

CARIBBEAN AMERICAN LIFE ASSURANCE COMPANY

Torre Chardón, 350 Avenida Carlos Chardón, Suite 1101, San Juan, PR 00918

Benefit: We will pay the benefit to the beneficiary named in the application:

1. when we receive proof of an insured's death; and
2. subject to the provisions of:
 - a. the certificate; and
 - b. the group master policy we issued to the policyholder.

The benefit we will pay consists of:

1. the amount of insurance shown on the application; less
2. any premium due us.

Age Reduction: On or after the insured's N/A birthday, the insurance amount will be reduced to N/A of the benefit payable.

Single life insurance benefit: If the insured dies while this insurance is in force, we will pay the benefit to the beneficiary named in the application and then terminate this certificate.

Joint life insurance benefit: If the certificate is issued for joint life coverage, we insure two lives. The insureds are named in the application.

We will pay the benefit:

1. to the beneficiary named in the application; and
2. if either insured die.

In the event of death of either insured, we will continue the coverage for the surviving insured for the amount of insurance applicable to the surviving insured's age.

Simultaneous death: In the event of simultaneous death of joint insured's we will pay the applicable death benefit for each insured.

The interest of a revocable beneficiary will stop if he dies:

1. at the same time as an insured;
2. within 15 days after an insured's death; or
3. before receiving the death benefit.

Insured's effective date: This insurance is effective when:

1. the certificate is delivered to an insured;
2. the first premium has been paid; and
3. no substantial change from the answers given in the application has occurred prior to the occurrence of (1) and (2).

Term of certificate: The term of this certificate:

1. is monthly;
2. begins on the effective date; and
3. ends on the soonest of the following to occur:
 - a) the group master policy is terminated;
 - b) an instead stop paying the monthly premium;
 - c) the insured is no longer a member of the group; or
 - d) if joint coverage is in effect, a death benefit has been paid under this certificate for both insureds.

The premium must be paid monthly to keep this insurance in force. This certificate can be renewed after it has been in force ten years from the certificate effective date.

Renewal: This insurance may be renewed after the ten-year term period, if you:

1. are not 66 years of age or over; and
2. submits proof of insurability acceptable to us; and
3. agrees to pay the premiums then in use by us.

DEFINITIONS

"We", "us" and "our" - Caribbean American Life Assurance Company.

"The insured" or "an insured" - means:

1. for single life- the person named in the application as first insured; and
2. for joint life - the first insured and the person named in the application as joint insured.

"Beneficiary" - the person to whom we will pay the benefits due at the insured's death.

"He", "his" and "him" - refer to both genders.

"Proof" means:

1. a certified copy of the death certificate; or
2. a court order decree of death.

"Age" - age of the last birthday as shown in the insured's application.

"Effective date" - the date this insurance is in effect. Premiums are paid and all other conditions are met.

"In force" - premiums are paid and all other conditions are met.

"Grace period" - the 31 days after the date a premium is due. Payment within this period will keep the insurance in force.

"Lapse" - the insurance is no longer in force; the premium was not paid by the end of the grace period.

"Reinstatement" - putting the certificate back in force after it lapses.

"Benefit" - the amount of insurance we will pay as a death benefit.

GENERAL PROVISIONS

Individual certificates: We will issue our certificate for delivery to the insured. The certificate shows:

1. the essential features of this insurance; and
2. to whom benefits are payable.

Certificate for Single or Joint
Renewable Group Term Life Insurance
Monthly Premium - Convertible
Nonparticipating - This Certificate Does Not Pay Dividends

Contestable: All statements made in the insured's application and supporting documents are representations, not warranties.

We will not contest the certificate or deny any claim:

1. after it has been in force for two years during the insured's lifetime; and
2. unless the contest is based on a written statement in the application or supporting documents and signed by the insured during the first two years it has been in force.

Exclusions: We will not pay the benefit amount if the insured's death is caused directly or indirectly from:

1. intentionally self-inflicted injuries or suicide, while sane or insane; or
2. war or act of war, declared or undeclared; or
3. bodily injury intentionally inflicted by another person; or
4. service in the military, naval or air force of any country, group of countries, or international organization at war, declared or undeclared; or
5. participating in or engaging in a riot or insurrection; or
6. voluntarily taking drugs or narcotics unless as prescribed by a qualified doctor; or
7. participating in an assault or crime; or
8. operating, riding in, descending, or falling from or with any kind of aircraft, except as a passenger without duties of any kind, on a civilian aircraft flown by a licensed pilot; or
9. involvement in any activity that is illegal or criminal in nature or the association with persons involved in such activity; or
10. involvement in or with illegal or controlled chemicals, drugs or substances or
11. AIDS (acquired Immune Deficiency Syndrome; ARC (Aids Related Complex); or any immunological disorder.

