to the section Policy Conditions</p> <p>If you leave your employer and the group salary continuance cover provided to you by your employer's superannuation fund ceases, you can reduce, without any further medical underwriting, the two year waiting period on your Income Care Plus Policy to three months, six months or one year.</p>	<p>Reduction of Waiting Period did not apply to you before 23 April 2007.</p>	<p>Reduction of Waiting Period</p> <p>If:</p> <ul style="list-style-type: none"> • as at the Date Insured From: <ul style="list-style-type: none"> – the Waiting Period set out in the Policy Schedule is two years and the Benefit Period is to Cover Expiry Date and – you were insured under a group income protection policy held by a trustee of a superannuation fund of which you were a standard employer-sponsored member in terms of the Superannuation Industry (Supervision) Act and – your insurance under the group income protection policy provided for a benefit payment period of two years and • when applying for this Policy: <ul style="list-style-type: none"> – you notified us in writing of your insurance under the group income protection policy, including the two year benefit payment period which applied to you under that policy and – benefits were not payable for you under the group income protection policy and • your insurance under the group income protection policy subsequently ceases

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Feature/Benefit	Change	New Policy wording
<p>Reduction of Waiting Period is a new benefit that has been added to the section Policy Conditions (continued)</p>		<p>you can, without the requirement to supply further medical evidence, apply to us to reduce your Waiting Period from two years to three months, six months or one year provided that:</p> <ul style="list-style-type: none"> • your application is made in writing within 30 days of your insurance ceasing under the group income protection policy • at the time of your application, the group income protection policy is in force and you are ineligible to exercise any continuation or similar option under that policy and you have not exercised any such option and • no benefits are payable for you under this Policy when you make your application. <p>If your application is accepted by us, the change in your Waiting Period will be effective from the Premium Due Date immediately following our acceptance of your application.</p>
<p>The Unemployment Benefit is a new benefit that has been added to the section Policy Conditions</p> <p>If you are involuntarily unemployed for more than 60 consecutive days, we will pay a monthly benefit to help cover your minimum monthly Commonwealth Bank loan repayments for up to three months. You must have been employed for six months before the period of unemployment.</p>	<p>The Unemployment Benefit did not apply to you before 23 April 2007.</p>	<p>Unemployment Benefit When does the benefit start? If:</p> <ul style="list-style-type: none"> • you have been Employed for at least 180 consecutive days and • immediately following that period of Employment you have a Loan and become Unemployed for more than 60 consecutive days <p>we will pay monthly in arrears to your Loan account 1/30th of the Unemployment Benefit for each additional day that the Unemployment continues and your Loan remains in place.</p> <p>If the Unemployment Benefit has been paid for a continuous period of Unemployment, a benefit can only become payable on account of a subsequent period of Unemployment if you have first returned to Employment for at least 180 consecutive days. If, however, two periods of Unemployment are separated by 90 consecutive days or less, we will treat this as one continuous period of Unemployment but we will not treat any more than two separate periods of Unemployment as one continuous period of Unemployment.</p> <p>How long will we pay the benefit? The Unemployment Benefit will end when the first of the following events occurs:</p> <ul style="list-style-type: none"> • you no longer have a Loan • the day you return to any gainful occupation • we have paid the Unemployment Benefit for three months for any one continuous period of Unemployment

