

Addendum

The Premier Bond was originally sold by CMI Insurance Company Limited (“CMI”). CMI was acquired by IFGL in November 2015 and rebranded RL360° Services.

This Addendum should be read in conjunction with the Premier Bond Policy Provisions (reference X873). It amends those Provisions as follows:

Section 1.5

Two new terms are added to Section 1.5.1

“‘Accident’ means a life assured suffering an injury as a direct result of some violent, accidental, external and visible cause.

‘Accidental Death’ means an injury caused directly by an Accident and not related to any physical or mental illness, disability or any other cause and is the sole cause of the death of a life assured.”

Section 6 - Death Benefit is deleted and replaced with the following wording:

“6 Death benefit

6.1 On the happening of the Event stated in the Certificate a benefit shall be payable in the Bond Currency and subject to Section 9.6.5 as follows:

- a) in the case of units in an Investment Fund a benefit of 101% of the value at bid price of the units then allocated to the Policy;
- b) in the case of units in a Offshore With-Profits Fund a benefit equal to 101% of the value at bid price of the units then allocated to the Policy together with any Terminal Bonus applicable.

Provided that

Where the Event is the death of the life assured who was 65 or older on the Plan Commencement Date the Benefit shall be 100% of the value described above less one half of any charge that would have been payable under Section 5.1 (e) had the Policy been wholly encashed at the time the claim to death benefit arises;

Where the Event is the death of the life assured who was 70 or older on the Plan Commencement Date the Benefit shall be 100% of the value described above less the full amount of any charge that would have been payable under Section 5.1 (e) had the Policy been wholly encashed at the time the claim to death benefit arises.

Accidental Death Benefit

6.2 Where the Event stated in the Certificate arises as a result of an Accidental Death the percentages described in Section 6.1 will be increased subject to Section 9.6.5 as follows

- a) Where the value at bid price of the units then allocated to the Policy is less than or equal to £10,000,000 (or where the Bond Currency is not pounds sterling the currency equivalent using the Company’s exchange rate as at the date of receipt of notification of death) the percentages used in Section 6.1 Will be replaced with 110%; or
- b) Where the value at bid price is of the units then allocated is greater than £10,000,000 (or where the Bond Currency is not pounds sterling the currency equivalent using the Company’s exchange rate as at the date of receipt of notification of death) the percentage used in Section 6.1 will be 110% of the first £10,000,000 and 100% of the remaining amount.

For the avoidance of doubt Accidental Death Benefit shall be payable as an alternative to Death Benefit and not in addition to Death Benefit.

6.2.1 No Accidental Death Benefit shall be payable if the Accidental Death is caused directly or indirectly by any of the following:

- a) Aviation - taking part in any flying activity, other than as a passenger in a commercially licensed aircraft
- b) Drug abuse - alcohol or solvent abuse, or the taking of drugs except under the direction of a registered medical practitioner

- c) Hazardous sports and pastimes – taking part in (or practising for) boxing, caving, climbing, horse-racing, jet skiing, martial arts, mountaineering, off-piste skiing, pot-holing, power-boat racing, under-water diving, yacht racing or any race, trial or timed motor sport
- d) Suicide or attempted suicide
- e) Occupation – working with explosives or at heights over 40 feet or at depths underground or underwater of more than 50 feet or any other dangerous occupation
- f) Self-inflicted injury – intentional self-inflicted injury
- g) War and civil commotion – war, invasion, hostilities (whether declared war or not) civil war, rebellion, revolution or taking part in riot or civil commotion
- h) Medical advice – failure to seek or follow medical advice
- j) Criminal acts – taking part in any criminal act

6.3 The bid price of units for the purpose of this Section 6 shall be established at the valuation immediately following receipt by the Company at its Administration office of written notification of the Event in accordance with Section 9.2.”

All other Provisions of the Premier Bond remain unchanged and full force and effect. Those terms not defined in this Addendum shall bear the same meaning as stated in the Provisions.