

Product summary for advisers/brokers

Dutch product name: Verzekering van premievrijstelling bij arbeidsongeschiktheid

English product name: Insurance of the waiver of premiums in case of incapacity for work

January 2025

What is insurance of the waiver of premiums in case of incapacity for work?

The waiver of premiums in case of incapacity for work is insurance for financial risks in the event of incapacity for work. The insurance ensures that if an insured participant becomes incapacitated for work, they do not have to pay any premium for the insurance. They 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?

There are two premium waiver products: 1) the waiver of premiums for the accrual of the retirement pension and 2) the waiver of premiums for the surviving dependants' pension. The customer can choose to cover the waiver of premiums for retirement pension. In case of incapacity for work, the accrual of the retirement pension continues fully or partially. In case of the waiver of premiums for the surviving dependants' pension, the premium payment for death benefits such as partner's pension and/or orphans' pension is continued. Cover for those insurance policies then remains in place.

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 their 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 insured person pays no premium or a lower premium as long as the 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 arbeidsongeschiktheidspensioenen en premievrijstelling in pensioenregelingen*]. We pay to the pension administrator of the incapacitated participant.

For which customer is the product suitable?

The insurance is suitable for employers based in the Netherlands. The employer takes out the insurance for its employees to supplement their pension. The customer must receive advice when choosing this insurance.

Product features

The product provides incapacity cover for a pension. This means that the premium of the main insurance is insured. As a result, all or part of the premium for the retirement pension or surviving dependants' pension is continued, providing greater financial security.

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 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 insurance 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-R and the Special Terms and Conditions AO-WIA pertain to the insurance of the waiver of premiums for pension savings. The Special Terms and Conditions PVI-V pertain to the insurance of the waiver of premiums for surviving dependants' pension. 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.