

## Making Sense of Your Finances – Bonus Statement for your with-profits life insurance policies

If you have a participating life insurance policy, e.g. participating whole life policy and endowment policy, you will receive a yearly statement on any annual bonus or dividend from your insurance company. Participating life insurance policies are policies where you share in the profits or losses of an insurance fund through the distribution of bonuses. MoneySENSE shows you what is contained in a Bonus Statement. For more educational topics on life insurance, visit the MoneySENSE website at [www.moneysense.gov.sg](http://www.moneysense.gov.sg) or the Life Insurance Association, Singapore website at [www.lia.org.sg](http://www.lia.org.sg).

This is the projected claim amount to be paid by the insurer should the insured person die. The projected claim amount is not guaranteed. The actual bonuses declared in the future may be higher or lower, depending on the investment climate and economic conditions.

Participating policies usually build up cash values after a certain period. Cash value is the cash amount which an insurer will pay a policyholder when he cancels or surrenders his policy pre-maturely. This is the projected cash value to be paid by the insurer if the policyholder surrenders the policy at 65 or in Year 2025, whichever comes first. The projected cash value is not guaranteed and depend on the investment climate and economic conditions.

For regular or single premium endowment policy, this is the projected maturity value a policyholder will receive on the maturity date. The projected maturity value is not guaranteed and depend on the investment climate and economic conditions.

### Bonus Statement 2004

MS LEE LEE LEE  
123 STREET  
SINGAPORE 123456

STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2004  
POLICYHOLDER'S NAME AND NRIC NO : MS LEE LEE LEE

CURRENCY : S\$  
S1234567Z

Policy Number	Sum Assured	Start Date	Type of Policy	Bonus for Year 2004	Accumulated Bonus
11111111	20,000	25/06/1983	WHOLE LIFE WITH COMPOUND REVERSIONARY BONUS <b>2004 SPECIAL BONUS</b> PROJECTED CLAIM AMOUNT* PROJECTED CASH VALUE*	898.39 <b>264.00</b>	19,497.85
11111112	15,000	29/01/1985	ENDOWMENT WITH COMPOUND REVERSIONARY BONUS <b>2004 SPECIAL BONUS</b> MATURITY DATE: PROJECTED MATURITY VALUE PROJECTED MATURITY YIELD	574.66 <b>180.00</b>	11,740.73
11111113	50,000	13/05/2001	SINGLE PREMIUM INVESTMENT MATURITY DATE: PROJECTED MATURITY VALUE PROJECTED MATURITY YIELD P.A.	<b>289.41</b>	1,077.54

\* Projection is as at age 65, or Year 2025 if you are now above 45 years.

Reversionary bonus is a type of non-guaranteed benefits of a participating policy. However, once declared by the insurer, reversionary bonus becomes a guaranteed benefit. Reversionary bonus is paid over and above the guaranteed benefits of a participating policy, and increases the cash value (or surrender value) of a policy.

For regular or single premium Endowment policy, this is the date that your policy will mature and you will receive the maturity value.

\$898.30, \$574.66 and \$289.41 are the bonuses declared for 2004 on your participating policies. Once declared, this bonus is guaranteed.

\$264 and \$180 are special one-off 2004 Bonuses for regular premium policies bought on or before 31 Dec 2001.

This is the Cumulative Bonus declared from the start of policy up to 31 Dec 2004. This accumulated bonus is payable in the event of a claim, in addition to the sum assured.

For regular or single premium endowment policy, this is the projected yield at maturity based on compounded interest rate.

This information is provided by the Monetary Authority of Singapore and the Life Insurance Association, Singapore as part of the MoneySENSE national financial education programme.