

# DIRECT PURCHASE INSURANCE

## What is Direct Purchase Insurance (DPI)?



DPI are simple life insurance products that you can buy directly from the customer service centres or websites (if available) of life insurance companies.

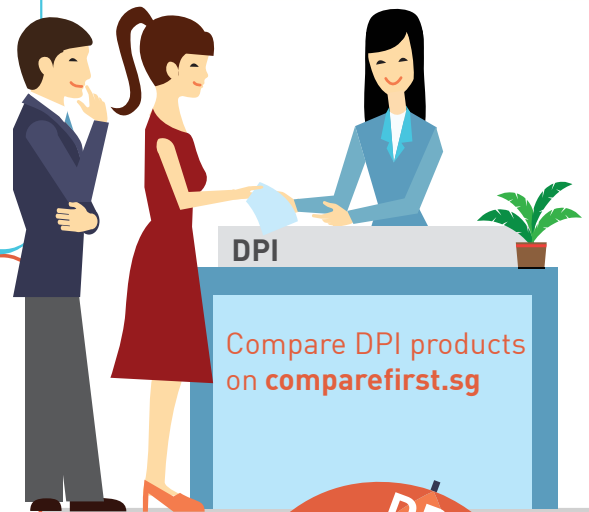


As DPI are sold without financial advice, no commission is charged and you pay lower premiums than comparable life insurance products.

### “DIRECT”

DPI can be identified by the prefix “DIRECT” in their product name.

INSURANCE COMPANY



Compare DPI products on [comparefirst.sg](http://comparefirst.sg)

DPI \$400,000 per insurer

## What are the types of DPI offered?



Term Life

and



Whole Life

Both types of DPI come with Total and Permanent Disability cover and an option to cover Critical Illnesses.

## How much DPI can I buy?

You can insure yourself for up to \$400,000, with a maximum coverage of \$200,000 for whole life DPI, with each insurer.

Visit <http://www.moneysense.gov.sg/dpi> for details.

## You may choose from three different coverage periods for Term Life DPI:



5 year renewable

- Suitable if you prefer shorter coverage
- Allows you to renew your policy, regardless of any change in your medical conditions
- Premium may increase each time your policy is renewed



20 years

- Suitable if you prefer longer coverage
- Does not allow you to renew your policy
- Premium will remain the same throughout the duration of your policy



Up to age 65

As your dependants will not benefit from the DPI coverage after it expires, you should consider the age of your dependants when choosing your policy coverage period.

## You may choose to pay premiums for Whole Life DPI up to age 70 or age 85:



Lower total premiums, but higher regular payments in general



70



Higher total premiums, but lower regular payments in general



85

Consider if you can afford to pay the premiums until the age you have chosen, taking into account that you may not be earning any income after you retire.

### Useful resource:

Frequently Asked Questions on DPI at the MoneySENSE website: [www.moneysense.gov.sg/dpi](http://www.moneysense.gov.sg/dpi)