



Rainbow Saver Anglia Credit Union Ltd

Free Life Insurance

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Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. FRN 213617

Rainbow Saver has a group policy with:

CUNA Mutual Insurance Society, authorised and regulated by the Financial Services Authority Registration Number 202104.

CUNA Mutual's registered address is: Faraday Wharf, Aston Science Park, Holt Street, Birmingham, B7 4BB

Free Life Insurance Protects your Savings and Loan

Rainbow has a group life insurance policy for members. This means you do not have to fill in an application form and **Rainbow** handles the paperwork in the event of a claim. Group policies are fairer to members as there are few exclusions.

In the event of a claim, **Rainbow** needs a copy of the death certificate and can pay the beneficiary quickly at a difficult time, no need to wait for Probate. The insurance company has a good record of speedy settlement with **Rainbow**.

Savings Protection

In the event of death, **Rainbow** will pass the benefits to the person you named as Beneficiary. You can change the beneficiary at any time, the form must be witnessed by someone who will not benefit.

The maximum cover is currently £5,000

How much would your beneficiary get?

The amount claimed depends on the balance in your account at death, and your age when you paid it in - not age at death.

- For savings deposited before the age of 65, **Rainbow** will add 100%
- For savings deposited between the age of 65 and 79, **Rainbow** adds 25%
- For savings deposited after the age of 80, there is no extra insurance payable.

Example:

- Member joins the credit union at age 50, and saves £5 per month until death at age 85.
- Total amount saved was **£1,980**
- The amount saved between age 50 - 64 gained **£840 cover**
- The amount deposited from age 65-79 gained **£210 cover**
- This added **£1,050 to the savings**

The beneficiary received £3,030 in total.

Exclusions

Two causes of death are excluded: War and Suicide.

Rainbow has been unable to persuade the insurer to cover these.

Cessation of Membership

If you have ceased to be a member, or have less than £1 in your account, there is no insurance cover.

Lapsed Member

If you have a balance in your account but have not paid into it for a long time, the insurer may decide that you are a lapsed member and cover would be refused. Each case is looked at on its merits.

All other health conditions, disabilities and illnesses are covered, subject to a qualifying period of 6 months membership. If death occurs during the first 6 months of membership from a pre-existing condition, the insurance cover would not pay out.

The insurance would still pay out for accidental death or death from a new illness during the first 6 months of membership.

Fair treatment of people with impaired health

People with severe disabilities, permanent health conditions or illnesses get our free life insurance after the qualifying 6 months membership. **Rainbow** believes that this offers a huge benefit to people with impaired health, who may be unable to get life cover anywhere else, or have to pay a high price to protect themselves.

Avoid Losing your Free Life Insurance

It is very important to continue paying in regularly to avoid being treated as a lapsed member, even a small amount each month will retain your eligibility

Loan Protection

In the event of death, **Rainbow** will make a claim and the outstanding balance of the loan would be paid by the insurance company to **Rainbow**. This avoids a claim on your estate and gives your next of kin peace of mind.

Exclusions

People aged 80+ are not eligible for loan life insurance, in which case **Rainbow** would have to claim from the estate in the event of death.

One cause of death is excluded: Suicide. **Rainbow** has been unable to persuade the insurer to cover this. All other health conditions, disabilities and illnesses are covered, subject to a qualifying period of 6 months. If death occurs during the first 6 months of the loan from a pre-existing condition, the insurance cover would not pay out. The insurance would still pay out for accidental death or death from a new illness during the first 6 months of a loan.

Lapsed Member

If your loan is in arrears, and you have not paid into it for a long time, the insurer may decide that you are a lapsed member and cover would be refused. Each case is looked at on its merits.

This means that people with severe disabilities, permanent health conditions or illnesses get our free life insurance after the qualifying 6 months. **Rainbow** believes that this offers a huge benefit to people with impaired health, who may be unable to get life cover anywhere else, or have to pay a high price to protect themselves.

Rainbow undertakes to consider all loan applications without bias on health status or age - unlike many other lenders who prefer not to lend to people with impaired health.