



Individual Protection

Critical 3 with Life Insurance



Welcome to AIG

AIG Life Limited operates in the UK, Channel Islands, Isle of Man and Gibraltar. We provide financial and practical support for individuals, families and businesses when illness or injury threatens their life, lifestyle or livelihood.

keyfacts[®]

This document gives you the key information you need to help you decide whether Critical 3 with Life Insurance is right for you. It's available in other formats such as Braille, large print or audio. Please ask if you need one of these formats.

This document doesn't contain the full details and exclusions of your insurance. To find out more, you can ask for a copy of the terms and conditions, known as our Insurance Details. The Insurance Details, along with your Insurance Summary and the answers you give in your application, will be sent to you when your insurance starts.

This document is based on our understanding of the current laws in England and Wales and tax rules in the UK.

It's your responsibility to make sure Critical 3 with Life Insurance meets your financial needs, so please think carefully and check if it's right for you before you buy.

It's important that the information you provide when you take out this policy is true, accurate and complete. If you don't, your insurance may be cancelled or a future claim may be rejected or reduced.



What is Critical 3 with Life Insurance?

Critical 3 with Life Insurance will pay out a single sum of money while you're insured if:

- you're diagnosed with one of the specified critical illness conditions;
- you're diagnosed with a terminal illness and are expected to die within 12 months; or
- you die.

The three critical illness conditions you're insured for are:

- Cancer - excluding less advanced cases and including aplastic anaemia,
- Heart attack - of specified severity; and
- Stroke - of specified severity.

A full definition of these conditions is explained in the Insurance Details.

This product meets your demands and needs if you want a sum of money to help your family if you die, or to help if you fall seriously ill with cancer, a heart attack or a stroke, or if you're diagnosed with a terminal illness.

If the amount we pay out forms part of your estate, it may be subject to inheritance tax. You may wish to place your insurance in trust to help mitigate the effect of inheritance tax. We recommend that you take professional advice before setting up a trust.

Who can buy Critical 3 with Life Insurance?

Critical 3 with Life Insurance is available to customers who are aged 17 up to and including 75 and who are resident in the United Kingdom.

You can choose to insure:

- you alone - we call this single life insurance; or
- you and another person - we call this joint life insurance.

If you choose joint life insurance, we'll pay out if one of you dies or is diagnosed with a terminal illness, cancer, heart attack or stroke before your insurance ends. Once we've made a payment, your insurance will end.

How does Critical 3 with Life Insurance work?

The amount of insurance

When you take out Critical 3 with Life Insurance, you decide how much insurance you want. This is the amount we pay out if you die or are diagnosed with a terminal illness, cancer, heart attack or stroke before your insurance ends.

The length of your insurance

This is how long your insurance lasts. You can choose any number of years between 3 and 50, although your insurance must end before you reach your 86th birthday.

Types of insurance

You can choose whether you'd like the amount of your insurance to stay the same or change over time.

- Level insurance – the amount of your insurance stays the same.
- Decreasing insurance – the amount of your insurance decreases each month, to reach zero when your insurance ends. This works in the same way as the outstanding amount on a repayment mortgage with an annual interest rate of 8%.
- Increasing insurance – the amount of your insurance increases each year in line with the Retail Prices Index, up to a maximum annual increase of 10%. This may not be available to everyone.

Further information regarding these types of insurance is available in the Insurance Details.

Paying for your insurance

We'll collect monthly or annual payments from you by direct debit to pay for your insurance, until the date your insurance ends.

If you choose level or decreasing insurance, the amount you pay won't change. If you choose increasing insurance, the amount you pay will increase each year.

Changing your insurance

You can change your insurance in the following ways:

- Reduce the amount of your insurance;
- Reduce the length of your insurance;
- Stop and restart annual increases if you've chosen increasing insurance;
- Change your payments from monthly to annual, and vice versa; or
- Change your joint life insurance to one single life insurance or two separate single life insurances.

For more information, including limitations, please read the Insurance Details.

Mortgage guarantee

If you choose decreasing insurance in connection with a mortgage, and at the time of making a successful claim the amount of your insurance is less than the amount of the outstanding mortgage, we'll pay the amount outstanding on your mortgage, provided that:

- the difference between the amount of insurance and the outstanding mortgage is solely due to the mortgage being charged an annual interest rate higher than 8%;
- the initial annual interest rate charged on the mortgage at the start of your insurance was less than 10%;
- your insurance does not end before your mortgage is due to be repaid; and
- the amount you were insured for at the start of your insurance was at least the size of the mortgage, or the part of the mortgage your insurance covers.

