

HSBC Paramount Global Life Insurance Plan II

Global economic fluctuations have created many uncertainties about the future. Likewise, there will always be peaks and valleys along every life journey. In the current volatile environment, other than fixed income investing, have you thought about managing your risk exposure by diversifying your assets while sustaining wealth growth?

When it comes to planning for the future, it's not only about how good a life you can build for yourself but also how much peace of mind you can ensure for your loved ones.

HSBC Paramount Global Life Insurance Plan II not only provides you with guaranteed lifetime protection, but also offers the advantages of potential long-term wealth growth, securing your family's future quality of life.

You may choose to lock in a portion of the policy value to reduce risk in light of volatile market conditions. It also provides a Change of Life Insured option and the flexibility to designate a contingent policyholder. This gives you the opportunity to transfer the policy to your loved ones while the policy value continues to accumulate.

We understand that different stages of life call for varying levels of protection. That's why HSBC Paramount Global Life Insurance Plan II features 2 versions of death benefit pattern, each version provides varying levels of guaranteed death benefit over time, maintaining at least 50% and 75% of the sum insured respectively.

Under Paramount Global II - 50, the guaranteed death benefit drops by 5% of the sum insured progressively on each policy anniversary within and after the 11th policy year for consecutive 10 years, and maintains at 50% of sum insured for the remaining policy years.

Whereas Paramount Global II - 75, on or after designated anniversary, guaranteed death benefit drops by an amount of 5% of sum insured progressively on each policy anniversary for consecutive 5 years, and maintains at 75% of sum insured for the remaining policy years.

Policyholders may choose the version of death benefit pattern that best suits their needs and wealth planning. Furthermore, the Plan offers 4 death benefit settlement options, giving policyholders the flexibility to decide. In the unfortunate event of the policyholder's passing, their loved ones will receive the most suitable financial protection. The Plan also comes with supplementary benefits including Additional Accidental Death Benefit, Accelerated Death Benefit, and Incapacity Protection Service.

Sam, aged 45, is an engineer whose wife Sally, is a full-time homemaker. They have an 8-year-old son George, who is a musical prodigy and dreams of becoming a world renowned violin virtuoso. The couple devotes a lot of financial resources to cultivate their son's talent.

Since Sam is the only breadwinner in the family and has a USD350,000 mortgage to repay over the next 15 years, he wants to ensure his family will be well taken care of financially, and his son will be able to pursue his musical dream even if anything happens to him.

After learning about the 2 versions of death benefit pattern offered by HSBC Paramount Global Life Insurance Plan II, he believes that Paramount Global II - 50 provides all the protections he seeks with a relatively affordable premium, which aligns with his budgetary consideration.

Sam therefore purchased Paramount Global II - 50 with himself as the life insured and his wife Sally as the beneficiary. Total Basic Premium paid is USD134,160, paid by 2 annual instalments, with annual premium amount of USD67,080 and a sum insured of USD750,000. The plan is a whole life plan. 8 years later, the Projected net cash value equals the total premium paid, reaching breakeven. Total death benefit is USD750,000, equals to 5.5 times the Total premium paid. When he turns 75, the total death benefit amount remains at USD750,000, while the Projected net cash value has risen to USD286,658.

He can use the Policy's net cash value for his retirement, or continue to accumulate policy value with long-term growth potential, creating a substantial estate for George to inherit.

How does the chosen death benefit settlement option help Sam's family?

In accordance with the death benefit settlement option chosen by Sam, if he passes away at the age of 55, Sally will receive the death benefit in different phases, receiving the first 50% as a lump sum payment of USD375,000. Over the next 10 years, Sally will receive an annual instalment of approximately USD45,090. This provides long-term financial support for Sally, also helps foster George's music dream.

HSBC Paramount Global Life Insurance Plan II combines the advantages of flexible planning, a large sum insured and asset growth potential, helping you to fulfill all your promises to your loved ones.

For more details, please visit any of our branches or the HSBC website.