

PRIVILEGES AND CONDITIONS

1. BENEFITS PAYABLE

- (a) In the event of death or Total and Permanent Disability of the Insured during the Contract Term as specified in the Schedule, we will pay, subject to Clause 15, the Sum Assured, together with any accumulated bonuses declared less any loan or debt. This Policy will terminate immediately upon payment of this Benefit for death.
- (b) If the Insured survives on the fifth (5th) anniversary of the Policy Entry Date as specified in the Schedule ("**Fifth Anniversary Date**"), we will give the Cash Benefit. During the Contract Term, we will continue to give the Cash Benefit on each subsequent anniversary date of the Policy Entry Date after the Fifth Anniversary Date ("**Subsequent Anniversary Date**") provided that the Insured survives on each Subsequent Anniversary Date. The last Cash Benefit will be given on the Subsequent Anniversary Date immediately preceding the end of the Contract Term, and no further Cash Benefit will be given at the end of the Contract Term. We will not give any Cash Benefit, pro-rated or otherwise, if the Insured does not survive a complete year for any Subsequent Anniversary Date.
- (c) If the Insured survives at the end of the Contract Term, we will pay the Maturity Benefit.

2. ACCIDENTAL DEATH BENEFIT

- (a) Subject to sub-clauses 2(b), (c) and (d) below, if the Insured dies as a result of any violent, accidental, external and visible means, we will pay an amount equal to the Sum Assured ("**Basic Accidental Death Benefit**") in addition to the Sum Assured together with any accumulated bonuses declared less any loan or debt.
- (b) Subject to sub-clause (d) below, if the Insured dies as a result of any violent, accidental, external and visible means, and, at the time of death, is:
 - (i) aged 64 years and above but below 71 years, we will pay an amount equal to 50% of the Basic Accidental Death Benefit;
 - (ii) below the age of 64 years, and, was engaged in, performing or taking part in a restricted activity ("**Restricted Activity**") which caused directly or indirectly, wholly or partly the death of the Insured, we will pay an amount equal to 30% of Basic Accidental Death Benefit ("**Reduced Accidental Death Benefit**");
 - (iii) aged 64 years and above but below 71 years, and, was engaged in, performing or taking part in a Restricted Activity which caused directly or indirectly, wholly or partly the death of the Insured, we will pay an amount equal to 50% of the Reduced Accidental Death Benefit.

For the purpose of this sub-clause 2(b), the age of the Insured is based on age at last birthday.

- (c) If the Insured dies as a result of an Act of Terrorism, we will pay a sum of S\$10,000 or an amount equal to 5% of the Basic Accidental Death Benefit, whichever is the lower.
- (d) We will not pay this Benefit if the Insured's death was caused directly or indirectly, wholly or partly by:
 - (i) war, invasion, act of foreign enemies, hostilities or warlike operations (whether war be declared or not), civil war, mutiny, military or popular uprising, insurrection, rebellion, revolution, military or usurped power or martial law;
 - (ii) radioactivity or from the use, existence or escape of any nuclear fuel, material or waste;
 - (iii) racing on wheels, wilful exposure to needless perils (except in an attempt to save human life or where such activity is a Restricted Activity);
 - (iv) criminal act;
 - (v) self-injury, suicide or attempted suicide, provoked assault, intoxication, drugs, insanity, venereal disease or any physical defect or infirmity, pregnancy or childbirth;

- (vi) taking part in flying or other aerial activities except naval, military or air forces operations during peace time or as a fare-paying passenger in a licensed passenger aircraft;
 - (vii) engaging in or taking part in naval, military or airforce services or operations or participating in operations planned or conducted by the civil or military authorities except for naval, military or airforce training and exercises for, including duties as national servicemen, reservists, full time and regular servicemen during peacetime.
- (e) This Policy will terminate immediately upon payment of this Benefit.

3. INCONTESTABILITY

This Policy shall be incontestable, except for fraud or non-payment of premiums, after one year from:

- (a) the Date of Issue of this Policy;
- (b) the effective date of any increase in the Sum Assured; or
- (c) the date of reinstatement of this Policy,

whichever is the latest.

