

Addendum

The International Portfolio 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 International Portfolio Bond Policy Provisions (reference OS019). It amends those Provisions as follows:

Section 1

A new Provision 1a is added

“1a The following terms have the following meanings when used in these Provisions

‘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 7 - Death Benefit is deleted and replaced with the following wording:

“7 Death Benefit

7.1 On the happening of the Event stated in the Certificate an amount shall be payable equal to the value at bid price of the units allocated to the Bond.

Accidental Death Benefit

7.2 Where the Event stated in the Certificate arises as a result of an Accidental Death the Benefit will be increased 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 a minimum of 110% of the benefit described in Section 7.1 will be payable; or

b) Where the value at bid price is greater than £10,000,000 a minimum of 110% of the first £10,000,000 and 100% of the remaining amount of the benefit described in Condition 7.1 will be payable.

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

7.2.1 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

7.3 The bid price of units for the purpose of this Section 7 shall be established at the valuation immediately following receipt by the Company at its Administration office of written notification of the Event.”

All other Provisions of the International Portfolio 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.