Feature/Benefit	Change	New Policy wording
<p>The Unemployment Benefit is a new benefit that has been added to the section Policy Conditions (continued)</p>		<ul style="list-style-type: none"> • the day you cease to be a permanent Australian resident • the Cover Expiry Date is reached • if you become Unemployed during the term of a Fixed Term Contract, the expiry date of that contract • the day a total and permanent disablement benefit, terminal illness benefit, trauma benefit or other similar benefit becomes payable for you under this or any other insurance policy or • your death <p>An Unemployment Benefit will not be paid in respect of any period after the Cover Expiry Date.</p> <p>Limitations and Exclusions</p> <p>If you are both Totally Disabled and Unemployed at the same time in terms of this Policy, we will only pay the highest of the Total Disability Benefit and the Unemployment Benefit.</p> <p>We will not pay the Unemployment Benefit:</p> <ul style="list-style-type: none"> • for any period of Unemployment for which you do not have a Loan • for any period when you are not Continuously Unemployed • if the Unemployment commences or occurs, or you were aware of your impending Unemployment, prior to, or on or within 60 days after the Date Insured From or the reinstatement of this Policy • if the Unemployment occurs while you are working outside Australia • if the Unemployment is directly or indirectly caused by, or results from: <ul style="list-style-type: none"> – you ceasing work of a casual, seasonal or temporary nature – the expiration of a Fixed Term Contract or specified period of work – your deliberate or serious misconduct – you resigning, accepting voluntary redundancy, retiring early or abandoning your employment <p>If, at the relevant time, you have more than one Loan the Unemployment Benefit will be payable with respect to each Loan but for all applicable Loans we will pay no more in total than the Monthly Benefit shown in your Policy Schedule as increased or decreased in accordance with the conditions of this Policy.</p>

Feature/Benefit	Change	New Policy wording
<p>The Unemployment Benefit is a new benefit that has been added to the section Policy Conditions (continued)</p>		<p>Definitions For the purpose of this Unemployment Benefit, the following definitions apply:</p> <p>Bank means the Commonwealth Bank of Australia or such other entity within the Commonwealth Bank Group of companies that provides the Loan.</p> <p>Continuously Unemployed means Unemployment which continues without interruption and during which you are registered as unemployed with a recognised employment agency and actively seeking employment. You do not have to be in receipt of unemployment benefits from the Australian Government to be Continuously Unemployed.</p> <p>Employed/Employment means:</p> <ul style="list-style-type: none"> • Permanently Employed, Permanent Employment or • employed or employment under a Fixed Term Contract <p>It does not include self-employment.</p> <p>Fixed Term Contract means one or more contracts providing for at least 20 hours per week of continual and regular employment, where such contract or contracts is or are:</p> <ul style="list-style-type: none"> • for salary or wages • for a term no longer than a specified period • with the same employer, being an employer who employs at least five employees and • for a combined period of at least 18 consecutive months. <p>Loan means a home loan, investment home loan, line of credit facility, business loan, personal loan or margin loan which is funded by the Bank.</p> <p>Minimum Monthly Repayment is the minimum amount you must pay under a Loan for the month commencing on the first day from which the benefit for the relevant Unemployment accrues. However, if the relevant Unemployment continues beyond that month, then the Minimum Monthly Repayment will, for each subsequent month during which the relevant Unemployment continues, be the minimum amount you must pay under your Loan for that month.</p> <p>In determining the Minimum Monthly Repayment, the following conditions apply:</p> <ul style="list-style-type: none"> • the Minimum Monthly Repayment will be determined on the basis that the lowest rate of interest payable under your Loan applies

Feature/Benefit	Change	New Policy wording
<p>The Unemployment Benefit is a new benefit that has been added to the section Policy Conditions (continued)</p>		<ul style="list-style-type: none"> the Minimum Monthly Repayment will be determined without regard to any overdue payment or interest on such a payment or any fees, charges, expenses, taxes, duties or other imposts payable under your Loan as a consequence of the overdue payment the Minimum Monthly Repayment will be determined on the basis of an amount which is no more than the amount required to discharge your liability under the applicable Loan as at the date you first became aware of your impending Unemployment. <p>Permanent Employment/Permanently Employed means at least 20 hours per week of continual, permanent and regular employment for salary or wages where such employment:</p> <ul style="list-style-type: none"> is with an employer who employs at least five employees and is not temporary, seasonal, casual or under a contract based upon a specified period or completion of specified work. <p>Unemployed/Unemployment means:</p> <ul style="list-style-type: none"> if Permanently Employed, loss of employment as a result of being terminated or made redundant by one's employer, where such loss is not of a voluntary basis if employed on a Fixed Term Contract, loss of employment prior to the expiry date of the contract as a result of being terminated or made redundant by one's employer, where such loss is not of a voluntary nature. <p>You will not be regarded as Unemployed if your Unemployment was immediately preceded by a period of self employment.</p> <p>Unemployment Benefit is the lesser of the following amounts:</p> <ul style="list-style-type: none"> the Monthly Benefit shown in your Policy Schedule as increased or decreased in accordance with the conditions of this Policy the Minimum Monthly Repayment <p>If there is no Minimum Monthly Repayment, the Unemployment Benefit is nil.</p> <p>Where benefits are payable for part of a month, the Unemployment Benefit is divided by 30 to arrive at a daily benefit.</p>

