

**TECHNICAL NAME OF THE PRODUCT: OFFSPRING EDUCATION BENEFIT INSURANCE WITH ADDITIONAL
WAIVER OF PREMIUM FOR ACCIDENTAL DEATH OF THE APPLICANT**

**“OFFSPRING PROSPERITY” INSURANCE
TERMS AND CONDITIONS**

G.C.Life Product Code: 3

1. Composition of Insurance Contract

“Offspring Prosperity” Insurance Contract (hereinafter referred to as “the Contract”) is composed of the insurance certificate, insurance terms and conditions, application form (includes the Confirmation of Electronic Insurance Application), health condition disclosure, insurance plan and other documents related to the Contract.

2. Creation/Effectiveness of the Insurance Contract and Commencement of Coverage

The applicant submits an application and completes the application procedures, the Company notifies the applicant to make premium payment after the Company underwrites the insurance, and then the Contract is created.

After the creation of the Contract and the receipt of full initial premium, the Contract shall enter into effect. The effective date of the Contract will be stated in the insurance certificate. Upon the effectiveness of the Contract, the Company will issue the insurance policy to the applicant immediately.

3. Application Requirements

The applicant must be no younger than 18 years old; have no mental problem; the capacity to pay the premium under the Contract.

The applicant may insure his/her children, grandchildren, other children with consanguinity or affinity relationship with him/her, and children legally recognized to be under his/her custody.

The Insured must be at least 30 days old and no older than the age of 15.

This insurance can be purchased in one or more policies.

4. Cooling-Off Period

From the date of signing the acknowledgement letter, the applicant shall have a 21-day cooling-off period. During this period, if the applicant decides not to procure this insurance, the Contract can be terminated during this period by the applicant’s request.

The Contract shall be terminated from the time when the Company receives the request for termination, and the Company shall no longer be bound by the obligations and shall return the total

premium paid (with no interest) to the applicant, but the applicant shall pay 10 US dollars to the Company for service fees.

5. Payment Period and Premium

The payment period under the Contract can be three or six years. The Applicant can select one of them as the agreed payment period upon the application.

There are four modes of payment, annual payment, semi-annual payment, quarterly payment, and monthly payment, one of which shall be selected by the applicant as an agreed mode of payment.

The premium to be paid for this Contract shall be based on the amounts listed in Schedule 1: "Table of Premium for Each Offspring Prosperity Insurance".

The payment period, mode of payment, and amount of each payment shall be stated on the insurance certificate.

6. Agreed Date of Subsequent Premium Payment and Grace Period

During the payment period under the Contract, the agreed date of payment shall be the following day of each annual anniversary, semi-annual anniversary, quarterly anniversary, or monthly anniversary of the date of the insurance policy. The applicant shall pay the premium for each subsequent period on the agreed date of payment.

There shall be a grace period which is 60 days agreed under the Contract starting from the day after the date of payment.

Coverage shall remain effective during the grace period. If the applicant fails to pay the premium or repay the unpaid premium after the grace period, the Contract shall be suspended from day of the expiration of the grace period, and coverage will not be effective during such suspension.

7. Period of Insurance

The period of insurance under the Contract shall commence on the effective date of the contract until the annual anniversary of the policy in the year when the Insured reaches the age of 22. The period of insurance shall be stated on the insurance certificate.

8. Coverage

During the period of insurance under the Contract, the Company shall assume the following:

(1) Waiver of Premium

During the premium payment period, if the applicant dies from an accident, the Company will waive the subsequent premium payments under the Contract, but the total premium paid before the death of the applicant shall not be refunded.

(2) Education Benefit

There are 3 methods (A, B, and C) for education benefit collection and the applicant shall select one of them as the agreed collection method:

Method A: (Primary, Elementary, and University Education Benefit Collection)

After the payment period, if the Insured survives and is from the age of 7 but before the age of 13, the Company shall pay the Insured a primary education benefit of 300 US dollars on each full anniversary of each policy; if the Insured survives and is from the age of 13 but before the age of 19, the Company shall pay the Insured an elementary education benefit of 400 US dollars on each full anniversary of each policy; if the Insured survives and is from the age of 19 to the expiration of the insurance period, the Company shall pay the Insured an university education benefit of 500 US dollars on each full anniversary of each policy.

Method B: (Elementary and University Education Benefit Collection)

After the payment period, if the Insured survives and is from the age of 13 but before the age of 19, the Company shall pay the Insured an elementary education benefit of 500 US dollars on each full anniversary of each policy; if the Insured survives and is from the age of 19 to the expiration of the insurance period, the Company shall pay the Insured an university education benefit of 700 US dollars on each full anniversary of each policy.

