


CHUBB®

Forever Diamond Plan II







Experience a worry-free future with Guaranteed Cash Coupons, ensure steady wealth growth and pass on your wealth to your loved ones

We will guide you to reach your dreams and future plans. With Forever Diamond Plan II, you can enjoy stable returns through guaranteed cash coupons, as well as returns from non-guaranteed annual dividends and terminal dividends. You can also choose to accumulate wealth within your policy by earning interest to grow your long-term savings and help you make your dreams come true. We will also distribute a “Happy Check Event Bonus” for celebrating the milestones in your life, which provides you more resources to pursue your dreams. Furthermore, our legacy planning option enables you to pass on accumulated wealth to your next generation.

We invite you to enjoy our exclusive benefits for a brighter future with the plan.

Forever Diamond Plan II - Plan Highlights



Wealth accumulation



Annual cash income until age 100 of the Insured to help you meet different financial needs across your life stages

Forever Diamond Plan II (the “Plan”) provides you with Guaranteed Cash Coupon and you can decide how to receive such payment under the Plan. You can receive an annual stream of income starting from the designated Policy Anniversary according to your chosen Guaranteed Cash Coupon Payout Option.

In addition, starting from the 13th Policy Anniversary, you will receive non-guaranteed Annual Dividend on top of Guaranteed Cash Coupon to boost your cash flow.

You can choose to accumulate the Guaranteed Cash Coupon and/or Annual Dividend under your Policy to earn interest at an interest rate which is determined by us and subject to change from time to time. Alternatively, you can choose to withdraw them to meet various financial needs across your life stages.



An extra bonus to mark your momentous life milestones

Certain significant life events deserve a joyful celebration and extra financial reward makes them truly gratifying. When any of the following events occurs to the Insured on or after the 8th Policy Anniversary, we will pay the Owner a one-time “Happy Check Event Bonus”, equivalent to 5% of the latest Notional Amount on our record, to congratulate and offer support to you.



Getting married



Giving birth to a child



Purchasing his/her own apartment/house



Getting admitted to university



Reaching Age of 65 or above



Terminal Dividend to further boost your long-term savings

We will pay you a non-guaranteed Terminal Dividend after the Policy has been in force for 10 years to further boost your long-term savings to fulfill your financial needs in the long run. The Terminal Dividend will be paid when Death Benefit, Partial Surrender Value, Surrender Value or Maturity Value becomes payable.

Legacy planning



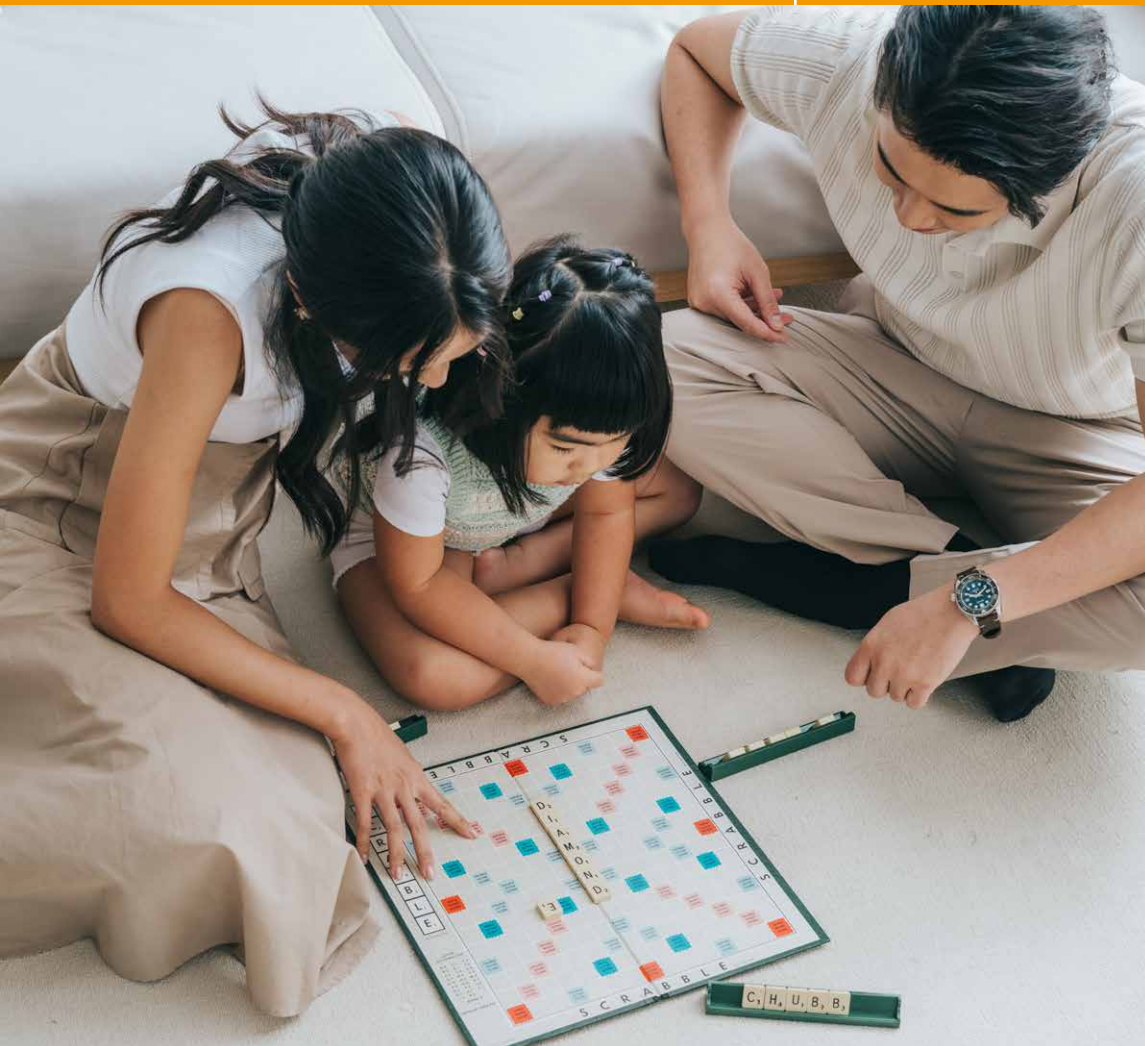
Policy continuity to help you pass on your wealth to your future generation

This Plan helps you pass your accumulated wealth to your loved ones. Starting from the 10th Policy Anniversary and subject to certain conditions, you can change the Insured once, and the New Insured can be covered till his Age 100 or the 100th Policy Anniversary since Policy inception, whichever is earlier.

