

PRIVILEGES AND CONDITIONS

1. BENEFIT PAYABLE

In the event of death or total and permanent disability of the Insured, we will:

- (a) pay the Cash-in Value of the Units then standing to the credit of this Policy or the Minimum Sum Assured, whichever is the higher; and
- (b) terminate 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 Minimum Sum Assured specified in the Policy Schedule will not be paid. The amount payable by us shall be limited to the Cash Surrender Value of this Policy.

5. ADMISSION OF AGE

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

6. INVESTMENT-LINK FUND

You may choose to invest in any or all of the investment-linked funds established by us (referred to as "Fund(s)"). The Fund(s) will be divided into units representing equal shares in the assets of that particular Fund. We shall credit all receipts and income and debit all payments and expenses relating to this Policy to the Fund(s).

7. POLICY ACCOUNT

All premiums received will be credited to and all withdrawals and expenses will be debited from your Account under this Policy (referred to as "the Policy Account"). The balance of the monies in the Policy Account will be invested by purchasing units in the Funds of your choice at the prevailing Offer Price of the Units.

8. 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 Fund(s), as determined by our Actuary, by the total number of Units in the Fund(s) and rounding up or down by not more than one cent.

In determining the value of the Fund(s), the investments and other assets of the Fund(s) shall be valued at such values in accordance to the Insurance Regulations prevailing at that time. Due allowance shall be made for the expenses of the Fund(s), specified under Clause 12 herein, and for any liability of the Fund(s) 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.

9. BONUS UNIT

An additional 0.5% bonus unit or such other amount which we may from time to time determine shall be given for any premium paid under this Policy.

10. FUND(S) SWITCHES

Subject to any conditions which we may impose, including charging an administrative fee, you may change your investment in any or all of your existing Fund(s) to any other investment-linked Fund(s) offered under this Policy. In such an event all future ad-hoc premiums received will be allocated amongst these newly chosen Fund(s) in the same proportion as the units in these Fund(s) bear to each other.

11. 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.

12. EXPENSES CHARGED TO THE FUND(S)

The following expenses shall be charged to the Fund(s):

- (a) All direct expenses related to the purchase, sale and valuation of the investments of the Fund(s).
- (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(s) balance.

13. POLICY FEE

- (a) The annual renewal policy fee of \$50/- or such other amount which we may from time to time determine shall be charged after the first year from the Policy Entry Date.
- (b) For Net Premium above \$15,000 or such other amount which we may from time to time determine, the annual renewal policy fee shall be waived.

14. PREMIUM PAYMENTS

If this Policy is subject to the provisions of the Central Provident Fund Investment Scheme (CPFIS) or Supplementary Retirement Scheme (SRS), the following clauses shall apply:

While this Policy remains in force and subject to such conditions as we may impose, the Policyholder may:

- (a) Increase or reduce the Recurring Single Premiums.
- (b) Discontinue Recurring Single Premium payments after the policy has been in force.
- (c) Pay additional regular or ad-hoc top up premiums of such minimum prescribed amount.

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

15. 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.

16. CASH-IN VALUE

The Cash-in Value of the Units shall be the value of the Units calculated at the Bid Price prevailing at the date on which a written notice of the surrender or death has been received by us. However, we shall have the right at any time to calculate the Cash-in Value based on the Bid Price determined on the valuation date next following 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.

17. 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 then 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.

18. TOTAL AND PERMANENT DISABILITY BENEFIT

- (a) While this Policy is in force, should the Insured become totally and permanently disabled, we will pay the Disability Benefit in one single lump sum 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 Disability Benefit.

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

- (b) We will not pay the Disability 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.
- (e) Disability Benefit means the Benefit as stated in the Policy Schedule less any lien or debt.

19. CANCELLATION OF POLICY

- (a) This Policy is deemed to be cancelled from the inception if we do not receive the full first single 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.

20. 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.

21. 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.

22. SPECIAL CIRCUMSTANCES

- (a) If we deem it necessary to realise the investments of any or all of the Fund(s) 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.

23. PREMIUM THROUGH CPFIS OR SRS

If this Policy is subject to the provisions of the Central Provident Fund Investment Scheme (CPFIS) or Supplementary Retirement Scheme (SRS) regulations, the following clauses shall apply:

- (a) No loan and assignment are allowed.
- (b) This Policy may be cancelled by written request to us within 14 days from receipt of the Policy Document. On such cancellation, no medical expenses will be deducted. The Free Look Provision's refund will be paid into the Policyholder's CPFIS Account or SRS Account, whichever is applicable.
- (c) If this Policy is partially or totally surrendered then the Cash-in Value payable will be paid into the policyholder's CPFIS Account or SRS Account.
- (d) In the event of total and permanent disability, we will pay the disability benefit to the Policyholder's CPFIS Account or SRS Account.
- (e) On death of the Insured during the term of this Policy, 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 the higher and the applicable benefits under the Supplementary Contracts to the nominee(s) under this Policy, less any applicable tax payable on the Proceeds where the Insured was a Singapore Permanent Resident or a foreigner.
- (f) In the event that the premium is not received from the Central Provident Fund or Supplementary Retirement Scheme Operator within 30 days from the date of issue of this Policy, we reserve the right to cancel the policy.

24. DEFINITIONS

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

- 1.25 x net single premium, plus
- 1.25 x total top up premium, minus
- 1.25 x total withdrawals

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

- 1 x net single premium, plus
- 1 x total top up premium, minus
- 1 x total withdrawals

"Recurring Single Premium" means single premium paid on a regular basis under this Policy where the Policyholder has the flexibility of discontinuing future premium payments without affecting this Policy.

"Net Premium" means the total premium paid less total withdrawals.

"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.

25. 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.

Endorsement to be attached to Flexi-Link Policy

This Endorsement is only applicable to insured aged below 60 (based on Age Last Birthday) and shall prevail over any contrary provision in the Policy.

If the Insured is suffering from any Medical Conditions at the time of Proposal, the benefit payable shall be as follows:

1. In the event of death of the Insured within the first year from the Entry Date of this Policy, we will pay the Single Premium or Surrender Value, whichever is higher.
2. In the event of death of the Insured after the first year from the Entry Date of this Policy, we will pay a sum assured equal to 110% of the Single Premium or Surrender Value, whichever is higher.
3. In the event of Total and Permanent Disability of the Insured, we will pay the Single Premium or Surrender Value, whichever is higher.
4. The Medical Conditions shall mean:
 - a. Cancer; or
 - b. Ischaemic Heart Disease; or
 - c. Coronary Artery Disease; or
 - d. Chronic Renal Disease; or
 - e. Kidney Failure; or
 - f. Stroke; or
 - g. Chronic Liver Cirrhosis; or
 - h. Systemic Lupus Erythematosus

All other terms and conditions of this Policy remain unchanged.