

Group Creditor Life

Terms and Conditions

In the spirit of “Prevent. Postpone. Protect.”, Pru Life UK is offering Group Creditor Life (GCL) designed to protect insured Debtors by covering the original loan amount of their CIMB’s Personal Loan in the event of death or total and permanent disablement.

Definitions:

1. “Debtor” or “Insured Debtor” means an individual who has availed of a Personal Loan from the Creditor, and who is eligible, enrolled, and insured for the benefits provided for members under the Group Creditor Life Policy.
2. “Creditor” or “Policyholder” refers to CIMB Bank Philippines.
3. “Personal Loan” means the loan product available in the mobile app of the Creditor.
4. “Group Creditor Life” or “GCL” refers to the group insurance coverage that may be availed with the Personal Loan of the Policyholder, with the following benefits:

Benefits	Benefit Description	Coverage Amount
Death Benefit (Basic Life)	Pays the coverage amount to the Creditor in case of sudden death of the Debtor. Any amount of benefit in excess of the total outstanding loan amount will be paid to the Debtor’s beneficiary.	1x of the loan amount at time of GCL application
Total and Permanent Disablement Benefit	Pays the coverage amount to the Creditor in case of total and permanent disablement of the Debtor. Any amount of benefit in excess of the total outstanding loan amount will be paid to the insured Debtor.	1x of the loan amount at time of GCL application

5. “Certificate of Coverage” is the proof of coverage sent to the Insured Debtor by the Insurer through designated digital channels or through physical copy, as applicable.
6. “Effective Date” shall mean the start date of the Coverage Period, which is stated in the Certificate of Coverage.
7. “Insurer” shall mean Pru Life Insurance Corporation of U.K.

Effectivity of Insurance Coverage:

The Debtor, upon written request in a form approved by the Insurer and upon payment of the corresponding premium to the Insurer by the Creditor, shall become insured with respect to the Debtor’s indebtedness:

- 1.) on the date the loan has been approved and paid out by the Creditor; OR
- 2.) on the date the insurance has been approved,

whichever is later, but not earlier than the Policy Effective Date.

No insurance will take effect unless the Creditor shall have paid the corresponding premium to the Insurer.

Eligibility Requirements:

The insured Debtor must meet the following requirements:

1. Must have one (1) active Personal Loan with the Creditor;
2. Must have successfully paid the applicable premium amount in the form of a charge/fee deducted from the Personal Loan proceeds;
3. Must be 21-60 years old at the time of application;
4. Must be a Filipino citizen residing in the Philippines at the time of application;
5. Must:
 - a. be in good health
 - b. have no physical or medical impairment; and
 - c. in the last five (5) years, not have consulted nor been treated or examined for more than two (2) weeks by a doctor for any disease or injury, not have undergone any medical diagnostic test and procedure other than for routine pre-employment purpose, and not have been confined in a hospital for any length of time or had any surgical procedure; and
6. Must be compliant with the Insurer's Anti-Money Laundering (AML), Counter Terrorist Financing (CTF) and financial economic sanctions regimes, and financial underwriting guidelines.

Death Benefit Exclusions

Benefits payable upon the Death of the Insured Debtor under the Policy shall be in accordance with the provisions for Misstatement of Age, Incontestability and Suicide, as defined in the Master Policy Contract.

Total and Permanent Disablement Benefit Exclusions

No benefits for Total and Permanent Disablement will be payable under the Policy where the Event arises from:

- a) Total and Permanent Disablement occurring 12 months prior to the Effective Date or prior to the date of last reinstatement of the Insured Debtor's individual insurance;
- b) Any injury which was deliberately self-inflicted;
- c) The effects of or complications arising from pregnancy;
- d) Travel in or descent from an aircraft or any other aerial device except with regard to a person traveling as a passenger, not as an operator or crew member, of an aircraft being used by a commercial passenger airline and operated by a licensed pilot over its established route;
- e) Any kind of war, declared or not, strikes, riot, civil war, revolution, insurrection or any warlike operations;
- f) Engaging in military duty with any armed forces of any country or international authority or in a civilian force auxiliary thereto;
- g) The influence of any narcotic, alcohol, drugs, other than proper use of drugs prescribed by a Medical Practitioner, poison, gas or fumes voluntarily or involuntarily taken, administered, absorbed or inhaled except as a result of an accident arising from a hazard incident to the Insured Debtor's occupation;
- h) Disablement of an Insured Debtor which can be attributed to a specific condition or illness (or aggravated by a specific condition or illness) of which the Creditor had been notified by the INSURER at or prior to the Effective Date as being excluded from cover;
- i) Any Disablement resulting directly or indirectly from:
 - (i) Acquired Immune Deficiency Syndrome (AIDS), AIDS related complex (ARC) as defined by the World Health organization from time to time; or

