

IL Premium Waiver Extra Rider (U102)

(IL Unit Deduction Rider – Investment Linked Insurance Plan)

PLAN DESCRIPTION

Marketing Name : IL Premium Waiver Extra Rider
 Target Launch Date : 27 December 2011

PRODUCT DESIGN

- a) This rider is an optional unit-deducting rider that can be attached to any Regular Premium Investment-Linked policies (*Note: Please refer to the PWU of the basic plan on which this rider can be attached to.*) at any time, effectively at next monthly due. Insurance charges will be deducted from the unit fund(s) monthly.
 - b) This rider cannot co-exist with existing IL Waiver of Premium Plus (U63), IL Waiver of Premium – Dread Disease (U26), IL Waiver of Premium on DD Rider (U76), IL Waiver of Premium – TPD (U31, U31Y), IL Waiver of Premium on TPD Rider (U77) or IL Waiver of Premium Plus Rider (U78) in any one policy.
 - c) This rider will replace IL Waiver of Premium Plus Rider – U78. Hence, U102 and U78 cannot co-exist in the same policy.
 - d) This rider is subject to Medical and Health Insurance (MHI) guideline.
 - e) This rider can be attached to the following basic plans:
 - SmartProtect Essential Insurance 2 (0281)
 - SmartInvest Premier Insurance 2 (0282)
 - SmartEducate Saver (0403)
 - *Supreme FlexiLink Insurance (86)
 - *Great ProtectLink Insurance (0231)
 - *GreatLife Education Insurance (0237)
 - *GreatLife International Scholar Insurance (0264)
 - *GreatLife International Portfolio Insurance (0266)
 - *Centennial AddVantage Insurance (0271)
 - *AddVantage Plus Insurance (0275)
 - *SmartProtect Essential Insurance (0276)
 - *Smart Invest Premier Insurance (0277)
 - *Great ProtectLink Insurance (231Y)
 - *GreatLife Education Insurance (237Y)
 - *Supreme FlexiLink Insurance (86Y)
- *Withdrawn Plans (for Inclusion of Rider at CS Stage only)

PLAN BENEFITS

In the event of Total and Permanently Disability (TPD) of the Life Assured before the policy anniversary on which the Life Assured attains the age of 70 years next birthday or when the Life Assured being diagnosed as suffering from any one of the 35 covered event (except for Angioplasty And Other Invasive Treatments For Major Coronary Artery Disease) before the policy anniversary on which he attains the age of 99 years next birthday, the Company will waive the **Designated Premiums, beginning from the next premium due date immediately following the occurrence of such event up to and including the due date immediately prior to the expiry date of this rider.

The list of 35 covered event is as follows:

1	Alzheimer's Disease / Irreversible Organic Degenerative Brain Disorders	19	HIV Due to Blood Transfusion
2	Bacterial Meningitis	20	Loss of Independent Existence
3	Benign Brain Tumor	21	Loss of Speech
4	Blindness / Total Loss Of Sight	22	Major Burns
5	Brain Surgery	23	Major Head Trauma
6	Cancer	24	Major Organ / Bone Marrow Transplant
7	Chronic Aplastic Anemia	25	Motor Neuron Disease

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8	Coma	26	Multiple Sclerosis
9	Coronary Artery By - Pass Surgery	27	Muscular Dystrophy
10	Deafness / Total Loss of Hearing	28	Other Serious Coronary Artery Disease
11	Encephalitis	29	Paralysis / Paraplegia
12	End Stage Kidney Failure	30	Parkinson's Disease
13	End Stage Liver Failure	31	Primary Pulmonary Arterial Hypertension
14	End Stage Lung Disease	32	Severe Cardiomyopathy
15	Full Blown AIDS	33	Stroke
16	Fulminant Viral Hepatitis	34	Surgery to Aorta
17	Heart Attack	35	Systemic Lupus Erythematosus with Lupus Nephritis
18	Heart Valve Surgery		

** Designated Premium means the annual premium (includes premiums for premium paying riders for Life Assured age 16 next birthday and below, if any) to be waived as specified by the policyholder

Notes:

(a) A 30/60 days waiting period shall apply, depending on the types of covered event as per the list below.