4. RESIDENCE, TRAVEL AND OCCUPATION

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

5. SUICIDE

This Policy shall be void if the Insured, whether sane or insane, dies by his or her own hands within one year from:

- (a) the Date of Issue of this Policy;
- (b) the effective date of any increase in the Sum Assured; or
- (c) the date of reinstatement of this Policy,

whichever is the latest.

If any of the above event occurs, we will refund the total premiums paid, without interest, less any Cash Benefit that has been given and any loan or debt.

If any interest in this Policy has been bona fide acquired for valuable consideration by any person other than the Insured, and of which written notice has been received by us before the death of the Insured, we will pay that person the amount of such valuable consideration or the total premiums paid (without interest), whichever is the lesser, less any Cash Benefit that has been given and any loan or debt.

6. ADMISSION OF AGE

If the date of birth was incorrectly stated in the proposal form, the Sum Assured shall be such sum as the premium paid would have purchased according to the premium rate based on the correct date of birth on the Policy Entry Date.

7. GRACE PERIOD

You are allowed a grace period of 30 days ("**Grace Period**") to pay your second and subsequent premiums. During the Grace Period, this Policy will be maintained in full force, but if any sum becomes payable by us under this Policy or any Cash Benefit is to be given by us during the Grace Period, the amount of any unpaid premium will be deducted accordingly.

8. POLICY FEES

- (a) We will deduct a monthly policy fee of S\$2.50 or such other amount which we may from time to time determine, from the premiums paid.
- (b) This policy fee is not guaranteed and may be reviewed by us at any time.

9. NON-PAYMENT OF PREMIUMS

The following shall apply to premiums that are not paid within the Grace Period:

- (a) if this Policy has acquired a cash value which, after deduction of any existing charge in our favour (including a charge in respect of any earlier unpaid premium and interest), is greater than the amount of the unpaid premium, we will advance an automatic premium loan and this Policy will remain in full force subject to deduction of the outstanding premium or premiums with interest at a rate determined by us;
- (b) if this Policy has not acquired a cash value, or if the cash value, after deduction of any existing charge in our favour (including a charge in respect of any earlier unpaid premium and interest) is less than the amount of the unpaid premium, this Policy will lapse on the expiry of the Grace Period.

If this Policy has lapsed, it may be reinstated at any time within thirty-six months of the date of lapse, on payment of the outstanding premiums and interest and subject to satisfactory proof of the good health of the Insured and provided no adverse material change has occurred in the risks covered by this Policy.

For the avoidance of doubt, the Cash Benefit or any other benefit shall not be given or paid once this Policy has lapsed, unless this Policy is reinstated.

10. SURRENDER VALUE AND PAID-UP POLICY

When premiums for this Policy have been paid for at least 2 years, this Policy may, at your written request, be:

- (a) surrendered, partially or fully, upon which we will pay a cash value; or
- (b) converted to a paid-up policy for a reduced Sum Assured, upon which no further premiums will be payable. The paid-up policy will participate in subsequent bonus distributions, if any, in respect of the reduced Sum Assured only, but the full amount of any accumulated bonuses declared attaching to this Policy at the date of conversion will be attached to the paid-up policy.

The cash value and the paid-up Sum Assured shall be of such amount as determined by our appointed actuary.

No Cash Benefit shall be payable after this Policy is converted to a paid-up policy.

11. LOANS

- (a) Loans on the security of this Policy may be granted as determined by us and subject to such terms and conditions as determined by us from time to time. All such loans and interests thereon will be a first charge on this Policy and will be deducted from any amount payable by us under this Policy or any Cash Benefit to be given by us. If at any time the amount of such loans and interests exceed the cash value of this Policy, all Benefits (including the Cash Benefit) under this Policy shall automatically cease.
- (b) 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 1 month's notice about such change.

12. BONUSES

This is a participating Policy. Bonuses when declared will be added to this Policy out of the surplus arising from the actuarial valuation of the life assurance fund. The amount of bonuses will be recommended by our appointed actuary and approved by our Board of Directors. Any bonuses declared will vest only after the 2nd anniversary of the Policy Entry Date.