In addition, you can name a person as the Successor Insured, which means this person will become the new Insured of the Policy when the Insured passes away, provided that certain conditions are met.

All the Policy values remain the same after the change of Insured.

Other Features



01

Help you get through the unexpected

Premium Holiday helps you cope with financial stress you may encounter. You can apply for Premium Holiday for up to 2 Policy Years after the 1st Policy Anniversary provided that your Policy has a premium payment term of 5 years, 8 years or 12 years. The Premium Holiday will start from the next Policy Anniversary following our approval.

02

Give you flexibility to meet any changing needs

Cash Withdrawal option provides flexibility to meet your and your family's changing financial needs. You can send us a request while your Policy is in force to make a Cash Withdrawal from Accumulated Coupons, Accumulated Annual Dividends and Happy Check Event Bonus as well as any accumulated interest on the Happy Check Event Bonus.

03

Provide you with flexible options to plan your legacy

Apart from the traditional lump-sum payment, the Plan offers regular installment or a mix of both options for Life Insurance Proceeds. This flexibility allows you to tailor a payout arrangement for each Beneficiary.

04

Offer you an easy application process without Medical Examination

Application for the Plan is simple. Medical examination is not required if the notional amount of all policies of Forever Diamond Plan II purchased on the Insured on our record does not exceed the aggregate limit set for each Insured as determined by us from time to time so that you can get started in an easy way.

Case Studies[^]

Case 1 - Long-term wealth accumulation for kid's education and post-retirement expenses

William, aged 35, was a lawyer. His wife recently gave birth to a baby boy, and he started to plan for his son's future education and his own financial arrangement after his retirement. He decided to take up Forever Diamond Plan II to meet his long-term wealth accumulation.



- Owner: William
- Insured: William
- Premium Payment Term: 5 years (annual premium)
- Guaranteed Cash Coupon Payout Option: 12 years



Policy Start

William's son was born. He decided to take up the Plan for future financial planning. He opted for the 12 years Guaranteed Cash Coupon Payout Option to secure the return for his son's education fund and accumulate the same under the Policy.



10th Policy Anniversary

During the 10th Policy Year, William purchased an apartment. He claimed the Happy Check Event Bonus and decided to leave it under the Policy to earn the interest.



13th Policy Anniversary

Starting from 13th Policy Anniversary, William decided to also accumulate Annual Dividend under the Policy to earn interest. The wealth could grow more rapidly with the Annual Dividend on top of Guaranteed Cash Coupon.



18th Policy Anniversary

William's son got admitted to a university. He withdrew the Guaranteed Cash Coupon, Annual Dividends, Happy Check Event Bonus accumulated together with the accrued interests to fund his son's tuition fee on 18th Policy Anniversary.



30th Policy Anniversary

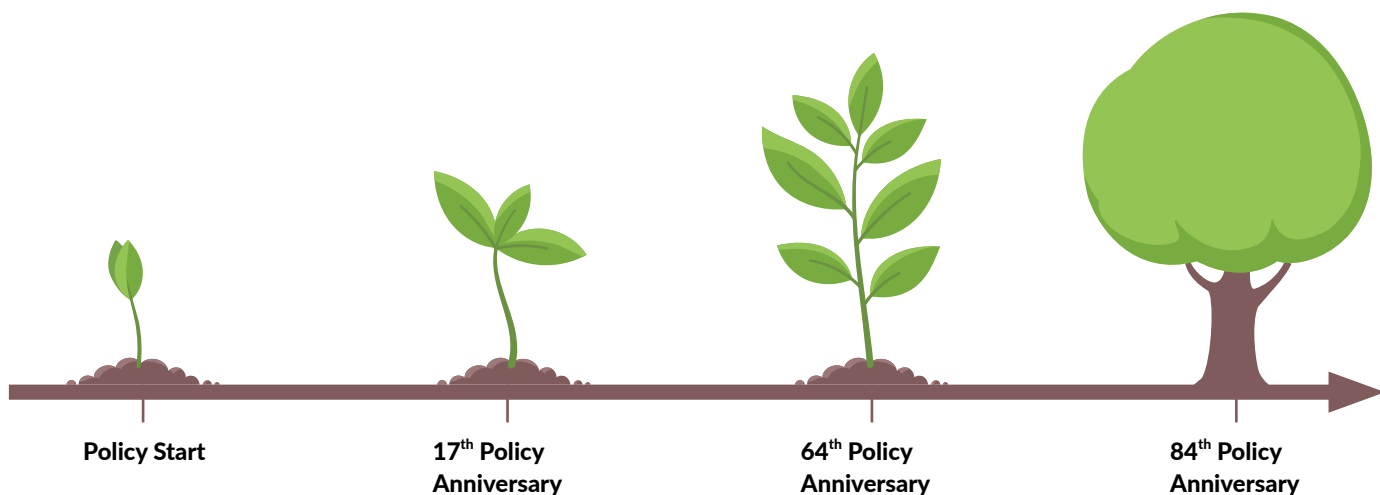
William retired from his job. He decided to make cash withdrawal on a regular basis from the policy to fund his retirement life.

