Canara HSBC OBC Life Insurance

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Invest 4G

Individual, Linked Life Insurance cum Savings Plan

"*This is the authorized presentation and should not be altered without the permission of the Insurance Company.*“

Version: Nov’19

Key Benefits

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Life Cover ensuring financial protection to family in case of unfortunate demise

Enhanced Protection : 3 benefit options – Life Option, Premium Funding Benefit & Whole Life

Loyalty addition & Wealth boosters as additional allocation to **b**oost Savings

100% premium allocation : Entire premium invested

Return of Mortality Charge* : Total Mortality Charges deducted during the Policy Term added to Fund Value at maturity date

Liquidity option by way of partial withdrawals to meet unplanned contingencies

Freedom to customize the plan : Complete flexibility in choosing payment term, mode & time horizon to meet customer's requirement

Choice of Investment Funds ranging from 0% to 100% equity exposure, to match appetite towards investment risks and returns

Multiple Portfolio Management Options to enable optimize returns from the Policy

- **Systematic Transfer Option (STO)**
- **Return Protector Option (RPO)**
- **Auto Funds Rebalancing Option (AFR)**
- **Safety Switch Option (SSO)**

Tax benefits on premium paid and benefit received during Policy term under Section 80C and Section 10(10D), as per the Income Tax Act, 1961, as amended from time to time

*Available under Benefit Option 1 (Life Option) and is not available under Benefit Option 2 (Life Option with Premium Funding Benefit) and Benefit Option 3 (Whole of Life Option)

Benefit Options

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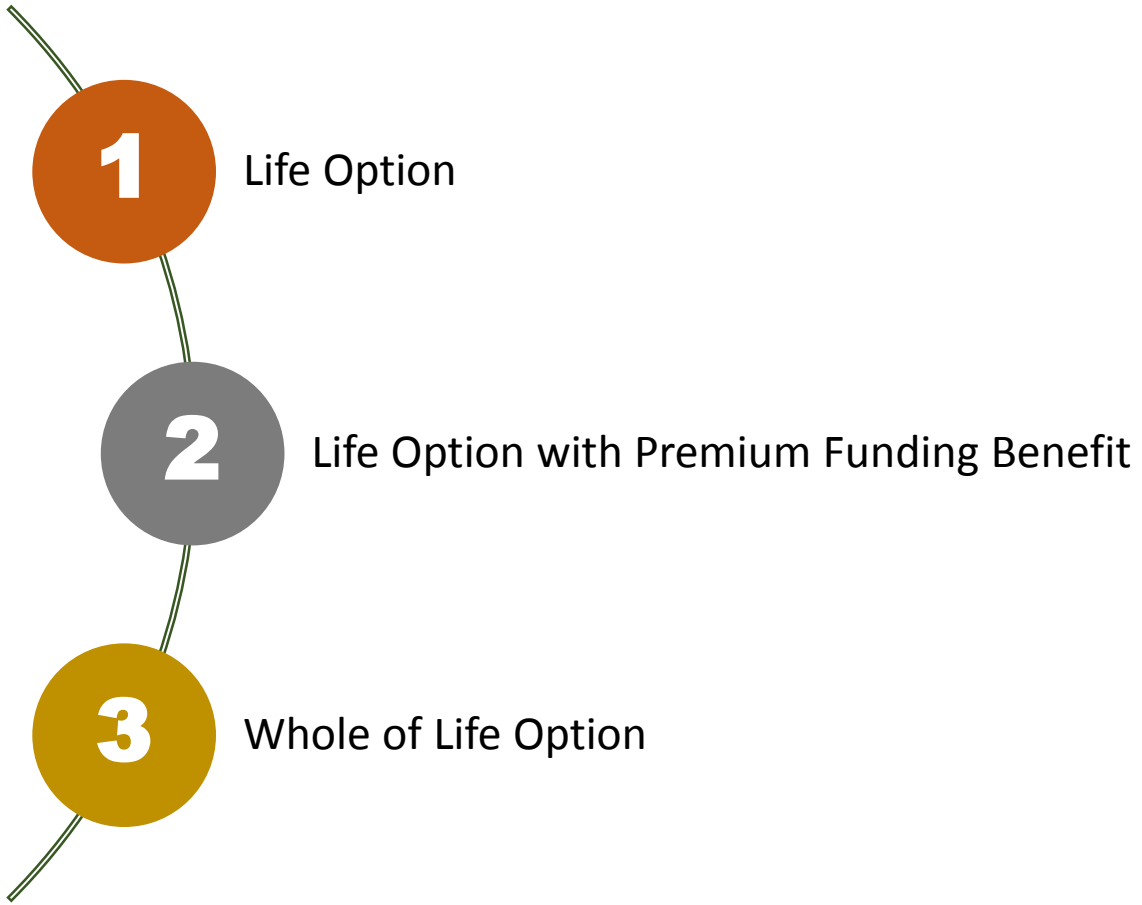

