EXTRACT FROM GENERAL TERMS AND CONDITIONS FOR LIFE INSURANCE (WITH SURVIVAL BENEFIT)

In accordance with the provisions of Law No. 52, dated 22.05.2014 "On the insurance and re-insurance" and the Statue of the company, Life Insurance Company SiCRED sh.a., provides this extract from the General Terms and Conditions of the Insurance Contract "Life Insurance (with Survival benefit)":

1.1. DEFINITIONS

These general terms and conditions include the following definitions for the herewith-used terms:

1. **"Insurer",** means the Insurance Company SiCRED sh.a., that issues the insurance contract and which will compensate the Beneficiary in view of the benefit defined in the insurance contract.
2. **"Proposal Form",** means the expression of interest of the requester in written form addressed to the Insurer in view of issuing the insurance contract.
3. **"Contractor",** means the physical or legal person that signs the Insurance Contract with the Insurer.
4. **"Insured",** means the physical person whose life is insured and whose survival or death is related to the paying of the insured amount, which is agreed upon.
5. **"Beneficiary",** means the physical person that benefits the amount agreed in the contract.
6. **"Insurance Policy",** means the Document that certifies the issuance of Life Insurance Contract.
7. **"Insurance Premium",** means the amount that the Insured/ Contractor is obliged to pay to the Insurer, based on the Life Insurance (with Survival benefit) contract.
8. **"Policy Period",** means the duration of the insurance contract.
9. **"Premium Paying Term",** means the timeframe when premiums are paid, a timeframe which is defined in the Proposal Form. The implied period cannot be longer than the insurance duration.
10. **"Insurance Event",** means the future event that evolves independently of the will of the Insured. Such event is the sudden death of the Insured within the insurance period or the survival of the later until the eventual temination of the insurance duration.
11. **"Sum Assured",** means the monetary value agreed upon, that the Insurer is obliged to fulfil in accordance with the insurance contract/insurance policy.
12. **"Paid up Value",** means the monetary amount that the Insurer will pay to the Insured, upon termination of the insurance period, if the Insured interrupts the insurance contract and does not withdraw the estimate of the paid premiums.
13. **"Surrender Value",** means the amount that the Insurer will pay to the Contractor/Insured in the event his or her policy is voluntarily terminated before its maturity
14. **"Mathematical reserve",** means the actual amount of Insurer's future obligations after the deduction of the actual amount of the future obligations of the Insured.
15. **"Physical Person",** means an individual in his/her full legal capacity and enabled to act, as according to the current law.

The undefined terms of this contract are stipulated by law no. 52/2014, dated 22/04/2014, whereas in the absence of a legal designation, they carry the meaning conveyed in the vocabulary of Albanian language.

1.2 INSURANCE PRODUCT

1. The Contractor/ Insured pays the Premium to the Insurer and the later, in case of occurrence of the insurance event, pays the Beneficiary the insured amount or a part of it, in accordance with the contract.
2. Life insurance in cases of death or survival could be applied with or withouth medical check-up.
3. Apart from life insurance, the Insurer could provide different riders, in accordance with the additional provisions of the Insurer.
4. As per these general conditions, the minimum and maximum age limit of insured individuals is 18-55 years of age. The Insurance is terminated once the Insured reaches the age of 65 years old. Individuals

that suffer from health problems at the aplication moment could be insured for substandard risk, a risk that is assessed case-by-case in accordance with risk assessment (underwriting) procedure undertaken by the Insurer, or they could be refused the insurance request. Individuals that are unable to work cannot be insured.

5. All notifications, declarations and requests from contracting parties should be presented in written form and should meet the general dispositions of insurance.

1.3 PROPOSAL FORM

1. In view of the issuance of a life insurance contract, the Contractor/ Insured should file the Proposal Form of the Insurer. The Proposal Form should be thoroughly completed, with truthful, accurate information and should include all facts necessary for the risk assessment and issuing the contract. The Insurer has the right, should he deem reasonable, to request the Insured to perform a medical examination as per his guidelines.
2. The Insurer has the right to, within a timeframe of a minimum of 15 days from receiving the insurance request, to assess the risk undertaken and make a decision on the approval or the denial of the insurance request.

