

Product summary for advisers/brokers

Dutch product name: Herverzekering van arbeidsongeschiktheidskapitalen

English product name: Reinsurance of incapacity capital

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What is reinsurance of incapacity capital?

Reinsurance of incapacity capital is an insurance solution for pension funds. The risks relating to participants' guaranteed entitlements to an occupational invalidity pension and/or waiver of premiums under a pension fund's own management are insured.

What cover can be chosen?

Pension funds can choose to insure the incapacity capital in case of participants' incapacity for work. The incapacity capital is a one-off benefit that arises after a participant has become incapacitated for work.

Payment of benefits

If the insured participant of a pension scheme at the pension fund becomes incapacitated for work and receives a benefit under the Work and Income (Capacity for Work) Act (WIA benefit) from the Employee Insurance Agency (UWV), there is an entitlement to payment of the insured capital to the pension fund. The degree of incapacity for work as set by the UWV determines the amount of the benefit.

For which customer is the product suitable?

The insurance is suitable for pension funds based in the Netherlands. The pension fund is the policyholder and it insures the incapacity capital.

Product features

The product is a form of reinsurance. The pension fund's obligation to pay benefits to the incapacitated participant is insured. This applies if the insured participant receives a WIA benefit.

How is the insurance premium calculated?

The premium is calculated for each contract. elipsLife makes a calculation for each contract based on the number of employees and the gender, age, salary, entitlements and occupational category of the insured participants.

Has the approval process for this product been followed?

Yes, elipsLife has a product development process. All new products are reviewed in this process. Management and the responsible departments (such as legal affairs, actuarial, product management, operations and sales) participate in this process. The process checks whether a product meets legal requirements and matches customer needs in the intended market segment. The reinsurance of incapacity interest and incapacity capital meets these requirements.

Is the product regularly reviewed for any required adjustments?

The product is regularly assessed for customer needs, specific features and potential risks in relation to the customer segment. One way we achieve this is by continuously monitoring the legal framework and refining our products.

Conditions pertaining to this product

The General Terms and Conditions AO-H and the Special Terms and Conditions AO-WIA pertain to this product. These conditions can be obtained from your elipsLife contact person and are available on the elipsLife website: www.elipsLife.com/nl/nld/downloads.

Who is elipsLife?

elipsLife is an insurer for institutional clients (B2B) and offers all insurance covering biometric risks. These types of insurance cover the financial consequences of death and incapacity for work. elipsLife was launched in 2011 and is a subsidiary of SwissLife, one of the major international insurers.