Note

- Choose a benefit option at inception stage only
- Once chosen it cannot be changed later during the Policy Term

Boundary Conditions – Age

Life Option & Life Option with Premium Funding Benefit (PFB)

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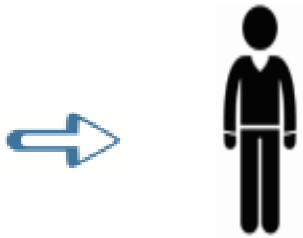
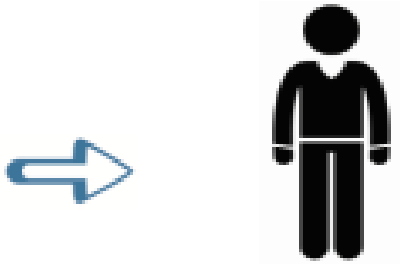
Age at Entry



18 years

50 years

Maximum Maturity Age



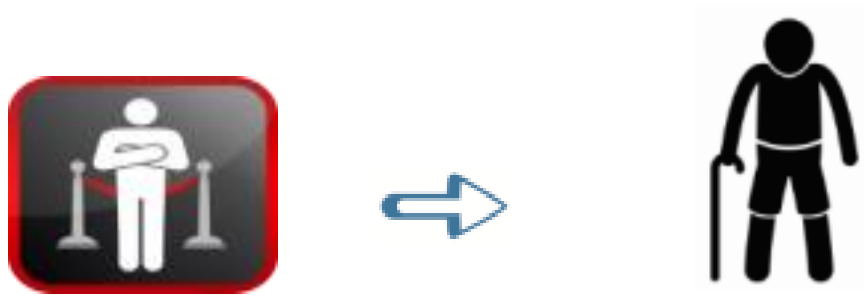
Life Option : 23 years
Life Option with PFB : 28 years

80 years

Boundary Conditions – Age

Whole of Life Option

Age at Entry	18 years	65 years



Maximum Maturity Age	Not Applicable as it is a whole life plan

Boundary Conditions

Policy Term & Premium Payment Term

Option	Premium Payment Option	Premium Payment Term (PPT) (in years)	Policy Terms (PT) (in years)
Life Option	Limited Pay	5,6,7,8,9,10,15,20,25	5 to 30 years (inclusive)
	Regular Pay	Same as PT	5 to 30 years (inclusive)
Life Option with PFB	Limited Pay	10,15,20,25	10 to 30 years (inclusive)
	Regular Pay	Same as PT	10 to 30 years (inclusive)
Whole of Life Option	Limited Pay	10,15,20,25,30	99-Age at entry
	Regular Pay	Same as PT	99-Age at entry

Please note that PPT will always be lower than PT under Limited Premium payment options

- PPT – Premium Payment Term
- PT – Policy Term
- PFB – Premium Funding Benefit

Boundary Conditions

Premium Amount & Mode

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Premium Payment Mode	• **Yearly** • **Half-yearly** • **Quarterly**	• **Monthly** mode ○ Only Credit card/NACH/ SI allowed
Premium Amount	**Minimum Premium** • **Yearly : Rs. 50,000** • **Half-yearly : Rs. 30,000** • **Quarterly : Rs. 15,000** • **Monthly : Rs. 5,000**	**Maximum Premium** • **No Limit**

- **Minimum Premium:** Annual Mode: Rs 50,000/- ;
  Other than Annual Mode: Rs 60,000/- (Half yearly – 30,000 Quarterly: 15,000, Monthly:5,000)
- It is mandatory to pay first 3 month's premium in advance if monthly mode of premium payment is chosen
- Decrease & Increase in the premium is not allowed.

