

PRIVILEGES AND CONDITIONS

1. BENEFIT

- (a) In the event of death or total and permanent disability of the Insured within the first year from the Entry Date of this Policy or if the Insured is above 59 years old, we will:
- (i) refund the Total Premium less total withdrawals or pay the Cash-in Value of the Units then standing to the credit of this Policy, whichever is higher; and
 - (ii) terminate the Policy.
- (b) In the event of death or total and permanent disability of the Insured after the first year from the Entry Date of this Policy, we will:
- (i) pay the Cash-in Value of the Units then standing to the credit of this Policy or the Minimum Sum Assured, whichever is higher; and
 - (ii) terminate this Policy.

The Minimum Sum Assured shall only apply one year after the Entry Date of this Policy.

2. INCONTESTABILITY

After one year from the Date of Issue or from the date of reinstatement, whichever is later, this Policy shall be incontestable except for fraud or non-payment of premiums.

3. RESIDENCE, TRAVEL AND OCCUPATION

No restrictions are placed upon the Insured with regard to residence, travel and occupation, except as provided in any Endorsement to this Policy issued by us.

4. SUICIDE

If the Insured dies by his or her own hands, whether sane or insane, within one year from the Date of Issue of this Policy, the amount payable by us shall be limited to the Cash-In Value of this Policy.

5. ADMISSION OF AGE

If the date of birth was incorrectly stated in the proposal form, the Minimum Sum Assured shall be such sum as the First Premium would have purchased according to the correct age on the Entry Date.

6. BID AND OFFER PRICE OF UNITS

The Bid Price of each Unit shall be calculated on a daily basis or at such other intervals determined by us based on forward pricing. The Bid Price of each Unit shall be calculated by dividing the total value of the Money Market Fund (the "Fund") by the total number of Units in the Fund and rounding up or down by not more than one cent.

In determining the value of the Fund, the investments and other assets of the Fund shall be valued at such values in accordance to the insurance legislation in Singapore prevailing at that time. Due allowance shall be made for the expenses of the Fund, specified under Clause 9 below, and for any liability of the Fund such as capital gains tax, capital levy or any other taxes.

Offer Price means the price at which the Policyholder purchases Units of the Fund.

7. OBTAINING PRICES OF UNITS

The Bid Price and Offer Price of units of the Fund provided by us can be found on NTUC Income's website and major newspapers in Singapore. The dealing days to which such prices apply can be found on NTUC Income's website.

8. MONEY MARKET FUND

The Fund will be divided into units representing equal shares in the assets of the Fund. We shall credit all receipts and income and debit all payments and expenses relating to this Policy to the Fund.

9. EXPENSES CHARGED TO THE FUND

The following expenses shall be charged to the Fund:

- (a) All direct expenses related to the purchase, sale and valuation of the investments of the Fund.
- (b) A management fee equal to the difference between each and every premium paid and the value of the Units calculated at the Bid price determined on the valuation date next following the date the premium is received.
- (c) An annual management fee as determined from time to time, which shall not exceed 2.0% of the Fund balance.

10. POLICY FEE

- (a) A policy fee of \$20.00 or such other amount which we may from time to time determine shall be deducted from the first single premium.
- (b) The policy fee is not guaranteed and is subject to review.

11. POLICY ACCOUNT

All premiums received will be credited to and all withdrawals and expenses will be debited from your Account under this Policy (the "Policy Account"). The balance of the monies in the Policy Account will be invested by purchasing in units in the Fund at the prevailing offer price of the Units.

12. PREMIUM PAYMENTS

While this Policy remains in force and subject to such conditions as we may impose, the Policyholder may pay additional top-up premiums of such minimum prescribed amount.

Any top-up premium will not have insurance cover within one year from the date of such transaction.

As consequence of any change of premium, it may be necessary to adjust the benefits and the charges under this Policy.

13. PREMIUM THROUGH SRS

If this Policy is subject to the relevant legislation for the Supplementary Retirement Scheme (SRS), the following clauses shall apply:

- (a) No loan and assignment is allowed under this Policy.
- (b) This Policy may be cancelled by written request to us within 14 days from receipt of the Policy. On such cancellation, no medical expenses will be deducted. The Free Look Provision refund will be paid into the Policyholder's SRS Account.
- (c) If this Policy is partially or totally surrendered, the Cash-in Value payable will be paid into the policyholder's SRS Account.
- (d) In the event of total and permanent disability, we will pay the disability benefit to the Policyholder's SRS Account.
- (e) On death of the Insured while this Policy is in-force, we will pay the Cash-in Value of the Units then standing to the credit of this Policy or the Minimum Sum Assured, whichever is higher, less any applicable tax payable.
- (f) If the premium is not received from the Supplementary Retirement Scheme Operator within 30 days from the Date of Issue of this Policy, we reserve the right to cancel the policy.

