

CLASSIC ANNUITY

PRIVILEGES & CONDITIONS

1. Bonuses

This is a participating Annuity. Any bonuses allocated out of the surplus arising from the actuarial valuation of the Life Assurance Fund will be added to the amount of Annuity each year. The amount of bonus will be determined by our Actuary.

This Annuity will participate in bonus allocation from the Entry Date.

2. Death Benefit

If the Annuitant dies before the Commencement Date, NTUC Income shall refund either the Single Premium paid or a cash value determined by the Actuary, whichever is higher, to the executors, administrators, assignees or nominees of the Annuitant and the Annuity shall cease immediately.

If the Annuitant dies after the Commencement Date, NTUC Income shall refund the balance of the Single Premium accumulated with interest and bonuses at the end of deferred period less total annuity paid, to the executors, administrators, assignees or nominees of the Annuitant and the Annuity shall cease immediately.

3. Cash Surrender Value

If the Annuitant surrenders this Annuity before the Commencement Date, NTUC Income shall refund either the Single Premium paid or a cash value determined by the Actuary, whichever is higher, to the Annuitant.

If the Annuitant surrenders this Annuity after the Commencement Date, NTUC Income shall refund the balance of the Single Premium accumulated with applicable interest and bonuses both as determined by NTUC Income from time to time at the end of deferred period less total annuity paid, to the Annuitant.

4. Policy Loan

At the request of the Annuitant, NTUC Income will advance loans of up to 90 percent of the cash surrender value secured by the first charge of this Annuity. Repayments of the loan amount may be made in whole or in parts to NTUC Income without notice. NTUC Income shall charge interest on the loan amount at the prevailing rate. While the loan remains outstanding, NTUC Income shall be entitled to utilise part or all of any annuity payment falling due to repay or off-set the outstanding loan.

5. Proof of Survivorship

NTUC Income shall require from time to time satisfactory proof that the Annuitant specified in the Schedule is alive.

6. Minimum Sum Scheme

Notwithstanding anything contained in this contract to the contrary, if this Annuity is subject to the provisions of the CPF MSS, the following shall apply:

- (a) If the Annuitant surrenders this Annuity, the Cash Surrender Value shall be refunded to the Annuitant's account with the CPF Board, in accordance with the regulations of the CPF MSS.
- (b) If the Annuitant dies, the Death Benefit shall be refunded to the Annuitant's account with the CPF Board, in accordance with the regulations of the CPF MSS.
- (c) This Annuity may not be pledged as security for a loan and NTUC Income will not advance any loan on this Annuity.

7. Minimum Sum Plus Scheme

Notwithstanding anything contained in this contract to the contrary, if this Annuity is subject to the provisions of the CPF MSPS, the following shall apply:

- (a) If the Annuitant surrenders this Annuity, the Cash Surrender Value shall be refunded to the Annuitant.
- (b) If the Annuitant dies, the Death Benefit shall be refunded to the executors, administrators, assignees or nominees of the Annuitant.
- (c) This Annuity may not be pledged as security for a loan and NTUC Income will not advance any loan on this Annuity.

8. Supplementary Retirement Scheme

Notwithstanding anything contained in this contract to the contrary, if this Annuity is subject to the provisions of the SRS Regulations, the following shall apply:

- (a) If the Annuitant surrenders this Annuity, the Cash Surrender Value shall be refunded into the Annuitant's SRS Account.
- (b) If the Annuitant dies, the Death Benefit shall be refunded to the executors, administrators, assignees or nominees of the Annuitant under this policy, less any applicable tax payable.
- (c) This Annuity may not be pledged as security for a loan and NTUC Income will not advance any loan on this Annuity.

9. Admission of Age

If the Annuitant's birthdate has been incorrectly stated in the proposal form, then NTUC Income shall be entitled to adjust the Amount of Annuity payable to the Annuitant, according to the correct age of the Annuitant last birthday on the Entry Date, and , based on the Single Premium paid at the date of the proposal.

10. Exclusion of Third Party Rights

A person who is not party to this agreement shall have no right under the Contracts (Rights of Third Parties) Act 2001 to enforce any of its terms.

11. Annuity Installment

Sum assured in this annuity shall be read as annuity installment.

12. Definition

"CPF" shall mean Central Provident Fund

"Deferred Period" shall mean the period from the Entry Date to the Commencement Date as stated in the Schedule.

"MSS" shall mean Minimum Sum Scheme.

"MSPS" shall mean Minimum Sum Plus Scheme

"SRS" shall mean Supplementary Retirement Scheme.