Home purchase insurance

If you're purchasing a property, we'll automatically give you free insurance between when you exchange contracts and when the purchase of your home is completed. In Scotland, this will be from when missives are completed for the property until the date of entry into the property.

Home purchase insurance will begin once you've chosen when you want your insurance to start and you've exchanged contracts.

Home purchase insurance will end 90 days from the date it starts, on the date of completion, or on the date your insurance starts, whichever comes first. If the date of completion happens before your insurance is due to start, you won't be insured during this time.

Home purchase insurance will pay the lower of:

- the amount of insurance requested in your application or the purchase price of your home, as confirmed when contracts are exchanged; or
- £1,000,000 if you die; or
- £350,000 if you're diagnosed with one of the specified critical illness conditions: cancer, heart attack or stroke.

We're unable to consider a claim for terminal illness under home purchase insurance.

Your insurance will end if a payout is made under home purchase insurance.

Important information

Critical 3 with Life Insurance only protects you against events that happen to you while you're insured. If something happens outside that time, you won't be insured. Your Insurance Summary shows how long your insurance lasts.

For some people, we may not include a certain type of critical illness in your insurance. This could be because you have a particular medical condition when you apply for insurance. If we've excluded any critical illnesses from the insurance we're offering, we'll let you know and it will be shown in your Insurance Summary.

If you don't review your insurance in line with your earnings and lifestyle, you may have more or less insurance than you need.

Inflation will reduce the spending power of any money you're paid in the future. To help protect your insurance against inflation, you can choose for it to increase in line with the Retail Prices Index, up to a maximum increase of 10% each year. If you do, the amount you pay will increase each year to pay for your extra insurance. How much extra you pay will depend on your age and how long you have left on your insurance at that time, and your payments will increase by a higher percentage than the amount of your insurance.

If you choose to stop your annual increases, the amount you pay will remain at what it was when you stopped. If you restart your annual increases, the amount you pay will increase again. However, if you choose to stop your increase for three years in a row, you'll no longer have the option to increase the amount of your insurance in future years.

If you don't meet the criteria for the mortgage guarantee and the annual interest rate on your mortgage is greater than 8%, the amount we'll pay for a successful claim may not meet the outstanding amount of your mortgage.

We'll only make a payment for a diagnosis of a terminal illness, cancer, heart attack or stroke if you meet the definition provided in the Insurance Details.

For joint life insurance, your insurance will stop if one person dies, or is diagnosed with a terminal illness, cancer, heart attack or stroke. The other person will then no longer be insured under this insurance.

If you're diagnosed with a terminal illness, cancer, heart attack or stroke, you can be residing anywhere in the world when you make a claim. However, your diagnosing consultant must be in an eligible country. For a list of eligible countries, please see the Insurance Details.

For a death claim, you can be anywhere in the world.

If any payment remains unpaid for more than 30 days, we'll stop your insurance and you'll no longer be insured.

We may need to ask your doctor for medical information. This could be to help us assess your insurance application or to check the information you've provided us.

Other information

Making a claim

We want to make it easy for someone to claim. Whoever is making the claim should get in touch as soon as they can, using the contact details provided.

If you'd like to know more about claiming on your insurance, you can take a look at the Insurance Details.

The insurance will be paid to the person who is legally entitled to receive it. We'll confirm who this is when a claim is made. It will depend on the nature and circumstances of the claim, and whether the insurance has been assigned or put under trust.

When we won't pay a claim

We won't pay a claim if you don't:

- keep up your regular payments to us until your insurance ends;
- provide us with accurate, complete and true information when you apply for Critical 3 with Life Insurance;
- provide us with any medical or other evidence that we ask for; and
- tell us immediately if any of the information in the Insurance Summary or Application Details we send you is wrong.

Further information about when we won't pay a claim is available in the Insurance Details.

Changing your mind about Critical 3 with Life Insurance

If you change your mind about having Critical 3 with Life Insurance within 30 days of receiving your insurance documents, we'll refund any money you've paid, unless we've already paid a claim under your insurance.

If you don't cancel your insurance within this time period, your insurance will remain in place.