Method C: (University Education Benefit Collection)

After the payment period, if the Insured survives and is from the age of 19 to the expiration of the insurance period, the Company shall pay the Insured an university education benefit of 1,200 US dollars on each full anniversary of each policy.

Note: If the agreed payment period is 3 years, the term “after the payment period” refers to the end of the 3rd annual anniversary of the Contract. If the agreed payment period is 6 years, the term “after the payment period” refers to the end of the 6th annual anniversary of the Contract.

(3) Death Benefit

From the effective date of the Contract to the expiration date of the insurance period, if the Insured dies from any illness or accident and no insurance benefit has been received by then, the Company shall return the total premium paid without interest to the applicant, and the Contract shall be terminated.

From the effective date of the Contract to the expiration date of the insurance period, if the Insured dies from any illness or accident and the amount of benefit received by then is less than the sum of the total premium paid, the Company shall return the difference between the total premium paid and the received benefit without interest to the applicant, and the Contract shall be terminated.

From the effective date of the Contract to the expiration date of the insurance period, if the Insured dies from any illness or accident and the amount of benefit received by then is greater than or equal to the sum of the total premium paid, the Company shall not return the total premium paid to the applicant, and the Contract shall be terminated.

9. Exclusion

In any of the following circumstances, the Company shall not be bound by the coverage under Clause 8 of the Contract:

- (1) The applicant dies from illness or deliberately commits suicide in order to be entitled to the waiver of premium under Item (1), Clause 8 of the Contract;
- (2) The applicant is involved in a fight, or is intoxicated from alcohol or drugs, speeding, drinking and driving over the legal limit, driving without a valid driver license, or driving a vehicle without a valid registration resulting in death;
- (3) The applicant or the Insured is involved in diving, skydiving, climbing, adventure, extreme stunt show, car racing;
- (4) The applicant undergoes prenatal and postnatal examinations, pregnancy (including ectopic pregnancy), miscarriage (including abortion), delivery (including caesarean), contraception, sterilization surgery, infertility treatment and the complications caused by the aforementioned reasons resulting in death;
- (5) The applicant suffers from any medical accident due to plastic surgery or other surgical operation, resulting in death;
- (6) The applicant dies due to war, military clash, riot or armed rebellion, and nuclear explosions, nuclear radiation or nuclear contamination.

10. Beneficiary

The Insured under the Contract shall be the beneficiary of the Contract.

If the beneficiary does not have the civil capacity or has restricted civil capacity, the guardian of the beneficiary shall be designated as the representative of the beneficiary.

11. Notice of Accident

Upon occurrence of an accident, the applicant, the Insured, or the beneficiary shall be obliged to provide notice to the Company.

12. Claim and Payment of Benefit

(1) The claimant for benefit or for premium waiver shall fill out the claim application form and provide the required evidences and documents listed under Clause 13 of the Contract. If the evidences and documents are not complete, the Company shall promptly inform the claimant at once to provide supplementary evidences and documents. The claimant shall be obliged to promptly provide the relevant evidences and documents mentioned above.

(2) The Company, upon receipt of the claim application form from the claimant and the above-mentioned evidences and documents, shall verify them within 10 working days, or 20 working days for complicated cases.

After verification, if it is confirmed to be covered, the Company shall pay the benefit within 2 working days upon reaching an agreement with the claimant on the payment of benefit. After verification, if it is confirmed not to be covered, the Company shall, within 2 working days of the verification, issue a notice of refusal of insurance benefit payment to the claimant by explaining the reasons.

(3) The effective period for the beneficiary to claim the waiver of premium from the Company shall be one year from the date on which the beneficiary is aware or should have been aware of the accident, and five years to claim education benefits.

13. Evidences and Documents Required for Claiming Insurance Benefit

- (1) An insurance certificate or any other forms of proof of the objective existence of this insurance certificate;
- (2) Legal and valid identification documents of the claimant;
- (3) Evidences and documents proving the fact, nature, and cause of the insured event available to be provided by the claimant;
- (4) If a representative is appointed to claim the benefit, a power of attorney and identification documents of the representative;
- (5) If claiming for waiver of premium, the following evidences and documents:
 - 1) a legally effective certificate to prove that the applicant died from an accident;
 - 2) a legally effective declaration of death, if the applicant is declared dead due to accidental disappearance;
 - 3) a certificate of de-registration of the applicant.