30 Days	60 Days
<ul style="list-style-type: none"> ▪ Alzheimer's Disease / Irreversible Organic Degenerative Brain Disorders ▪ Bacterial Meningitis ▪ Benign Brain Tumor ▪ Blindness / Total Loss Of Sight ▪ Brain Surgery ▪ Chronic Aplastic Anemia ▪ Coma ▪ Deafness / Total Loss of Hearing ▪ Encephalitis ▪ End Stage Kidney Failure ▪ End Stage Liver Failure ▪ End Stage Lung Disease ▪ Full Blown AIDS ▪ Fulminant Viral Hepatitis ▪ Heart Valve Surgery ▪ HIV Due to Blood Transfusion ▪ Loss of Independent Existence ▪ Loss of Speech ▪ Major Burns ▪ Major Head Trauma ▪ Major Organ / Bone Marrow Transplant ▪ Motor Neuron Disease ▪ Multiple Sclerosis ▪ Muscular Dystrophy ▪ Paralysis / Paraplegia ▪ Parkinson's Disease ▪ Primary Pulmonary Arterial Hypertension ▪ Severe Cardiomyopathy ▪ Stroke ▪ Surgery to Aorta ▪ Systemic Lupus Erythematosus with Lupus Nephritis 	<ul style="list-style-type: none"> ▪ Cancer ▪ Coronary Artery By - Pass Surgery ▪ Heart Attack ▪ Other Serious Coronary Artery Disease

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- (b) The designated premium to be waived will be credited by the Company into each fund as per apportionment amount chosen by the Life Assured prior to the happening of any of the above events. Policyholder may change the apportionment by filling up a form.
- (c) Upon claim of this rider,
 - (i) Policyholder can still exercise single premium top-up for his/her investment. However, premium increment is not allowed.
 - (ii) Annual premiums paid in advance will be treated as single premium top-up.
- (d) The new CI endorsement no. 361 with all 36 covered events will be used for this rider. However Angioplasty And Other Invasive Treatments For Major Coronary Artery Disease is excluded for this rider, and this will be stated in the contract.**

INSURANCE CHARGE

1. Insurance Charge will vary according to attained age next birthday at last policy anniversary, gender and smoker status of the Life Assured.
2. Insurance Charge is deducted monthly by cancellation of units at the beginning of each policy month based on the Sum Assured and calculated using the formula below or until occurrence of a valid claim event, whichever is earlier.

$$\text{Monthly Insurance Charge} = \frac{\text{Insurance Charge Rate Per Annum}^* \times \text{Sum Assured}^{**}}{1000 \times 12}$$

* Refer to Appendix 1 for the indicative insurance charges rates table.

** Sum Assured for the Monthly Insurance Charge is calculated using the formula under the Underwriting Guidelines section.

The insurance charge may be varied by the Company at the end of the two years period from commencement of the policy and 2 years from each amendment of rates.

UNDERWRITING GUIDELINES

Age at Entry

Minimum : 30 days attained age
Maximum : 65 years next birthday

Risk Charge Term

Minimum : 5 years
Maximum : The lower of [99 minus Life Assured's ANB at entry of this rider, outstanding term of the basic plan]

Benefit Term

Follow the Risk Charge Term

Notes:

- i. Risk charge term means the period where the insurance charges are being levied.
- ii. Benefit term means the period where the premiums are being waived upon a valid claim event.
- iii. The policyholder does not need to specify the benefit term, but needs to specify the risk charge term.

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Sum Assured

For the calculation of monthly insurance charge purpose: -

Min [Max premiums to be waived (by mode), basic investment premium installment] x a_1 + [rider and/or supplementary benefit installment (where applicable)] x a_2

$$\text{Where } a_1 = \frac{1 - (1+i)^{-T_1}}{i} \quad a_2 = \frac{1 - (1+i)^{-T_2}}{i}$$

$i = 1.065^{1/n} - 1$

$n = 1$ for annual, 2 for half-yearly, 4 for quarterly, 12 for monthly modes.

$T_1 =$ the remaining number of basic investment premium installments (up to the expiry of this rider) as at the date of calculating excluding the one becomes due on the day of calculation.

$T_2 =$ the remaining number of rider and/or supplementary benefit premium installments (up to the expiry of the rider and/or supplementary benefit or this rider, whichever is earlier) as at the date of calculating excluding the one becomes due on the day of calculation.

Non-Medical Limits

$30\% \times \{\text{annual basic investment premiums} + \text{annual premiums for rider and/or supplementary benefit (where applicable)}\} \times \text{Min} [\text{benefit term of this rider, } 10]$

Large Sum Discount / Backdating

Not applicable

Female Discount / Non-Smoker Discount

Not applicable

OTHER PRODUCT FEATURES

Automatic Premium Loan / Policy Loans / Bonus Rate / Agency Compensation / Surrender Values / Paid Up Values / Extended Term Assurance / Lien for Juvenile Policy

Not Applicable

Assignment / Nomination / Third party policy

Follow basic plan

Free Look Period

Policyholder is allowed to cancel this rider within 15 days. Under such circumstance, the Company will reinstate the units, which have been deducted for the payment of insurance charges after net of medical expenses incurred by the Company (if any) in the issuance of this rider.