1.4 INSURANCE POLICY AND INSURANCE CARD

1. The Insurer issues the Insurance Policy as a document that certifies the issuance of the insurance contract. Along with the Insurance Policy, the Insurer also issues the Personal Insurance Card on behalf of the Insured.
2. The Life Insurance Policy provides the complete data of the Insurer, as well as the name, family name, the Identification Card number and the address of the Insured, birthdate, type of insurance coverage, validity of the insurance period, Sum Assured, insurance premium and the date of payment, the beneficiary in cases of death or survival and the date of issuance of the Insurance Policy. The Insurance Card holds a serial number, the number of the Insurance Policy, the ending date of the insurance, and also the identity of the insured person with a photograph.
3. The Insurance Policy should necessarily include also the Surrender value schedule, as well as the schedule of paid up values.
4. If along with the life insurance it was also agreed on the rider, the insurance contract should include as complementary part the additional provisions of the insurer for the given rider.

1.5 PREMIUM AND SUM ASSURED

1. The Insurer defines the annual insurance premium based on the age and gender of the Insured, the sum assured, the policy period and the remaning conditions set by the Insurer.
2. The parties agree to establish the Sum Assured depending on the tariffs set by the Insurer, the age of the Insured, the health statuts of the Insured, his/her professional activity, his/her free time activity and the insurance period.

1.6 PAYABLE BENEFIT

1. The Insurer is obliged to pay the payable benefits as defined in the Insurance Policy in support of these general conditions should the following insurance events occur:
    a. The death of insured prior to the ending of the policy period
    b. The survival of the Insured until the termination of the policy period.
2. In cases of benefit for death as a consequence of illness, the Insurer has the right to investigate the medical records and personal data of the Insured.

1.7 PAID UP VALUE

1. The Contractor/Insured is entitled to request the paid up value without the further payment of the premium with reduced sum assured (paid up value). Paid Up Value is possible during the insurance period if the insurance premium has been paid for at least the first three years.
2. The Insurer has the right to offer the Contractor/Insured the surrender value only upon termination of the third year of insurance as per the relevant table, if during the policy period there are circumstances that hinder the obligation payment from one of the parties, upon condition that the insurance premium should have been paid for the given insurance period. In such case, the obligation of the Insurer terminates at 00.00 hours of the day the surrender value is paid and the insurance policy is lapsed.

1.8 EXCEPTIONS AND LIMITATIONS TO THE OBLIGATIONS OF THE INSURER

Obligations of the Insurer, reversible premium

The Insurer is not obliged to pay the total amount of the insured amount that was agreed upon, but only the surrender value, in accordance with the Schedule of surrender value defined in the Insurance Policy, for the following cases:

1. If the Insured commits suicide during the first two years of the insurance or dies as a consequence of a suicidal effort during the same period of time;
2. If the Beneficiary, or heir, deliberately causes the death of the Insured and at least 3 annual premiums have been paid until the time of death;
3. If the death of the Insured is caused as a consequence of acts of war, rebellion, strikes, civil conflicts, terrorism, or armed fight;
4. If the death of the Insured is caused as a consequence of death penalty, or if the Insured dies while in a conscious manner has prepared, performed or tries to flee the crime scene after committing a criminal act;
5. If the death of the Insured is caused as a consequence of an earthquake, natural catastrophe or any natural event pertaining to this category;
6. If the death of the Insured is caused as a consequence of participating in races with motor vehicles in land or in air as well as with professional sports equipment;
7. If the data presented in the health questionnaire on the health state of the Insured are inaccurate;
8. If the death of the Insured is caused as a consequence of AIDS (Acquired Immune Deficiency Syndrome) or as a consequence of alcohol, drugs or other narcotics abuse:
9. If the insurance event ocurres as a consequence of the effort to perform, or performing a non-spontaneous abortion and not advised by the relevant physician;
10. If the Insurance Event ocurres as a consequence of the explosion or nuclear or atomic radiation;
11. If the death of the Insured is caused as a consequence of perfoming dangerous sports (climbing, parachute jumping, etc.);
12. If the death of the Insured occurres as a consequence of remaining in extreme climate zones;
13. If the death of the Insured occurres as a consequence of making use of an airplane, except for the cases of travel with airplanes licenced for passenger transport.

