

SUMMARY OF SCOPE OF COVER AND EXCLUSIONS:



BENEFITS UNDER THE POLICY

1. Unsecured Personal Loans and Mortgage Protection Loans

You will be covered for the following benefits, subject to the benefits option you have selected, for the term of the policy (maximum entry age 64 years and 6 months last birthday for unsecured loans and 64 years last birthday for mortgages):

- a. **Death Benefit** – In the unfortunate event of death of a Life Assured, the death benefit will be paid to the bank. The death benefit payable is the amount outstanding on the unsecured personal loan or mortgage loan at the time of death of the Life Assured. The amount payable does not include any arrears that may have accumulated as a result of non-payment of the loan. For joint life cover (applicable only to Mortgage Loans) the cover ceases on the death of either of the covered lives.
- b. **Disability Benefit** - If a Life Assured becomes permanently and totally incapacitated because of injury or illness and are prevented from following their own or any similar occupation, for more than six (6) consecutive calendar months from the date of such injury or illness, the benefit will be treated in the same manner as no.1 (a) above. However, there will be a 6 month waiting period from the commencement date of the policy during which only permanent and total disability claims resulting from an accident will be paid. This benefit is paid to the bank. For joint life cover (applicable only to Mortgage Loans) the cover ceases on the disability of either of the covered lives.
- c. **Retrenchment Benefit** - the benefit shall become payable in the event that the Principal Life Assured or a covered co-borrower (applicable only to mortgage loans) is retrenched or made redundant by their employer and remain without employment for a period exceeding 30 continuous days from the date of retrenchment or redundancy. Prudential will pay to the bank the monthly installment due from the date of retrenchment or redundancy under the credit life agreement till the date of re-employment or for a maximum of 9 months, whichever is earlier. Every two months, the Life Assured will need to provide evidence that they have not been subsequently employed in order for the payments to continue. There shall be a thirty (30) days waiting period from the commencement date of the policy during which this benefit is not payable. This benefit is only payable once for each covered life during the lifetime of the policy.
- d. **Last Expense Benefit** - In the unfortunate event of death of a Life Assured, Prudential will pay to the nominated beneficiary(ies) an amount equal to 10% of the loan value at the commencement date of the policy. This benefit, where selected, is paid in addition to the death benefit that is paid to the bank. This benefit is payable within 48 hours of the notification and provision of necessary documentation (unless there's need for further investigation) to assist in meeting funeral expenses. It is important to nominate a beneficiary(ies) for the purpose of handling the claim under this benefit category and it is recommended that the nominated beneficiaries be above 18 years. For joint life (applicable only to Mortgage Loans) the cover ceases on the death of either of the covered lives.

2. Credit Card

You will be covered for the following benefits for the term of the policy and the maximum age at entry is 64 years and 11 months last birthday:

- a. **Death Benefit** - In the unfortunate event of death of the Principal Life Assured, the death benefit will be paid to the bank. The death benefit payable is the balance outstanding on the credit card at the time of death, subject to the approved credit limit.
- b. **Disability Benefit** - If the Principal Life Assured becomes permanently and totally incapacitated because of injury or illness and are prevented from following their own or any similar occupation, for more than six (6) consecutive calendar months from the date of such injury or illness, the benefit will be treated in the same manner as no.2(a) above. However, there will be a 6 month waiting period from the commencement date of the policy during which only permanent and total disability claims resulting from an accident will be paid. This benefit is paid to the bank.

INTERPRETATION

This is a summary of the cover provided under the policy. In the event of any inconsistencies between this summary and the provisions contained in the main agreement signed between the Bank and Insurance Provider, the latter shall prevail over the former. The bank keeps the master agreement.

This policy has been effected by me and I declare that I have understood the scope of cover and exclusions under the policy.

Signature: _____ Name: _____ Date: _____

EXCLUSIONS UNDER THE POLICY

1. General Exclusion applicable to entire policy:

- a. Death or disability as a result of own act (suicide) or judicial sentence by a valid and legally constituted law enforcement agency, within twelve (12) months of the commencement date of the policy.
- b. Death or Disability arising directly or indirectly from active participation in mutiny, riot, strikes, military or popular uprising, insurrection, rebellion, revolution, military or usurped power, stage of siege or any of the events or causes which determine the proclamation or maintenance of martial law or stage of siege.
- c. Death or Disability arising directly or indirectly from active participation in war, invasion, act of foreign enemy, hostilities or warlike operations (whether war be declared or not).

2. Exclusions specific to Disability Benefit

If disability happens during the first twelve (12) months from the commencement date of the policy and is directly or indirectly attributable to an injury or illness in respect of which the Life Assured had sought medical advice, or about which the Life Assured knew or could have known, during the six (6) month period preceding the commencement date of the policy.

3. Exclusions specific to Retrenchment Benefit:

- a. The benefit payable shall exclude arrear installments and arrear finance charges, if any.
- b. The benefit shall not be payable if the Life Assured is self-employed or is employed on a part-time or fixed-term contract basis or carrying out their own or family business.
- c. No benefit shall become payable if retrenchment or redundancy arises from acceptance of voluntary retrenchment, fraud, dishonesty or any illegal conduct; participation in any strike action, labour disturbance, unrest, political activity, civil commotion, public disorder or riot.
- d. No benefit shall be payable if at the commencement of the policy the Life Assured is aware of an ongoing retrenchment exercise at his/her place of work.

DOCUMENTS REQUIRED FOR BENEFIT PAYMENTS

In case of death; original or certified copy of burial permit, death certificate, national ID card or passport of the deceased and statement of accounts of loan repayment. In case of disability; a medical report is required together with the statement of accounts. In case of accidental death or disability; a police abstract report will also be required. In case of retrenchment; employer's letters and any other documents of proof of retrenchment will be required.

PREMIUM RATE TABLES

The premium rates are as stated on this proposal form. Where medical examination is a requirement, the premium rates will be advised by Prudential Life Assurance Kenya Limited.

PREMIUM REFUNDS

1. **Unsecured Personal Loans:** Premium refunds for the unutilized portion will be processed either upon top up or early settlement of your personal loan. The premium payable is allocated in direct proportion to the outstanding loan amount. The amount refundable is computed based on the original premium and a factor of the unexpired term of the loan. A schedule indicating refund amount at different periods during the term of the loan will be provided to you by Standard Chartered Bank at the point of loan application.
2. **Mortgage Loans:** The annual premium paid is apportioned equally over the policy year (12 months). Premium refunds for the unutilized portion will be processed either upon top up or early settlement of the loan. The Gross amount refundable is the product of the unexpired term (in months) and the proportionate monthly amount.
3. **Credit Cards:** No premium refund on cards since premiums are payable on a monthly basis.