

Vertex Insurance Plan (Single Pay)

Underwritten by China Life Insurance (Overseas)
Company Limited



Agency :



Insurance Company :



Vertex Insurance Plan (Single Pay)

Underwritten by China Life Insurance (Overseas) Company Limited, Vertex Insurance Plan (Single Pay) (the “Plan”) provides guaranteed cash value and non-guaranteed terminal dividend (if any) which facilitate long-term wealth accumulation, together with policy split option, you can split the policy as your needs revolve, helping you to pass your legacy onto the generations to come with ease.

Plan Features

One-time payment for whole life protection

You only need to pay premium at one go¹ to enjoy whole life protection and achieve wealth growth.

Potential returns to accelerate wealth building

The Plan is a participating insurance plan that offers you potential capital growth. Its policy value consists of guaranteed cash value and non-guaranteed terminal dividend² (if any).

Guaranteed cash value is guaranteed to grow over the policy years helping you accumulate wealth.

Terminal dividend² is non-guaranteed. It is not perpetually attached to the policy. The amount of the terminal dividend² will be subject to adjustment when it is declared. Terminal dividend² is payable from the 4th policy anniversary upon policy surrender or payment of death benefit (if applicable), whichever is the earliest. Terminal dividend² may become zero in some circumstances.

Split your policy and pass it to your loved ones

You can distribute your wealth in the way you choose by easily exercising the “policy split option”³, which allows you to divide your policy into 2 or more policies as you wish and pass on your wealth to your next generation.

Starting from the 5th policy anniversary, you may exercise the “policy split option”³ while the policy is in force to split the original policy into two or more new policies according to the designated percentages.

Once the policy split is completed, you may also apply for change of insured⁴, to assist you to allocate your legacy and enjoy greater flexibility on wealth allocation.

Unlimited change of insured and pass on wealth across generations

We understand you wish to provide your loved ones with a secure financial future. This is why the Plan features the change of insured option⁴, allowing you to change the insured on or after the 1st policy anniversary for unlimited times while the insured is alive, giving your wealth more time to grow. Together with the change of policyholder, you can pass the policy down through generations. Change of policyholder is subject to approval of China Life (Overseas).

The new insured must have insurable interest with the policyholder, and subject to the below terms and conditions:

- (a) if the attained age of the new insured is above the attained age of the first insured of the policy, the attained age of the new insured shall not exceed (i) age 60; or (ii) the attained age of the first insured plus 10 years; whichever is lower; and
- (b) if the attained age of the new insured is below or equal to the attained age of the first insured of the policy, the attained age of the new insured shall not exceed age 80

Contingent insured to sustain insurance coverage

You can designate a maximum of 2 contingent insureds⁵ at a time while the insured is alive and the policy is in force. In case the insured passes away, we will arrange the contingent insured who is first in line to be the new insured according to relevant administrative procedures and sequence for allowing the policy to continuously provide protection to you and your family.

The contingent insured must have insurable interest with the policyholder, and subject to the below terms and conditions:

- (a) if the attained age of the contingent insured(s) (on an individual basis if more than one contingent insured) is above the attained age of the first insured of the policy, the attained age of contingent insured(s) shall not exceed (i) age 60; or (ii) the attained age of the first insured of the policy plus 10 years; whichever is lower; and
- (b) if the attained age of the contingent insured(s) (on an individual basis if more than one contingent insured) is below or equal to the attained age of the first insured of the policy, the attained age of the contingent insured(s) shall not exceed 80

If the policyholder and the insured passes away at the same time, the applications of the change of policyholder and contingent insured to be the new insured will be submitted simultaneously, the application for contingent insured to be the new insured will be processed first by China Life (Overseas), while the application for the change of policyholder will be handled afterwards.

Life protection provides peace of mind to your loved ones

Death benefit

In case the insured passes away when the policy is in force and no contingent insured is assigned, we will pay the beneficiary a death benefit which is equal to the higher of:

1. 101% of the accumulated premium due and paid of the Plan; or
2. sum of guaranteed cash value and non-guaranteed terminal dividend² (if any) of the Plan at the date of death of the insured, less all indebtedness (if any) under the policy.

