

SAVINGS

AIA SMARTBUILDER



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THE REAL LIFE  
COMPANY

In a fast-paced world full of responsibility, we sometimes tend to lose focus and miss out on achieving our dreams and aspirations. We often neglect to financially secure our future due to commitments in the present. When was the last time you smiled with confidence at the thought of having secured the future you had longed for?

With AIA SmartBuilder, you can do just that. AIA SmartBuilder simply is a smart fund building solution which will also safeguard the financial security of your loved ones, even if you are not around. What's more, you only have to pay your premium for a period of either 4 or 6 years.

## Is this plan the right solution for you?

- Do you have aspirations that remain unfulfilled?
- Are you looking for a short-term investment with long-term rewards?
- Would you like your dependants to receive a monthly income even if you are not around?
- Would you like to secure the standard of living of your family even if you are not around?

## What does AIA SmartBuilder Offer You?

### A short Premium Paying Period

You need to pay premiums for either 4 or 6 years only and still remain protected for a longer term of your choice.

### Option to select between a Lump Sum and Drawdown at Maturity

When your policy matures, you have the option to take your full Maturity Benefit as a lump sum or as a monthly income for a chosen period of 10 to 30 years.



### **The ability to withdraw funds in an emergency**

After the completion of the Premium Paying Term, you have the option to withdraw up to 15% of your Fund as an emergency withdrawal, once during your Policy Term.

### **A Life Cover that suits you**

AIA SmartBuilder offers you a life cover that could be customized depending on your needs.

### **What if the unforeseen occurs?**

In the event of death, your dependants will immediately receive the Life Benefit (this will be doubled if death was due to an accident and the Accident Benefit was opted) and the Maturity Benefit as a lump sum or monthly income when the policy matures.

If death happens during the Premium Paying Term, in addition to the immediate payment of the Life Benefit, AIA will continue your policy by paying your premiums on your behalf while ensuring all the Benefits as stated above.

### **AIA SmartBuilder is enriched with Dividends**

SmartBuilder comes with a unique Dividends system that ensures a continuous growth of your fund each year at the declared dividend rate (net of charges) or the annually guaranteed rate of return (net of charges) whichever is higher.

Each Policyholder has a separate Investment Account in to which basic premiums and Top-Up premiums are credited after adjusting for the Allocation Charge.

Dividend is credited to your Investment Account and your Investment Account grows with a compounding effect, enabling to receive a higher fund. Applicable charges will be deducted from your Investment Account.

After the Premium Paying Term, the premium for Additional Life Benefit and Accident Benefit (if opted) will also be deducted from the Investment Account until Policy Maturity.

# How will your Fund grow?

If you are 35 years in 2017 and opt for a Premium Paying Term of 6 years and a Policy Term of 20 years and pay an Annual Basic Premium of LKR 100,000 with a Life Cover worth 15 times the Annual Basic Premium, Your Illustrated Fund at maturity will be as follows:

Pension Details	Assumed Dividend Rates		
	4 % p.a.	8% p.a.	12% p.a.
Illustrated Pension Fund at Retirement	829,864	1,680,810	3,275,517

Values in LKR

If you have opted to receive your Maturity Benefit as a drawdown for a monthly income receiving period of 15 years, the illustration of monthly income will be as follows:

Illustrated Monthly Pension	Assumed Dividend Rates		
	4 % p.a.	8% p.a.	12% p.a.
At Maturity Age	4,610	9,338	18,197
At the start of the 5 <sup>th</sup> Year	5,240	12,355	27,875
At the start of the 10 <sup>th</sup> Year	6,148	17,532	47,502
At the start of the 15 <sup>th</sup> Year	7,214	24,878	80,948

Values in LKR

Projected values in the above tables are calculated by using assumed dividend rates of 4%, 8% and 12% and applying the relevant charges and assuming all premiums are paid on the respective due dates.

These assumed dividend rates are not guaranteed and are not the upper or lower limits of what you might get.

In addition to the above illustrations, your protection benefits will be as follows:

In-built Benefits	Amount
Amount payable on death (Basic Sum Assured + Additional Life Benefit)	LKR 1,500,000
<b>Premium Protection Benefit</b> The payment of premiums during the balance Premium Paying Term will be waived in the event of Death or Total Permanent Disability. However the policy will continue to provide benefits throughout the policy term.	