If you stop your insurance after 30 days, your insurance will end on the day before your next monthly payment is due and you won't get any money back. If you pay annually, your insurance will end on the day before the next monthly anniversary of your insurance and we'll refund any remaining balance of your annual payment.

Your insurance has no surrender value at any time.

The law

The law of England and Wales will apply to this insurance.

Language

All our communications with you now, and throughout the duration of your insurance, will be in English.

Current tax rules

Under current legislation and HMRC practice, the amount of insurance we pay out is normally free from Income Tax and Capital Gains Tax for UK residents, unless you assign your insurance to someone else.

Professional guidance should be sought before any type of assignment or changed ownership is undertaken.

If your insurance is not placed in trust, the amount we pay may form part of your estate for inheritance tax purposes.

Personal information we collect

Personal information we collect about you includes sensitive information such as your health and medical history. Where we collect this information, we will rely either on your consent, or on a combination of the following justifications: performing a contract with you or preparing to enter into a contract with you; complying with regulatory requirements; or having a legitimate interest to request your personal information.

To give you a quicker decision about your insurance, we may make decisions about your application using an 'automated decision-making tool'. An 'automated decision-making tool' doesn't involve human input and we sometimes use it to determine whether we are able to provide you with insurance and on what terms based on the answers you give us.

We may also use your personal information to detect, investigate and prevent crime (including fraud and money laundering).

Where permitted by applicable law, AIG Life Limited may share personal information with carefully selected third parties, for example, other insurers, reinsurers, and financial advisers.

As you have been introduced to us by Skipton Building Society, we will share limited information about you with them to prevent duplicate communications, for our own business processes, and as per their legitimate interests.

For further information on how Skipton Building Society use your information, please see their privacy policy at www.skipton.co.uk/privacy-policy. AIG Life Limited will not share your information for marketing purposes.

Your personal information may be transferred outside the country in which you are located including to countries outside the European Economic Area.

As a data subject you have certain rights in relation to your personal information. More details about AIG Life Limited's use of personal information and your rights as a data subject can be found at www.aiglife.co.uk/privacy-policy or you may request a copy using the following contact details:

Data Protection Officer, AIG Life,
58 Fenchurch Street, London, EC3M 4AB or by email at
DataProtectionOfficer@aiglife.co.uk.

About our business

Information about our business, performance and financial position, and details on how we control our business and manage risks can be found in our Solvency and Financial Condition Report available on our website www.aiglife.co.uk.

Making a complaint

If you have a complaint, you can get in touch with us using the contact details provided.

We'll try to resolve complaints as quickly and fairly as possible. If we cannot deal with your complaint promptly, we'll send you a letter to acknowledge it and give you regular updates until it's resolved. If you're not happy with how we deal with your complaint, you can refer it to the Financial Ombudsman Service.

You can email them at
complaint.info@financialombudsman.org.uk

Call 0800 023 4567

Or write to The Financial Ombudsman Service, Exchange Tower, Harbour Exchange Square, London E14 9SR.

Making a complaint to the Financial Ombudsman Service does not affect your right to take legal action.

What happens if AIG got into financial trouble and couldn't pay out the money?

The Financial Services Compensation Scheme (FSCS) is there to protect you if we cannot meet our obligations. Whilst most customers will be covered under the FSCS, whether or not you can claim and the amount you can claim depends on the specific circumstances of your claim. You can get further information from www.fscs.org.uk or by calling 020 7741 4100.

How to contact us

For any enquiries about Critical 3 with Life Insurance:

- call 0330 303 9981
- email enquiries@aiglife.co.uk

To make a complaint:

- call 0330 303 9981
- email complaints@aiglife.co.uk

To contact the Claims Team:

- call 0330 303 9982
- email claimsteam@aiglife.co.uk

Our lines are open Monday to Thursday 8:30am to 8pm and Friday, 8:30am to 5:30pm, except for bank holidays.

Please note our opening hours are UK local time.

You can also write to us at AIG Life Limited, PO Box 12010, Harlow CM20 9LG or visit www.aiglife.co.uk for more information.

Calls are charged at standard rates from a BT landline, but may cost more via mobiles and other networks. We may record or monitor calls. This is to make sure we have a record of any instructions we're given, help train our staff, improve the quality of our service and prevent or detect fraud.



www.aiglife.co.uk

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EDCO 2722-0524