

PRIVILEGES AND CONDITIONS

1. BENEFIT PAYABLE

- (a) If there has been no death, total and permanent disability or terminal illness of the Insured, we will pay the following:
 - (i) Two years before the end of the Contract Term, we will pay 40% of the Sum Assured.
 - (ii) One year before the end of the Contract Term, we will pay another 40% of the Sum Assured.
 - (iii) At the end of the Contract Term, we will pay the remaining 20% of the Sum Assured together with accumulated Bonuses.
- (b) In the event of death or terminal illness of Insured during the Contract Term, we will pay in one lump sum and in full the Sum Assured together with accumulated Bonuses, notwithstanding any part of the Sum Assured which may have been paid under clause 1(a) above. This Policy will terminate immediately on payment of the Sum Assured.
- (c) If the Insured is admitted to any licensed hospital in Singapore acceptable to us and subject to the Additional Privileges and Conditions for the Insured applicable under this Policy, we will pay a daily compensation of S\$100.00 per day of confinement and up to a maximum of 365 days for any one period of continuous confinement. If the Insured, who is 7 years old and above, is on medical leave immediately after the Insured is discharged from a licensed hospital in Singapore acceptable to us, we will pay the Insured S\$50.00 per day of medical leave and up to a maximum of 30 days following such discharge from the hospital.
- (d) In the event of death or total and permanent disability of the Policyholder during the Contract Term and subject to the Additional Privileges and Conditions for the Policyholder applicable under this Policy, we will waive the payment of all the future premiums due for the Policy after the date of such death or disability until the expiry of the Contract Term.

For the avoidance of any doubt, all payments of Bonus under this Policy shall be subject always to Clause 11 on "Bonuses" below.

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 Special Agreement or Endorsement to this Policy issued by us.

4. 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 or
- (b) the effective date of any increase in Sum Assured or
- (c) the date of reinstatement of this Policy.

If such an event occurs, we will refund the total premium paid without interest from the Policy Entry Date, or if the Policy has been reinstated, the total premium paid without interest from the date of reinstatement.

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 shall have been received by us before the death of the Insured, we will pay that person the amount of such valuable consideration or the Sum Assured, whichever is lesser.

5. 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.

6. GRACE PERIOD

You are allowed a grace period of 30 days to pay your second and subsequent premiums. During this period the Policy will be maintained in full force, but if any sum becomes payable by us during the grace period, the amount of any unpaid premium will be deducted.

7. POLICY FEES

- (a) Monthly policy fee of \$2.50 or such other amount which we may from time to time determine, shall be deducted from the premium paid.
- (b) The policy fee is not guaranteed and may be reviewed by us at any time.

8. NON-PAYMENT OF PREMIUMS

The following shall apply to premiums that are not paid within the grace period:

- (a) if the 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 the 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 the 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, the Policy will lapse on the expiry of the grace period.

If the 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 the Policy.

9. SURRENDER VALUE AND PAID-UP POLICY

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

- (a) surrendered, 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 in respect of the reduced Sum Assured only, but the full amount of any bonuses attaching to the 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 Actuary.

10. 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 cash value 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.

11. BONUSES

If the Policy is a with profits or participating policy, a reversionary Bonus will be added to the Policy each year out of the surplus arising from the actuarial valuation of the Life Assurance Fund. The amount of bonus will be determined by our Actuary. The Bonus will not vest until two (2) years from the Entry Date and is paid at the same time as the Sum Assured.

12. TOTAL AND PERMANENT DISABILITY BENEFIT

- (a) While this Policy is in force and provided that no payment has been made under clause 1(a) above, should the Insured become Totally and Permanently Disabled as defined below, we will pay in lieu of the Sum Assured the Benefit as defined in (b) below in five advance payments paid annually and subject to the following:-

Each of the first four annual payments will be 10% of this Benefit and the fifth payment will be 60% of the Benefit. For the avoidance of doubt, if the Contract Term expires or if death or terminal illness of the Insured occurs before 100% of this Benefit has been paid, we will pay in one lump sum the balance of the Benefit still unpaid.

Upon the making of the first advance payment of this Total and Permanent Disability Benefit, all supplementary cover issued under this Policy will cease except, if applicable, the Extended Total And Permanent Disability Benefit.

This Policy will terminate immediately on payment of all annual advance payments.

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) Total and Permanent Disability Benefit means the Sum Assured shown in Policy Schedule including vested bonuses less any lien or debt.
- (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) This Benefit will not be payable if the disability is a result of intentional self-inflicted bodily injury, or the total and permanent disability ceases.

13. TERMINAL ILLNESS

Terminal illness is defined as an illness which in the opinion of the medical specialist involved and subject to the acceptance of our appointed Medical Officer the advent of death is highly likely within 12 months.