Where the insured does not survive the age of 180 days, the death benefit will be all premium paid.

The policy will be terminated after we pay the death benefit.

Death benefit settlement option

While the insured is alive, you can choose how the death benefit is to be paid to safeguard your family's financial future. You can choose to settle the benefits in a lump sum or by annual instalments with a fixed amount over a fixed payment term of 10, 20 or 30 years.

For the instalment option, the remaining balance of death benefit will be deposited in the policy to accumulate interest until the end of the payment term. The interest will be calculated on an annual basis and it is non-guaranteed which will be determined by us from time to time. The accumulated interest⁶ (if any) will be paid together with the last instalment of death benefit. If the beneficiary dies during the settlement period of the death benefit, we will pay the remaining balance of the death benefit with interest (if any) in a lump sum payment to the personal representative for the estate of the deceased beneficiary(ies).

If the death benefit at the date of the insured's death is less than USD50,000 (for USD policy) or HKD400,000 (for HKD policy), or the policyholder does not specify any settlement option, we will pay out the benefit amount to the beneficiary in a lump sum.

Simplified underwriting

To assist you to achieve your goals with ease, application of the Plan is easy and no medical examination is required.

Enrolment Terms

Issue age	15 days to age 75
Benefit term	Whole life
Premium payment term	Single premium
Policy currency	USD / HKD
Minimum basic amount ⁷	USD10,000 / HKD80,000
Maximum basic amount ⁷	15 days to age 60 : USD10,000,000 / HKD 80,000,000 Age 61 to age 75 : USD5,000,000 / HKD40,000,000

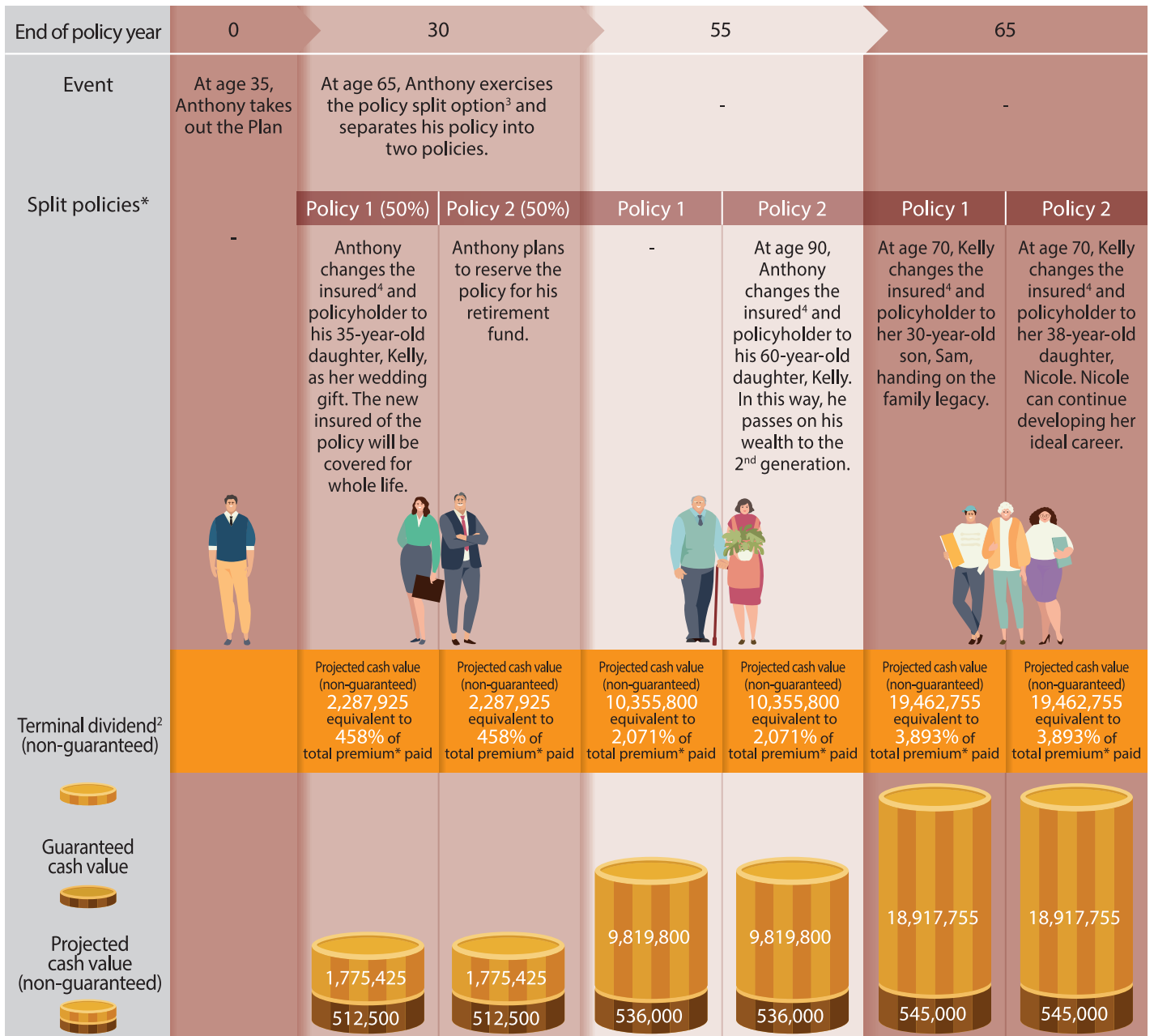
Case: Plan for your child's future financial reserves and pass wealth down through generations