14. LOANS

Loan on the security of this Policy may be granted at our discretion and subject to such terms and conditions determined by us from time to time. All such loans and interest thereon will be a first charge on this Policy and will be deducted from any amount payable under this Policy. If at any time the amount of such loans and interest exceed the value of the Units standing to the credit of the Policy, all benefits under this Policy shall automatically cease. No loans will be granted to anyone below the age of 21 years.

Repayments in whole or in parts may be made at any time. We shall charge interest on the loan amount and the interest charged shall be based on the rate agreed at the time the loan is taken. We may change the interest rate at any time and, if any change is made, we shall provide one month's notice about such change.

15. CASH-IN VALUE

The Cash-in Value of the Units shall be the value of the Units calculated at the prevailing Bid Price on the date we receive written notice of death or for surrender of this Policy. However, we shall have the right at any time to calculate the Cash-in Value based on the Bid Price determined on the next valuation date after the date of the notice and in such case, payment of the Cash-in Value of the Units may be deferred to the following valuation date.

16. SURRENDER

- (a) At any time before the death of the Insured, this Policy may be partially surrendered subject to such conditions and such minimum amounts as we may determine.
- (b) The partial surrender shall have the effect of reducing the number of Units standing to the credit of this Policy. The Minimum Sum Assured shall also be reduced in the proportion that the number of Units surrendered bears to the total number of Units before the partial surrender.
- (c) If this Policy is totally surrendered, then the Cash-in Value payable will be paid.

17. TOTAL AND PERMANENT DISABILITY

- (a) While this Policy is in force, should the Insured become Totally and Permanently Disabled, we will pay the Benefit in one single lump sum, less any lien or debt, subject to the following:

The disability must occur before the Insured attains the age of 65 years.

This Policy will terminate immediately upon payment of the Benefit.

The maximum aggregate liability for the Benefit under this Policy and every other Policy that may be in force is limited to \$2,000,000/-.

- (b) We will not pay the Benefit if the disability is a result of any intentional self-inflicted bodily injury.
- (c) Total and Permanent Disability / Totally and Permanently Disabled means:
 - (i) The complete and continuous inability of the Insured at that time and at all times thereafter to engage in any business or occupation or perform any work of any kind for remuneration or profit; or
 - (ii) Total Physical Loss.
- (d) Total Physical Loss means any one of the following:
 - (i) the total and irrecoverable loss of sight of both eyes;
 - (ii) the loss by complete severance or total and irrecoverable loss of use of both limbs at or above the wrist or ankle or;
 - (iii) the total and irrecoverable loss of sight of one eye and the loss by complete severance or total and irrecoverable loss of use of one limb at or above the wrist or ankle.

18. CANCELLATION OF POLICY

- (a) This Policy is deemed to be cancelled from inception if we do not receive the First Premium within 30 days from the Date of Issue of this Policy.
- (b) We will cancel this Policy after 30 days notice to you, if the value of the Policy Account falls to zero.

19. ASSIGNMENTS

We shall not be bound by any assignment of this Policy unless we are notified of the assignment in writing and have endorsed this Policy accordingly.

20. ARBITRATION

Should any difference arise between the Policyholder and NTUC Income as to the Policy, the same shall be referred to arbitration and finally determined by arbitration at the Singapore International Arbitration Center and in accordance with its Domestic Arbitration Rules.

21. SPECIAL CIRCUMSTANCES

- (a) If we deem it necessary to realise the investments of any or all of the Fund in order to meet payments in respect of surrenders and if it is in the best interest of the Policyholder for us to delay making payments, we shall be entitled to calculate the Bid Price of the Units to be surrendered on a date not later than thirty days from receipt of a written notice requesting surrender. In such event, we will make payment only on the day following that date.
- (b) If at any time during the term of this Policy as a result of any law, legislation or otherwise it becomes impossible or impractical for us to carry out any of the above procedures, then we shall have the right to adjust the basis of calculating the Units which in our opinion satisfies the principles governing these provisions.
- (c) If we deem it necessary as being in the best interest of the Policyholder to change any of the procedures in this Policy, we shall be entitled to do so by notifying you.

22. DEFINITIONS

“Age Last Birthday” means the Insured Person’s age attained on his or her latest birthday falling before

- (a) The date on which he or she dies; or
- (b) The date on which he or she becomes Totally and Permanently Disabled, whichever is the earlier date.

“First Premium” means the premium stated in the Policy Schedule on the Date of Issue of this Policy and shall not include any top-up premium.

“Total Premium” means the sum of Total Premium and all top-up premiums paid.

“Minimum Sum Assured” for Insured aged below 60 (based on Age Last Birthday) is:

1.05 x Total Premium less
1.05 x total withdrawals.

“Minimum Sum Assured” for Insured aged 60 and above (based on Age Last Birthday) is:

1.00 x Total Premium less
1.00 x total withdrawals.

23. EXCLUSION OF THIRD PARTY RIGHTS

A person who is not party to this Policy shall have no right under the Contracts (Rights of Third Parties) Act (Chapter 53B) to enforce any of its terms.