

Special Terms and Conditions WP-I

Waiver of premiums

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Waiver of premiums in case of incapacity for work

for insurance placed with Elips Life AG

These special terms and conditions supplement the general terms and conditions D. These conditions apply if:

- a. this is stated on your insurance contract;
- b. a waiver of premiums in case of incapacity for work is also insured.

The special terms and conditions take precedence over the general terms and conditions D. The insurance contract takes precedence over the special terms and conditions.

Article 1 Definitions

The following are a number of terms that recur frequently in these special terms and conditions. An explanation of precisely what we mean is provided for each term:

1.1 We / us / our:

The insurer: Elips Life AG, established in Triesen, Liechtenstein. The Dutch office is located in Amstelveen.

1.2 You / your:

The policyholder: the legal entity with which we have concluded the insurance contract.

1.3 Participant:

The employee you employ and who does the work that he has agreed with you in a contract. The insurance is taken out on the life of the employee. In these terms and conditions, any reference we make to 'he' means 'the participant'. We do this in order to keep the text easy to read. It goes without saying that a participant can also be a woman.

1.4 WIA Act:

The Work and Income (Capacity for Work) Act [*Wet werk en inkomen naar arbeidsvermogen*] (WIA)

1.5 UWV:

The Dutch Employee Insurance Agency [*Uitvoeringsinstituut Werknemersverzekeringen*].

1.6 Incapacity for work:

A participant is incapacitated for work if he is unable to work, or less able to work than normal, due to illness, an accident, other problems, pregnancy or childbirth. The work in question is generally accepted work, thus not necessarily only the work the participant did before the incapacity for work. It does not matter if work is available for the participant at that point in time.

1.7 Waiting period:

An incapacitated participant no longer has to pay premium after a minimum period of incapacity for work. This period is called the waiting period. This waiting period is as long as the waiting period for the WIA benefit. This is a minimum of 104 weeks.

- a. If the waiting time via the WIA Act is shorter, the participant will not receive an earlier payment from this insurance.
- b. If the waiting period is voluntarily longer, the participant will only receive a payment on the date on which the WIA benefit commences. He cannot receive an earlier payment via this insurance.

If the participant has been fully fit for work for four consecutive weeks and then is absent again through illness, the waiting period restarts.

1.8 Income:

We work on the basis of income as defined in the General Income Decree for Social Security Laws [*Algemeen inkomensbesluit socialezekerheidswetten*].

1.9 WIA daily wage:

We base our calculations on the daily wage as stated in the UWV's award decision. This is based on the WIA Act.

Article 2 General

2.1 Purpose of the insurance

A participant no longer has to pay premiums if he becomes incapacitated for work

If a participant loses income due to incapacity for work, he no longer has to pay premiums for the main insurance. That is the purpose of this insurance contract. This insurance grants a waiver of premiums if the participant is still at least 35% incapacitated for work after the waiting period and for the period during which he is incapacitated for work.

2.2 Acceptance of participants

We accept participants in accordance with the general terms and conditions

The rules for acceptance are set out in Article 4 of the general terms and conditions. There is cover only if the participant:

- a. is not incapacitated for work;
- b. and performs the work that you have agreed with him;

Incapacity for work due to an existing illness is not covered

If a participant becomes incapacitated for work and the first day of illness that led to incapacity for work is not within the insured contract period, this will not be covered.

In case of acceptance after a medical examination, we may adjust the premium and conditions

We may do the following:

- a. increase the premium;
- b. exclude the causes of incapacity for work from cover;
- c. reduce the period of cover;
- d. refuse acceptance.

Article 3 Waiver of premiums

Communicate incapacitated employees to us via the report form

If you think that your employee is entitled to a waiver of premiums, notify us of this using the 'incapacitated employees' report form. You can find this form at www.elipslife.com/nl. Send the completed report form to us as soon as possible, but no later than 42 weeks after the first day of illness.

Ensure that we receive a copy of the award decision

If we think that a participant is entitled to a full or partial waiver of premiums, we will comply with the UWV's award decision in accordance with the WIA Act. Ensure that we receive a copy of this decision as soon as possible. The waiver has retroactive effect to 12 months before the date on which we receive the award decision. This prescription does not apply if the main insurance policy falls under the Pensions Act [*Pensioenwet*].