13. CASH BENEFIT

You can opt to use the Cash Benefit given to you in any one of the following ways:

- (a) place the Cash Benefit in a Deposit Account at the prevailing interest rate determined by us; or
- (b) withdraw the Cash Benefit.

We will seek your written instruction on which of the above ways that you wish to use the Cash Benefit. But if you fail to give us any written instruction, then you are deemed to have unconditionally and irrevocably authorised us to choose any of the above ways to use the Cash Benefit on your behalf.

14. DEPOSIT ACCOUNT

If your Cash Benefit is deposited with us, the following special terms will apply:

- (a) we will hold the Cash Benefit in a Deposit Account opened under your name as a custodian only;
- (b) the Cash Benefit and balance in the Deposit Account will earn interest at a rate determined by us;
- (c) no charge, fee or expense is imposed on your Deposit Account;
- (d) you may only top up this Deposit Account with the yearly Cash Benefit which is given to you under this Policy. You may not top up this Deposit Account with any other money, including money or Cash Benefit which was previously withdrawn from your Deposit Account;
- (e) you may make partial or full withdrawal of the amount standing in your Deposit Account;
- (f) we will send an annual statement informing you of the balance held and the prevailing interest rate earned on the Cash Benefit in your Deposit Account; and
- (g) the Deposit Account will be automatically terminated if the Policy is void, terminated, fully surrendered, or has lapsed or matured. Any money in your Deposit Account will be paid to you.

15. TOTAL AND PERMANENT DISABILITY BENEFIT

- (a) If the Insured becomes Totally and Permanently Disabled, except as stated in clause 15(h), we will pay this Total and Permanent Disability Benefit subject to the following:
 - (i) the Total and Permanent Disability must occur before the Insured attains the age of 65 years;
 - (ii) upon the expiry of the Contract Term as specified in the Schedule or the death of the Insured before 100% of this Total and Permanent Disability Benefit has been paid, we will pay the balance of this Total and Permanent Disability Benefit still unpaid;
 - (iii) all supplementary insurances issued under this Policy will cease automatically except any rider for Extended Total and Permanent Disability Benefit when we admit a claim for this Total and Permanent Disability Benefit. For the avoidance of doubt, if the Insured ceases to be Totally and Permanently Disabled, we will not reinstate any of the supplementary insurances that have ceased;
 - (iv) this Total and Permanent Disability Benefit will be subject to a maximum payment of S\$1,000,000 each year. Any balance of this Total and Permanent Disability Benefit due after S\$1,000,000 has been paid each year, will be paid 12 months later, provided that the Insured remains Totally and Permanently Disabled. For the avoidance of doubt, we will cease payment of any balance Total and Permanent Disability Benefit if the Insured ceases to be Totally and Permanently Disabled;
 - (v) if the Insured ceases to be Totally and Permanently Disabled after we have paid any of this Total and Permanent Disability Benefit, and later becomes Totally and Permanently Disabled again, we will pay, subject also to terms of this clause 15, this Total and Permanent Disability Benefit less any amount of Total and Permanent Disability Benefit which has been paid previously under this Policy;
 - (vi) we will waive, subject to clause 15(h), the premiums under this Policy which are attributable to the amount of the Sum Assured which is payable for this Total and Permanent Disability Benefit under this Policy;