Anthony, an engineer, would like to plan for a secured future financial well-being for his daughter by passing on the policy to her. Therefore, Anthony takes out Vertex Insurance Plan (Single Pay), which helps him prepare future fund for his daughter and pass on his wealth from generation to generation.

Insured and policyholder: Anthony (Male)
 Insured's issue age: Age 35
 Premium payment mode: Single payment

Smoking status: Non-smoking
 Basic amount⁷: USD1,000,000
 Total single premium: USD1,000,000

(Policy currency: USD)



The figures in the above example are rounded to the nearest whole number and are for illustrative purposes only.

The above example is based on the following assumptions:

- all premiums exclude levy; and
- the terminal dividend² is non-guaranteed. It is not perpetually attached to the policy and the amount of terminal dividend² will be subject to adjustment when it is declared. Terminal dividend² may become zero in some circumstance; and
- there is no withdrawal, policy loan and indebtedness throughout the benefit term; and
- the projected cash value is equal to guaranteed cash value and non-guaranteed terminal dividend² (if any), less all indebtedness (if any) under the policy.

*Total premium of each policy is USD500,000 after policy split, which is calculated by the policy split percentage of 50%.

Please refer to the proposal document for further details.

Remark: The policyholder is subject to the credit risk of China Life (Overseas). If the policyholder discontinues and / or surrenders the insurance plan in the early policy years, the amount of the benefit he / she will get back may be considerably less than the amount of the premiums he / she paid. Past, current, projected and / or potential benefits and / or returns (e.g. bonuses, dividends, interests) presented herein are not guaranteed and are for illustrative purposes only. The actual future amounts of benefits and / or returns may be lower or higher than the currently quoted benefits / or returns.

Notes:

