

## Comparison between the new LC 15/3 that replaces LC 08/1 for contracts signed since May 1st 2015

Update of the classification of the policyholder and of the contracts	LC 15/3			LC 08/1		
Classification in 5 categories (N, A, B, C, D) depending on the wealth status declared by the subscriber and the amount of this premiums	Category A	Premiums >= 125,000	Wealth >= 250,000	Category A	Premiums >= 250,000 Fund >= 125,000	Wealth >= 250,000
	Category B	Premiums >= 250,000	Wealth >= 500,000	Category B	Premiums >= 250,000	Wealth >= 500,000
	Category C	Premiums >= 250,000	Wealth >= 1,250,000	Category C	Premiums >= 250,000	Wealth >= 2,500,000
	Category D	Premiums >= 1,000,000	Wealth >= 2,500,000	Category D	Premiums >= 2,500,000	Wealth >= 2,500,000
	The category assigned to a subscriber remains in force regardless of the subsequent evolution of the value of the contract, unless the subscriber asks its reclassification into a different category (subject to conditions)			The category is reviewed after any withdrawal		
Definition of wealth	Value of all financial instruments, bank accounts, life insurances and capitalization contracts less debts of all kind			Net financial wealth		
Definition of premium	Total of the premium of each contract invested with the company			Premium for each contract		

### New rules applicable to underlying assets

Bank account	For category D only, bank account will include precious mets
Structured products	Increased information will be provided to the subscriber on the counterparty and liquidity risk for structured products "à utilisation relevée". Category of structured products "à utilisation relevée" reserved for products non-reimbursable prior to maturity or redeemable at a price at least equal to the Guaranteed maturity
Dedicated internal funds	The assets of a special dedicated fund has must be managed by a single manager and be deposited on an account or sub-account in a single bank with a single custodian
Alternative funds	Alternative funds "à utilisation relevée" – extension of the scope to all funds of zone A or managed by a manager governed by the AIFM Directive
Introduction of the FAS	Internal fund, other than a dedicated fund, investing in direct or indirect lines, without guaranty of return created for a single contract without condition of premium or wealth. Each investment of the specialized insurance fund and arbitration is chosen directly by the policyholder The creation of such a fund is required if the contract includes investments in direct lines other than part of a dedicated fund. External fund shares and cash can also be part of a specialized assurance fund. The investment limits for a particular asset are derived from the limits of Annex 1 and depends on the client category These limits apply by reference to the total value of the contract. In case of coexistence of specialized assurance fund and one or more dedicated funds and to avoid unintended risk concentrations, the composition of the specialized assurance fund must be communicated to the managers of the dedicated funds. The assets of a specialized assurance funds can be deposited with different depositaries and do not need to be placed on a specific account or sub-account for each fund.
Zone A issuers	New extended definition result sin including now EEA, Australia, Brazil, Canada, China, Hong Kong, India, Japan, New Zealand, Saudi Arabia, Singapore, South Africa, South Korea, Switzerland, Turkey, USA
Information of the subscriber	Enhanced policyholder protection : agreement of the policyholder requires before any investment in assets not included in the catalog assets of appendix 1