Riders Allowed

Not Applicable

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Appendix 1: Insurance Charges per RM 1,000 Sum Assured

Age Next Birthday	Male Smoker	Male Non-Smoker	Female Smoker	Female Non-Smoker	Age Next Birthday	Male Smoker	Male Non-Smoker	Female Smoker	Female Non-Smoker
1	0.98	0.98	0.79	0.79	50	8.55	5.43	7.13	5.37
2	0.92	0.92	0.72	0.72	51	9.47	5.99	7.66	5.70
3	0.90	0.90	0.68	0.68	52	10.54	6.64	8.22	6.04
4	0.88	0.88	0.62	0.62	53	11.72	7.36	8.82	6.42
5	0.80	0.80	0.53	0.53	54	12.99	7.66	9.60	6.43
6	0.77	0.77	0.50	0.50	55	14.37	8.49	10.14	6.78
7	0.73	0.73	0.48	0.48	56	15.89	9.40	10.85	7.16
8	0.70	0.70	0.46	0.46	57	17.37	10.23	11.64	7.61
9	0.67	0.67	0.45	0.45	58	19.00	11.21	12.44	8.05
10	0.66	0.66	0.45	0.45	59	20.72	12.30	13.33	8.60
11	0.66	0.66	0.46	0.46	60	22.65	13.44	14.21	9.69
12	0.66	0.66	0.46	0.46	61	24.87	14.78	15.26	10.31
13	0.67	0.67	0.48	0.48	62	27.20	16.27	16.27	10.95
14	0.67	0.67	0.48	0.48	63	29.94	17.91	17.47	11.67
15	0.67	0.67	0.50	0.50	64	33.02	19.85	18.53	12.39
16	0.67	0.67	0.52	0.52	65	36.24	21.90	19.95	13.30
17	0.68	0.68	0.54	0.54	66	39.64	24.07	22.41	15.21
18	0.68	0.68	0.57	0.57	67	43.53	26.63	24.92	17.03
19	0.80	0.73	0.62	0.58	68	47.64	29.33	28.36	19.52
20	0.81	0.75	0.65	0.61	69	51.47	32.20	31.70	22.11
21	0.81	0.75	0.67	0.62	70	49.81	29.30	28.61	18.18
22	0.82	0.77	0.67	0.62	71	52.70	31.37	31.35	19.05
23	0.83	0.78	0.68	0.63	72	55.89	33.47	33.96	19.86
24	0.83	0.79	0.71	0.64	73	58.89	35.69	36.69	21.46
25	0.85	0.79	0.72	0.65	74	62.05	38.07	39.02	23.09
26	0.86	0.80	0.77	0.68	75	65.61	40.76	41.63	24.78
27	0.89	0.83	0.84	0.72	76	69.29	43.59	43.98	26.50
28	0.91	0.83	0.92	0.81	77	74.53	47.47	47.30	28.84
29	0.92	0.85	1.06	0.86	78	80.07	51.66	50.85	31.38
30	0.99	0.85	1.19	0.96	79	84.74	55.75	53.95	33.92
31	1.07	0.87	1.33	1.08	80	89.40	59.99	57.07	36.58
32	1.16	0.92	1.46	1.18	81	94.59	64.35	59.95	39.43
33	1.28	0.99	1.61	1.27	82	99.78	69.30	63.66	42.71
34	1.39	1.07	1.77	1.39	83	105.21	74.62	67.60	46.30
35	1.54	1.14	1.95	1.51	84	110.53	80.09	71.58	50.07
36	1.77	1.28	2.16	1.67	85	116.18	86.07	75.41	54.24
37	1.98	1.41	2.22	1.86	86	122.16	92.55	80.19	58.96
38	2.25	1.58	2.35	2.03	87	128.53	99.63	85.45	64.25
39	2.53	1.74	2.59	2.17	88	135.45	107.50	90.57	70.20
40	2.99	2.04	2.91	2.35	89	139.60	114.44	95.93	76.13
41	3.43	2.29	3.20	2.57	90	144.75	121.63	101.57	82.58
42	3.92	2.56	3.57	2.80	91	148.53	129.16	106.59	89.56
43	4.43	2.86	3.95	3.14	92	153.03	136.65	112.53	97.01
44	4.90	3.14	4.54	3.41	93	156.32	144.73	118.52	104.88
45	5.38	3.41	4.95	3.66	94	164.89	152.67	127.74	113.05
46	5.87	3.70	5.38	3.94	95	173.87	160.98	137.55	121.72
47	6.42	4.01	5.78	4.18	96	183.30	169.71	148.01	130.98
48	7.02	4.52	6.18	4.76	97	193.55	179.20	159.31	140.98
49	7.73	4.94	6.62	5.05	98	199.43	184.67	165.32	146.29

Note: The insurance charges are non-guaranteed. The Company may revise the charges by giving advance notice.