Boundary Conditions

Sum Assured – All 3 Options

Sum Assured

Entry Age < 45 years

- 10 times the Annualized Premium#

or

- 0.5 × T^ × Annualized Premium#

whichever is higher

^ T= Policy Term for Life Option & Life Option with PFB
T = 70 – Entry Age for Whole of Life Option

For Age at entry >= 45

- 10 times the Annualized Premium#

or

- 0.25 × T × Annualized Premium#

whichever is higher

Minimum Sum Assured : ₹5,00,000

#Annualized premium means the amount of premium payable in a policy year that is selected by the Policyholder at the inception of Policy

Choice of Investment Funds

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Fund Names		Emerging Leaders Equity Fund		India Multi-Cap Equity Fund		Equity II Fund		Growth Plus		Balanced Plus		Debt		Liquid	
		Min	Max	Min	Max	Min	Max	Min	Max	Min	Max	Min	Max	Min	Max
Components	Equity	60%	100%	60%	100%	60%	100%	50%	90%	30%	70%	-	-	-	-
	Debt Securities	-	-	-	-	-	-	10%	50%	30%	70%	60%	100%	0%	60%
	Money Market	0%	40%	0%	40%	0%	40%	0%	40%	0%	40%	0%	40%	40%	100%
Risk Profile		High		High		High		Medium to High		Medium		Low to Medium		Low	

- Policyholder can choose/design fund allocation as per his/her choice and risk preference
- Choice of 7 investment funds with 0% to 100% equity exposure
- Flexibility to switch percentage of existing fund between other funds and adjust the investment portfolio through switching option

Portfolio Management Options

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1 **Systematic Transfer Plan**

- This option works on the rupee cost averaging method where every month policyholder's money is systematically moved from low risk fund (liquid fund) to high risk fund (Equity II Fund / India Multi -cap Equity Fund/ Emerging Leaders Equity Fund)

2 **Safety switch option**

- The fund value systematically moves into liquid fund during the last four policy years

3 **Auto Fund Rebalancing**

- Policy Holder can maintain allocation of their investments in a specific proportion across funds, irrespective of market movements.

4 **Return Protector Option**

- This option enables policyholder to take advantage of the equity market by protecting their gains from the future market volatility.
- Through this option basis target appreciation percentage chosen equity gains made during the investment period is automatically transferred to a lower risk debt fund starting from the 2nd year onwards to ensure that the gains of the fund are protected

Policyholder can opt for any one 'Option' at inception or during the policy term(except RPO). Only one 'Option' will be operational at any given time.

Systematic Transfer Option (STO)

Benefit of Rupee Cost Averaging

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- Reduces risks associated with lump sum investing
- No need to time the market or worry about buying low selling high
- Systematic way to enter equity market
- **Beneficial in volatile market– helps in reducing the average cost per unit**
- Effective way to accumulate wealth over time
- Through STO, entire annual allocable Premium (after deduction of applicable charges) will be first allocated to the Liquid Fund ('Source STO Fund') and then systematically transferred on a monthly basis into any one of the Unit Linked Funds ('Target STO Fund') as opted
- While STO is operational, policyholder is not allowed to change 'Target STO' Fund

Source STO Fund	Target STO Fund
Liquid Fund	Equity II Fund or India Multi-Cap Equity Fund or Emerging Leaders Equity Fund (Choose only one Unit Linked Fund out of above three Unit Linked Funds)

Systematic Transfer Option (STO)

Working

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Under this option, during the Premium Payment Term, Fund Value available in the Liquid Fund at the beginning of each month (net of applicable charges) will be switched to 'Target STO Fund' by cancelling units in the Liquid Fund and purchasing units in the 'Target STO Fund' till the availability of units in the Liquid Fund, in the following manner:

Policy Month	**Transfer of units from Liquid Fund**
Policy Month 1:	1/12 of the units available at the beginning of Policy month 1
Policy Month 2:	1/11 of the units available at the beginning of Policy month 2
…….	……
Policy Month 6:	1/7 of the units available at the beginning of Policy month 6
…….	……
Policy Month 11:	1/2 of the units available at the beginning of Policy month 11
Policy Month 12:	Balance units available at the beginning of Policy month 12

Systematic Transfer Option (STO)

Conditions

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- Avail this option at inception or at any Policy anniversary through a request at least 30 days before the Policy anniversary
- Once request is accepted, the STO will be effective from the Policy anniversary immediately following such request
- This option can be availed only on annual Premium payment mode and will be active during the Premium Payment Term opted for, provided due Premium has been paid
- Opt out of STO at any time during the Policy Term by giving us the request which will be effective from next monthly Policy anniversary immediately following such request

› *For more details on STO, refer to product brochure available on company's website*

Safety Switch Option (SSO)

Protect Funds from volatality towards the end of the policy term

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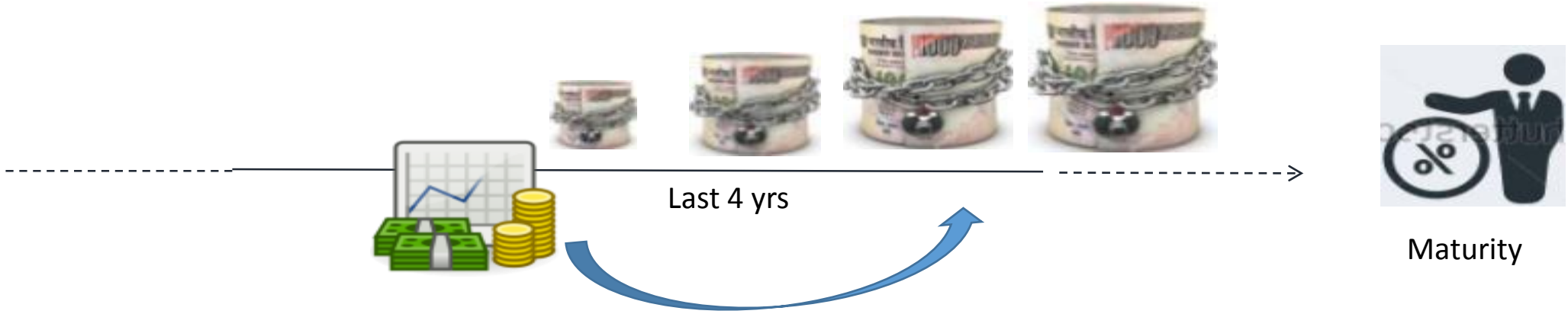
Funds are systematically moved to a relatively low risk Liquid Fund in the last four policy years to avoid market movements and safeguard the funds near policy maturity



Safety Switch Option (SSO)

Protect Funds from volatality towards end of the policy term

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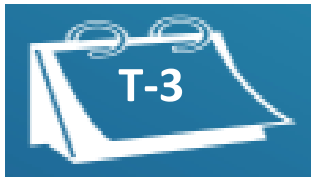
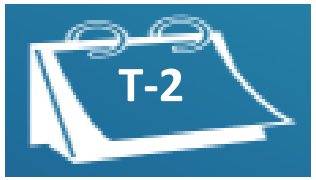
At the start of Policy Year	Emerging Leaders, Multi-Cap Equity, Equity II, Growth+ , Balanced +, Debt Fund	Liquid
	70%	30%
	40%	60%
	10%	90%
	0%	100%

*** T = Policy Term**

› *For more details on Safety Switch Option, refer to product brochure available on company's website*

