

COLLECTIVE INSURANCE FOR THE 'LADY' AND 'A KARTA' CREDIT CARDS – HANDOUT FOR APPLICANTS

(according to Insurance Contract No. 37/2004 Coll.)

Komerční banka, a. s., and Komerční pojišťovna, a. s., have jointly prepared for you a product that will give you the certainty that any adversity will not put your future and the future of your loved ones at risk.

By signing the Health Declaration and by fulfilling the conditions for admission to insurance, you are included into the collective insurance when arranging the Contract for a Personal Credit Card or an Amendment to the Contract for a Personal Credit Card. The insurance protection starts at the moment when the drawing of the loan is initiated or at the moment of entering into the Amendment.

The insurance protection is terminated:

- at the moment of termination of the Contract for a Personal Credit Card;
- at 24:00 p.m. on the day preceding the day on which the insured reaches 60 years of age;
- by death of the insured;
- on the day of occurrence of an insured event relating to the insurance against total disability;
- by demanding premature repayment of the loan;
- by refusal to provide insurance indemnity;
- by withdrawal of consent to process sensitive data of the insured;
- by the insured being removed from the insurance by the policy holder based on a written agreement between them;
- by the insured being removed from the insurance by the insurer or the policy holder within two months of admission to insurance.

The age-at-entry of the insured (client) shall be 18 years minimum and 55 years maximum. The insurance shall be automatically terminated upon the expiry of the day preceding the day of the insured's 60th birthday.

The collective insurance tied to your loan includes:

■ **Insurance against death**

In the case of death of the insured, the insurance company settles the outstanding amount of the principal as at the month and year when the insured event occurred. The insurance company is not obliged to pay out the insurance indemnity if the insured person dies by suicide.

■ **Insurance against total disability**

The insurance company provides insurance indemnity if you are awarded the third-grade disability pension in the course of the insurance duration; however, no sooner than 2 years after the insurance inception. Meeting the two-year condition is not required if the third-grade disability pension was awarded solely as a result of an injury. The insurance indemnity is paid out in a lump-sum totalling the amount of the unpaid principal of the loan.

■ **Insurance against inability to work**

If you are on sick leave for a period longer than 2 months (i.e. deferred period), the insurance company will pay out insurance indemnity in the amount of your monthly loan instalment for each month of your sick leave after the expiry of the deferred period. The entitlement to insurance indemnity arises upon the expiry of the three-month waiting period that starts running from the beginning of the insurance. The insurance against inability to work is terminated upon the payment of insurance indemnity for 24 months of sick leave in total or when the insured is awarded a first-, second- or third-grade disability pension, retirement pension or extraordinary retirement pension (see the insurance terms and conditions, article 5, paragraph 5.4.).

■ **Insurance against loss of job**

In the case of loss of job due to organisational reasons (i.e. notice given by the employer according to Section 52 (1) a) to c) of the Labour Code), the insurance company will provide insurance indemnity for each month of your unemployment up to the maximum of 4 months. The entitlement to indemnity arises upon the expiry of the six-month waiting period (i.e. the period from the insurance inception or from the commencement of any new employment) and the two-month deferred period (i.e. the period following the termination of employment). The monthly loan instalment is defined in the amount of the stipulated monthly repayment. The insured is obliged to announce and evidence in writing the commencement of a new job.

The following applies to all the above mentioned risks: The amount of the loan's principal or of the stipulated monthly loan instalment created by using the loan via credit card transactions carried out after the insured event's occurrence is not part of insurance indemnity.

Notification of an insured event:

The receiver of the indemnity is the beneficiary, which is Komerční banka, a. s., and the indemnity is not subject to income tax. In the case of occurrence of an insured event connected with any of the above mentioned risks, it is necessary to notify the branch of Komerční banka, a. s., at which the loan was arranged, of this fact. The insured event shall be evidenced by the insured (or the bereaved person in case of the insured's death) and claimed by the beneficiary (always Komerční banka, a. s.) using the below specified forms. These forms are available from the relevant relationship manager.

When reporting an insured event, the following shall be submitted:

- **in case of death of the insured** – Notification of an insured event – DEATH, original of the death certificate or certified copy of the death certificate, contact details of the bereaved person, name + address of the insured's attending physician, copy of the police report in case of a traffic accident, Health Declaration,
- **in case of total disability** – Notification of an insured event – TOTAL DISABILITY / LOSS OF AUTONOMY, copy of the decision on awarding the third-grade disability pension,
- **in case of inability to work** – Notification of an insured event – INABILITY TO WORK with indication of the diagnosis specified by the attending physician (copy of the hospital discharge report in case of hospitalisation) and a confirmation of the employer since when you have been receiving sickness benefits and whether or not you are still employed, Health Declaration,
- **in case of loss of job** – Notification of an insured event – LOSS OF JOB, copy of employment contract, employee's card containing records of employment, notice (or agreement) indicating the date and reason for employment termination.

Address for correspondence and complaints:

The correspondence address is the address of the relevant branch of Komerční banka, a. s., that arranged the consumer loan included in the collective insurance and that is the main contact point to deal with issues related to the insurance. The address for complaints is Komerční pojišťovna, a. s., Client Services, Karolinská 1/650, 186 00 Prague 8. It is also possible to contact the Czech National Bank.