We will only refund any premiums paid.

Misstatement of age: If an insured's age is misstated, we will pay the benefit;

1. based on the insured's correct age at death; and
2. if the insured was eligible according to the Insurance Benefits Schedule.

If, at the correct age, the insured is not eligible, our liability is limited to a refund of premiums paid.

Eligibility - age limits: To be eligible for this insurance, on the effective date, an insured must:

1. be at least 18 years of age;
2. not be 56 years of age or over; and
3. agree to pay the required premium.

If an insured is not eligible, the certificate is void as of the date a refund or credit of the premium is made.

No insurance will be granted to any:

1. partnership;
2. corporation; or
3. association.

Assignment: This certificate may be assigned. We are not liable for the assignment's:

1. validity; or
2. sufficiency.

We are not bound by an assignment until we receive and file a signed copy at our Home Office.

Insured's grace period: We allow 31 days after the due date for the payment of any premium (except for the first), without interest. The certificate stays in force during the grace period. If the premium is not paid by the end of the grace period, the certificate will lapse. If an insured dies during the grace period, one monthly premium will be deducted from the benefit paid.

Reinstatement: We will reinstate this insurance after lapse, if you:

1. are not 66 years of age or over; and
2. submits proof of insurability acceptable to us; and
3. agrees to pay the premiums then in use by us.

BENEFICIARY AND CLAIMS PROVISIONS

Beneficiary: The benefit will be paid to:

1. the beneficiary named in the application, if living; otherwise
2. the insured's estate.

Change of beneficiary: Notice of a change of beneficiary:

1. must be given to the policyholder to send to our Home Office;
2. must be dated and signed by the insured; and
3. takes effect on the date it is signed.

We are not liable for any actions we take before we receive the notice at our Home Office.

Claims against beneficiaries: To the extent allowed by law, no payment of the benefit or interest will be subject to the claims of any creditors.

PREMIUMS AND CONVERSION

Premiums: The premium for this insurance:

1. is payable monthly; and
2. shown in the application; and
3. will not increase during the first ten years it is in force.

Premiums may be adjusted if:

1. the certificate lapses; or
2. the insurance is renewed.

Conversion: The insured may convert this policy to an individual life policy:

1. if the insurance ends because:
 - a) of termination of the insured's membership or participation in an eligible class; or
 - b) the group policy is terminated or amended so as to terminate the insurance of insured persons, provided the insured, prior to such termination has been:
 - i) covered under the policy; and
 - ii) for at least 3 years; or

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- 2. without proof of insurability;
- 3. if, within 31 days after the termination he:
 - a) gives us a written request to convert; and
 - b) pays the first premium on the policy.

The new policy may be on any plan of life insurance, except term, issued by us:

- 1. at the age on the conversion date;
- 2. for a face amount not to exceed:
 - a) the amount of insurance in force on the conversion date; or
 - b) for "1.b" above - the lesser of:
 - i) the amount which terminated - less the amount of any life insurance for which the insured may be eligible for under any group policy issued or reinstated:
 - a) by us or any company; and
 - b) within 31 days after termination of the insured's coverage; or
 - ii) \$4,000.00; and
- 3. without disability or other supplemental benefits.

The new policy:

- 1. premium rate will be based on the:
 - a) insured's age on the effective date;

- b) rates then in use by us; and
- 2. effective date will begin at the end of the 31-day period to convert after termination.

If an insured dies during the 31-day term to convert the proceeds that we will pay will be the:

- 1. terms for payment under the group policy; and
- 2. maximum amount which could have been converted, whether or not the:
 - a) application to convert was made; or
 - b) first premium was paid.

Any life conversion must be surrendered without claim. We will refund any premiums paid for it.

Notice to convert: An additional period for conversion will be granted:

- 1. to the insured if the policyholder or We fail to send the insured a notice of his right to convert within 15 days of the 31-day time period; and
- 2. after receiving the notice:
 - a) for an additional 15 days; or
 - b) for a time period not to exceed 60 days after the 31-day time period.



Jeannie Aragon Cruz
ASSISTANT SECRETARY



Federico Grosso
PRESIDENT