

Adopted by Order No. V-1/15 of the CEO of the Branch of 23 February 2015

SPECIAL TERMS AND CONDITIONS: PENSION ANNUITY INSURANCE No. 009

Valid from 01 March 2015

1. GENERAL PROVISIONS

1.1. These special terms and conditions: Pension annuity insurance No. 009 (hereinafter referred to as the Special Terms and Conditions) lay down the terms and conditions, regulations and requirements to be applied to the pension annuity insurance contracts concluded in accordance with these conditions and shall be considered as an integral part of such contracts.

1.2. The Special Terms and Conditions shall be applied only in conjunction with the General Insurance Terms and Conditions of the Insurer. In the event of any conflict between the Special Terms and Conditions and the General Insurance Terms and Conditions, the Special Terms and Conditions shall prevail.

1.3. The Insurance Object in accordance with these Special Terms and Conditions is the property interest related to the life of the Insured.

1.4. The terms used in these Special Terms and Conditions shall be defined in the General Insurance Terms and Conditions and/or Special Terms and Conditions.

2. ADDITIONAL TERMS

2.1. In addition to the terms defined in the General Insurance Terms and Conditions, the following capitalized terms used in the Contract and in the communications sent by the parties during performance of the Contract shall have the specific meanings defined in the Contract and its annexes and/or particular content and shall be interpreted respectively, unless the context obviously requires otherwise and/or otherwise provided in the Contract or the respective communications between the parties:

9.2.1. Annuity shall mean the sequence of periodic Insurance Benefits payable to the Beneficiary until the death of the Insured or until the date of expiration specified in the Contract.

9.2.2. Annuity Payment Period shall mean the period laid down in the Contract during which the Annuity is to be paid to the Beneficiary.

9.2.3. Beginning of the Annuity Payment Period shall mean the next month following the effective date of the Contract.

9.2.4. Period of Guaranteed Payments shall mean the period of time during which the Insurer must pay the

Annuity Benefits to the Insured or Beneficiary in the event of the Insured's death, if the Insured deceased prior to the expiration date of the Period of Guaranteed Payments. The Period of Guaranteed Payments shall start at the Beginning of the Annuity Payment Period.

9.2.5. Surrender Value shall mean the amount which is approximately specified in the Insurance Certificate (Policy) and shall be paid in cases of termination of the Contract laid down in the General Insurance Terms and Conditions and/or the Special Terms and Conditions.

3. INSURED EVENTS

3.1. The Insured Events under the Contract shall be the following:

3.1.1. the Beginning of the Annuity Payment Period;

3.1.2. the death of the Insured within the Period of Guaranteed Payments.

4. NON-INSURED EVENTS

4.1. There are no non-insured events.

5. INSURANCE PREMIUM

5.1. The one-off Insurance Premium established upon the mutual agreement between the Policyholder and the Insurer prior to conclusion of the Contract which depends on the preferred amount and types of the Annuity, age of the Insured and/or other conditions.

6. ANNUITY

6.1. When concluding the Contract, the Policyholder shall choose the amount of the Annuity, periodicity of payment, duration of the Annuity Payment Period (until the Insured's death or expiration date), duration of the Period of Guaranteed Payments.

6.2. The Annuity may be paid once a month, once a quarter, once a half-year or once a year.

6.3. Payment of the Annuity Payments shall start from the Beginning of the Annuity Payment Period.

7. FEES

7.1. The following Fees, the particular amounts or aluculation procedure whereof shall be specified in the



Insurance Certificate (Policy) and/or Price List, shall be applied under the Contract:

7.1.1. the Management Fees, intended to cover the costs of conclusion and performance of the Contract, which shall be deducted from the Insurance Premiums as follows:

7.1.1.1. the Fees depending on the amount of the Insurance Premium shall be deducted from each received Insurance Premium;

7.1.2. the Fees for Additional Services payable for provision of the services specified in the Contract or Price List which shall be paid in case of amendment of the Contract, its termination, issue of a duplicate of the Insurance Certificate (Policy) or in any other cases provided for in the Price List on the day of performance of the respective action.

8. BENEFICIARY

8.1. The Beneficiary under the Contract may be only the Insured himself, unless otherwise provided in the Contract.

9. DEATH OF THE INSURED

9.1. In the event of the Insured's death occurred within the Period of Guaranteed Payments, the Insurer shall continue to pay the Annuity Payments to the Beneficiaries in the event of death until the expiration date of the Period of Guaranteed Payments. The one-off payment equal to the discounted sum of the outstanding Annuity Payments to be paid until the expiration date of the Period of Guaranteed Payments may be made to the Beneficiaries in the event of death.

9.2. In the event of the Insured's death occurred within the Period of Guaranteed Payments, the Beneficiaries in the event of death, Policyholder or their successors must inform the Insurer of the death of the Insured within the period of 30 (thirty) days and provide the following documents in a form and with content acceptable to the Insurer:

9.2.1. application for Annuity Payment in a form established by the Insurer;

9.2.2. original copy of the Insurance Certificate (Policy);

9.2.3. copy of the death certificate of the Insured certified by a notary public or a person authorized by the Insurer;

9.2.4. documents certifying the identity/identification and/or powers of the Beneficiaries in the event of the death of the Insured or other person entitled to the

Annuity Payment (copies must be provided together with original copies for identification);

9.2.5. documents certifying the right to the Insurance Benefit, if it is claimed by either other legitimate heirs or successors of the Beneficiary in the event of the death of the Insured;

9.3. If the Beneficiary in the event of death of the Insured has not been appointed or has deceased, then in the event of the Insured's death the payable Annuity Payment shall be inherited in accordance with the procedure laid down by the laws.

9.4. In the event of the Insured's death occurred after the expiration date of the Period of Guaranteed Payments, the Annuity Payments shall not be made after his death. The Insurer shall be entitled to recover all Annuity Payments made after the Insured's death and expiration date of the term of validity of Guaranteed Payments.

9.5. If the Insured has been declared to be deceased by a court, the Insurer shall be informed of the death of the Insured within the period of 30 (thirty) days from such declaration.

9.6. The Annuity Benefits shall be paid into the bank account of the Beneficiary and any related risk and costs shall be borne by the Beneficiary (currency conversion costs, costs of payment orders, delay, any related losses, etc.)

10. EXPIRATION OF THE CONTRACT

10.1. The Contract concluded in accordance with the Special Terms and Conditions expires:

10.1.1. in the event of full payment of the Annuity Benefits specified in the Contract by the Insurer;

10.1.2. in the event of the death of the Insured after the expiration date of the Period of Guaranteed Payments;

10.1.3. in the event of termination or expiration of the Contract;

10.1.4. if other grounds for expiration of the Contract laid down in the General Insurance Terms and Conditions appear.

10.2. The Contract may be terminated by either party only from the beginning of the next month by taking into consideration the time limits for notice of termination of the Contract laid down in the General Insurance Terms and Conditions.



Annex No. 1 to

SPECIAL TERMS AND CONDITIONS: PENSION ANNUITY INSURANCE No. 009

**PRICE LIST
Effective from 01 March 2015**

1. Management Fees

1.1. Fees depending on the amount of the Insurance Premium:

1.1.1. The fee on the Insurance Premium shall not be higher than 3%.

2. Fees for additional services

Service	Fee
Amendments of the Contract: amendment of the Beneficiaries, other amendments.* *Note: this fee shall be calculated for each amendment to the provision of the Contract separately.	EUR 5.00
Termination of the Contract	EUR 14.00
Issue of a duplicate of the Insurance Certificate (Policy) and other documents certifying conclusion of the Contract	EUR 5.00