

What is Freedom STM?

Just because you don't have health insurance right now doesn't mean you won't have health problems. Freedom STM allows you and your family to purchase high quality, affordable major medical coverage on a temporary basis. Coverage is provided for physician services, surgery, outpatient and inpatient care.

How are benefits covered?

Freedom STM pays benefits for each covered person in the following manner:

First, you meet your deductible. Choose from four options: \$250, \$500, \$1,000 or \$2,500

Then Freedom STM pays 80% of the next \$5,000 of covered expenses

After this, Freedom STM pays 100% of covered expenses up to your lifetime maximum of \$1 million

Rates for ages 60-64 are available for the \$1,000 and \$2,500 deductibles only.

Who qualifies for Freedom STM?

Freedom STM is offered to members, their spouses and their dependent children under age 19 (or under age 25 if a full-time student) who have a social security number and can answer "No" to five health questions on the application. Children age 19 and over should apply separately. Child-only coverage is available for ages 2 through 18 (see the Monthly Rates chart for instructions).

Satisfaction guarantee

If you are not completely satisfied with this plan, and you have not filed a claim, you may return the Certificate of Insurance within 30 days and receive a premium refund.



Coverage Termination

Coverage ends when: the premium is not paid when due; you enter full-time active duty in the Armed Forces; you become eligible for Medicare; you cease to be a member of the association; the group master policy terminates; the elected coverage period expires; Clarendon National Insurance Company determines fraud or misrepresentation has been made in filing a claim for benefits; or a dependent ceases to be eligible.

About Clarendon National Insurance Company

Clarendon National is rated A (Excellent) for financial condition by A.M. Best Company, as of 06/01. A.M. Best ratings range from A++ to D.

About HPA

HPA is a fully licensed, full-service Third Party Administrator transacting business worldwide. Established in 1939, HPA is a third generation company providing state of the art industry leading insurance services, including customer service, claims payment, billing and reporting.

1-800-277-3323

www.hpa-inc.com

This brochure provides a brief description of the benefits, exclusions and other provisions of the policy or certificate Form CNL-6000-ST-MP. For a complete listing, see the policy or certificate. Benefits may vary by state. Freedom STM is not available in all states.

For Colorado residents only: This policy does not provide portability of prior coverage. As a result, any injury, sickness or pregnancy for which you have incurred charges, received medical treatment, consulted a health care professional, or taken prescription drugs within 12 months of the effective date of this policy, will not be covered under this policy.

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CNL-6000-ST-BRO.STM 6-12 08/02



The Competitor
Freedom STM
Short Term Major Medical Insurance

THE PERFECT SOLUTION FOR

- Those between health insurance plans
- College students and graduates
- Part-time or temporary employees
- Those unemployed or laid-off

SPECIAL FEATURES

- Coverage for 1–6 or 12 months
- Unlimited re-applies
- Choose any doctor or hospital
- Convenient payment options

Insured by: Clarendon National Insurance Company
Rated A (Excellent) by A.M. Best Reports
Administered by: Health Plan Administrators, Inc., Rockford, IL
Marketed by:

What medical expenses are covered?

Hospital Charges: average semi-private room rate, medical care and treatment

Ambulatory Surgical Center charges

Physician Services for diagnosis, treatment and surgery

Intensive Care: up to three times the average semi-private room rate

Skilled Nursing Facility: up to \$30 per day for 30 days

X-Ray Exams, Laboratory tests and analyses

X-Ray and Radioactive isotope therapy, anesthesia, oxygen, casts, splints, crutches, braces, surgical dressings, artificial limbs or eyes, rental of medical supplies

Blood or blood derivatives and their administration

Ambulance Services: \$250 per emergency

Organ Transplants: \$50,000 lifetime maximum

Acquired Immune Deficiency Syndrome (AIDS):
\$10,000 lifetime maximum

Home Health Care: up to 40 visits

Mammography, pap smear and screens

The benefit amount shown is the lifetime maximum per covered individual.

(Benefits for mental and nervous disorders are covered at 50% up to a \$5,000 lifetime maximum; and benefits for alcohol and drug disorders are covered at 50% up to a \$1,000 lifetime maximum.)

The STM Enhancement Series has the following benefits:

Pharmacy Discounts of up to 65% at over 40,000 nationwide pharmacies.

Vitamin Discounts of up to 50% on over 7,500 products.

Chiropractic Discounts of up to 50% at over 4,000 nationwide chiropractic offices.

Vision Discounts of up to 60% on retail and mail order eye care and eye wear.

Online Coupons for groceries.

The STM Enhancement Series is not affiliated with Clarendon National, nor is it a part of the Freedom STM insurance plan.



When does my coverage start?

Your coverage will begin as early as the day following the U.S. postmark stamp on your envelope. You can request a later effective date, but no more than 60 days after the application date. All coverage is subject to approval of your application and payment of the first premium.

How long will Freedom STM coverage last?

HPA's Freedom STM is specifically designed to fill temporary insurance needs and coverage stops at the end of the period applied for. Depending on the payment option you select, Freedom STM offers coverage for one to six months or even a full 12 months.

The 12 month option is not available in all states.

What are my payment options?

You can pay by check, money order, credit card or auto bank withdrawal in easy **monthly** payments for up to 12 months of coverage.* Receive a reduced rate when you pay monthly for 1, 2, 3, 4, 5 or 6 months of coverage. If the monthly payment option is selected and your need for insurance ends before the coverage period ends, you can stop your coverage by not making your monthly payment. Receive a special reduced rate when you make a single **payment in full** for 1, 2, 3, 4, 5 or 6 months of coverage.

**The maximum is 6 months in CA, CO, IN and MI.*

Can I continue coverage?

If your need for temporary health insurance continues, you may apply for another Freedom STM plan. Your application is subject to eligibility, underwriting requirements and state availability of the plan. The next coverage period is not continuous and any condition that incurred during the last coverage period will be excluded as a pre-existing condition.

Your coverage periods combined cannot exceed a total of 6 months in CA, CO and MI.

Do I need precertification?

Pre-admission certification prior to eligible inpatient hospitalization or surgery by the covered individual within 48 hours is required. This is not a guarantee of benefits. Failure to precertify will result in a benefit reduction of 50%. Call 1-800-367-9938 for precertification.

What is a reasonable and customary charge?

A "reasonable and customary charge" is the charge typically made by physicians or suppliers of medical services, medicines and supplies within a specific geographic area.

What services are not covered?

These services are not covered by Freedom STM:

- Any services that are not medically necessary
 - Eye exams, eyeglasses, hearing aids and surgery
 - Dental or orthodontic services
 - Treatment of feet conditions
 - Conditions resulting from an act of war, suicide attempt or high-risk sports
 - Maternity and newborn treatment prior to discharge, any infertility treatments or sterilization treatments
 - Services performed by family members or for which a charge would otherwise not be incurred
 - Medical care received outside of the United States
 - Services payable by Medicare or Worker's Compensation coverage
 - Cosmetic surgery
 - Transplant services to the transplant donor
 - Routine physical exams and tests, preventive care and immunizations
 - Experimental or investigational services
 - Learning disorders, attention deficit disorder, hyperactivity or autism
 - Obesity treatments
 - Sleep disorders
 - Over-the-counter medications and prescription drugs
 - Certain surgeries during the first six months
- Please see the certificate of insurance for a complete listing of the limitations and exclusions.

Is there a pre-existing condition limitation?

Pre-existing conditions are not covered. This includes any condition or complication that was treated or produced symptoms three years prior to your Freedom STM effective date.

The pre-existing condition limitation may vary by state.