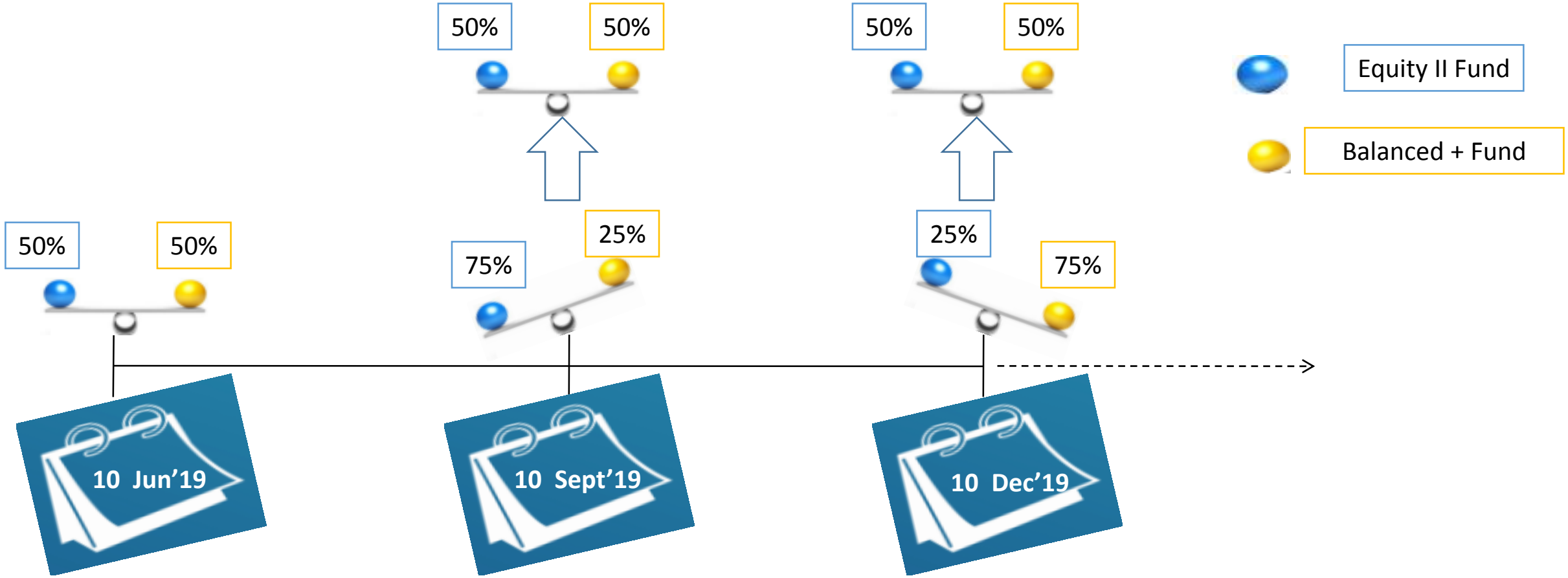
Safety Switch Option (SSO)

Conditions

- Avail this option at inception or at any time later during Policy Term except during last 4 years of the Policy
- Choose this option simultaneously with either of RPO or STO or AFR, however during the last 4 policy years when SSO gets operational, STO/RPO/AFR will cease to exist
- There will be no switching charges when units are auto re-balanced from “Other than Liquid Funds” to “Liquid Fund” as a result of SSO being operational

› *For more details on SSO, refer to product brochure available on company’s website*

Auto Fund Rebalancing (AFR)



Above details are based on assumptions only, customer can select this Option at inception or any time later with minimum of 2 funds.

Auto Fund Rebalancing (AFR)

Conditions

- Avail this option at inception or at any time later during the Policy Term
- Allocate investments in specific proportion across funds, irrespective of market movements
- Once opted, after every 3 months, it automatically rebalances allocation of investments in various funds to the allocation proportions opted for
- In case of partial withdrawal, AFR will be applicable on the balance of the Fund Value remaining in Policy after withdrawal
- Automatic switches in order to affect the auto rebalancing into the chosen allocation proportions will not be counted as switch

› *For more details on Auto Fund Rebalancing, refer to product brochure available on company's website*

Return Protector Option (RPO)

Helps protect gains from market volatility

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- Protecting gains from future market volatility.
- Automatic transfer of Gains from equity fund to Debt Fund.
- Choose either Emerging Leaders Equity Fund or India Multi Cap Equity Fund or Equity II Fund
- Select Target Appreciation %age between 5% - 15% (multiple of one)
- Target appreciation %age will be checked for gains on a daily basis
- **Available with all premium payment options – Limited/Regular Pay**

Return Protector Option (RPO)

