



Conditions for Guaranteed Annuity

Your policy

This is an annuity plan. It provides a regular income for the person taking the annuity for as long as they live.

There are two types of annuity, deferred or immediate.

A deferred annuity delays annuity payments until some time in the future. It has two stages – the deferred stage, and the payout stage where annuity payments start.

An immediate annuity has only one stage – the payout stage.

Annuity payments start during the payout stage and may increase by us adding bonuses.

1 What your policy covers

a Death benefit

If the person taking the annuity dies, we will pay the benefit according to this table.

Type of annuity	When death happens	Benefit
Immediate	At all times	Single premium less any payments already paid out
Deferred	During the deferred stage	Single premium, or 97% of the single premium with interest of 2.5% a year, and bonuses, whichever is higher
Deferred	During the payout stage	Single premium with interest of 2.5% a year, and bonuses, both calculated up to the end of the deferred stage, less any payments already paid out

b Annuity payments

Annuity payments start only during the payout stage.

If we make an annuity payment every month, we will pay the first payment one month after the end of the deferred stage.

If we make an annuity payment every three months, every six months or every 12 months, we will make the first payment three months, six months or 12 months after the end of the deferred stage whichever applies.

The annuity payment amount is the 'sum assured' amount shown in the policy schedule.

2 Our responsibilities to you

a Cash value

You may cash in this policy for its cash value shown in this table and it will end.

Type of annuity	When you cash in	Cash value
Immediate	At all times	Single premium less any payments already paid out
Deferred	During the deferred stage, but before it ends	90% of the single premium with interest at a rate we will set, and bonuses
	End of the deferred stage	Single premium, or 90% of the single premium with interest at a rate we will set, and bonuses, whichever is higher
Deferred	During the payout stage	Cash value at the end of the deferred stage, less any payments already paid out

We may review and revise the way we work out the cash value.

b Loans

You may take a loan from this policy depending on **our** terms and conditions. **We** will take all loans and their interest from any amount (including the annuity payments) **we** may be due to pay under this policy. If at any time the amount of the loans and interest is more than the cash value, this policy will end.

You may repay all or part of the loan at any time. The interest charged on the loan will be based on the rate agreed at the time **you** took out the loan. **We** may change the interest rate at any time by giving **you** 30 days' notice.

c Bonuses

You have bought a participating annuity from **us** and it forms part of the Life Participating Fund. This annuity will share in the profits and losses from this fund as **we** add bonuses.

We may or may not add a bonus to this annuity each year. Once **we** have added a bonus, **we** cannot remove it.

Bonuses are not guaranteed. They are recommended by **our** appointed actuary and approved by **our** board of directors. This annuity will become eligible for bonuses after one year from the **policy entry date**.

3 Your responsibilities

We only make annuity payments to people who have an annuity and who are still alive.

If they die, **we** must be told as quickly as possible so that **we** can stop making the annuity payments.

From time to time, **we** will need **you** to give **us** proof that the person claiming the annuity is still alive before **we** continue the annuity payments.

If **we** have paid annuity payments after the person has died, **we** will recover the amount **we** have overpaid by first taking an amount from the death benefit. **We** will then recover any remaining overpayment from their next-of-kin.

4 What you need to be aware of

a Transferring the legal right of the policy

You cannot assign (transfer) an annuity policy.

b Excluding third-party rights

Anyone not directly involved in this policy cannot enforce it under the Contracts (Rights of Third Parties) Act (Chapter 53B).

c Supplementary Retirement Scheme (SRS), Central Provident Fund Investment Scheme (CPFIS)

If premiums for this policy have been paid with funds from the SRS or CPFIS account, this policy will follow the SRS or CPFIS regulations, which include the following.

- **You** cannot take a loan from the policy or assign (transfer) the policy.
- **We** will make all payments, except the death benefit, to the policyholder's SRS or CPFIS account.

5 Definitions

Policy entry date means the 'Policy entry date' shown in the policy schedule.

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

You means the policyholder shown in the policy schedule.