1.9 INSURANCE EVENT

a. Notification on insurance event

1. The Beneficiary or the Insured is obliged to inform in written form the Insurer, should the insurance event take place, within 7 days from the occurrance.
2. The notification should be made using the given Insurer questionnaire that should include the following documents:

i. Original copy of life insurance policy and personal insurance card;
ii. Copy of identification document;
iii. Death certificate or any other document that certifies the decease status of the Insured;
iv. The medical report on the time, cause of death, etc.;
v. Medical epicrises from the Physician that attended or cured the deceased;
vi. Heritage certification if they are appointed as legal heirs of the insurance policy;
vii. Proof on family ties if they have not been appointed beneficiaries.

3. The Insurer has the right to request any other required evidence in support of the right to payment.
4. Expenditures related to the notification on insurance event are borne by the person that files the notification.

b. Payment of Sum Assured

1. The Insurer pays the Sum Assured in accordance with the contract within 30 (thirty) days from the day of receiving the notification on insurance event with all the documents and the evidence anticipated in Chapter "Insurance Event" of the General Provisions. The procedure and method of withdrawal of the Sum Assured by the Insured/Beneficiary are defined with a special agreement between the parties.
2. If the Beneficiary has not been appointed by the Contractor/Insured, the Insurer pays the sum assured to the individual that has this right as per the legal dispositions on heredity.

1.10 BENEFICIARY APPOINTMENT

1. The Contractor/Insured appoints in the contract the beneficiary of payable benefits that derive from the contract. If no beneficiaries are appointed, the Civil Code dispositions on heredity are applied.
2. If the Beneficiary is below 18 years of age the sum assured will be paid to his/her parents or legal custodians.
3. The Beneficiary will be the only individual receiving the sum assured, independently when or how he/she is appointed as Beneficiary and independently whether he/she granted the approval prior to the death of the Insured, so that he/she can address the Insurer a request for the payment of sum assured.

1.11 PAYMENT AND OTHER OBLIGATIONS

1. The Beneficiary/Insured is obliged to pay all the obligations foreseen by the current tax legislation

1.12 AMENDMENT TO GENERAL CONDITIONS OF INSURANCE

These General Terms and Conditions of Insurance shall be replaced or amended with the approval of an actuary, and after the notification of the Albanian Financial Supervisory Authority, and the Contractor/Insured should be fully and accurately aware on such amendements in accordance with the current legislation

1.13 APPLICABLE LEGISLATION

1. This contract is stipulated in accordance with the current legal framewok, namely the Civil Code, law no. 52/2014, dated 22.05.2014 "**On insurance and re-insurance**", the by-laws approved in its framework, as well as law no. 9887, dated 10.3.2008 "On the protection or personal data" (amended), and also the internal guidelines of the insurance Company.
2. For any adjustment of relations among the Insurer, the insured, the contractor, the beneficiary and other involved individuals, which are not expressed in these General Conditions, the Civil Code dispositions are to be applied.

3. The Insurer, in framework of this Contract collects, preserves, deposits and makes use of the necessary personal data for the signature of the insurance policy, in accordance with the dispositions of law No. 9887, dated 10.3.2008 "On the protection of personal data" (amended), as well as with legal acts and by-laws approved in this regard.

EXAMPLE:

The purpose of this example is to explain to the insured the calculation model, but all the data (rates) are random and are not related to the data (rates) given in the insurance contract signed with the insured.

Insured (male) 30 years old
Policy Period -25 years
Annual Premium - 1000€
Sum Assured- €

In case of death the expected profit is added to the surrender value and the paid-up sum.

After the Year	Surrender Value (€)	Death Benefit (€)	Paid-Up Value (€)
0	0	25,073	0
1	0	25,073	0
2	0	25,073	0
3	1,622	25,073	2,094
4	2,521	25,073	3,218
5	3,432	25,073	4,331
6	4,356	25,073	5,434
7	5,292	25,073	6,527
8	6,241	25,073	7,609
9	7,203	25,073	8,681
10	8,179	25,073	9,744
11	9,168	25,073	10,796
12	10,172	25,073	11,839
13	11,190	25,073	12,874
14	12,225	25,073	13,902
15	13,277	25,073	14,925
16	14,347	25,073	15,941
17	15,436	25,073	16,953
18	16,546	25,073	17,962
19	17,679	25,073	18,970
20	18,837	25,073	19,977
21	20,020	25,073	20,986
22	21,233	25,073	21,998
23	22,477	25,073	23,015
24	23,756	25,073	24,039
25	25,073	25,073	25,073