14. Disappearance

If the applicant disappears in an accident and is declared dead by the court, the Company shall waive the subsequent premium in accordance with Item 1, Clause 8 of the Contract, but the time of death of the applicant shall be the date of declaration of death by the court. If the applicant reappears or is confirmed to be alive after the declaration of death, the decision of the Company to waive the benefit shall be invalid, and the applicant shall pay the premium as scheduled to maintain the validity of the Contract.

15. Termination by the Applicant

After the Contract is created, unless otherwise provided in the Contract, the applicant may request to terminate the Contract.

For any contract which is subject to waiver of premium, the Company shall not accept the termination request.

The Contract shall be terminated when the Company receives the request for termination of contract. The Company shall, within 5 working days from the date of receiving the request for termination, return the cash value for the time being to the applicant.

If the applicant terminates the Contract after the cooling-off period, he/she shall bear the economic loss arising from such termination.

16. Cash Value

Cash value referred to in the Contract means the surrender payment to be made by the Company to the applicant according to the provisions of the Contract at premature termination of the insurance policy. The cash value at the end of each policy year of the Contract shall be stated on the insurance certificate (see Schedule 3: "Table of Cash Value per Policy at the End of Each Policy Year"). When the Contract is terminated during the period of insurance, the corresponding cash value shall be calculated according to the aforementioned table and the policy year and actual number of days that The Contract has passed.

17. Policy Loan

- (1) During the term of the Contract, the applicant can apply for a loan by using the Contract as collateral after obtaining approval from the Company. The loan amount shall not exceed 70% of the balance of the net cash value at the moment after deducting the unpaid amounts. The maximum term of each loan shall not exceed 12 months, and the interest rate shall be set at 6% per annum. If the principal and interest of the loan are not fully repaid when they are due, the outstanding principal and interest of the loan shall become the basis for calculating the compound interest rate for the new term of the loan.
- (2) From the following day of the day when the principal, interest, and other outstanding amount of the loan reach an amount equal to the net cash value, the Contract shall be suspended, and the Company shall not be obliged to pay the benefit.

18. Contract Suspension and Contract Reinstatement

The Contract shall be suspended if the applicant fails to pay the premiums on time according to the provisions of this contract, or there is an occurrence of the condition stated under Clause 17 section (2) of the Contract.

Within two years after the suspension of the Contract, the applicant may request to reinstate the Contract, and the Contract shall reinstate from the following day of the day on which the applicant formally processes for reinstatement of the Contract and pays the outstanding premium with interest and other outstanding amounts with interest. Interest rate shall be set at 6% per annum.

Two years after the suspension of the Contract, it will become permanently invalid. The Company shall no longer accept any request to reinstate the Contract. When the applicant formally processes the termination, the Company shall return the net cash value at the time of suspension to the applicant.

19. Clear Explanation and Truthful Disclosure

At the execution of the Contract, the Company shall clearly explain to the applicant the contents of the Contract.

For the exclusion clause under the Terms and Conditions of the insurance and any important matters such as the responsibility of economic loss due to termination by the applicant after the cooling-off period, the Company shall, at the execution of the Contract, provide obvious disclosures to the applicant on the insurance plan, application form, or other insurance documents.

The Company may inquire the applicant about personal information, health condition, previous medical history, family medical history of the applicant and the Insured, and other matters related to the execution of the Contract. The applicant shall fulfill the obligation of truthful disclosure.

If the applicant intentionally fails to fulfill the obligation of truthful disclosure or provide fraudulent information, the Company shall not cover insurance benefit occurring prior to termination of the Contract. If the applicant requests to terminate the Contract, the Company shall not return the total premium paid.

20. Contract Modification

The applicant and the Company may negotiate to modify the contents of the Contract and The Company shall endorse the insurance policy or other insurance documents or attach an endorsement, or enter into a written amendment agreement with the applicant for the modification.

In case the applicant changes his/her contact address and contact information, he/she shall promptly notify the Company in writing. If the applicant fails to do so, the Company shall provide relevant notices through the latest contact address and contact information known.

The applicant shall fill in the true age of himself/herself and the Insured on the application form. In case of any misstatement, he/she shall enter into a written agreement to modify the age with the Company, and the premium shall be re-calculated based on the true age. The premium shall be refunded in case of overpayment and shall be supplemented in case of underpayment.

In case of misstatement of age of the applicant or the Insured by the applicant, and the true age is not eligible under the provision of the Contract, the Company may terminate the Contract within 30 days upon being aware of this issue and has the following rights:

- (1) to return the cash value of the Contract to the applicant if the benefit has been paid;
- (2) to return the total premium paid without interest to the applicant and charge 10 US dollars for service fees if no benefit has been paid.

