

Policy Contract

1. DEFINITIONS

- 1.1. "Act" shall mean the Long Term Insurance Act, Act 5 of 1998 as amended or substituted from time to time;
- 1.2. "Policy" shall mean this document together with the application form and any schedules to this policy in whatever form and including any amendments hereto;
- 1.3. "Insurer" shall mean Trustco Life Ltd;
- 1.4. "Policy Holder" shall mean the person in whose name the policy is effected;
- 1.5. "Effective Date" shall mean the date of receipt of the first monthly savings amount in the books of the Insurer;
- 1.6. "Investment Beneficiary" shall mean the person indicated on the application form as being entitled to the savings amount in the event of the death of the Policy Holder;
- 1.7. "Monthly Investment" shall mean the amount that the Policy Holder pays to the Insurer on a monthly basis as indicated in the Schedule of Savings;
- 1.8. "Investment Amount" shall mean the amount of capital and interest that has accrued to the Policy Holder as specified in the Schedule of Investment.
- 1.9. "Schedule of Investment" means the schedule annexed to this Policy, which schedule shall be read together with this Policy and indicates more specifically the Monthly Investment and Investment Amount in detail.

2. SCOPE AND STRUCTURE OF POLICY

Upon the underwriting of the Policy, the Policy Holder shall be entitled to subscribe to the terms and conditions of this Policy and further save an amount, as reflected in the Schedule of Savings, on a monthly basis.

3. UNDERWRITING

This investment policy is underwritten by Trustco Life Ltd in accordance with the Act.

4. NATURE OF THE SAVINGS PRODUCT

- 4.1. The Policy Holder shall invest an amount, as indicated in the Investment Schedule, with the Insurer. This Investment Amount shall be invested by the Insurer in accordance with the terms and conditions of this policy for the term of this Policy. Interest, as indicated in the Schedule of Investment shall accrue to the Policy Holder in accordance with the terms and condition of this policy.
- 4.2. The Policy Holder can decide that interest be paid out to the Policy Holder on a monthly basis or be capitalised and paid out on maturity.

5. INTEREST

- 5.1. The Policy Holder shall earn interest on his/her credit balance reflecting in the Schedule of Savings.
- 5.2. Interest shall be calculated at the rate as per the Schedule of Savings which is guaranteed for the initial term.
- 5.3. The Insurer may amend the guaranteed interest rate as reflected in the Schedule of Savings, in the event that the prime interest rate varies by more than two percent (2%) from the prime interest rate at the Effective Date.

- 5.4. Interest shall be calculated on a daily basis and capitalized monthly. Interest shall be calculated from seven (7) days after collection of the monthly savings amount.

6. INVESTMENT TERM

The investment term shall be for a fixed term as per application.

7. ADDITIONAL INVESTMENT

The Policy Holder may at any stage make an additional monthly investment in the investment policy. Such amount will be subject to the terms and conditions of this Policy.

8. MATURITY

- 8.1. The Policy will mature after the expiration of the term agreed upon in the application;
- 8.2. On maturity of the Policy, the Policy Holder shall have the following options:
 - a) Withdraw the Investment Amount and close the policy;
 - b) Withdraw the Investment Amount and continue with the Policy and continue to pay the Monthly Investment for a further agreed period;
 - c) Continue with and continue to pay the Monthly Investment amount for a specified fixed period.
- 8.3. In the event that option b or c above are chosen, the penalty referred to in clause 10 below is applicable for early cancellation on the specified extended period only.

9. TERMINATION

- 9.1. In the event of the death of the Policy Holder, the full value of the Investment Amount at the date of death shall be paid to the Investment Beneficiary. If no beneficiary is reflected on the system of the Insurer, the Investment Amount at the date of death shall be paid to the Estate of the Policy Holder.
- 9.2. In the event that the Policy Holder wishes to cancel the Investment Policy or withdraw part of the Investment Amount:
 - 9.2.1. The Policy Holder must give seven (7) days notice in writing of his/her intention to cancel the Policy;
 - 9.2.2. The Policy Holder will be liable for penalties, as specified in clause 10, on early cancellation. Such penalties shall be deducted from the Investment Amount and the balance paid to the Policy Holder on expiry of the seven (7) day notice.
- 9.3. In the event of the Insurer ceasing this Policy, for whatsoever reason, the Insurer shall provide 30 day notice to the Policy Holder and shall repay all capital and interest up to the end of the 30 day period.

10. PENALTY FOR EARLY CANCELLATION OR WITHDRAWAL OF THE SAVINGS POLICY

In the event that a Policy Holder gives notice of early cancellation or withdrawal, a penalty shall be applied. The interest that shall accrue to member shall be calculated

at the normal interest rate, specified in the Schedule of Investment, less five (5) percentage points from the Effective Date or the Date of Maturity, whichever is the later, until the last day of the seven (7) day notice period or N\$150,00 (one hundred and fifty Namibian dollars) or 60% of one monthly premium whichever value is the greater.

11. FEES

Market related administration and management fees will be payable for the duration of the Policy as specified in the Schedule of Savings.

12. INVESTMENT OF MONTHLY INVESTMENT

The Monthly Investment, together with any interest accrued, shall be invested by the Insurer in accordance with the Insurer's Investment Policy. The Insurer's Investment Policy may be amended from time to time, however, such amendments must be approved by the Board of the Insurer.

13. VALUE OF SAVINGS AMOUNT

A Schedule of Investment, duly signed by the Head: Trustco Life Ltd, shall serve as prima facie proof of the value of the Investment Amount that has accrued to the Policy Holder.

14. VARIATION

The Insurer may vary the applicable terms and conditions of this Policy and issue an amended Policy from time to time.

15. COMMUNICATION

The Insurer is entitled to address any written communication with the Insured in the manner it deems most expedient by way of either mail, facsimile, smart fax, short message service, WhatsApp or electronic mail. For purposes of communicating any amendment of the terms and conditions of this policy, the Insured expressly consents to the Insurer notifying the Insured of any such amendment by means of short message service to the mobile telephone number nominated by the Insured from time to time or as reflected in the Insurer's records. Any communication by the Insurer to the Insured by means of short message service to the mobile telephone number nominated by the Insured from time to time or as reflected in the Insurer's records shall be deemed as having been received by the Insured. For this purpose, the Insured acknowledges that it is the Insured's sole and exclusive duty to notify the Insurer of any change of the Insured's contact details.

Signed on behalf of Trustco Life Ltd.