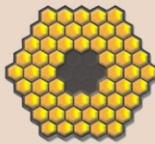


AdmedGap

Health Insurance Policy
2010



Guardrisk
FINANCING RISK EFFICIENTLY

AdmedGap takes the pain out of health care costs

As a member of a medical scheme, you probably expect that your costs will be covered in full should you ever need to be hospitalised.

Unfortunately, that's simply not the case, because medical scheme benefits are usually limited to the Reference Price List (RPL) tariffs.

Many medical practitioners charge considerably more than RPL tariffs – some charge as much as four times

higher. This creates a shortfall – or gap – between the RPL tariffs and the actual cost incurred for the medical practitioner who treated you in hospital.

As a member, you would be personally liable for the difference in cost. Which – for expensive procedures performed in hospitals, by specialists, surgeons and other medical practitioners – can add up to a sizeable amount.

The examples below provide an indication of shortfalls you could experience which would be covered by AdmedGap.

Specialist and anaesthetic fees for procedure only

Procedure	Actual cost	RPL	"Gap" incurred	RPL Limit (RPL x 4)
Appendectomy	R20,200.00	R4,789.09	R14,367.27	R19,156.36
Caesarean Section	R15,343.70	R5,795.29	R9,548.41	R23,181.16
Coronary Bypass	R43,112.50	R13,959.47	R29,153.03	R55,837.88
Hip Replacement	R25,448.37	R11,937.85	R13,510.52	R47,751.40
Knee Replacement	R25,484.50	R9,285.34	R16,199.16	R37,141.36
Natural Child Birth	R8,308.35	R2,949.43	R5,358.92	R11,797.72
Tonsillectomy	R8,300.00	R1,882.70	R5,648.10	R7,530.80

AdmedGap provides a solution

AdmedGap is a specially designed product which provides cover for the shortfall, or gap, in the event of hospitalisation involving surgery or medical treatment, as well as for certain procedures performed on an outpatient basis. The shortfall, or gap, is defined as the amount by which the actual cost

charged by the medical practitioner exceeds the RPL tariff, subject to a maximum limit of four times the RPL tariff.

Limitation

The maximum benefit payable in terms of this section of the policy is:

- R150 000 in aggregate per annum per Insured Person
- R 1000 000 in aggregate per annum per Family.

How to Claim

Claims must be submitted to AdmedGap as well as your medical scheme. Fill in a claim form and return it to:

ADMEDGAP CLAIMS

PO Box 786015

Sandton

2146

Or fax to (011) 263-1419 as soon as possible.

Once you have submitted your claim form, copies of all related accounts (including hospital, surgeon and anaesthetist accounts) must be forwarded to us. A copy of the hospital account must be submitted as proof of admission.

Claim forms are obtainable from your employer or Guardrisk Insurance.

Claim forms must be received by AdmedGap within six months of the first day of your hospital confinement or procedure.

Exclusions

No benefit is payable for hospitalisation directly or indirectly caused by or in consequence of:

- Any claim not covered by your medical scheme
- Attempted suicide or intentional self-injury
- Any form of race or speed test (other than on foot or involving any

non-mechanically propelled vehicle, vessel, craft or aircraft)

- Being under the influence of alcohol, drugs or narcotics
- Exposure to nuclear weapons, material or waste
- Routine physical or procedure of a purely diagnostic nature
- Investigative treatment for obesity and its sequelae, or cosmetic surgery
- Depression, insanity, mental or mental stress conditions
- Participation in military or police duty, criminal activity, riot or aviation (other than as a fare paying passenger)
- Home and private nursing

Waiting Periods

Waiting periods applicable to voluntary membership groups:

- birth related claims: 10 months.
- first 6 months: 0% benefit and 50% of the normal Admed benefit in the second 6 months for:
 - joint replacements (except as a result of an accident/injury occurring after joining)



- arthroscopic procedures (except as a result of an accident/injury occurring after joining)
- spinal surgery including spinal fusion (except as a result of an accident/injury occurring after joining)
- nasal surgery including sinus related (except as a result of an accident/injury occurring after joining)
- cataract surgery
- hysterectomy (except for cancer diagnosed after joining)
- dentistry related claims (except reconstructive as a result of an accident/injury occurring after joining)

- all hernia repairs (except as a result of an accident/injury occurring after joining)
- all cardiac related surgery and procedures (including angioplasty, cardiac catheterization etc) diagnosed prior to date of joining.

Enquiries

Enquiries should be addressed to one of the administrators at Guardrisk Insurance:

Tel: 0860 102 936

Fax: (011) 263 2793

Email: admed@guardrisk.co.za

www.admed.co.za

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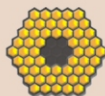
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