

SCHEDULE

1. THE POLICYHOLDER:

2. DATE OF PROPOSAL:

3. COMMENCEMENT DATE:

4. RENEWAL DATE:

_____ and _____ 01, thereafter.

5. INSURED PERSONS:

All debtors, joint or single, whose indebtedness is repayable in periodic installments in respect of whom the Policyholder has approved Loans and informed the Company, but subject in all cases to the conditions and provisions of this Policy.

6. SUM INSURED:

The Sum Insured will be as follows:

a. Death – outstanding Loan Amount or amount due based on the Loan Schedule.

Involuntary Unemployment – a lump sum equivalent to the amounts due to be paid by an Insured Person on account of principal under an Insured Loan for a period of six (6) months or such other period as may be agreed between the Company and the Policyholder from time to time. and will be subject to provision of satisfactory evidence of insurability for sums in excess of the non-medical limit and subject to any conditions of this Policy.

7. DEATH BENEFIT:

If an Insured Person dies while in debt to the Policyholder, the Company shall pay to the Policyholder the Sum Insured as at the date of death. The Sum Insured shall be used solely towards the discharge of the indebtedness and any amount that may remain thereafter shall be paid to the legal personal representative, trustee or beneficiary designated by the Insured Person as the person to receive such amounts.

8. INVOLUNTARY UNEMPLOYMENT:

If an Insured Person becomes unemployed or is terminated for any reason other than those excluded under this Policy after being employed to the same employer for at least three (3) consecutive months, not including any probationary period, under a permanent, full-time written contract, the Company shall pay to the Policyholder, a lump sum equivalent to the amounts due to be paid by an Insured Person on account of principal under an Insured Loan for the number of months set out in the Policy Schedule (which period may be changed by the Company from time to time, with written notice to the Policyholder). The Sum Insured shall be used solely towards the discharge of indebtedness. Where the remaining period on the Insured Loan is less than the Involuntary Unemployment Benefit Factor, the benefit will be reduced accordingly.

9. PREMIUM:

Amount required as at the first day of each month to secure the Sum Insured being the total loan balances outstanding on the last day of the previous month.

10. PREMIUM PAYMENT:

Payable on the 1st day of each month during the continuance of this Policy from the Commencement Date subject to Condition 10 of this Policy.

11. DEFAULT PERIOD:

Up to a maximum of ninety (90) days.

12. PREMIUM RATE:

The monthly premium rate payable from the Policy Commencement Date shall be \$350.00 per month for twelve months. For the second and subsequent years the applicable rate will be determined four (4) weeks prior to the anniversary of the Commencement Date.

13. PLACE OF PAYMENT OF PREMIUMS, CURRENCY AND INTERPRETATIONS:

Kingston, Jamaica in the lawful currency of Jamaica. This Policy shall be governed by the laws of Jamaica.

GENERAL PROVISIONS AND CONDITIONS

1. DEFINITIONS

“Age” means the age of an Insured Person (by reference to his most recent birthday).

“Certificate of Insurance” means the certificate issued by the Company as evidence of insurance coverage in respect of a particular Insured Loan under this Policy.

“Co-debtor” means any debtor who is jointly and severally liable to the Policyholder in respect of a Loan, as more particularly set out above.

“Day” means a calendar day.

“Death Benefit” means the amount payable upon the death of an Insured Person, as set out above.

“Debtor” means a natural person who the Policyholder has identified as the principal obligor under a Loan with the Policyholder not being an endorser or guarantor, as more particularly set out above.

“Enrolment” means the procedure used by the Company from time to time by which a Debtor or Co-Debtor enrolls by himself or is enrolled by the Policyholder for insurance coverage hereunder.

“Financial Institution” means a company engaged in the business of dealing with monetary transactions such as deposits and loans, including banks.

“Indebtedness” means the total principal and interest amounts outstanding on any one Insured Loan, calculated at any point in time.

“Insured Person” means a Debtor or Co-debtor who has been enrolled and is covered for insurance under this Policy.