1. The policy shall become effective upon the payment of one-off full premium by the policyholder and on the issue date of the policy. For details, please refer to the policy provisions issued by China Life (Overseas). If the policy is lapsed or surrendered early, the policy cash value received by you may be considerably less than the total amount of the premium paid.
2. Terminal dividend is a one-off dividend and is non-guaranteed. Amount of terminal dividend shown in proposal illustration is just an indicative figure. Declared terminal dividend is not perpetually attached to the policy. It may be reduced or increased at subsequent declarations. Its actual amount will only be determined when it becomes payable. The actual amount may be lower or higher than the projected figure. Under some circumstances, actual amount of terminal dividend may be zero. The amount of terminal dividend is affected by various factors including but not limited to the performance of the underlying investments, so the amount is relatively volatile and will move up and down over time. China Life (Overseas) reserves the right to revise the terminal dividend from time to time. Past record is not necessarily indicative of future result. For details, please refer to clause 12 and 13 under "Important Information", and "Non-guaranteed benefit" risk.
Starting from the 4th policy anniversary, terminal dividend shall be paid upon the occurrence of the earlier of the following conditions:
 - (i) when the death benefit is paid (only applicable if the sum of guaranteed cash value and the terminal dividend (if any) of the Plan at the date of death of the insured is higher than 101% of the accumulated premium due and paid of the Plan); or
 - (ii) when the policy is surrendered
3. Starting from the 5th policy anniversary, policyholder may exercise the "policy split option" while the policy is in force. There is no limitation on the number of split policies for exercising the policy split option. For the policy year in which the policy split option is exercised under the policy, the policyholder cannot apply policy split option for the split policy(ies) in the same policy year. Application for exercising the policy split option is subject to the followings:
 - a. the basic amount of each split policy must not be less than the minimum basic amount of the basic plan determined by the Company at the time;
 - b. the sum of split percentage of all split policies equals to 100%;
 - c. there is no indebtedness under the policy (if applicable);
 - d. there is no claim pending for approval under the policy; and
 - e. no change, cancellation, withdrawal or termination by the policyholder will be allowed once the application is submitted to the Company for exercising the policy split option.Upon the Company's approval of the application for exercising the policy split option, the following will apply:
 - (i) the policy split option will be effective provided that the application is approved by the Company with remarks duly signed by the Company's authorized signatory(ies) or endorsements. The effective date of policy split option will be the date of the Company's approval for such application (according to the Company's records);
 - (ii) the policy will be terminated immediately and the split policies will take effect immediately when the policy split option is effective;
 - (iii) the policy year, policy date, policy effective date and the latest date of reinstatement (if any) of each split policies will be the same as the policy year, policy date, policy effective date and the latest date of reinstatement (if any) of the policy as of the policy split option effective date;
 - (iv) the policyholder, insured and beneficiary(ies) (with the respective designated percentage) of the split policies will be the same as the policyholder, insured and beneficiary(ies) (with the respective share percentage) of the policy as of the policy split option effective date;
 - (v) the settlement option of death benefit, contingent insured(s) and sequence of contingent insured(s) of the split policies will be the same as the settlement option of death benefit, contingent insured(s) and sequence of contingent insured(s) of the policy as of the policy split option effective date;
 - (vi) Cooling-off period will not be applicable to the split policies;
 - (vii) all rider(s) under the policy (if any) will be terminated immediately on the policy split option effective date;
 - (viii) the basic amount, guaranteed cash value and non-guaranteed terminal dividend (if any) of the policy as of the policy split option effective date will be allocated to each split policy according to the corresponding split percentage;
 - (ix) the accumulated premium due and received of the policy as of the policy split option effective date will be allocated to each split policy according to the corresponding split percentage;
 - (x) similar policy split option will also be applicable to each split policy starting from the policy year immediately after the policy year in which the policy split option becomes effective; and
 - (xi) unless otherwise specified above, all benefits, terms and conditions of each split policy will be the same as those of the policy.
4. Both current insured and new insured should be alive during the application for change of insured, which is subject to the prevailing administrative rules of China Life (Overseas). The policy's basic amount, guaranteed cash value, policy date, policy year, premium expiry date, accumulated premium due and paid, the latest date of reinstatement of the policy (if any), death benefit, "policy split option" (if any), terminal dividend (if any) and indebtedness (if any) will remain unchanged after the change of insured.
5. Application for contingent insured is subject to the prevailing administrative rules of China Life (Overseas). After the primary contingent insured became the new insured, the policy's basic amount, guaranteed cash value, policy date, policy year, premium expiry date, accumulated premium due and paid, the latest date of reinstatement of the policy (if any), death benefit, "policy split option" (if any), terminal dividend (if any) and indebtedness (if any) will remain unchanged.
6. The interest is not guaranteed. The actual benefits and/or returns may be lower or higher than estimates. China Life (Overseas) reserves the right to revise the interest rate from time to time.
7. Basic amount means the amount shown on the policy information page as the "basic amount" (or as amended by endorsement from time to time). The "basic amount" is used to calculate premium, guaranteed cash value and non-guaranteed terminal dividend (if any) but it is not applicable to the calculation of the "death benefit". If the basic amount has been amended while the policy is in force, the said premium, guaranteed cash value and non-guaranteed terminal dividend (if any) will be adjusted accordingly.

