

# Life and Loan Insurance

Free with savings and loan accounts

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## More reasons to save with your credit union.

Life Savings insurance is provided at no extra cost when you save with your credit union, paying a lump sum on your savings when you die\*.

Savings insurance has been designed to make the lives of families and next of kin easier in the event of death.

A lump sum on bereavement can help towards funeral costs or could be left as a legacy for a loved one.

The amount of savings insured is 100% up until the age of 64. From 65 to 79 savings are insured at 25%. After the age of 80, deposits are not insured.

In the event of death, we will pass any funds to the person you choose. You can change the person you nominate at any time.

## Example:

You join the credit union at age 50, and save £5 per month until death at age 85.

You saved **£1,980**,

the amount saved between age 50 - 64 gained **£840** cover,

the amount deposited from age 65-79 gained **£210** cover,

we add **£1,050** to your savings.

Your beneficiary receives **£3,030** in total.

## **Great reasons to borrow from your credit union.**

Provided you qualify for cover your loan will be protected in the event of your death\* helping protect your family from the financial burden of bereavement.

If you take out a loan and you die before it is repaid this life insurance cover can help ensure the debt is settled and is not passed on to your loved ones.

People aged 70+ are not eligible for loan life insurance, in which case the credit union would have to claim from your estate in the event of death.

### **Your Health**

Most health conditions, disabilities and illnesses are covered, subject to an exclusion period of six months membership. If death occurs during the first six months of membership from a pre-existing condition, the insurance cover would not pay out. Three causes of death are excluded: War, HIV, or Suicide.

Our insurer would still pay out for accidental death or death from a new illness during the first six months of membership.

Please note; continuous cover requires regular deposits into your credit union account.

### **Making a claim**

We have a group life insurance policy for members. This means you do not have to fill in an application form and the credit union handles the paperwork in the event of a claim.

In the event of a claim, we can pay your chosen person quickly without the need to wait for probate. All we need is a copy of the death certificate.