“Insurance Effective Date” means the date on which the Insured Person’s insurance coverage under this Policy in respect of a particular Loan becomes effective.

“Insured Loan” means the Loan for which an Insured Person is covered under this Policy.

“Insured Loan Amount” means the amount for which an Insured Person is covered under an Insured Loan as at the relevant Insurance Effective Date.

“Involuntary Unemployment” means termination of employment of the Insured Person for any reason other than those excluded under this Policy.

“Involuntary Unemployment Benefit Factor” means the number of months for which of loan payment is waived.

“Loan” means a loan or a renegotiated loan made by the Policyholder as lender to Debtors and which is made available by the Policyholder as a type of credit facility known as ‘consumer loan’ but not including credit cards, the terms of which are set out in a credit or loan agreement between the Policyholder and the Debtor(s).

“Loan Amount” means the total amount of principal, which is owing under a Loan as at the Insurance Effective Date.

“Loan Schedule” means the Plan Coverage in which the benefit payable by the Company relates to the principal and interest owing by the Insured Person under the Insured Loan in accordance

with the Loan Schedule produced by the Policyholder at the time of issuing of the Loan and which is proportionate to the Insured Loan Amount.

“Outstanding Balance” means the Plan Coverage in which the benefit payable by the Company relates to the amount of indebtedness owed to the Policyholder by the Insured Person proportionate to the Insured Loan Amount.

“Plan Coverage” means the plan coverage selected by the Policyholder as set out in the Schedule above.

“Plan Option” means the plan option(s) of benefits selected by the Policyholder as set out above.

“Policy” means the group creditor life insurance policy issued by the Company to the Policyholder, under which the Debtor and/or Co-debtor are enrolled for coverage.

“Policyholder” means the Financial Institution that was issued a group creditor life insurance policy by the Company, to provide insurance coverage for the debtors on whose lives they have insurable interest, and which also pays the Premium due under the policy.

“Premium” means the amount payable by or on behalf of an Insured Person in consideration for insurance coverage hereunder.

“Submission of Evidence” means the submission of any evidence required by the Company in relation to a Debtor, Co-debtor or Insured Person including an application for Enrolment, satisfactory completion of medical questionnaire or

examination by a Debtor or Co-debtor, in form satisfactory to the Company.

The headings appearing above any clause or clauses of this contract are inserted for convenience only and shall not affect in any way the meaning or construction of such clause or clauses.

The singular includes the plural, and the plural includes the singular; the masculine gender includes the feminine and neuter genders.

2. CONTRACT

The contract in this Policy is between the Company and the Policyholder and is not capable of assignment to third parties.

The Policy is based on the truth of the statements made in the enrolment form and declaration and any other written statements given by the Insured Person and/or the Policyholder to the Company and such enrolment form, declaration or other written statements (if any) shall form the basis of this contract and shall be deemed to be incorporated in the Policy.

The Policy contains all the terms of the contract, and the Company accepts liability solely in accordance with its terms. No provision or condition of the Policy may be revised or modified except by an endorsement issued by the Company and signed by the Secretary, or other duly authorized Officer. No other person, including an agent or sales representative, shall have any authority to change the Policy or to extend the time for payment of a Premium or to waive any term or condition of the Policy.

3. PREMIUM

The Policyholder shall pay or cause to be paid to the Company the appropriate Premium in respect of each person who is covered under this Policy. Each Premium or installment thereof shall be paid to the Company by the Policyholder within fifteen (15) days after the date on which it falls due. The Premium rate may be revised by the Company from time to time upon the Company giving the Policyholder sixty (60) days' notice in writing of its intention to revise such premium rates.

The said premium rate shall be subject to re-adjustment in the event of any variation at any time in the terms of any Loan covered under the Contract.

4. BASIS OF COVER

The sum payable on the death of any Insured Person shall be the amount due to the Policyholder under Loans granted by them including interest accrued to the date of death subject to any maximum established by the Company from time to time, which is to be calculated using the following formulae:

Plan: *Outstanding Balance*
Death Benefit = (Insured Loan Amount / Loan Amount) x Indebtedness at the date of death.

