



# Education Policy



#### Nominated adult beneficiary: -

Applicable only for the proceeds of the policy in the event that the nominated beneficiary i.e. (is/are under the age of 18 (eighteen) years at the time of claim or maturity



#### How to claim

Claims must be reported in writing to Absa Life Assurance Kenya immediately and as soon as the event becomes known to the Policyholder, Claimant or Beneficiary. Death claims must be reported in writing within 12 (twelve) months from the date of death. Disability claims must be reported within 6 (six) months of the disability occurrence.



#### What are the policy exclusions?

The list of the applicable general and specific exclusions is outlined in the application form. Absa Life Assurance Kenya shall not be obliged to make any payment(s) in respect of any condition or event arising directly or indirectly from or traceable to any of the exclusions.

This means that you will cease paying premiums and the policy will have a reduced sum assured, in proportion to the duration at the paid-up date compared to the original premium-paying term. So whereas the client is free from any further payment obligations, subsequent Benefits are based on the reduced value.

#### Privileges, Just for You

##### Free-Look (Cool Off) Period:-

In case you disagree with any of the terms and conditions of the policy, you can return the policy to the Company within 30 days of its receipt, for cancellation, stating your objections. We will refund the policy premium after the deduction of proportionate risk premium for the period of cover, stamp duty charges, cost of medical examination, if any.

##### Grace Period:-

You get a Grace Period of 30 days for premium payment from the premium due date to pay your missed premium. During these days, you will continue to be covered and be entitled to receive all the benefits subject to deduction of due premiums.

##### Flexibility to make changes:-

Written document(s) attached to this Policy that modifies the original Policy details as expressly requested by the Policyholder and confirmed in writing by ALAK. The Policy describes the features and benefits that may be amended.

##### Beneficiary(ies):-

The policyholder is the sole beneficiary for the disability benefit. However, the policy allows the policyholder to nominate 10 beneficiaries (Children) each receiving an equal proportion of the benefit.

##### NOTE:

The policyholder cannot nominate another adult to sign up on their behalf in case of being above 60 Years. Such would be a gift the person.

#### For any assistance find us at:



SMS "Education" to 20114



Call 020 420 9000 or



Email [Alak.customerservice@absa.africa](mailto:Alak.customerservice@absa.africa)



[www.absalife.co.ke/contact-us](http://www.absalife.co.ke/contact-us)

Terms and conditions apply.

**As you raise your child to reach their highest potential, you need to invest in your child's education. Our Education Policy allows you to do just that!**

We all have big dreams for our children, and we remain hopeful of a better future for them. With our Education Policy, your dream of a better future for your child is within reach. The policy allows you to save towards the high school or tertiary costs of your child's education whilst providing you with the peace of mind that should unexpected life events such as death or disability happen, your child's future education will not be jeopardized.

### Unique Product Benefits:

The plan enables you to save systematically for your child's education fees.

- It offers you three options to receive Guaranteed Payouts, depending on your child's education milestones, so that you receive the money when it is actually needed.
- Your child's education is secured even in case of an unfortunate event in your life.
- You can further strengthen your plan by opting for riders which cover you against an accidental death and accidental total and permanent disability.
- An Education policy with a term of 10 Years and above qualifies for 15% annual tax relief up to a maximum of KES 60,000.00 subject to the prevailing tax laws.
- You may opt to take up multiple policies subject to the total initial sum assured across all the policies being capped to KES 100M

### The Policy summary

	Min	Max	Notes
<b>Client age at entry</b>	18 Years	60 Years	Client cannot assign someone else to apply on their behalf
<b>Sum Assured</b>	KES 100,000	KES 100 M	Medical tests required above KES 10M
<b>Premium Paying Term</b>	5 Years	18 Years	
<b>Maturity Payouts at end of premium paying term</b>	<ul style="list-style-type: none"> <li>• Option 1: Payable annually after Premium paying term for 4 years</li> <li>• Option 2: Payable as Lump Sum at end of Premium paying term</li> </ul>		
<b>Annual Inflation Protection</b>	<p>For Monthly, Quarterly, Semi-annual, Annual, the client will select annual premium increase at 0%, 5% or 10%. The Sum Assured will also increase with each accepted and processed premium increase, at 70% of the premium increase.</p> <p>For Single Premium, the client will have the option to select the benefit increase at 0%; 3.5% or 7%.</p>		



**Premium Payment Frequency** Monthly, Quarterly\*, Semi-annual\*, Annual\*  
\*Premium will be discounted

Single Premium

**How Does It Work?** **Step 1:** Decide the level of Education you would be saving for relative to child's age

**Step 2:** Decide the amount of money you would need for your child's education milestone.

**Step 3:** Opt for riders as per your need.

**Step 4:** Use the approved ALAK quote tool to enter the Sum Assured you wish to accumulate at the end of the selected policy term to calculate the premium amount you need to pay.

**OR**  
Enter the Premium you wish to pay within the selected policy term to calculate Sum Assured you wish to accumulate.

**Step 5:** Complete the application form; attach copy of National ID or Passport; copy of KRA Pin and signed quote. (Optional 1st premium payable directly to ALAK by EFT/Mpesa).

**Note:** ALAK does not accept cash or personal cheques.

**Step 6:** Be assured of enjoying protection and Guaranteed Payouts to fund your child's education.

- What Are Your Benefits?**
1. Death Benefit on death of the Policyholder
  2. Permanent Total Disability
  3. Occupational Disability
  4. Annual Maturity Benefits
  5. Premium Waiver Benefits
  6. Paid-up Benefits
  7. Surrender Benefits
  8. Benefits on non-payment of Premium
  9. Benefits on death/disability of the Nominated Child Beneficiary

### Surrender Value

You purchased this plan to ensure that your child's education milestones remain uninterrupted.

This objective will be achieved only if you continue the plan up to maturity. However, should your financial circumstances change and you can no longer afford to continue paying the premiums but you are in need of money, you have the option to surrender the policy before its maturity. If you do, you will be paid a Surrender Value.

Should you cancel your policy before the end of the premium paying term, the policy will pay an immediate benefit, depending on the duration at time of cancellation.

- If cancellation is during the first 36 months of the policy, the policy will pay a surrender value equal to 50% of actual premiums paid.
- If the cancellation is after 37 months, the surrender value will be a proportion of the sum assured based on the policy duration compared to the original premium-paying term.



### Paid Up Benefits

You purchased this plan to ensure that your child's education milestones remain uninterrupted.

This objective will be achieved only if you continue the plan up to maturity. However, should your financial circumstances change and you can no longer afford to continue paying the premiums but you are not in need of money from the policy, you have the option to convert the Policy to Policy Paid UP.