The Basic Premium will be used to provide cover for the Basic Sum Assured and to build your Fund. The Total Annual Premium payable will be LKR 105,091 which includes premiums for “Additional Life Benefit” and “Premium Protection Benefit”

Other product information

Entry Age: 19 – 61 Years (Next Birthday)

Maximum Maturity Age: 76 Years (Next Birthday)

Premium Paying Term: 4 or 6 Years

Policy Term: 10 – 20 Years

Note:

For a Premium Paying Term of 4 years, premiums should be paid on a yearly basis

For a Premium Paying Term of 6 years, premiums can be paid monthly, quarterly, half-yearly or yearly

Applicable charges

Allocation Charge

Policy Year	1 <sup>st</sup> Policy Year	2 <sup>nd</sup> Policy Year	3 <sup>rd</sup> Policy Year onwards
Allocation Charge on Basic Premium	40%	15%	0%
Allocation Charge on Top-Up Premium	4% on each Top-Up Premium		

Surrender Penalty:

Policy Year	1 <sup>st</sup> Policy Year	2 <sup>nd</sup> Policy Year	3 <sup>rd</sup> Policy Year	4 <sup>th</sup> Policy Year onwards
Surrender Penalty	100%			100% to 0%*

\*Reducing over the policy term

Administration Charge

LKR 661.25 per annum for 2017 increasing 15% every January 1<sup>st</sup>

Fund Management Charge

0.75% per annum of the balance of the Investment Account

Mortality Charge

Based on Basic Sum Assured and Company’s cost of cover charge rates

# What is your commitment?

To enjoy the benefits you need to make premium payments on time throughout the Premium Paying Term. If you do not pay your premiums within the grace period of 30 days during the first 3 policy years, the policy will lapse and you will not receive any benefit under the policy. However you have the option of reinstating the policy subject to policy conditions.

If you have paid and continued your policy for three or more years, even if you have not paid premiums on due dates the company will continue to deduct the Policy Administration Charge, Fund Management Charge, Mortality Charge for Basic Sum Assured, Premiums for inbuilt protection benefits and the Accident Benefit (if selected) from your Investment Account and provide you uninterrupted protection benefits. Therefore, even during economic hardships you will be able to enjoy your protection benefits as long as you have a sufficient balance in the Investment Account. The policy will be immediately terminated if the above said charges and premiums cannot be debited from the Investment Account due to the insufficient Investment Account balance. However, we urge you to make your premium payments on time, to ensure continuous build-up of your fund. This would help you fulfill your dreams and needs whilst enjoying protection benefits. Also, if absolutely essential, you may cash in your plan. However this will incur a Surrender Penalty and the policy will be terminated.

## Additional Benefits

### Accident Benefit

Provides additional Life Cover in the event of Accidental Death. This benefit will also provide you with financial assistance in the event of a Permanent Disability due to an accident.

If the Life Assured is not the Policy Owner the benefits provided by this policy will be applicable to the Policy Owner, whilst the covers are applicable to the Life Assured.

This brochure is only a product overview. For full product details, terms and conditions please refer the Policy Document

## About AIA

AIA Group is the pre-eminent life insurance provider in the Asia Pacific region.

A total Sum Assured of over  
**US\$1 trillion**

**Almost 100 years**  
of history in Asia

**18 geographical markets**

More than  
**30 million**  
individual policies

More than  
**16 million**  
group scheme members

1919  
CHINA

1931  
HONG KONG

1931  
SINGAPORE

1938  
THAILAND

1947  
PHILIPPINES

1948  
MALAYSIA

1957  
BRUNEI

1972  
AUSTRALIA

1981  
NEW ZEALAND

1982  
MACAU

1984  
INDONESIA

1987  
KOREA

1990  
TAIWAN

2000  
VIETNAM

2001  
INDIA

2012  
SRI LANKA

2013  
MYANMAR\*

2015  
CAMBODIA

\* AIA has a representative office in Myanmar



THE REAL LIFE  
COMPANY

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