Plan: *Loan Schedule*
Death Benefit = (Insured Loan Amount / Loan Amount) x Indebtedness at the date of death as set out in the Loan Schedule at the time of issuing the Loan.

The Company must be provided with the Loan Schedule for the Insured Person on the death of the Insured Person.

Upon the Involuntary Unemployment of an Insured Person employed to the same employer for at least three (3) consecutive months, not including any probationary period, under a permanent, full time written contract, the Company will pay to the Policyholder, a lump sum equivalent to the amounts due to be paid by an Insured Person on account of principal and interest under an Insured Loan for the number of months set out in the Policy Schedule (which period may be changed by the Company from time to time), which is to be calculated using the following formula:

Involuntary Unemployment Benefit = (Insured Loan Amount / Loan Amount) x Monthly Loan Payment X Involuntary Unemployment Benefit Factor

5. ELIGIBILITY

Coverage will commence **on the life of a Debtor** immediately a Loan is approved and granted by the Policyholder, and the Debtor completes the enrolment form and any other prescribed form as deemed necessary from time to time.

The minimum age limit of the Insured Person shall be eighteen years of age and the maximum shall be sixty-nine (69) years of age at next birthday provided that where there is more than one Insured Person on a loan, the age of the older Insured Person plus the loan term should not exceed seventy-five (75) years.

The Company may require a Debtor to provide evidence of insurability before accepting the risk.

6. DURATION OF INSURANCE COVER

Cover on the Insured Person will not extend beyond the repayment of the Loan. Should the Policy be terminated earlier, cover will cease immediately. Cancellation of this Policy will not be permitted unless it is on an anniversary date.

7. CLAIM NOTIFICATION

Written notice of the death of an Insured Person covered under this condition must be submitted to the Company within 12 months after the date of death; if such notice is not given the Company shall not be liable for any payment on account of such death.

8. SETTLEMENT OF CLAIMS

If an Insured Person dies while in debt to the Policyholder, the Company shall pay the Loan balance outstanding as defined in Clause 4 of this Contract to the Policyholder on the requisite proofs of death and burial being given to the Company prescribed in a form such as ●Certificate of Death from Registrar General Department or any relevant statutory department; ●the Company's Certificate of Death signed by Registered Medical Doctor or ●Order for Burial with section stating cause of death for this purpose, ● Medical Report with supporting information, results or reports, and on a formal discharge being signed by the Policyholder. A certified statement of the account from inception will also be required by the Company.

The Company will also require proof of age of the Insured Person and in the event of a Loan being made to an Insured Person and evidence of age showed that the Insured Person was over

65 years of age at entry, full coverage shall apply only to debts incurred by the Insured Person prior to attaining the age of 65 years, and the Policyholder shall only be entitled to a return of Premiums paid in respect of the debt incurred by the Insured Person after the age of 65 years.

9. SUICIDE

In the event of death of by suicide (whether sane or insane) of any Insured Person under this Policy within two years of the Commencement of Insurance the Sum Insured in so far as it relates to the said Insured Person shall be void and the claims to any benefit in respect thereof shall be forfeited.

10. EXCEPTIONS

The benefits will not apply if the death or of the Insured Person shall result either directly or indirectly wholly or partly from:-

- a. Self-inflicted injury or suicide, while sane or insane within two years of the Commencement of Insurance,
- b. Poisoning,
- b. Use of alcohol or the use of illegal narcotics,
- c. Any injury received (i) while on duty in any military, naval, air force or police organization (ii) as a result of the Insured Person flying in any capacity other than that of a fare paying passenger on a regular scheduled airline service (iii) in any violation of the law by the Insured Person or assault provoked by the Insured Person (iv) while driving or riding in any form of race or rally. (v) while scuba diving or other underwater sports, parasailing, balloon sailing, mountain climbing, rock climbing, hang gliding,

parachuting, sky diving, jet skiing, bungee jumping, skiing, or other extreme sport.

