

# Product summary for advisers/brokers

**Dutch product name: Herverzekering van premievrijstelling van ouderdoms- en nabestaandenpensioenpremies bij arbeidsongeschiktheid**

**Englisch product name: Reinsurance of the waiver of premiums for retirement and surviving dependants' pension in case of incapacity for work**

January 2025

## **What is the reinsurance of the waiver of premiums for retirement and surviving dependants' pension in case of incapacity for work?**

The reinsurance of the waiver of premiums for retirement and surviving dependants' pension in case of incapacity for work is reinsuring the pension fund's financial risks if a participant becomes incapacitated for work. The reinsurance ensures that if a participant becomes incapacitated for work, the pension fund does not have to pay any premium for the retirement and surviving dependants' pension. The pension fund will be fully or partially exempted from paying premiums. The amount of the exemption depends on the degree of incapacity for work.

## **What cover can be chosen?**

Pension funds can choose cover for a waiver of premiums for retirement and surviving dependants' pension. The premium of the retirement and surviving dependants' pension is the insured interest.

## **Payment of benefits**

The benefit is equal to the premium for the insured person's retirement and surviving dependants' pension. The amount of the exemption is based on the participant's degree of incapacity for work. The Employee Insurance Agency (UWV) determines the degree of incapacity for work. An exemption only applies if there is a benefit under the Work and Income (Capacity for Work) Act (WIA benefit). The pension fund pays no premium or a lower premium as long as the participant's incapacity for work lasts. elipsLife follows the guidelines in the 'Agreement on cover for occupational invalidity pension and the waiver of premiums in pension schemes' [*Convenant over dekking van arbeidsongeschiktheidspensioen en premievrijstelling in pensioenregelingen*].

## **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 fund participants' waiver of premiums.

## **Product features**

The product provides incapacity cover for a pension. This means that the premium of the main insurance is insured. If a participant is incapacitated for work, all or part of the premium for the pension is continued. The term of the insurance contract is three or five years. The pension fund notifies elipsLife of the participants' incapacity for work.

## **How is the insurance premium calculated?**

The reinsurance premium is calculated for each contract. elipsLife makes a calculation for each contract based on the number of participants 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 the waiver of premiums for retirement and surviving dependants' pension in case of incapacity for work 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](http://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.