Working

- Through RPO, entire Premium net of applicable charges is invested into any one of either India Multi-Cap Equity Fund or Equity II Fund or Emerging Leaders Equity Fund, as opted ('RPO Fund') and gains made from RPO Fund are automatically transferred to a lower risk Debt Fund so as to create a more stable sequencing of investment returns during the Policy Term
- Choose any fixed flat target appreciation percentage in multiple of 1 within a range of 5% to 15% ('Target Appreciation') to decide on the gains to protect from further market volatility.
- Chosen target appreciation percentage cannot be changed while the RPO is operational
- Once RPO is chosen, then starting from the 2nd Policy Year onwards, the Fund Value in 'RPO Fund'' is tracked on every business day against the 'Net Investment Amount' {the amount equal to Premium(s) paid less applicable charges} in 'RPO Fund' as on date In the event, where the gain from the 'RPO Fund' becomes equal to or more than 'Target Appreciation', then such gain will be transferred to the Debt Fund at the prevailing unit price. This ensures that gains are protected from any future equity market volatilities
- During first Policy Year, there will not be any automatic transfer of investment gains into Debt Fund even if investment gains from RPO Fund are equal to or more than the Target Appreciation
- If the gain from 'RPO Fund' is less than 'Target Appreciation', then the Fund Value will continue to remain in the 'RPO Fund' and no automatic transfer to Debt Fund will happen

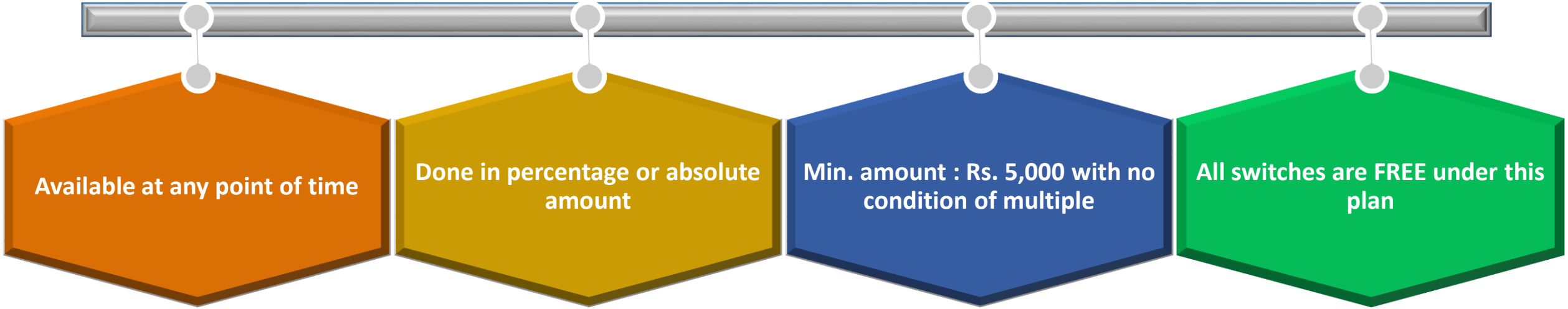
Return Protector Option (RPO)

Conditions

- Choose RPO at inception only, once opted out, cannot chosen again
- RPO cannot be chosen simultaneously with either STO or AFR except SSO (other than last 4 policy years)
- RPO will continue to be active in Reduced Paid-up status
- Automatic switches into Debt Fund from ‘RPO Fund’ during the operation of the RPO will not be counted as switches

› *For more details on Return Protector Option, refer to product brochure available on company’s website*

Switching



- There is no limit on the number of switches made in a Policy Year or in any year during the Settlement Period
- Switching is not allowed while RPO or AFR is operational. Any request for switching will be considered as a request to opt out of RPO or AFR and post such request RPO or AFR will cease to exist
- Switching is allowed among the Unit Linked Funds other than the STO Funds. Any request for switching into or out of STO funds while STO is operational will be considered as a request to opt out of STO and will cause the STO to cease
- Switching amongst the funds other than Liquid Fund will not impact SSO. Switching into or out of the Liquid Fund will stop SSO
- Switching is not allowed post the death of Life Assured in case Benefit Option 2 is chosen