11. TERMINATION OF COVER

Life insurance cover on the life of an Insured Person will cease on the earliest of: -

- a. the termination of the Policy by either the Company or the Policyholder on giving thirty (30) days' written notice, without prejudice to the liability of either party in respect of obligations which arose prior to termination;
- b. the repayment by the Insured Person of the debt which gave rise to the cover;
- c. the date the Insured Loan term ends;
- d. the date on which any payment due under the Insured Loan is past due for a maximum of 90 days.
- e. the date the Insured Person reaches any limiting age, without prejudice to the Company's liability in respect of debts incurred by the Insured Person prior to reaching the limiting age;
- f. the end of the grace period;
- g. the death of the Insured Person,
- h. the date the Policyholder ceases to pay the life insurance Premiums in respect of the debt of an Insured Person provided that in cases where no less than 3 years premiums have been paid, the Company shall serve the Policyholder with 30 days written notice stating (i) the amount due or payable to the Company at the date of the notice in respect of the policy; and (ii) that the policy will be forfeited at the end of 28 days after the date of the notice if a sufficient sum is not paid to the Company in the meantime;

12. PRE-EXISTING CONDITION CLAUSE

A benefit will not be payable for a death occurring within the twelve-month period after the date of initiation of coverage if the primary or secondary cause of death is Cancer, Leukemia, Acquired Immune Deficiency Syndrome (AIDS), Human Immunodeficiency Virus (HIV), or AIDS Related Complex (ARC), Diabetes Mellitus, High Blood Pressure, Multiple Sclerosis, Lung disease, Liver disease or Heart Disease, for which the Insured Person visited or consulted a physician or took tests during the twelve months immediately prior to the date of initiation of coverage. This clause applies if at the time of making an application for enrolment or thereafter but before enrolment, the Insured Person either failed to disclose to the Company something known to him/her as regards his/her state of health or made an untrue statement, of his/her knowledge and belief as regards his/her state of health. This clause also applies if the Insured Person either took medication or received treatment for the above-mentioned impairments, but did not consult a physician, twelve months immediately prior to the date of initiation of coverage.

13. GRACE PERIOD

The grace period for Premium payment shall be thirty days.

14. OVERDUE PREMIUMS

In the event that any Premium due in respect of any Insured Person is not paid within 30 days of the due dates, then cover in respect of that Insured Person will automatically terminate. If Premium payments are resumed and all outstanding

Premiums due under the Policy are paid, together with interest at such rate as the Company shall decide, within 30 days of the date of the last Premium due date cover will automatically recommence without evidence of health. Otherwise, evidence of health satisfactory to the Company will be required before the assurance can be reinstated at any subsequent date.

15. INCONTESTABILITY

After this Policy has been in force for two years from the Commencement Date of the Policy or date of reinstatement of the Policy and the statements made by the Policyholder to the Company contain no false or fraudulent averment, excepting for cancellation due to non-payment of Premiums, the validity of life assurance under this Policy shall be incontestable.

After assurance on the life of any Insured Person has been in force for two years, the answers and statements made in the enrolment form by the Insured Person, excepting statements as to age and fraudulent answers and statements, shall be incontestable.

16. ASSIGNMENT OF BENEFITS

If an Insured Person shall become bankrupt or shall assign or attempt to assign any benefits which may have accrued or may accrue for his behalf under the Policy or shall do or attempt to do any act or thing whereby he during his lifetime or his legal personal representatives after his death shall be divested of his interest or any part thereof in the benefits of the Plan then all rights and benefits conferred by this Policy in respect of such Insured Person shall vest in the Policyholder and any such assignment or attempted assignment shall be null and void.

17. MISCELLANEOUS

All notices relating to the insurance evidenced in this Policy shall be in writing and, unless otherwise agreed by the parties, shall be delivered personally, by electronic mail or registered mail, to the relevant address on record and shall be deemed effective, in the case of personal delivery and electronic mail, on the day following delivery, and in the case of registered mail, on the fifth (5th) day after the notice was mailed.

The Company reserves the right to change the terms of the Policy at any time but at least 30 days' notice of any change will be given to Policyholder.