Case 2 – Build up a legacy for next generation

Jack was a 40-year-old executive in a financial institution. He had one 1 year old son. In anticipation of the challenges that his son may face in the future, he decided to take up Forever Diamond Plan II to build up the wealth and pass on to his son.



- Owner: Jack
- Initial Insured: Jack
- Premium Payment Term: 12 years (annual premium)
- Guaranteed Cash Coupon Payout Option: 12 years
- Annual Basic Premium: USD10,000



Jack aged 35

Jack purchased Forever Diamond Plan II when his son was 1-year old.

Jack’s son aged 18

Jack unfortunately passed away due to an accident. Jack’s son became the new Insured as his son was named as Successor Insured on the 10th Policy Anniversary. In the absence of the Successor Owner, Jack’s son also became the new Owner.

Projected Surrender Value: USD 151,693

Jack’s son aged 65

Jack’s son retired and started to withdraw USD 20,000 each year for his retirement.

Projected Surrender Value (before withdrawal): USD 1,356,493

Jack’s son aged 85

Jack’s son surrendered the Policy.

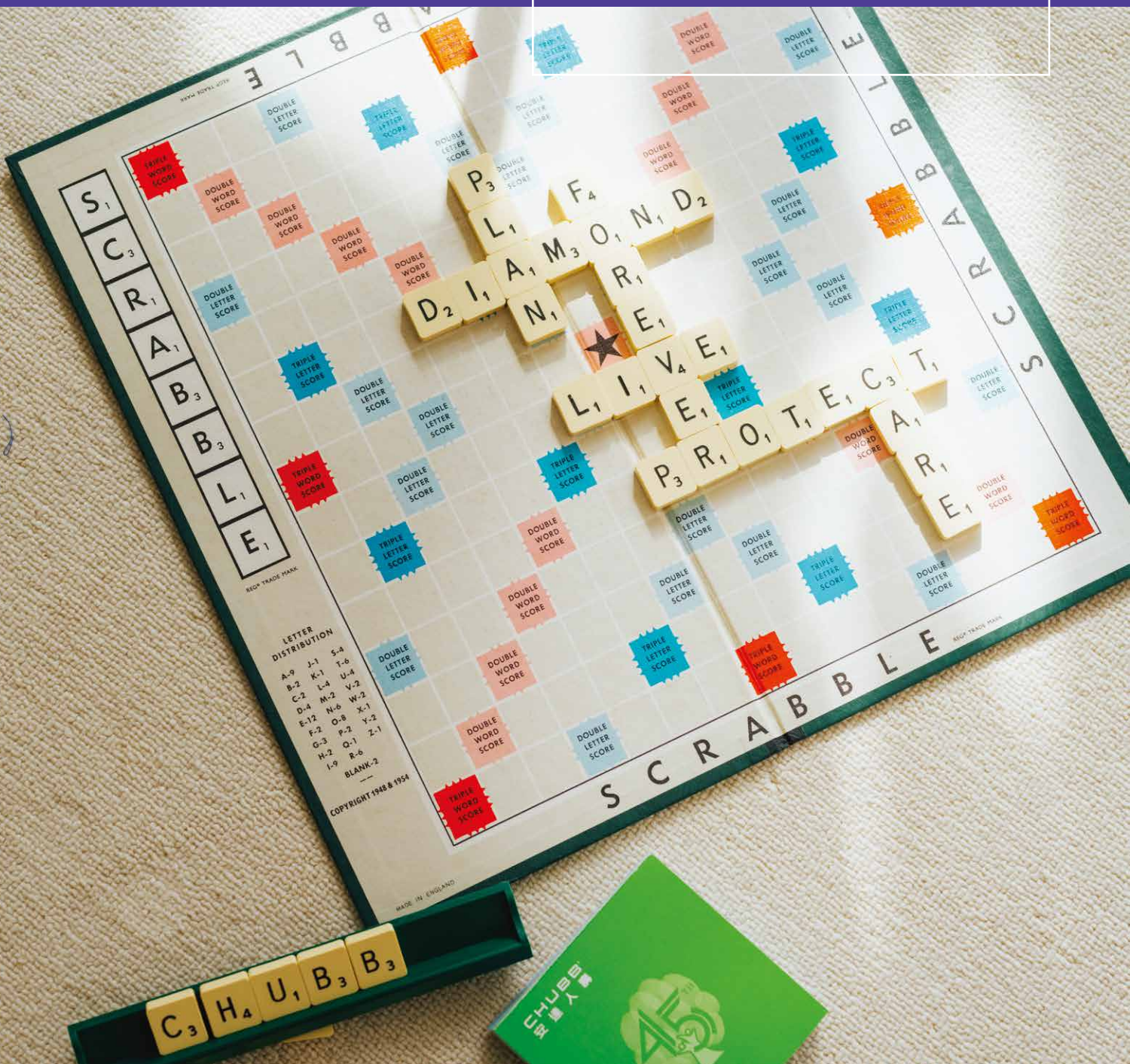
Projected total withdrawal amount from Policy Year 64 - 84: USD 420,000

Projected Surrender Value: USD 2,343,567

^Notes:

- (i) These case studies are purely fictional and are for illustrative purposes only. Any relation to or reference to any actual person, party or event is purely coincidental. The nature of these case studies should not be interpreted as any comment on, or confirmation or extension of, insurance coverage for any past, present or future case. Furthermore, these case studies should not be relied upon to predict the outcome of any actual case as all cases are evaluated on their own individual merits and subject to the actual terms and conditions of the relevant Policy. It is important to note that each actual case is unique.
- (ii) Figures are based on current projection and rounded to the nearest whole number.
- (iii) These case studies involve some assumptions, including the following:
 - a. All Premiums are paid in full when due and insurance levy is not included;
 - b. No Policy loans or Premium Holiday are taken throughout the Policy term;
 - c. No Successor Owner has been designated;
 - d. The Notional Amount of Forever Diamond Plan II and the premium payment mode remain unchanged throughout the Policy term;
 - e. The Owner applied to withdraw from the accumulated Guaranteed Cash Coupons. If the accumulated Guaranteed Cash Coupons are insufficient to pay for the withdrawals, the interest of the accumulated Guaranteed Cash Coupons will then be taken out to pay for the withdrawal. When more funds are required, the accumulated Annual Dividends and the interest of accumulated Annual Dividends will be taken out to pay for the withdrawal. The interest accumulation rate applied in these case studies are 4.0% per annum which is non-guaranteed and subject to change by the Company from time to time; and
 - f. Projected Surrender Value is the sum of guaranteed Cash Value, the Accumulated Coupons, Accumulated Annual Dividends, Terminal Dividend and Happy Check Event Bonus and its accumulated interest. Annual Dividend and Terminal Dividend included in the projection of non-guaranteed benefits are based on the Company's current assumed dividends scales which are not guaranteed and are determined by the Company from time to time and based on the Company's experiences and expectation of a series of factors including but not limited to investment return, claims, policy surrenders and expenses. The actual amount of Surrender Value payable may change anytime with the values being higher or lower than those illustrated.
- (iv) The Owner must have adequate insurable interest in the proposed New Insured and/or Successor Insured in accordance with our prevailing underwriting requirements and we may require explanation or proof of such insurable interest.
- (v) Written requests are required for change of Insured, naming the Successor Insured and making Cash Withdrawal. Such requests are valid only if recorded and approved by us. Please refer to the policy provision of this product for the exact terms and conditions.

Product at a Glance



Basic Information

Product Type	Basic Plan	
Policy Term	Up to Age 100 of the Insured or the 100 th Policy Anniversary since Policy inception, whichever is earlier	
Issue Age of the Insured	Premium Payment Term	Issue Age of the Insured
	2/ 5/ 8 years	Age 0 (15 days) - 75
	12 years	Age 0 (15 days) - 70
Premium Payment Term	2 years/ 5 years/ 8 years/ 12 years	
Premium Payment Mode	Monthly/ quarterly/ semi-annual/ annual	
Premium Structure	Premium rate is guaranteed and remains unchanged throughout the premium payment term. Please refer to the benefit illustration for the premium amount.	
Currency	US Dollar	
Notional Amount	<p>The Notional Amount of Forever Diamond Plan II is used for the calculation of the Premium of the Forever Diamond Plan II, Annual Dividend, Terminal Dividend, Guaranteed Cash Coupon, Happy Check Event Bonus and other relevant policy values only. It does not represent the amount of Death Benefit payable upon death of the Insured.</p> <p>The amounts listed below are valid as at the date of this product brochure.</p> <ul style="list-style-type: none"> ▪ Minimum amount: 2-year / 5-year premium payment term: USD10,000 8-year premium payment term: USD15,000 12-year premium payment term: USD25,000 ▪ Maximum amount: Individual consideration, subject to the maximum limit determined by the Company. 	
Happy Check Event Bonus	<p>It is equal to 5% of latest Notional Amount.</p> <p>The Happy Check Event Bonus is only payable once under the Policy if any of the following occurs on or after the 8th Policy Anniversary:</p> <ul style="list-style-type: none"> (i) the Insured is successfully enrolled in and registered to a bachelor's degree or above program at a local or overseas degree-granting institution; (ii) the Insured becomes a newlywed and the marriage is legally recognized; (iii) the Insured purchases residential real estate of which the Insured is the sole owner; (iv) the Insured becomes a legally recognized parent; or (v) the Insured becomes age 65 or above. 	
Cash Value	It is equal to the guaranteed cash value of the Forever Diamond Plan II plus the guaranteed cash value of any rider(s).	

Accumulated Annual Dividends	It is the aggregate of the Annual Dividend accumulated under your Policy together with non-guaranteed interests (if any).
Accumulated Coupons	It is the aggregate of the Guaranteed Cash Coupon accumulated under your Policy together with non-guaranteed interests (if any).
Indebtedness	Indebtedness means any amount owing by you to us under your Policy including but not limited to any outstanding Premium and any unpaid loans together with accrued interest.
Maturity Value	It is equal to: (i) any Cash Value; plus (ii) Accumulated Coupons (if any); plus (iii) Accumulated Annual Dividends (if any); plus (iv) Terminal Dividend (if any); plus (v) Happy Check Event Bonus and its accumulated interest (if any); less (vi) Indebtedness (if any)
Surrender Value	You can request to surrender the whole Policy, and the amount of Surrender Value is equal to: (i) any Cash Value; plus (ii) Accumulated Coupons (if any); plus (iii) Accumulated Annual Dividends (if any); plus (iv) Terminal Dividend (if any); plus (v) Happy Check Event Bonus and its accumulated interest (if any); less (vi) Indebtedness (if any).
Partial Surrender Value	You can request to surrender the Policy partially, and the amount of Partial Surrender Value is equal to: (i) any guaranteed cash value of the Forever Diamond Plan II; plus (ii) Accumulated Coupons (if any); plus (iii) Accumulated Annual Dividends (if any); plus (iv) Terminal Dividend (if any); plus (v) Happy Check Event Bonus and its accumulated interest (if any); less (vi) Indebtedness (if any). Upon partial surrender, items (i) to (v) above shall be calculated in proportion to the most recently reduced part of Notional Amount.
Death Benefit	It is equal to: (i) the higher of (a) [105% of Total Basic Premiums Paid (if the initial Insured's age on the Date of Issue is below 60) or 101% of the Total Basic Premiums Paid (if the initial Insured's age on the Date of Issue is 60 or above)] less Total Guaranteed Cash Coupon Paid; or (b) Guaranteed cash value of the Forever Diamond Plan II; plus (ii) Accumulated Coupons (if any); plus (iii) Accumulated Annual Dividends (if any); plus (iv) Terminal Dividend (if any); plus (v) Happy Check Event Bonus and its accumulated interest (if any) at the Insured's death.