Feature/Benefit	Change	New Policy wording
<p>The wording of the Total Temporary Disablement (TTD) Cover Option has been amended</p> <p>The wording has been updated to make reference to the unemployment benefit.</p> <p>If your policy was issued before 21 November 2005, this upgrade does not apply to your policy.</p>	<p>For the wording of the Total Temporary Disablement (TTD) Cover Option that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The wording of the Total Temporary Disablement (TTD) Cover Option that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p>	<p>Total Temporary Disablement (TTD) Cover Option</p> <p>The TTD Cover Option:</p> <ul style="list-style-type: none"> is only available and can only apply if the Benefit Period ends on the Policy Anniversary Date preceding the Life Insured's 65th birthday is not available if the TPD Cover Option, Cash Back Option or Premium Saver Option has been selected cannot be selected after the Date Insured From and, if selected, the option cannot be cancelled <p>The TTD Cover Option applies when the words 'TTD Cover Option' appear under the 'Additional Options' section of your Policy Schedule.</p> <p>If the Life Insured suffers Total and Permanent Disablement, we will not from that time have any obligation whatsoever to pay benefits on account of the Life Insured's cover under this Policy, whether in respect of:</p> <ul style="list-style-type: none"> the Sickness or Injury which resulted in the Life Insured's Total and Permanent Disablement or any other Sickness or Injury the Life Insured suffers or the Life Insured's Unemployment under the Unemployment Benefit. <p>We will, however, pay a Medical Professionals Benefit if the Life Insured's Total and Permanent Disablement results from a Sickness and that Sickness is an infection for which the Benefit is payable.</p>
<p>The wording of the Total and Permanent Disability Cover Option has been amended</p> <p>The wording has been updated to make reference to the unemployment benefit.</p> <p>If your policy was issued before 21 November 2005, this upgrade does not apply to your policy.</p>	<p>For the wording of the Total and Permanent Disability (TPD) Cover Option that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The wording of the Total and Permanent Disability (TPD) Cover Option that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p>	<p>Total and Permanent Disability (TPD) Cover Option</p> <p>The TPD Cover Option:</p> <ul style="list-style-type: none"> is only available and can only apply if the Benefit Period ends on the Policy Anniversary Date preceding the Life Insured's 65th birthday is not available if the TTD Cover Option, Cash Back Option or Premium Saver Option has been selected cannot be selected after the Date Insured From and, if selected, the option cannot be cancelled does not apply to Business Overheads Cover or to the benefits payable on account of that cover. <p>The TPD Cover Option applies when the words 'TPD Cover Option' appear under the 'Additional Options' section of your Policy Schedule.</p>