21. Dispute Resolution

For any dispute relevant to the insurance business, any of the disputing parties shall submit the dispute to the Ministry of Economy and Finance for mediation and resolution prior to filing a lawsuit in a court or commencing arbitration, except in relation to a dispute involving criminal charges.

The Company shall provide this Contract in Khmer version. English and Chinese version may be provided upon the request of the applicant. Khmer version shall prevail in case of any inconsistency.

22. Definition

The Company: refers to Grand China Life Insurance PLC.

Age: refers to age calculated based on the date of birth stated on identification documents, which shall be zero from the date of birth and increase by one when a year has passed; it shall not be counted as one year if the year has not passed.

Legally valid identification document: refers to a certificate or document, such as ID card, passport, etc., issued by the national government to prove identity.

Accident: refers to objective hazard which is external, unexpected, unintentional, non-disease, and directly causes personal injury. Accident includes explosion, collapse, scalding, collision, lightning strike, electric shock, contortion, frostbite, heat stroke, drowning, suffocation, fall, acute poisoning, animal bite, car or boat or plane crash, work-related injury caused by overwork. Sudden death is not attributable to accidental death (Sudden death refers to non-violent sudden death of a person that appears healthy within 24 hours after occurrence of symptoms due to underlying illness, malfunction, or other causes. Sudden death shall be determined by the hospital diagnosis and authentication by the police station.)

Policy year: from the effective date of the Contract (or yearly anniversary of the effective date) to the anniversary of the effective date in the following year.

Anniversary of the effectiveness: the yearly (semi-yearly, quarterly, or monthly) anniversary of the effective date of the Contract in each year (half year, quarter, or month).

Drugs: refers to opium, heroin, methamphetamine, morphine, cannabis, cocaine, ketamine and determined by the United Nations and other nationally restricted addictive narcotics and psychiatric drugs, except any medicines which contained components of drugs, but is prescribed by a doctor and used by following the doctor's prescription for the treatment of disease.

Drinking and driving over the legal limit: refers to an event in which the vehicle driver is tested or verified to contain in every hundred milliliter of his/her blood the level of alcohol which reaches or exceeds the level limited by law or the government.

Driving without a valid driver license: refers to any of the following situations:

- (1) not obtaining driving qualifications;
- (2) driving a type of vehicle which does not match the driving license;
- (3) having unqualified driving license;
- (4) having learner's license and learning to drive without coach guidance, or without following the designated time and route for learners.

Driving a vehicle without a valid registration: refers to any of the following situations:

- (1) Any vehicle which has been de-registered in accordance with law;
- (2) Failing to undergo or to pass regular safety and technical inspection of vehicles.

Vehicles: refers to any vehicle transported by a machine on road and on board.

Diving: refers to underwater activity in rivers, lakes, seas, reservoirs, canals and other water areas by using auxiliary breathing apparatus.

Climbing: refers to the activity of climbing cliffs, building facades, man-made cliffs, ice cliffs, and icebergs.

Adventure: refers to the act of deliberately putting oneself in any circumstance by knowing that it causes risks of death or injury under certain natural condition; for example, river rafting, mountaineering, walking through desert or inaccessible primitive forest.

Extreme stunt show: refers to performance of equestrian, juggling, animal training and others.

Mental and behavioral disorder: is based on the “International Statistical Classification of Diseases and Related Health Problems (ICD-10)” issued by the World Health Organization.

War: refers to the armed struggle between nation's, groups of people, or political groups for certain political and economic purpose, subject to declaration of the government.

Military conflict: refers to an armed confrontation between nations or people within certain scope and subject to declaration of the government.

Riot: refers to an armed disturbance which undermines social order, subject to declaration of the government.

Applicant: refers to a natural person or a legal entity, who will become an insured, that completes and signs a written application form for insurance.

The Insured: refers to a natural person or a legal entity which purchase the insurance policy, in some cases this person might be both, the policy owner as well as the insured.

Beneficiary: refers to a third party of a life insurance contract that has the legal rights to receive the benefits from the life insurance contract.