Remarks

Guaranteed Cash Coupon

1. While your Policy is in force and all Premiums due in respect of the Forever Diamond Plan II have been paid in full, we will pay you a Guaranteed Cash Coupon on each Policy Anniversary commencing from the specific Policy Anniversary till the Maturity Date according to the applicable table below.
2. There are 4 different options for you to receive Guaranteed Cash Coupon ("Guaranteed Cash Coupon Payout Option"). You will receive Guaranteed Cash Coupon in the amount and at specified period ("Distribution Period") depending on the premium payment term and Guaranteed Cash Coupon Payout Option selected by you. Guaranteed Cash Coupon Payout Option cannot be altered since Policy inception.

2-year, 5-year and 8-year premium payment term

Guaranteed Cash Coupon Payout Option	Distribution Period	Amount of Guaranteed Cash Coupon (% of the latest Notional Amount on our record)
A	From 2 nd Policy Anniversary till 12 th Policy Anniversary	2.80%
	From 13 th Policy Anniversary till Maturity Date	1.80%
B	On 5 th Policy Anniversary	11.89%
	From 6 th Policy Anniversary till 12 th Policy Anniversary	2.80%
	From 13 th Policy Anniversary till Maturity Date	1.80%
C	On 8 th Policy Anniversary	22.115%
	From 9 th Policy Anniversary till 12 th Policy Anniversary	2.80%
	From 13 th Policy Anniversary till Maturity Date	1.80%
D	On 12 th Policy Anniversary	37.761%
	From 13 th Policy Anniversary till Maturity Date	1.80%

12-year premium payment term

Guaranteed Cash Coupon Payout Option	Distribution Period	Amount of Guaranteed Cash Coupon (% of the latest Notional Amount on our record)
A	From 2 nd Policy Anniversary till 12 th Policy Anniversary	2.50%
	From 13 th Policy Anniversary till Maturity Date	1.50%
B	On 5 th Policy Anniversary	10.616%
	From 6 th Policy Anniversary till 12 th Policy Anniversary	2.50%
	From 13 th Policy Anniversary till Maturity Date	1.50%
C	On 8 th Policy Anniversary	19.745%
	From 9 th Policy Anniversary till 12 th Policy Anniversary	2.50%
	From 13 th Policy Anniversary till Maturity Date	1.50%
D	On 12 th Policy Anniversary	33.715%
	From 13 th Policy Anniversary till Maturity Date	1.50%

Annual Dividend

3. While the Policy is in force and all Premiums due in respect of the Forever Diamond Plan II have been paid in full, we will declare Annual Dividend for your Policy annually starting from the 13th Policy Anniversary. The amount to be declared is determined by us at our sole discretion.

Terminal Dividend

4. The Policy will be entitled to Terminal Dividend after it has been in force for 10 years from the Policy Date. The amount of Terminal Dividend will be determined by us based on the Notional Amount. Terminal Dividend will be paid when Death Benefit, Partial Surrender Value, Surrender Value or Maturity Value becomes payable. Upon partial surrender of the Policy, Terminal Dividend, if any, will be adjusted accordingly.

Change of Insured

5. On or after the 10th Policy Anniversary while the Policy is in force, you may change the Insured if all the following conditions are fulfilled:
 - (i) the proposed new insured ("New Insured") and the assignee of the Policy (if any) must consent to the change of Insured in writing;
 - (ii) both the Insured and the New Insured must be alive during the application;
 - (iii) at the time we receive your request:
 - a) the New Insured must meet the prevailing requirements on the Age of the Insured for the Forever Diamond Plan II;
 - b) the attained Age of the New Insured must not be more than 10 years above the attained Age of the Insured;
 - c) if the attained Age of the New Insured is higher than the attained Age of the Insured, the attained Age of the New Insured must be 60 or below;
 - d) The New Insured must meet the prevailing underwriting requirements determined by us from time to time;
 - (iv) you must provide the evidence of insurability of the New Insured upon our request and to our satisfaction;
 - (v) you have adequate insurable interest in the New Insured; and
 - (vi) any other prevailing rules as determined by us in our sole discretion from time to time have been complied with.
6. After we approve your change request, the New Insured will become the Insured on the effective date as specified on the relevant endorsement ("Effective Date of Change"). All riders attached to the Policy will be terminated on the Effective Date of Change. You can apply for new riders, which is subject to our underwriting requirements and any additional premium payable to be determined by us.
7. The Insured can only be changed once under your Policy. If there has already been a change of Insured (including the circumstance where the Successor Insured becomes the new Insured as described below), you cannot apply to change the Insured again.

Successor Insured

8. On or after the 10th Policy Anniversary, while the Policy is in force and the Insured is still alive, you may name a person as the Successor Insured. Upon the death of the Insured, the Successor Insured will become the new Insured if all the following conditions are fulfilled:
 - (i) the Successor Insured and the assignee of the Policy (if any) must consent to such change of Insured in writing;
 - (ii) at the time when we receive your request:
 - a) the Successor Insured must meet the prevailing requirements on the Age of the Insured for the Forever Diamond Plan II;
 - b) the attained Age of the Successor Insured must not be more than 10 years above the attained Age of the Insured;
 - c) if the attained Age of the Successor Insured is higher than the attained Age of the Insured, the attained Age of the Successor Insured must be 60 or below;
 - (iii) you must provide the evidence of insurability of the Successor Insured upon our request and to our satisfaction;
 - (iv) you have adequate insurable interest in the Successor Insured; and
 - (v) any other prevailing rules as determined by us in our sole discretion from time to time have been complied with.
9. If the Owner and the Insured is the same person, upon the Insured's death, the Successor Insured will also become the new Owner if no Successor Owner is named.
10. If there has already been a change of Insured (including the circumstance where the Successor Insured becomes the new Insured), you cannot request to name a Successor Insured.
11. Any prior designation of Successor Insured will be cancelled and cannot be exercised, if:
 - (i) a new Successor Insured is recorded and approved by us;
 - (ii) the Beneficiary has received the Life Insurance Proceeds; or
 - (iii) there is change of the Owner of the Policy.