Important Information

This product brochure is for reference only. It does not form a contract between China Life (Overseas) and anyone or any entity else. The detailed terms, conditions and exclusions of the Plan are subject to the relevant policy contract. You are reminded to review the policy contract and all relevant product materials and to seek independent professional advice if necessary. For a copy of the policy provisions, please contact China Life (Overseas) for enquiry.

1. The Plan is underwritten by China Life Insurance (Overseas) Company Limited ("China Life (Overseas)", the "Company" or "us / we / our"). China Life (Overseas) is responsible for the features, underwriting and benefit payments under the Plan. You should fully understand all of the risks involved in the Plan and consider whether the Plan is affordable and suitable to you before making your application.
2. The Plan is underwritten by China Life (Overseas). It is not a bank deposit scheme or bank savings plan. Bank of China (Hong Kong) Limited ("BOCHK") is an appointed insurance agency of China Life (Overseas) for distribution of life insurance products. The life insurance product is a product of China Life (Overseas) but not BOCHK.
3. In respect of an eligible dispute (as defined in the Terms of Reference for the Financial Dispute Resolution Centre in relation to the Financial Dispute Resolution Scheme) arising between BOCHK and the customer out of the selling process or processing of the related transaction, BOCHK is required to enter into a Financial Dispute Resolution Scheme process with the customer; however any dispute over the contractual terms of the insurance product should be resolved directly between China Life (Overseas) and the customer.
4. China Life (Overseas) is authorized and regulated by Insurance Authority to carry on long term insurance business in the Hong Kong Special Administrative Region of the People's Republic of China. BOCHK is granted insurance agency licence under the Insurance Ordinance (Cap. 41 of the Laws of Hong Kong) by Insurance Authority (insurance agency licence no. of BOCHK is FA2855).
5. China Life (Overseas) reserves the right to decide at its sole discretion whether to accept or decline any application for the Plan according to the information provided by the proposed insured and / or the applicant at the time of application.
6. The Plan is subject to the formal policy documents and provisions issued by China Life (Overseas). Please refer to the relevant policy documents and provisions for details of the insured items and coverage, provisions and exclusions.
7. This product brochure is issued by China Life (Overseas), and is distributed by BOCHK. China Life (Overseas) accepts full responsibility for the information contained in this product brochure. China Life (Overseas) recommends you to carefully consider whether the Plan is appropriate for you in view of your financial needs before application. You should not purchase the Plan unless you understand it and it has been explained to you how it is suitable for you. The final decision is yours.
8. The Plan is an insurance product. Part of the premium is paid for the insurance and related costs.
9. This product brochure is for distribution in Hong Kong only and shall not be construed as any provision of or offer to sell or solicitation to buy any insurance product outside Hong Kong. China Life (Overseas) does not provide or offer to sell any insurance product outside Hong Kong. The above information is for reference only. The detailed terms, conditions and exclusions of the Plan are subject to the terms and conditions of the policy contract of the Plan. For a copy of the policy provisions, please contact China Life (Overseas) or the branch staff of BOCHK for enquiry.
10. China Life (Overseas) reserves the right to revise, suspend or terminate the Plan, or alter the relevant terms and conditions at any time without prior notice. In case of disputes, the decision of China Life (Overseas) shall be final.
11. China Life (Overseas) shall make the final decisions on the underwriting and claims. China Life (Overseas) shall rely on your submitted information to assess whether to accept or decline your application, and shall refund any premium and levy (if any) paid without interest for declined cases.
12. Dividend philosophy
Policyholders of participating insurance plans can enjoy the potential surplus arising from the long term operation of the participating fund via a form of non-guaranteed dividend in addition to the guaranteed benefits. Your premiums will usually be allocated into a relevant participating fund and will be invested in a variety of asset classes according to our investment strategy. We will manage the relevant participating fund in a prudent manner and aim to ensure a fair distribution of surplus and risks between policyholders and shareholders, and among different groups of policyholders.

