

INSURANCE/TAKAFUL COVERAGE TERMS & CONDITIONS FOR INVESTORS OF
VOLUNTARY PENSION SCHEMES (VPS)

The Management Company has arranged Life Insurance coverage / Life Takaful coverage for its VPS investors

Investors, who have attained the minimum age of 18 years and are below the age of 65 years, are eligible for Takaful subject to maintaining a cumulative minimum investment balance.

The Takaful Cover will not provide benefits on following instances:

1. Suicide
2. Pregnancy, miscarriage, childbirth or any non-malignant disease occurring in or in connection with the female reproductive organ.
3. Mental or psychosomatic disorder or
4. Self-destruction or self-inflicted injury, while sane or insane, or any attempt threat
5. Over speeding, racing on the ground, water or air, or engaging in any hazardous past time sport such as motorcycling, hunting, steeple chasing, mountaineering, winter sport and diving.
6. War declare or undeclared, or any act of war or insurrection, or as a result of a strike, riot, civil commotion or service in any military, naval or air force, or performing police duty as a covered of any military or naval organization.
7. Enmity or personal, family or tribal feud or animosity of any kind, or
8. While under the influence or as a result of alcohol, drugs (other than medical advice), or other intoxicants.
9. The commission or attempt commission of an act which would subject the person to civil, criminal penalties, or the contravention of any law.
10. Service, travel, or flight in any kind of aircraft or aerial vehicle except as a fare paying passenger in as aircraft operated in a regular schedule by an incorporated common carrier for passenger service over its established air route;
11. Complications arising from an attempt of murder, homicide, manslaughter, assault, assassination, terrorism, slaying or any malicious or criminal act, whether intentional or unintentional, premeditated or spontaneous, random or targeted, resulting in death or disability or the covered failing to reasonably seek or follow medical advice.
12. Failing to reasonably seek or follow medical advice
13. Any medical condition related with HIV or its mutation.
14. Any pre-existing condition as defined in the policy's general provision
 - a) For which treatment or medication or advice or diagnosis has been sought or received or was foreseeable prior to the commencement of the Takaful coverage for the covered concerned;
 - b) Which originated or was known by the policy holder or the covered to exist prior to the commencement of the Takaful coverage, whether or not treatment or medication or advice or diagnosis was sought or received.

Accidental Death Benefit (ADB) & Permanent Total Disability (ACC) Exclusions

No benefit will be payable for any losses caused wholly or partly, directly or indirectly, by;

- a) Attempted suicide, Judicial sentence or any act of intentional self-inflicted injury;
- b) Worldwide Terrorism Exclusion Clause

Notwithstanding any provisions to the contrary within this Agreement and/or underlying agreements and/or endorsements thereto, including express or implied obligations to "follow the settlements", "follow the fortunes" or similar, it is hereby understood and agreed that all loss, liability, damage, costs, expenses, or legal expenses of whatsoever nature directly or indirectly caused by, resulting from, or in any way connected with or arising out of any Act of Terrorism regardless of any other cause or event contributing concurrently or in any other sequence to the loss is entirely excluded from this Agreement.

Act of Terrorism includes any act, or preparation in respect of action, including but not limited to the use of force or violence and/or the threat thereof, of any person(s) or group(s) of persons whether acting alone or on behalf of or in connection with any organization(s) or government(s), committed for political, religious, ideological or similar purposes including but not limited to:

- I. the intention to influence or affect the conduct of any government (de jure or de facto); and/or
- II. to put the public, or any section of the public in fear; and/or
- III. to commit violence or threaten violence against one or more persons (whether legal or natural); and/or
- IV. damaging tangible or intangible property; and/or
- V. endangering life; and/or
- VI. creating a risk to the health or safety of the public or a section of the public; and/or
- VII. an act designed to interfere with or disrupt an electronic system.

This endorsement also excludes loss, liability, damage, cost, expenses or legal expenses of whatsoever nature directly or indirectly resulting from, caused by or in connection with any action or decision of a government agency or other entity to prevent, control, responds to or terminate or in any other way relating to actual or alleged Acts of Terrorism. Such loss, liability or damage is excluded regardless of any other cause or event that contributes concurrently or in any sequence to the loss, liability or damage.

In the event that any portion of this endorsement is found to be invalid or unenforceable, the remainder shall remain in full force and effect.

- c) War and Civil War Exclusion Clause

Notwithstanding any provision to the contrary within this Agreement or any endorsement thereto including express or implied obligations to "follow the settlements", "follow the fortunes" or similar, it is agreed that this coverage entirely excludes loss, liability damage, cost or expense, including expense costs, of whatsoever nature directly or indirectly caused by, resulting from or in connection with any of the following regardless of any other cause or event contributing concurrently or in any other sequence to the loss:

- I. War, civil war, war-like operations (whether war be declared or not), hostilities, invasion, acts of a foreign enemy, mutiny, strikes, riots, civil commotion, assuming proportions of or amounting to a popular rising, military rising, insurrection, rebellion, revolution, military or usurped power, malicious damage, martial law.
- II. Any action taken in controlling, preventing, suppressing or in any way relating to the excluded situations in (i) above, including, but not limited to, confiscation, nationalization, damage to or destruction of property.

In the event any portion of this endorsement is found to be invalid or unenforceable, the remainder shall remain in full force and effect.

d) Any participation or training for any dangerous or hazardous sports or competition or riding or driving in any form of race or competition

e) The Person Covered being in or upon or entering into or alighting from or descending or falling from aircraft of any kind other than a fully licensed standard type fixed transport Organization providing regular air services between duly established airports in which he is traveling as a pilot, cabin crew or fare-paying passenger.

Other Instructions

Investors covered under this Insurance/Takaful plan will be governed by the following additional conditions of the Takaful Policy:

1. The Insurance/Takaful cover will be valid as long as the investor remains invested with a minimum balance of Rs. 1,000 and will cease the day the balance falls below that amount.
2. The investors shall confirm the Nominee/Guardian details in writing.
3. In case of Joint Account only Principal Account holder (as defined in the constitutive documents of NBP Funds) will be covered.
4. An Insured cannot be enrolled simultaneously for more than one Insurance/Takaful Cover under the Policy.
5. The Insurance/Takaful coverage will not be valid if:
 - a) The Master Policy is Cancelled
 - b) The person covered reaches his/her 65th Birthday
 - c) The person no longer meets the eligibility criteria of Insurance/Takaful
 - d) The Individual covered is engaged in or takes part in any naval, military or air-force activities
6. If this Insurance/Takaful Policy terminates due to non-renewal at anniversary (after completion of each year), or due to decisions made by the Participant NBP Funds or the Takaful Operator. In such cases, a 15-day notice shall be provided to the Individuals covered under the Policy prior to termination of coverage. A notice for termination will be published in two widely circulated newspapers one English and one Urdu.

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