Premium Redirection

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Available free of charge and limited to once in a policy year

Effected from the next premium due date

Effects only the future allocation of premiums but doesn't impact the past allocation and investment portfolio

- Premium redirection is not allowed while RPO or STO or AFR or SSO is operational. Any request for Premium redirection will be considered as a request to opt out of RPO or STO or AFR or SSO and post such request RPO or STO or AFR or SSO will cease to exist

- If the Safety Switch Option is opted but not operational, Premium redirection can be exercised without impacting the Safety Switch Option

Loyalty Additions & Wealth Booster

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Loyalty Additions

- 0.50% of average Fund Value of last 60 monthly policy anniversaries
- To be added to the policy at the end every fifth year (5th, 10th, 15th ….) provided all the due premiums received till that time

End of Policy Year	Loyalty Additions
1-4	0.0%
5	**0.5%**
6-9	0.0%
10	**0.5%**
11-14	0.0%
15	**0.5%**
16-19	0.0%
20	**0.5%**
21-24	0.0%
25	**0.5%**
26-29	0.0%
30	**0.5%**

Wealth Boosters

End of Policy Year	Basis Premium Payment Term (additions as a % of average FV over the last 5 years)				
	Between 10 - 14	Between 15 - 19	Between 20 - 24	Between 25 - 29	30
10	1.00%	1.00%	1.00%	1.00%	1.00%
15		1.50%	1.50%	1.50%	1.50%
20			2.00%	2.00%	2.00%
25				2.50%	2.50%
30					3.00%

- Provided all the due premiums received till the time of additions

For Regular Premium policies under Benefit Option 3 (Whole of Life Option)

- Wealth Boosters of 3% of average Fund Value of last 60 monthly policy anniversaries will continue to be paid in gap of every 5 years,

post completion of first 30 Policy Years

Loyalty Additions & Wealth Booster

Example

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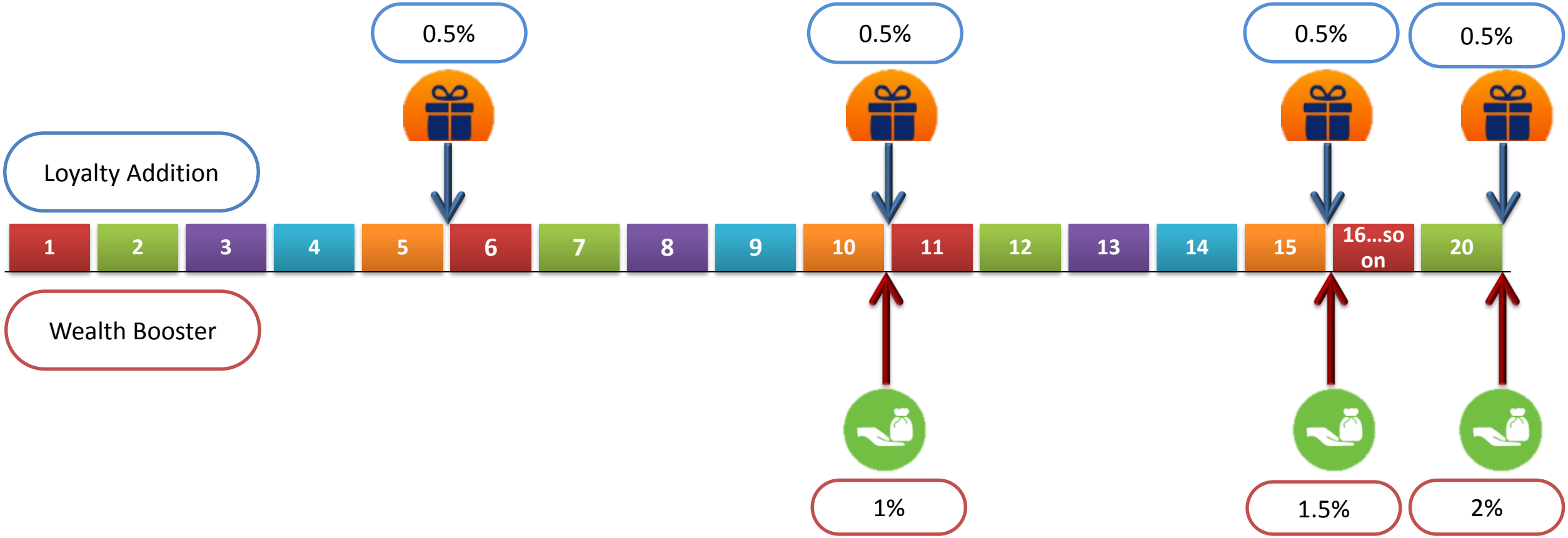
- Policy Term: 20 years
- Premium Payment Term : 20 years



