



“Prosperity Wealth”
Advance Policy Instruction

Wealth Ignited by Wisdom, Legacy Built with Love

BOC Group Life Assurance Company Limited (“BOC Life”)’s designated plans¹ provide “Prosperity Wealth” Advance Policy Instruction² (the “Instruction”) which allows the Policy Owner to select from 12 different Settlement Options in respect of the payment of Death Benefit (including payment arrangements and/or payment options) for the Beneficiary(ies), to assist your family’s financial planning and embrace future unpredictability with confidence.



Payment Arrangements

Payment Deferral Arrangements	Time of Payment of Death Benefit to the Beneficiary(ies)
✗	a) After claim approval
✓	b) On or commencing from a specified year after the death of the Insured
	c) On or commencing from a specified age of the designated Beneficiary(ies)

Payment Options

Lump Sum Payment 	• Death Benefit will be paid in a lump sum.
or	
Regular Annuity Payments³ 	• Death Benefit will be paid by regular annuity payments ³ according to your chosen annuity payment period (2 to 50 years) and annuity payment mode (annual/monthly). • The annuity payments amount will be calculated and determined by the Death Benefit and the non-guaranteed accumulation interest rate ³ .
or	
Initial Lump Sum Payment + Regular Annuity Payments³ 	• A specified percentage (must be equal to or more than 5%) of Death Benefit will be paid in a lump sum initially followed by regular annuity payments ³ of the remaining balance according to your chosen annuity payment period (2 to 50 years) and annuity payment mode (annual/monthly) . The first annuity payment will be paid together with the initial lump sum payment. • The annuity payments amount will be calculated and determined by the remaining balance of Death Benefit after deducting the initial lump sum payment, and the non-guaranteed accumulation interest rate ³ .
or	
Increasing Annuity Payments³ 	• You could designate a first annuity payment amount and annuity payment mode (annual/monthly). The annuity payments amount will be increased by 3% each year starting from the second year until the remaining balance of Death Benefit and/or the accumulated interest ³ (if any) are fully paid. The final annuity payment amount may be less than or equal to the previous annuity payment amounts. • Please note the annuity payment period cannot be specified under this payment option.

12 Settlement Options

3 Payment Arrangements

Payment after claim approval
Deferred payment on or commencing from a specified year after the date of death of the Insured
Deferred payment on or commencing from a specified age of the Beneficiary(ies)

4 Payment Options

Lump Sum Payment	Regular Annuity Payments ³
Initial Lump Sum Payment + Regular Annuity Payments ³	Increasing Annuity Payments ³

Wealth Ignited by Wisdom

Legacy Built with Love

Illustrative Example



Calvin (55 years old)

- Family status: **married with two sons and one daughter**, Alex (23), Nathan (18), and Amy (8)
- Notional Amount: **HK\$1,000,000***

* The Notional Amount is used for projecting the premiums, dividends and other policy values only, the Death Benefit amount payable upon the Insured's death may be less than the Notional Amount.

Calvin intends to prepare early for his wealth legacy to ensure that his loved ones are protected in the event of his unfortunate passing. He plans to allocate the Death Benefit to four Beneficiaries respectively, namely, his wife, two sons and one daughter.

Assuming that Calvin (the Insured) dies at the age of 60, the projected Death Benefit is **HK\$1,050,312⁴**.
The details of the Death Benefit allocated to each of the four beneficiaries are as follows:



Wife
Mary

Determined Portion of Death Benefit	40%
Payment Deferral Arrangement	Not applicable
Payment Option	Lump Sum Payment

Mary is allocated 40% of the Death Benefit. According to the Instruction designated by Calvin, Mary will receive her Determined Portion of Death Benefit after claim approval as a **lump sum payment** of **HK\$420,125⁴**.

Lump Sum Payment Amount:
HK\$420,125⁴ (HK\$1,050,312 × 40%)



Son
Alex

Determined Portion of Death Benefit	20%
Payment Deferral Arrangement	Not applicable
Payment Option	Increasing Annuity Payments (Annual)³

Alex is allocated 20% of the Death Benefit, and according to Calvin's Instruction, his Determined Portion of Death Benefit will be paid by **increasing annuity payments**³ after claim approval. Calvin specified that the first annuity payment amount shall be **HK\$15,000⁴**. Starting from the second year of receiving the first annuity payment, the annuity payments amount will increase by 3% each year until the remaining balance of his Determined Portion of Death Benefit and/or the accumulated interest³ (if any) are fully paid.

Alex's Determined Portion of Death Benefit:
HK\$210,062⁴ (HK\$1,050,312 × 20%)

Annuity Payment Amount[#]:
1st Year: **HK\$15,000⁴**
2nd Year: **HK\$15,450⁴** (HK\$15,000 × (1 + 3%)¹)[#]
3rd Year: **HK\$15,914⁴** (HK\$15,000 × (1 + 3%)²)[#]
⋮
13th Year: **HK\$21,386⁴** (HK\$15,000 × (1 + 3%)¹²)[#]
14th Year: **HK\$13,511^{4, #}**

Annuity payments will cease when the balance of Alex's Determined Portion of Death Benefit and/or the accumulated interest³ (if any) are fully paid.