As dividends are mainly affected by the overall performance of the participating business, in order to alleviate the volatility of achieved gains and losses and the future uncertainties, in particular, future investment returns, we may take moderate smoothing measures to achieve relatively more stable dividends and strive to meet policyholders' reasonable expectation. We will maintain a fair distribution method or sharing ratio, and appropriate grouping to ensure policyholders are treated fairly, and to ensure policyholders' benefit expectation and rights are protected.

The current dividend projection is not guaranteed. We will review and declare the dividend at least once a year. When determining the dividend, we will consider the overall performance of all relevant policies on factors including but not limited to past experience as well as future prospect of investment returns, claims and surrenders:

- Investment return – including the interest income, dividend income, investment outlook and changes to asset values.
- Claims – including the costs of providing death benefit as well as other benefits under the product(s).
- Surrenders – including policy termination, partial surrenders and the corresponding experience and impact.

If there are any changes in the actual dividends against the illustration or to the projected future dividends, such changes will be reflected in the policy anniversary statement.

The declaration of actual dividends is recommended by the Appointed Actuary and is subject to the approval of the Board (including one or more Independent Non-Executive Director(s)).

For products that are associated with an element of non-guaranteed accumulation interest rate, the Company will consider past investment experience as well as future expected return and other related factors when determining this non-guaranteed interest rate. If there are changes from market, expectation or policyholder behavior, the Company may apply reasonable adjustments to the non-guaranteed interest rate.

13. Investment philosophy, policy and strategy

Our investment philosophy aims at containing volatility and providing long term stable return. Meanwhile, in order to control and diversify risks, maintain adequate liquidity, and achieve higher potential returns for policyholders under an acceptable risk appetite, we will invest in a wide range of asset classes with consideration of the status of assets and liabilities. The target asset mix may also differ between different participating products. We will actively manage the investment portfolio and adjust the asset mix in response to the external market conditions.

Currently, our investments include bonds and other fixed income assets, such as government and corporate bonds and other fixed income instruments, to support the guaranteed liability payment. To enhance the potential performance of the investment portfolio, the Company will invest in equity-type assets and other investment instruments such as private funds, mutual funds and direct/indirect investment in properties or commercial institutions. Subject to our investment policy, we may also utilise derivatives to manage risks (including but not limited to currency risk) and enhance returns, or use security lending to improve returns. The investment portfolio will be diversified across different geographic regions and/or industries.

China Life (Overseas)'s current investment strategy on this participating plan is as follows:

Asset type	Target asset mix (%)
Bonds and other fixed income instruments	30% to 90%
Equity-type investment and other investments	10% to 70%

Please refer to China Life (Overseas)'s website www.chinalife.com.hk/products/dividend-philosophy-and-investment-strategy for dividend history, dividend philosophy, investment strategy, as well as the fulfillment ratio of China Life (Overseas).

14. Policy loan

You can apply for the policy loan where the maximum loanable value of the policy loan will be equal to a certain percentage of the guaranteed cash value (currently 90% of guaranteed cash value), as determined and revised by China Life (Overseas) from time to time. Policy loan will reduce the policy's death benefit and surrender value. Interest compounded at the rate per annum determined and revised by China Life (Overseas) from time to time will be charged on the policy loan. The interest rate of the policy loan is generally higher than loans offered by banks, the interest rate can also be significantly higher than the policy return rate. For inquiry about the applicable interest and charges on the policy loan, please contact China Life (Overseas). All policy loans are interest-bearing and calculated at a rate (as stated on China Life (Overseas) website www.chinalife.com.hk) to be declared by us from time to time. Interest accrued shall become a part of the indebtedness. If the policy loan with its accumulated interest equals to or exceeds the accumulated guaranteed cash value in the policy, the policy and relevant life protection will be automatically terminated and will become invalid. Therefore, you may face substantial losses.