- (vii) we must receive satisfactory evidence of the Insured's Total and Permanent Disability as certified by a registered Medical Practitioner appointed by us.
- (b) 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
- (c) 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.
- (d) The maximum aggregate liability under this Total and Permanent Disability Benefit in respect of this Policy and every other policies issued by us that may be in force is limited to S\$2,000,000 (excluding any bonuses). In the event that the maximum aggregate liability exceeds S\$2,000,000 (excluding any bonuses):
- (i) we will not be liable for and will not pay any amount in excess of S\$2,000,000 (excluding any bonuses);
 - (ii) this Total and Permanent Disability Benefit will be paid in the following priority:
 - firstly, under any mortgage protection policies or policies of like nature;
 - secondly, under other policies.
- Within each category above, payment will be made first under the policy which is effected earliest in time.
- (e) This Policy will terminate immediately upon payment of an amount equal to the Sum Assured (excluding any bonuses), less any lien or debt, for this Total and Permanent Disability Benefit.
- (f) This Policy will not terminate if we do not pay the full amount equal to the Sum Assured (excluding any bonuses), less any lien or debt, for this Total and Permanent Disability Benefit because the Insured ceases to be Totally and Permanently Disabled. This Policy will continue to be in force subject to the following:
- (i) the cover for Total and Permanent Disability will be an amount equal to the Sum Assured (excluding any bonuses) less any amount of Total and Permanent Disability Benefit which has been paid. The cover will continue to be in force so long as the premiums attributable to such balance Sum Assured are paid; and
 - (ii) if the Insured later dies, we will pay the benefit for death less any amount of Total and Permanent Disability Benefit which has been paid under this Policy. For the avoidance of doubt, the cover for death will continue to be in force so long as the premiums for the cover are paid.
- (g) This Policy will not terminate if we do not pay the full amount equal to the Sum Assured (excluding any bonuses), less any lien or debt, because the aggregate liability for Total and Permanent Disability Benefit in respect of this Policy and every other policies issued by us that may be in force has exceeded S\$2,000,000 (excluding any bonuses). This Policy will continue to be in force subject to the following:
- (i) there will be no cover for Total and Permanent Disability under this Policy, and the premiums for such cover shall cease to be payable; and
 - (ii) if the Insured later dies, we will pay the benefit for death less any amount of Total and Permanent Disability Benefit which has been paid under this Policy. For the avoidance of doubt, the cover for death will continue to be in force so long as the premiums for the cover are paid.
- (h) We will not waive future premiums and we will not pay this Total and Permanent Disability Benefit if the disability is a result of intentional self-inflicted bodily injury or if the Insured ceases to be Totally and Permanently Disabled.

- (i) If the Insured is Totally and Permanently Disabled as defined under clause 15(b)(i), the Insured must provide additional satisfactory evidence to us that the Insured has been Totally and Permanently Disabled for a continuous period of at least six (6) months. Such evidence must also be certified by a Registered Medical Practitioner appointed by us.

16. ASSIGNMENTS

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

17. ARBITRATION

Any dispute arising out of or in connection with this Policy, including any question regarding its existence, validity or termination, shall be referred to and finally resolved by arbitration in Singapore in accordance with the Arbitration Rules of the Singapore International Arbitration Centre for the time being in force, which rules are deemed to be incorporated by reference in this Clause 17.

18. 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.

19. DEFINITIONS

"We, us, our or NTUC Income" means NTUC Income Insurance Co-operative Limited.

"Act of Terrorism" means an act, including but not limited to the use of force or violence and/or the threat thereof, of any person or group(s) of persons, whether acting alone or on behalf of or in connection with any organisation(s) or government(s), committed for political, religious, ideological or similar purposes including the intention to influence any government and/or to put public, or any section of the public, in fear.

"Basic Accidental Death Benefit" means an amount equal to the Sum Assured.

"Cash Benefit" means an amount equal to 10% of the Sum Assured less any loan or debt.

"Maturity Benefit" means an amount equal to the 115% of the Sum Assured together with any accumulated bonuses declared less the sum of all Cash Benefit given before the end of the Contract Term, and, any loan or debt.

"Registered Medical Practitioner" means a doctor qualified by degree in western medicine who is legally licensed in Singapore or have the qualifications recognised by the Singapore Medical Council.

"Restricted Activity" means any of the below activities:

- (a) Duties as firemen, policemen, armed security guards, air crew, ship crew, marine salvage crew, oil riggers, stevedores, involving the handling of explosives;
- (b) Naval, military or airforce training and exercises for, including duties as, national servicemen, reservists, full time and regular servicemen during peacetime; or
- (c) Motor cycling, rock climbing, mountaineering, any underwater activities involving the use of underwater breathing apparatus, racing other than on foot, professional sports, ice or winter sports, water skiing, power boating, hunting, polo, show jumping, martial arts.