23. Schedule 1, Schedule 2, and Schedule 3

Schedule 1: “Table of Premium for Each Offspring Prosperity Insurance”

Currency: US Dollars

Premium Table						
Age of the Insured Upon Application	Method A		Method B		Method C	
	3 Yrs	6 Yrs	3 Yrs	6 Yrs	3 Yrs	6 Yrs
0	1,534.66	804.71	1,323.83	694.16	1,011.44	530.38
1	1,580.73	828.85	1,363.58	714.99	1,041.83	546.29
2	1,628.28	801.28	1,404.60	736.48	1,073.19	562.72
3	1,677.29	772.91	1,446.88	758.64	1,105.51	579.66
4	1,727.81	743.71	1,490.47	781.49	1,138.82	597.11
5	1,670.47	713.65	1,535.39	805.03	1,173.15	615.11
6	1,611.42	682.68	1,581.68	829.29	1,208.52	633.66
7	1,550.59	650.78	1,629.36	854.28	1,244.97	652.76
8	1,487.93	600.44	1,678.47	792.58	1,282.52	672.43
9	1,423.38	548.58	1,729.06	729.02	1,321.19	692.70
10	1,356.88	495.15	1,781.17	663.53	1,361.00	713.56
11	1,251.90	440.10	1,652.51	596.07	1,402.01	735.04
12	1,143.75	383.39	1,519.95	526.56	1,444.23	757.16
13	1,032.33	324.97	1,383.40	454.96	1,487.70	779.94
14	917.55	247.31	1,242.72	346.23	1,532.47	593.53

Note: Semi-Annual Payment = Annual Payment*0.52

Quarterly Payment = Annual Payment*0.27

Monthly Payment = Annual Payment*0.09

**Schedule 2: “Table of Cash Value per Policy at the End of Each Policy Year”
(Include Educational Benefit)**

Currency: US Dollars

Cash Value for Method B Payment (6 Years)										
Policy Year/Age	0	1	2	3	4	5	6	7	10	14
1	387.02	398.87	411.01	423.49	436.31	449.51	463.09	477.07	370.54	193.35
2	1,032.84	1,064.23	1,096.48	1,129.66	1,163.81	1,198.96	1,235.15	1,272.40	988.29	515.68
3	1,702.49	1,754.08	1,807.14	1,861.77	1,918.01	1,975.91	2,035.51	2,096.87	1,628.68	849.82
4	2,406.68	2,479.48	2,554.41	2,631.57	2,711.02	2,792.82	2,877.04	2,963.75	2,302.00	1,201.13
5	3,146.66	3,241.72	3,339.59	3,440.42	3,544.24	3,651.15	3,761.22	3,874.58	3,009.45	1,570.26
6	3,923.70	4,042.12	4,164.08	4,289.74	4,419.14	4,552.41	4,689.65	4,830.98	3,752.30	1,957.86
7	4,209.80	4,336.85	4,467.70	4,602.52	4,741.36	4,884.35	5,031.59	4,668.23	3,510.89	1,379.60
8	4,336.14	4,467.01	4,601.79	4,740.66	4,883.67	5,030.94	4,667.60	4,293.33	3,101.27	700.00
9	4,466.35	4,601.14	4,739.97	4,883.01	5,030.31	4,667.01	4,292.76	3,907.25	2,679.43	0.00
10	4,600.53	4,739.37	4,882.37	5,029.70	4,666.43	4,292.22	3,906.74	3,509.67	2,038.98	0.00

11	4,738.80	4,881.82	5,029.11	4,665.87	4,291.70	3,906.26	3,509.24	3,100.25	1,379.37	0.00
12	4,881.29	5,028.61	4,665.33	4,291.19	3,905.80	3,508.84	3,099.91	2,678.64	700.00	0.00
13	5,028.13	4,664.87	4,290.70	3,905.35	3,508.45	3,099.59	2,678.39	2,038.45	0.00	0.00
14	4,664.44	4,290.30	3,904.92	3,508.07	3,099.29	2,678.18	2,038.31	1,379.10	0.00	0.00
15	4,289.92	3,904.57	3,507.70	3,098.99	2,677.96	2,038.20	1,379.08	700.00	0.00	0.00
16	3,904.25	3,507.42	3,098.70	2,677.76	2,038.09	1,379.08	700.00	0.00	0.00	0.00
17	3,507.17	3,098.50	2,677.56	2,037.99	1,379.08	700.00	0.00	0.00	0.00	0.00
18	3,098.32	2,677.45	2,037.88	1,379.08	700.00	0.00	0.00	0.00	0.00	0.00
19	2,677.36	2,037.87	1,379.08	700.00	0.00	0.00	0.00	0.00	0.00	0.00
20	2,037.87	1,379.08	700.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
21	1,379.08	700.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
22	700.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Note: In the table above, the left column represents the Policy Year and the top row represents the age of the insured at the time of application.