Article 4 Obligations in case of incapacity for work

4.1 Your and the participant's obligations

These are your and the participant's obligations in case of incapacity for work:

- a. You must cooperate in order to encourage the recovery and/or the reintegration of the incapacitated participant, for example, by adapting or changing the work activities. Do not do anything which stands in the way of recovery or reintegration.
- b. Ensure that the UWV and/or expert service provides support to incapacitated participants during reintegration.
- c. Comply with the obligations laid down in the Working Conditions Act [*Arbowet*], the Eligibility for Permanent Incapacity Benefit (Restrictions) Act (Dutch Civil Code) [*Wet verbetering poortwachter (Burgerlijk Wetboek)*], the Sickness Benefits Act [*Ziektewet*] and the WIA Act.
- d. Comply with our recommendations in relation to reintegration.

4.2 Your obligations

In case of incapacity for work, you must provide us with all the information we need

- a. Send us all the documents that are relevant to the incapacity for work and that you receive from the UWV. Authorise the UWV and other advisers to send this information to us.
- b. Let us know if anything changes in situation of the incapacitated participant, for example, if the participant's obligations under the WIA Act change. Send us all the documents related to this.
- c. Let us know if the incapacitated participant recovers. It does not matter whether he has made a full or partial recovery. You should also let us know if the participant starts working again, including partially.
- d. If you are a self-insurer, let us know immediately if the UWV imposes fines or other measures on you or the incapacitated participant.

4.3 Participant's obligations

The incapacitated participant must cooperate in his recovery

The participant must do his utmost to recover as quickly as possible. Everything he does must be focused on starting work again as soon as possible. He must therefore do nothing that stands in the way of recovery or reintegration. If we ask him, the participant must also do the following:

- a. The participant must provide us with all the information we need, for example income data and all relevant benefit documents that he receives from the UWV. The participant must give us permission to share that information with experts we choose. The participant must also give us the authorisations we need.
- b. The participant must inform us immediately if he recovers. It does not matter whether he has made a full or partial recovery. He must also inform us immediately if he makes a full or partial return to work.
- c. The participant must inform us immediately if he starts working more or less.
- d. The participant must inform us of any changes to his home address.

Article 5 Extent of waiver

A participant may receive a waiver of premiums after the waiting period

If a participant has fulfilled all the conditions, he will receive a waiver of premiums after his waiting period (at least 104 weeks). We work on the insured amount on the first day of illness for the waiver.

We use the benefit percentage from the table for the calculation

This table shows which benefit percentage belongs to which degree of incapacity for work.

Degree of incapacity for work as determined by the UWV	Benefit percentage as a percentage waiver of the premium due
Less than 35%	0%
35 to 45%	40%
45 to 55%	50%
55 to 65%	60%
65 to 80%	72.5%
80 to 100%	100%

Article 6 Change in incapacity for work

We adjust the waiver in case of a change in the incapacity percentage

We work on the incapacity percentage that the UWV has determined. If this changes, we adjust the waiver of premiums to the new percentage. We do this on the change date. If the contract stops, the conditions of Article 11 apply.

Article 7 Benefit in case of income

In case of an income, we calculate the benefit percentage differently

If an incapacitated participant has an income, and the UWV does not lower the incapacity percentage based on this income, we calculate the benefit percentage in accordance with this insurance as follows. This calculation differs from the one in Article 5.

Uncapped WIA daily wage x 21.75 – monthly income
 ----- x 100%

Uncapped WIA daily wage x 21.75

The benefit percentage may be lower than at the UWV

If the outcome of the formula is lower than the incapacity percentage determined by the UWV, we pay in accordance with the lower benefit percentage in the table in Article 5.

The participant must provide us with all the information about his income

For example, we may ask for a copy of his income tax return. The participant must then give this to us.

Article 8 Increasing the insurance

The waiver of premiums does not apply to an increase in the insurance of the death risk

This concerns an increase of all or part of the premium after the date on which the full or partial waiver commences.