[#] Assuming the non-guaranteed accumulation interest rate of HKD declared by BOC Life is 2.5% p.a. and such interest rate remains unchanged for the entire annuity payment period. The actual annuity payment period may be longer or shorter than the annuity payment period quoted in the example. The final annuity payment amount may be less than or equal to the previous annuity payment amounts.



Son
Nathan

Determined Portion of Death Benefit	20%
Payment Deferral Arrangement	Not applicable
Payment Option	Initial Lump Sum Payment (40%) + Regular Annuity Payments³ (60%) (Annually for 10 years)

Nathan is allocated 20% of the Death Benefit. According to Calvin's Instruction, 40% of his Determined Portion of Death Benefit shall be paid as an **initial lump sum payment** after claim approval, and the remaining balance shall be paid by **regular annuity payments**³ for 10 years. Nathan will receive an initial lump sum payment amount of **HK\$84,025⁴** together with the first annuity payment after claim approval, and the remaining balance of his Determined Portion of Death Benefit will be paid annually by annuity payments of **HK\$14,050^{4, ®}** thereafter, HK\$140,500[®] in total.

Nathan's Determined Portion of Death Benefit:
HK\$210,062⁴ (HK\$1,050,312 × 20%)

Initial Lump Sum Payment Amount:
HK\$84,025⁴ (HK\$210,062 × 40%)

Annuity Payment Amount[®]:
HK\$14,050^{4, ®} per year
(HK\$14,050^{4, ®} to be paid annually for 10 years = HK\$140,500^{4, ®})

[®] Assuming the non-guaranteed accumulation interest rate of HKD declared by BOC Life is 2.5% p.a. and such interest rate remains unchanged for the entire annuity payment period. The actual total annuity payments amount may be higher or lower than the amount quoted in the example.



Daughter
Amy

Determined Portion of Death Benefit	20%
Payment Deferral Arrangement	Designated Date of Payment - Amy's birthday when she attains the age of 18
Payment Option	Regular Annuity Payments³ (Annually for 10 years)

When Calvin dies, his daughter Amy will be 13 years old and she is allocated 20% of the Death Benefit. According to Calvin's Instruction, her Determined Portion of Death Benefit will be paid by **regular annuity payments**³ for 10 years which shall commence after five years when Amy attains the age of 18. The annuity payments amount Amy will receive shall be **HK\$26,493^{4, ~} per year, HK\$264,930^{4, ~}** in total.

Amy's Determined Portion of Death Benefit:
HK\$210,062⁴ (HK\$ 1,050,312 × 20%)

Amy's Determined Portion of Death Benefit after five years:
HK\$237,666⁴ (HK\$ 210,062 × (1 + 2.5%)⁵)

Annuity Payments Amount commencing after five years:
HK\$26,493^{4, ~}
(HK\$26,493^{4, ~} to be paid annually for 10 years = HK\$264,930^{4, ~})

[~] Assuming the non-guaranteed accumulation interest rate of HKD declared by BOC Life is 2.5% p.a. and such interest rate remains unchanged during the first five years immediately following Calvin's death and the annuity payment period thereafter. The actual total annuity payments amount may be higher or lower than the amount quoted in the example.

Remarks:

- Please contact our Financial Consultant for details of the designated plan(s).
- Subject to the written consent of the assignee of the policy (if any), and all applicable laws and regulations, the prevailing rules and conditions of BOC Life, while the policy is in force and during the lifetime of the Insured, the Policy Owner may request in writing to have the Death Benefit payable by BOC Life be paid to the Beneficiary(ies) in the occurrence of the death of the Insured (the "Instruction") in accordance with any one or more payment option(s) and/or payment deferral arrangement(s) offered at BOC Life's sole discretion ("Settlement Option(s)"), provided that the Death Benefit is approved by BOC Life. The Instruction shall only be exercised subject to the conditions to be imposed by BOC Life from time to time and must be approved and endorsed by BOC Life in writing prior to the death of the Insured. The Beneficiary(ies), at all times, do(es) not have the right to change the Instruction or any part thereof, including but not limited to the Settlement Option(s) and/or annuity payment mode(s) once approved by BOC Life. For the avoidance of doubt, if no Instruction is given by the Policy Owner, BOC Life will pay the Death Benefit in a lump sum to all Beneficiaries after the approval of the death claim. For details, please refer to the policy provisions issued by BOC Life.

- The remaining balance of the Determined Portion of Death Benefit after deducting the initial lump sum payment paid (if applicable) and subsequent annuity payments paid will accumulate with interest at a non-guaranteed interest rate declared by BOC Life from time to time. BOC Life retains the right to adjust the non-guaranteed accumulation interest rate throughout the annuity payment period. The annuity payments amount is therefore not guaranteed. As of the print date of this flyer, the non-guaranteed accumulation interest rates are as follows:

Policy Currency	USD	HKD	RMB	AUD	CAD	GBP	EUR	SGD
Non-guaranteed Accumulation Interest Rate	3%	2.5%	3%	2.25%	2%	2%	1%	1.5%

- The figures in the above illustrative example are rounded to whole number and for illustrative purposes only.