Premium Holiday

12. Premium Holiday is not a waiver of Premium. Premium Due Dates will be deferred until after the Premium Holiday ends. The guaranteed cash value of the Forever Diamond Plan II will remain unchanged during the Premium Holiday. The guaranteed cash value of the Forever Diamond Plan II after the Premium Holiday will be shown in the new Table of Guaranteed Values in an endorsement issued by us. The Guaranteed Cash Coupon and Annual Dividend will not be payable during the Premium Holiday. Distribution Period will be deferred accordingly. The Policy will still be eligible to share in our divisible surplus in the form of Terminal Dividend during the Premium Holiday but the amount will be equivalent to the Terminal Dividend value at the Policy Anniversary on which the Premium Holiday commences, which is not guaranteed and shall be determined by us at our sole discretion from time to time. We will inform you of the amount of Terminal Dividend on or before the Policy Anniversary on which the Premium Holiday commences. Maturity Date will remain unchanged unless otherwise specified.
13. Premium Holiday does not apply to rider(s). Any rider(s) attached to the Forever Diamond Plan II will be terminated once the Premium Holiday commences. After the Premium Holiday, you may apply to re-attach rider(s) to the Forever Diamond Plan II subject to our approval and any additional premium payable to be determined by us.

Other information

14. "Total Guaranteed Cash Coupon Paid" means the total amount of Guaranteed Cash Coupon paid by us. If the Notional Amount is reduced under any circumstances, the amount of Total Guaranteed Cash Coupon Paid shall be calculated as if the latest Notional Amount has been in effect when the Guaranteed Cash Coupon(s) was paid. The Total Guaranteed Cash Coupon Paid is used for the calculation of Death Benefit.
15. "Total Basic Premiums Paid" means total Premiums of the Forever Diamond Plan II paid to the Company under the Policy excluding any extra premiums and any surplus of premiums of the Forever Diamond Plan II paid for the period after the date of death of the Insured to the date preceding the next Premium Due Date. If the Notional Amount is reduced under any circumstances, the Total Basic Premiums Paid during the period since the Date of Issue of the Policy till the effective date of the most recent Notional Amount reduction shall be reduced on a pro-rata basis.
16. In this product brochure, "Age" refers to the age at the nearest birthday.
17. You have to repay all Indebtedness to us before receiving any payment from us under your Policy.
18. Unless otherwise specified in this product brochure, capitalised terms used in this product brochure shall have the same meaning ascribed to them in the policy provision. If there is any discrepancy between the definition in this product brochure and the policy provision, the definition in the policy provision shall prevail.

Important Information



This product brochure is for general reference only and is not part of the Policy. Please refer to the Policy provisions for the definitions of capitalised terms. This product brochure provides an overview of the key features of this product and should be read along with other materials which cover additional information about this product. Such materials include, but not limited to, Policy provisions that contain exact terms and conditions, benefit illustrations (if any) and other Policy documents and other relevant marketing materials, which are all available upon request. You might also consider seeking independent professional advice if needed.

Forever Diamond Plan II is designed for individuals looking for long-term financial planning to meet their needs for financial protection against adversities, receiving regular income and saving up for the future. Early surrender of this product may result in significant losses that the surrender value may be less than the total premiums paid.

Dividend Philosophy and Investment Philosophy, Policy and Strategy

Dividend Philosophy

Participating insurance plans are designed to be held long term. Through the policy dividends declaration, the policyowners can share the divisible surplus (if any) of the participating insurance plans. We aim to ensure a fair sharing of profits between policyowners and shareholders, and among different groups of policyowners.

We will review and determine the amounts of dividends at least once per year, and a smoothing process is applied when the actual dividends are determined. The dividends declared may be higher or lower than those illustrated in any product information provided. The dividend review would be approved by the Chairman of the Board, one Independent Non-Executive Director and the Appointed Actuary of the Company. In case of any change in the actual dividends against the illustration or should there be a change in the projected future dividends, such change will be reflected in the policy annual statement and benefit illustration.

To determine the policy dividends, we may consider the past experience and future outlook of various factors such as:

Investment returns: include both interest income and change in market value of the assets supporting the policies. The investment returns could also be subject to market risks such as change in interest rate, credit quality and default, equity

price movement, as well as currency price of the backing assets against your policy currency etc.

Claims: include the cost of providing death benefit and other insured benefits under the policies.

Surrenders: include policy surrenders and the corresponding impact on investment.

Expenses: include both direct expenses which are directly related to the policies, such as commission, underwriting, issuance and premium collection expense etc., as well as indirect expenses such as general overhead costs allocated to the policies.

Investment Philosophy, Policy and Strategy

The investment policy of the Company is formulated with the objective to achieve targeted long-term investment results, taking into account risk control and diversification, liquidity and relationship between assets/liabilities.

Our current long-term target asset mix attributed to Forever Diamond Plan II is as follows:

Asset Class	Target Asset Mix (%)
Bonds and other fixed income instruments	60% - 90%
Equity-like assets	10% - 40%

The bonds and other fixed income instruments predominantly include government and corporate bonds (both investment grade and non-investment grade). Equity-like assets may include both listed equity, mutual fund and private equity. Investment assets are predominantly denominated in U.S. dollars and Hong Kong dollars, and are mainly invested in the United States and Asia. Derivatives may be used to manage our investment risk exposures.

We will pool the investment from other products together for actual investment and the returns will be allocated with reference to the target asset mix. Actual investments would depend on market opportunities at the time of purchase. Therefore, the actual asset mix may differ from the target.