Article 9 Exclusions

9.1 Excluded

A participant who is incapacitated for work will not receive any benefit in the following instances

If the incapacity for work arises due to one of the causes referred to below, or if the incapacity for work is exacerbated by one of the causes referred to below. It does not matter whether this is an indirect or direct consequence. The causes are as follows:

- a. intent, deliberate or unintentional recklessness of the participant. By intent we also mean attempted suicide;
- b. during or as a result of participating in a foreign armed service;
- c. as a result of a nuclear reaction, irrespective of how this arises;
- d. as a result of civil unrest. By civil unrest we mean:
 1. an armed conflict, which means any instance in which states or other organised parties fight each other, or at least one fights the other, using military force. Armed conflict also means armed action by a United Nations peacekeeping force;
 2. civil war, which means a more or less organised violent conflict between residents of one and the same state, involving a significant number of the residents of that state;
 3. uprising, which means organised violent resistance within a state directed at the public authorities;
 4. domestic civil unrest, which means more or less organised violent actions which occur at various places within a state;
 5. riot, which means a more or less organised, local, violent movement directed at the public authorities;
 6. rebellion, which means a more or less organised, violent movement of members of some armed power, directed at the governing authorities;
- e. by being in an area designated with an orange or red travel advice code by the Dutch government. The rules in this regard are set out in Article 15 of the general terms and conditions.

9.2 Not excluded

An incapacitated participant will receive a benefit if the incapacity for work is due to:

- a. civil unrest in an area outside the Netherlands if the participant travels across or through that area before these situations arise, or resides in that area for the purpose of practising his profession, and cannot leave or avoid the area in time. The participant must then comply with the instructions of the Dutch or local authorities;
- b. due to radioactive nuclides which, in accordance with their purpose, are outside a nuclear facility and are used or intended to be used for industrial, commercial, agricultural, medical, scientific, educational, or, military or non-military, security purposes, provided that a valid permit has been issued by a competent authority (insofar as necessary) for the manufacture, storage and disposal of radioactive substances. The term 'nuclear facility' means a nuclear installation within the meaning of the Nuclear Incidents (Third Party Liability) Act [*Wet Aansprakelijkheid Kernongevallen*] (Bulletin of Acts, Orders and Decrees [*Staatsblad*] 1979-225), as well as a nuclear installation on board a ship.

Article 10 End of waiver of premiums

The participant does not receive any waiver or further waiver of premiums if:

- a. he dies;
- b. the end date has been reached for the cover for which the waiver of premiums applies;
- c. the incapacity percentage does not entitle the participant to a waiver. We base this on the incapacity percentage determined by the UWV. The benefit percentage is determined in accordance with the table in Article 5 or, in case of income, with the calculation in Article 7;
- d. you or the participant fails to comply with the obligations of Article 4.

The waiver of premiums stops after the agreed end date

This is no later than the day after the agreed end date of the benefit as specified in the insurance contract.

Article 11 Waiver of premiums after termination of the insurance contract (runoff)

11.1 Incapacity for work when the insurance contract stops

Incapacitated participants will continue to be insured if this insurance contract stops

This applies only to participants whose first day of illness is within the contract period. The waiver of premiums therefore applies after the insurance contract stops in respect of the part for which no premium needs to be paid.

11.2 Waiver of premiums after the insurance contract stops

A waiver of premiums after the insurance contract has stopped is subject to the same rules

- a. These benefits are no longer subject to any changes in the WIA Act. We work based on the WIA Act as it was at the point in time that the insurance contract stopped.
- b. The obligations in these insurance terms and conditions continue to apply to incapacitated participants who receive a waiver of premiums.
- c. If no incapacity percentage has yet been determined under the WIA Act when the insurance contract stops, the maximum is the incapacity percentage that is subsequently determined as the first based on the WIA Act.
- d. We only take changes in the WIA benefit percentage into account if it decreases, or if the waiver of premiums stops completely.

Article 12 Miscellaneous

The general terms and conditions apply in all other cases

The general terms and conditions are set out in the contract. These also apply to the insurance of the waiver of premiums in case of incapacity for work.

Disclaimer

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