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Feature/Benefit	Change	New Policy wording
<p>The wording of the Total and Permanent Disability Cover Option has been amended (continued)</p>		<p>Subject to the conditions of this Policy, if the Life Insured:</p> <ul style="list-style-type: none"> • suffers Total and Permanent Disablement before the Cover Expiry Date and • is not, in our opinion, suffering from a Sickness or Injury which will, within twelve months, lead to his or her death <p>you may elect to receive the TPD Cover Benefit in lieu of receiving the benefits, if any, which would have been payable under this Policy on account of the Sickness or Injury which resulted in the Life Insured's Total and Permanent Disablement or any other Sickness or Injury the Life Insured suffers.</p> <p>If you make this election we will, subject to the conditions of this Policy, pay you the TPD Cover Benefit.</p> <p>Once the TPD Cover Benefit becomes payable under this Policy, we will have no obligation whatsoever to pay any other benefits on account of the Life Insured's cover under this Policy, whether in respect of:</p> <ul style="list-style-type: none"> • the Sickness or Injury which resulted in the Life Insured's Total and Permanent Disablement or • any other Sickness or Injury the Life Insured suffers or • the Life Insured's Unemployment under the Unemployment Benefit. <p>We will, however, pay a Medical Professionals Benefit if the Life Insured's Total and Permanent Disablement results from a Sickness and that Sickness is an infection for which the Benefit is payable.</p>
<p>The wording of Exclusions has been amended</p> <p>The wording has been updated to remove the pregnancy related exclusions. The post natal depression exclusion still applies.</p>	<p>For the wording of Exclusions that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The wording of Exclusions that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p>	<p>Exclusions</p> <p>We will not pay a benefit (including a TPD Cover Benefit, where applicable) which arises in connection with:</p> <ul style="list-style-type: none"> • war or act of war (whether declared or not) or • any intentional self-inflicted injury or any attempt at suicide or • post natal depression. <p>It is against the law for us to make certain payments because of the Health Insurance Act 1973 (Cth) and the National Health Act 1953 (Cth). We will not make a payment under this Policy if the payment would cause us to infringe either of these Acts.</p>

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Feature/Benefit	Change	New Policy wording
<p>The definition of Major Head Trauma has been amended</p> <p>The definition has been broadened by adding an alternative measure based on the ability to perform Activities of Daily Living (ADL).</p>	<p>For the definition of Major Head Trauma that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The definition of Major Head Trauma that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p>	<p>Major Head Trauma</p> <p>Injury to the head resulting in neurological deficit causing either:</p> <ul style="list-style-type: none"> • a permanent loss of at least 25% whole person function (as defined in the 5th edition of the American Medical Association publication 'Guides to the Evaluation of Permanent Impairment'); or • the permanent and irreversible inability to perform without the assistance of another person any one of the 'Activities of Daily Living' (as defined under Loss of Independent Existence); as certified by a consultant neurologist.
<p>The definition of Multiple Sclerosis has been amended</p> <p>The requirement for permanent loss of at least 25% whole body function has been removed.</p>	<p>For the definition of Multiple Sclerosis that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The definition of Multiple Sclerosis that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p>	<p>Multiple Sclerosis</p> <p>The unequivocal diagnosis of Multiple Sclerosis as confirmed by a consultant neurologist and characterised by demyelination in the brain and spinal cord evidenced by Magnetic Resonance Imaging or other investigations acceptable to us. There must have been more than one episode of well-defined neurological deficit with persisting neurological abnormalities.</p>
<p>The definition of Motor Neurone Disease has been amended</p>	<p>For the definition of Motor Neurone Disease that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The definition of Motor Neurone Disease that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p>	<p>Motor Neurone Disease</p> <p>Motor Neurone Disease diagnosed by a consultant neurologist.</p>
<p>The definition of Blindness has been amended</p> <p>The definition now articulates who must certify the permanent loss of sight</p>	<p>For the definition of Blindness that applied to you before 23 April 2007, please refer to your Policy Document.</p> <p>The definition of Blindness that is detailed in the adjacent 'New Policy Wording' column has been amended to accommodate the upgrade of your policy.</p>	<p>Blindness</p> <p>The permanent loss of sight in both eyes, whether aided or unaided, due to Sickness or Injury to the extent that visual acuity is 6/60 or less in both eyes or to the extent that the visual field is reduced to 20 degrees or less of arc, as certified by an ophthalmologist.</p>