The investment strategy may be subject to change depending on a number of factors, including but not limited to the market conditions and economic outlook. If there are any material changes in the investment strategy, we will inform our policyowners for the changes, reasons for the changes and the impact to the policyowners.

For the historical fulfillment ratios of participating insurance plans, please visit the webpage of the Company at <https://www.chubblife.com.hk/en/customer-service/fulfillment-ratios-of-dividend.html>. Please note that historical fulfillment ratios should not be taken as indicator of the future performance of this product.



Key Product Risks

The following information helps you better understand the key product risks associated with this product that you may need to pay attention before application.

▪ Risk of Non-payment of Premium

You should only apply for this product if you intend to pay the premium for the whole of the premium payment term. Should you cease paying premiums early, your Policy may be terminated. You will lose your insurance coverage and even the premiums paid as a result.

The Automatic Premium Loan available under your Policy are intended to keep your Policy in force for as long as possible during non-payment of premium. However, you should be aware that the loan interest rate is determined by us from time to time which may fluctuate. Automatic Premium Loan would be treated as part of Policy loan, which will lead to a reduction in benefits payable under the Policy. Please refer to the Policy provisions for the exact terms and conditions.

▪ Risk of Taking Premium Holiday

During the Premium Holiday, the Guaranteed Cash Value of Forever Diamond Plan II will remain unchanged. The Guaranteed Cash Value of Forever Diamond Plan II after the end of the Premium Holiday will be recorded in an endorsement. The Guaranteed Cash Coupon and Annual Dividend will not be payable during the Premium Holiday. Please note that Terminal Dividend are not guaranteed and shall be determined by us at our sole discretion from time to time. Any rider(s) attached to the Plan will be terminated once the Premium Holiday commences.

▪ Liquidity Risk/Early Surrender

If you have any unexpected liquidity needs, you may apply for cash withdrawal from any Accumulated Coupons, any Accumulated Annual Dividends and any Happy Check Event Bonus and its accumulated interest (if applicable) or partially surrender (if applicable) the policy for its partial surrender value (if any) or surrender the whole policy for its surrender value (if any). Please note that making cash withdrawal (if applicable) or partial surrender (if applicable) will lead to a reduction in benefits payable under the policy. You are also reminded that if your policy is surrendered in early years, the surrender value payable may be less than the premiums paid by you.

▪ Market Risk

The non-guaranteed benefits of this product are based on the Company's dividend scales, which are not guaranteed and are determined by the Company from time to time and based on the Company's experiences and expectation of a series of factors including but not limited to investment returns, claims, policy surrenders and expenses. The actual amount of non-guaranteed benefits payable may be higher or lower than the amount illustrated in any product information provided to you.

The interest earned on the accumulated Annual Dividends, Guaranteed Cash Coupons and Happy Check Event Bonus is calculated based on an interest rate determined by the Company. Interest rate is not guaranteed and subject to change from time to time.

▪ Credit Risk

This product is issued and underwritten by the Company. Your policy is therefore subject to the credit risk of the Company. If the Company is unable to satisfy the financial obligation of the policy, you may lose your insurance coverage and the Premiums paid.

▪ Exchange Rate Risk

For the policy denominated in currencies other than local currency, you are subject to exchange rate risk. The political and economic environment can affect the currency exchange rate significantly. Exchange rate fluctuates and is determined by the Company from time to time. Any transaction in foreign currencies involves risk. You should take exchange rate risk into consideration when deciding the policy currency.

▪ Inflation Risk

Please note that the cost of living in the future is likely to be higher than it is today due to inflation. Hence, the insurance coverage planned today may not be sufficient to meet your future needs.

Termination

The Policy and its coverage will be terminated automatically on the occurrence of the earliest of the following:

- Lapse of the Policy;
- Surrender of the whole Policy
- The Insured's death and the Successor Insured has not become the new Insured;
- The Maturity Date of the Plan, i.e. the Policy Anniversary on which the Insured reaches the Age of 100 or the 100th Policy Anniversary since Policy inception, whichever is earlier;
- Our receipt of your request for cancellation of the Policy;
- The amount of unpaid loan together with accrued interest is in excess of the sum of Cash Value, any Accumulated Coupons, any Accumulated Annual Dividends and any Happy Check Event Bonus and its accumulated interest.

You may surrender your Policy by submitting the form prescribed by the Company. You may contact your licensed insurance intermediary or contact our Customer Service Center at +852 2894 9833 to get a copy of the form.

Key Exclusions

We will not pay the Life Insurance Proceeds if the Insured commits suicide, while sane or insane, within 2 years of the Date of Issue or the effective date of change of Insured or the date of last reinstatement of your Policy, whichever is the latest. Instead, the coverage of your Policy will be terminated and we will only pay to you the total Premium(s) paid to us without any interest, less any amount which has been paid to you by us under the Policy and any unpaid loans together with accrued interest.

Cooling-off Period

If you are not satisfied with your Policy, you have the right to cancel it by submitting a signed notice and return the Policy document (if any) to Chubb Life Insurance Hong Kong Limited at 35/F Chubb Tower, Windsor House, 311 Gloucester Road, Causeway Bay, Hong Kong within a period of 21 calendar days immediately following either the day of delivery of the Policy or a notice informing you or your nominated representative about the availability of the Policy and the expiry date of the cooling-off period, whichever is earlier. If the last day of the 21-calendar day period is not a working day, the cooling-off period shall include the next working day. Upon such cancellation of the Policy, we will refund the total amount of Premiums you paid without any interest, less any amount paid to you by the Company under the Policy, in the original currency paid by you subject to any fluctuation of exchange rate upon cancellation, provided that the amount refunded will not exceed the total amount you paid in the original currency under the Policy.