Terminal illness in the presence of Human Immunodeficiency Virus (HIV) is excluded.

14. 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.

15. ARBITRATION

Should any difference arise between the Policyholder and NTUC Income as to the Policy, the same shall be referred to arbitration in accordance with the statutory provisions for the time being in force in the Republic of Singapore and the obtaining of an award by the Policyholder shall be a condition precedent to any liability of NTUC Income under this Policy.

16. 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.

ADDITIONAL PRIVILEGES AND CONDITIONS FOR THE POLICYHOLDER

1. TOTAL AND PERMANENT DISABILITY OF POLICYHOLDER

(a) Total and Permanent Disability / Totally and Permanently Disabled means:

(i) The complete and continuous inability of the Policyholder 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.

(b) 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.

(c) In the event of total and permanent disability, we will waive the payment of all future premiums due for the Policy subject to the following conditions:-

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

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/-.

(d) Future premiums of this Policy will not be waived if the disability is a result of intentional self-inflicted bodily injury, or the total and permanent disability ceases.

2. SUICIDE OF POLICYHOLDER

Waiver of Premium Benefit shall not be operative if the Policyholder dies by his or her own hands whether sane or insane within 12 months from the Date of Issue of this Policy or the date of reinstatement of this Policy.

3. WAIVER OF PREMIUM BENEFIT

If the Policyholder dies (except Suicide of Policyholder as provided in Clause 2 above) or suffers Total and Permanent Disability prior to the expiry of the Contract Term, we shall waive the payment of all future premiums due for the Policy after the date of such death or disability and until the expiry of the Contract Term, provided always that satisfactory proof shall be given to us of such death or disability having taken place.

ADDITIONAL PRIVILEGES AND CONDITIONS FOR THE INSURED

1. HOSPITALISATION BENEFIT

- (a) If the Insured is admitted and confined by illness or injury to a licensed hospital in Singapore acceptable to us, we will pay the Insured S\$100.00 per day of confinement and up to a maximum of 365 days for any one period of continuous confinement. If the Insured, who is 7 years old and above, is on medical leave immediately after the Insured is discharged from a licensed hospital in Singapore acceptable to us, we will pay the Insured S\$50.00 per day of medical leave and up to a maximum of 30 days following such discharge from the hospital.
- (b) The Insured is required to give us notice of his/her hospital confinement within 30 days from the date of admission to hospital and to furnish at his/her expense all certificates, information and evidence required by us.
- (c) This Benefit shall not cover hospital confinement due to any illness or injury caused directly or indirectly, wholly or partly by:-
 - (i) Pre-existing conditions for which the Insured received medical consultation, diagnosis or treatment before the effective date of cover or Policy Entry Date.
 - (ii) Dental conditions requiring consultation, diagnosis or treatment by a dentist or dental surgeon, except as necessitated by accidental injuries to sound natural teeth occurring during the period of insurance.
 - (iii) Hospital confinement for prevention of illness, promotion of health and enhancement of bodily function or appearance, such as cosmetic surgery.
 - (iv) Self-inflicted injuries, regardless of the state of mind, and psychological and mental conditions, including any addiction and dependence.
 - (v) Convalescent care in convalescent or nursing homes or similar establishments; or stay in any healthcare establishment for non-medical reasons; or confinement, isolation or quarantine for communicable or infectious diseases as required by law.
 - (vi) Injuries arising directly or indirectly from war, declared or undeclared.
 - (vii) Congenital abnormalities and hereditary conditions.
 - (viii) Sexually transmitted diseases, pregnancy, childbirth, miscarriage, birth control, infertility and impotence, and their complications and consequences.
 - (ix) Overseas medical treatment.
 - (x) Flying or other aerial activities, except as a fare-paying passenger in a licensed passenger carrying aircraft.
 - (xi) Claims arising from diseases, illnesses, disorders, injuries, abnormalities, disabilities and impairments within 30 days from the Date of Issue or the date of reinstatement of this Policy.

2. PURCHASE OF POLICY OPTION

Upon payment of the Sum Assured at the end of the Contract Term, we will offer the Insured the option to propose a whole life or endowment policy without any dread disease cover, on his or her own life, for an insured sum of up to three (3) times the Sum Assured but subject to a maximum amount of \$300,000. Any proposal submitted will not be subjected to any medical underwriting.

The Insured must exercise this option within 12 months from the end of the Contract Term and must not suffer from any Terminal Illness or Total and Permanent Disability at the time the option is exercised. If the Insured does not exercise this option within the 12 months period, this option will lapse automatically.

The premium chargeable for the policy taken up by the Insured will be based on the age of the Insured at the time the Insured submits the proposal.