

Preferential Conditions for Swiss Life mortgages (March 2018)

1. Conditions for preferential conditions

1.1. Entitled persons

Persons entitled to preferential conditions include policyholders as insured persons with a Swiss Life insurance contract featuring a Home Option (coverage extension guarantee) or «Complete» Option. These entitled persons are also (joint) debtors of a Swiss Life mortgage.

1.2. Entitled properties

The preferential conditions apply to properties in Switzerland used by the entitled person under 1.1 as his/her main residence. Investment properties and the financing of properties in the Principality of Liechtenstein are excluded.

1.3. Ownership status

The entitled person defined in point 1.1 is the owner of the pledged property (sole owner, co-owner or joint owner under a simple partnership in accordance with Art. 530 of the Swiss Code of Obligations).

1.4. Business relationships

The entitled person under 1.1 can benefit from preferential conditions if he/she has concluded a Swiss Life insurance contract with Home Option or «Complete» Option and has paid the initial premium. The preferential conditions only apply during the contract term provided the insurance policy has neither been converted into paid-up insurance nor been fully surrendered. They may not be excluded or expired for insurance contracts with Home Option (coverage extension guarantee). The insurance policy can be pledged.

The entitlement to preferential conditions for Swiss Life mortgages applies to new business, extensions and loan increases. Preferential conditions are granted exclusively in respect of Swiss Life fixed-rate mortgages. There is no entitlement in respect of existing mortgages which are not yet payable.

2. Scope of the preferential conditions

The current preferential conditions are published on the internet site www.swisslife.ch.

The level of the preferential conditions and the maximum amount of the mortgage are dependent on the particular market situation and can be changed at any time. The preferential conditions depend on the amount of the ownership interest of the entitled person under 1.1.

The preferential conditions apply only once per pledged property and cannot be accumulated by several debtors (joint debtors) holding a Swiss Life insurance contract with a Home Option or «Complete» Option.

3. Calculation as equity

The premium paid for the savings tariff counts 100% as equity capital for an insurance contract with Home Option.

For an insurance contract with the «Complete» Option, the surrender value counts as equity, whereby the investments are subject to the regulatory requirements governing the negative fluctuation risk.

Zurich, March 2018