Collection of Insurance Levy by Insurance Authority

The Insurance Authority started collecting levy on insurance premiums from policyowners for policies issued in Hong Kong since January 1, 2018. For details of the levy and its collection arrangement, please visit our Company website at life.chubb.com/hk or contact our Customer Service Center at +852 2894 9833. In the event that we refund your premiums, whether in full or in part, e.g. upon cancellation of your policy during the cooling-off period, the proportionate levy paid by you will also be refunded accordingly.

U.S. Foreign Account Tax Compliance Act

Under the U.S. Foreign Account Tax Compliance Act ("FATCA"), a foreign financial institution ("FFI") is required to report to the U.S. Internal Revenue Service ("IRS") certain information on U.S. persons that hold accounts with that FFI outside the U.S. and to obtain their consent to the FFI passing that information to the IRS. An FFI which does not sign or agree to comply with the requirements of an agreement with the IRS ("FFI Agreement") in respect of FATCA and/or who is not otherwise exempt from doing so (referred to as a "nonparticipating FFI") will face a 30% withholding tax ("FATCA Withholding Tax") on all "withholdable payments" (as defined under FATCA) derived from U.S. sources (initially including dividends, interest and certain derivative payments).

The U.S. and Hong Kong have signed an inter-governmental agreement ("IGA") to facilitate compliance by FFIs in Hong Kong with FATCA and which creates a framework for Hong Kong FFIs to rely on streamlined due diligence procedures to (i) identify U.S. indicia, (ii) seek consent for disclosure from its U.S. policyholders and (iii) report relevant tax information of those policyholders to the IRS.

FATCA applies to Chubb Life Insurance Hong Kong Limited (the "Company") and this Product. The Company is a participating FFI. The Company is committed to complying with FATCA. To do so, the Company requires you to:

- (i) provide to the Company certain information and documentation including, as applicable, your U.S. identification details (e.g. name, address, the US federal taxpayer identifying numbers, etc.); and
- (ii) consent to the Company reporting this information and documentation and your account information (such as account balances, interest and dividend income and withdrawals) to the IRS.

If you fail to comply with these obligations (being a "Non-Compliant Accountholder"), the Company is required to report "aggregate information" of account balances, payment amounts and number of non-consenting US accounts to IRS.

The Company could, in certain circumstances, be required to impose FATCA Withholding Tax on payments made to, or which it makes from, your policy. Currently the only circumstances in which the Company may be required to do so are:

- (i) if the Inland Revenue Department of Hong Kong fails to exchange information with the IRS under IGA (and the relevant tax information exchange agreement between Hong Kong and the U.S.), in which case the Company may be required to deduct and withhold FATCA Withholding Tax on withholdable payments made to your policy and remit this to the IRS; and
- (ii) if you are (or any other account holder is) a nonparticipating FFI, in which case the Company may be required to deduct and withhold FATCA Withholding Tax on withholdable payments made to your policy and remit this to the IRS.

You should seek independent professional advice on the impact FATCA may have on you or your policy.

Automatic Exchange of Financial Account Information

Automatic Exchange of Financial Account Information (“AEOI”) is an arrangement that involves the transmission of financial account information from Hong Kong to an overseas tax jurisdiction with which Hong Kong has entered into an AEOI agreement. In Hong Kong, the relevant legislative framework for implementation of AEOI is laid down in the Inland Revenue Ordinance.

The Inland Revenue (Amendment) (No. 3) Ordinance 2016 requires financial institutions in Hong Kong, to identify and report information relating to financial accounts held by customers that are tax residents of reportable jurisdictions to the Hong Kong Inland Revenue Department (“IRD”).

Chubb Life Insurance Hong Kong Limited (“Chubb”) must comply with the following requirements of Inland Revenue Ordinance to facilitate the IRD automatically exchanging certain financial account information as provided for thereunder:

- (i) to identify certain accounts as “non-excluded financial accounts” (“NEFAs”);
- (ii) to identify the jurisdiction(s) in which NEFA-holding individuals and certain NEFA-holding entities reside for tax purposes;
- (iii) to determine the status of certain NEFA-holding entities as “passive NFEs” and identify the jurisdiction(s) in which their “controlling persons” reside for tax purposes;
- (iv) to collect certain information on NEFAs (“Required Information”); and
- (v) to furnish certain Required Information to the IRD (collectively, the “AEOI requirements”).

In order to comply with the AEOI requirement, from January 1, 2017, Chubb requires account holders (including individual, entities and controlling person) for all new accounts to complete and provide us with a self-certification for tax residence. As for pre-existing accounts, if Chubb has doubt about the tax residence of an account holder (including individual, entities and controlling person), it may require the account holder to provide a self-certification for tax residence.

As a financial institution, Chubb cannot provide you with any tax advice. If you have any doubts about your tax residence status and the impact of AEOI on your policy, you should seek independent professional advice.

It is an offence under section 80(2E) of the Inland Revenue Ordinance if any person, in making a self-certification, makes a statement that is misleading, false or incorrect in a material particular AND knows, or is reckless as to whether, the statement is misleading, false or incorrect in a material particular. A person who commits the offence is liable on conviction to a fine at level 3 (i.e. HK\$10,000).

Every Way of Life —— Chubb Insured.


CHUBB®

Contact Us

Chubb Life Insurance Hong Kong Limited

35/F, Chubb Tower, Windsor House,
311 Gloucester Road, Causeway Bay,
Hong Kong

 life.chubb.com/hk

 2894 9833

This product brochure is intended as a general reference and does not form part of the policy. Please refer to the policy documents for the exact terms and conditions. It is intended to be distributed in Hong Kong only and shall not be construed as an offer to sell or solicitation to buy or provision of any of our products outside Hong Kong.

This product brochure is printed and distributed by Chubb Life Insurance Hong Kong Limited.

© 2024 Chubb. Coverages underwritten by one or more subsidiary companies. Not all coverages available in all jurisdictions. Chubb® and its respective logos are protected trademarks of Chubb.