

Important: This is a sample of the policy document. To determine the precise terms, conditions and exclusions of your cover, please refer to the actual policy and any endorsement issued to you.

## Conditions for Gro Annuity Pro

### Your policy

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

### 1 What your policy covers

#### a Death benefit

If the person taking the annuity dies, **we** will pay the single premium less the total annuity payments, provided the total annuity payments made is less than the single premium.

**We** will take any policy loan and interest from the benefit amount **we** will pay.

The policy will end when **we** make this payment. **We** will not pay any further benefits.

#### b Annuity payments

Upon commencement of the annuity, the policy pays a regular income over the lifetime of the annuitant.

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.

**We** will pay the cash value shown in Table 1, provided the total annuity payments made is less than the single premium.

Table 1

When policy is cash in	Cash value
One year from <b>cover start date</b>	85% of the following: Single premium less the total annuity payments and <b>conversion bonus</b>
Two years from <b>cover start date</b>	90% of the following: Single premium less the total annuity payments and <b>conversion bonus</b>
Three years from <b>cover start date</b>	93% of the following: Single premium less the total annuity payments
Four years from <b>cover start date</b>	95% of the following: Single premium less the total annuity payments
Five years or later from <b>cover start date</b>	Single premium less the total annuity payments

Your policy will end after **you** cash in this policy fully.

## b Loans

**We** may grant the loan to **you** from this policy depending on **our** terms and conditions. **We** will take all loans and their interest from any amount (including 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 the loan. **We** may change the interest rate at any time by giving **you** 30 days' notice.

## c Bonus

**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 add an 'annual' or 'reversionary' bonus to this policy each year. Once **we** have added an annual bonus, **we** cannot remove it.

These 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 the next-of-kin.

## 4 What you need to be aware of

### a Making a claim

To make a claim for death benefit, **we** must be told within six months after the insured's death.

If this policy provides for accidental death or accidental total and permanent disability (TPD) benefit, **we** must be told within thirty days after the insured's death or TPD. If **you** tell **us** after the thirty days, **we** will not pay the claim for accidental death or accidental TPD benefit.

To make a claim for other benefits, **we** must be told within six months after the diagnosis or the event giving rise to the claim. If **you** tell **us** after the six months, **we** will not pay the claim for the other benefits.

When **we** pay a claim, **we** will not refund any premiums that have been paid.

### b Refusing to pay a claim

After **you** have been continuously covered for one year from the **cover start date**, **we** will pay your claim unless:

- it is a case of fraud;
- **you** fail to pay a premium;
- the insured has a **material pre-existing condition** which **you** did not tell **us** about

when **you** applied for this policy or rider if health declaration is required;

- **you** or the insured fail to tell **us** any significant information or information which is true, correct and complete which would have reasonably affected **our** decision to accept your application; or
- the claim is excluded or not covered under the terms of this policy or rider.

### **c Transferring the legal right of the policy**

**You** cannot assign (transfer) an annuity policy.

### **d Excluding third-party rights**

Anyone not directly involved in this policy cannot enforce it under the Contracts (Rights of Third Parties) Act 2001.

## **5 Definitions**

**Conversion bonus** means the additional cash value provided, if applicable, when **you** exercise the annuity option to buy this policy.

**Cover start date** means the date:

- **we** issue the policy;
  - **we** issue an endorsement to include or increase a benefit; or
  - **we** reinstate the policy;
- whichever is latest.

**Material pre-existing condition** means any condition that existed before the **cover start date** which would have reasonably affected **our** decision to accept your application and for which:

- the insured had symptoms that would have caused any sensible person to get medical treatment, advice or care;
- treatment was recommended by or received from a medical practitioner; or
- the insured had medical tests or investigations.

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

**We, us, our** means Income Insurance Limited.

**You** means the policyholder shown in the policy schedule.