15. Cooling-off right (not applicable to split policies under "policy split option")

You have the right to cancel the policy within the cooling-off period and obtain a refund of any premiums and premium levy (if any) paid provided that no claim has been made under it. You must submit a written notice signed by you to China Life (Overseas) at 22/F, CLI Building, 313 Hennessy Road, Wan Chai, Hong Kong within 21 calendar days after the delivery of the policy or Notice of Policy Issuance (telling you about the availability of the policy and the expiry date of the cooling-off period) to you or your representative, whichever is earlier.

What are the key product risks?

Credit risk:

This Plan is a life insurance policy issued by China Life (Overseas). Any premium paid will become part of our assets and our financial strength will affect our ability to meet our contractual obligations to you under the policy. Therefore, you are subject to our credit risk.

Early surrender risk:

The savings component of the Plan is subject to risks and possible losses. Should you surrender the policy, you may receive an amount considerably less than the total amount of premiums paid.

Exchange rate and currency risks:

Any policy with foreign currencies involves risks, such as potential changes in political or economic conditions that may substantially affect the price or liquidity of a currency. The fluctuations in exchange rates may also cause financial losses to you during currency conversions. You should take exchange rate risk into consideration when deciding the policy currency.

The policy currency of the Plan offers HKD and USD. Currency exchange rate can go up and down. If the policy currency is USD but calculated in HKD, the calculation is subject to the exchange rate. There is a risk that you could lose a substantial portion of total value of the policy or benefit if the policy currency depreciates substantially against your local currency. China Life (Overseas) will base on the prevailing market-based exchange rate of that respective currency to the policy currency and/or from the relevant sources at the time of processing such conversion, which will be subject to change from time to time. Such exchange rate may be different from the exchange rate offered by the Bank.

Inflation risk:

The cost of living in the future may be higher than expected due to the effects of inflation. Therefore, your current projected benefits and/or returns may be insufficient to meet your future needs even if China Life (Overseas) fulfills all of our contractual terms and obligations.

Liquidity and withdrawal risk:

You are obliged to hold the policy and pay the premium(s) for the designated period of time. If you surrender the policy, you may suffer a financial loss. In case you make partial withdrawals from the policy, your policy value, death benefit and other policy benefits will be affected, and you may need to pay the relevant handling fee (if any).

Non-guaranteed benefit:

The Plan consists of non-guaranteed benefits and / or return. The actual amounts of benefits and / or returns in the future may be different from the benefits and / or returns which project on the product materials. The product materials are for illustrative purposes only.

Exclusions and limitations:

The information stated in this product brochure is for reference only. Please refer to the "general provisions" and "benefit provisions" for the detailed terms and conditions, and limitations such as incontestability, suicide and fraud, etc. or all exclusions, or call China Life (Overseas) customer service hotline at (852) 3999 5519 for details.

Policy termination:

The policy shall terminate upon the occurrence of any of the following events (whichever is the earliest): (a) the policy is surrendered; or (b) China Life (Overseas) has paid the death benefit in full; or (c) the indebtedness of the policy is equal to or exceeds the guaranteed cash value of the policy; or (d) application of "policy split option" is approved by China Life (Overseas) and is effective.

Effective from 1 January 2018, all policyholders are required to pay a levy on each premium payment made for both new and in-force policies to the Insurance Authority (the "IA"). For premium levy details, please visit our website at www.chinalife.com.hk or contact our customer service hotline at (852) 3999 5519 or visit IA's website at www.ia.org.hk.

China Life Insurance (Overseas) Company Limited (incorporated in the People's Republic of China with limited liability)

Agency :



Insurance Company :