- (ii) The presence of Human Immunodeficiency Virus (HIV) as revealed by a positive HIV antibody or HIV test.
- j) Provoked assault, or participation in an assault or brawl, whether provoked or unprovoked;
- k) Murder, or any attempt thereof, as defined under Article 248 of the Revised Penal Code;
- l) Any loss in which the proximate cause was the Insured Debtor's attempt at, or commission of or willful participation in any act or crime punishable under the Revised Penal Code of the Philippines or any other statute except crimes of reckless imprudence as defined in Article 365, or similar laws of any country in which the crime was attempted or committed, or resistance to lawful arrest;
- m) Engaging in or practicing for or taking part in training particular to aqualung or scuba diving, climbing or mountaineering necessitating the use of ropes or guides, potholing, parachuting, hang-gliding, winter sports, professional sports with the exception of basketball, or racing other than on foot, or participating in any dangerous sports.

Assigning Your Beneficiaries

The Creditor shall be the sole and irrevocable beneficiary of each Debtor to the extent of the unpaid balance of the Debtor's indebtedness with the Creditor at the time of the Debtor's death or total and permanent disablement. In case of death, the proceeds in excess of the outstanding indebtedness under the Group Creditor Life Policy shall be paid to the person or persons then surviving the insured Debtor, in the following order of precedence:

The insured Debtor's

- (a) Legal spouse
- (b) Children
- (c) Parents
- (d) Siblings
- (e) Estate (represented by the executor or administrator).

Termination

The insurance of an insured Debtor with respect to an Indebtedness shall automatically terminate immediately on the earliest of the following dates:

1. The date the indebtedness of the Insured Debtor to the Creditor is completely discharged, including, but not limited to refinancing and renewal;
2. The date when the ownership of such indebtedness is transferred or assigned to a creditor other than the Creditor;
3. Upon approval by the Insurer of the Insured Debtor's written or electronic request to terminate the individual insurance;
4. The Anniversary immediately following the Insured Debtor's 65th birthday;
5. The Death of the Insured Debtor;
6. The occurrence of an event giving rise to a Total and Permanent Disablement, where applicable;
or
7. Termination of the Policy.

Pre-Termination

In case of the pre-termination of insurance, the Insured Debtor is entitled to a termination value which shall be computed in accordance with the rates shown in the Master Policy Contract.

The INSURER shall pay to the Insured Debtor the termination value at the time of the pre-termination of insurance of the Insured Debtor.

The termination value is not loanable and is available only upon pre-termination of insurance.

Premium Rates

Premiums are paid on a one-time basis. This is deducted from the loan proceeds of new loan customers. The premium rate of this product is Php 15.00 per Php 1,000.00 of Personal Loan amount at the time of acceptance for one-year loan tenor. For other loan tenors, the premium rate is multiplied by the number of years depending on the Debtor's chosen loan tenor.

Sample Personal Loan Amount*	Premium Amount (in PHP)				
	Loan Tenor (in months)				
	12	24	36	48	60
PHP 15,000.00	225.00	450.00	675.00	900.00	1,125.00
PHP 60,000.00	900.00	1,800.00	2,700.00	3,600.00	4,500.00
PHP 150,000.00	2,250.00	4,500.00	6,750.00	9,000.00	11,250.00

*Sample loan amount at the time of application

Policy Contract

The Group Creditor Life Insurance Policy contains all of the terms and conditions of the insurance coverage specified in this document. Should there be any inconsistency between the Terms and Conditions stated herein and the Group Creditor Life Insurance Policy, the latter shall prevail.

Availability of Policy Contract

Prior to enrollment to the Group Creditor Life, you may request for a copy of the Group Creditor Life Insurance Policy which you may inspect, read or copy, by reaching out to CIMB Bank Philippines at hello@cimb.com.