Loyalty Addition & Wealth Booster benefit will be given % of Average Fund Value

Refund of Mortality charges

Financial security through life cover at no cost

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Return of

100%

Mortality Charges at Maturity

Mortality charges deducted from the inception to maturity of the policy to be **refunded on maturity** along with Fund Value

Available across all ages, all policy terms and premium payment combinations for Benefit Option 1 (Life Option)

- All due premiums should have been paid till maturity date
- Available under Benefit Option 1 (Life Option) and not available under the other two Benefit Options.
- Only base mortality charges are refunded at maturity; extra mortality charges/taxes are not included
- Not applicable in case of Surrendered, Discontinued or Paid-up policy

Settlement Option^

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- Receive maturity benefit through Settlement Option in installments as per the frequency chosen by policyholder, over a maximum period of 5 years

- Available any time after issuance but at least 3 months before maturity date

- Frequency of payout during Settlement Period can be monthly, quarterly, half-yearly or yearly which cannot be changed once Settlement Option is operational

- During Settlement period, risk cover shall be maintained at 105% of all Premiums Paid up to the date of death
- In the event of death of the Life Assured, during Settlement Period, higher of (Fund Value as on the date of intimation of death or 105% of all Premiums Paid up to the date of death) will be payable and Policy will terminate

- No limit on number of switches made in a Policy Year or in any year during Settlement Period

- Allowed - Switching
- Not Allowed - Partial withdrawals, RPO, SSO and AFR

- There are no charges other than Fund Management Charges, Mortality Charges and Switching Charges during the Settlement Period

^Available only in Benefit Options 1 (Life Option) and 2 (Life option with PFB)

Maturity Benefit

Life Option & Life Option with Premium Funding Benefit

Maturity

=

Fund Value

Or

In Settlement Option, policy will continue for a period not exceeding 5 years

Please note : In case of death of Life Assured, the maturity benefit will be payable to the nominee/claimant

Maturity Benefit

Whole of Life option

Maturity

=

Fund Value payable on the Policy anniversary immediately after Life Assured turns **99 years** and **policy will terminate**

Please note : Settlement Option is not available under Whole of Life Option.

Maturity Benefit

Illustrative Example

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Assumption

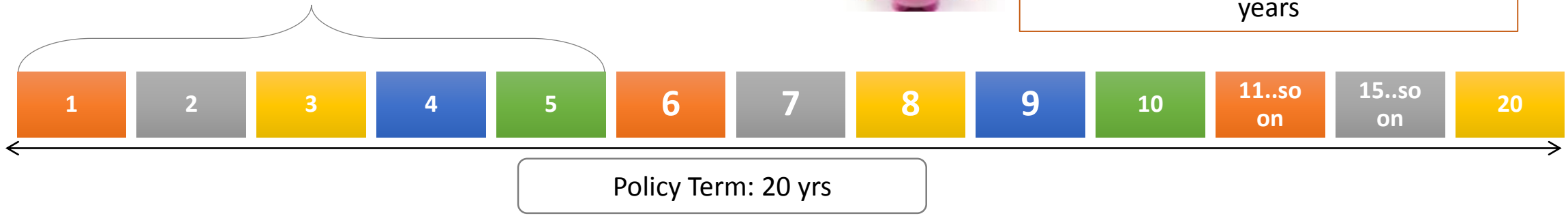
- **Option** : Life Option
- **Policy Term** : 20 yrs
- **Premium Payment Term** : 5 yrs

Fund Value

or

In Settlement Option, policy will continue for a period not exceeding 5 years

Premium Paid by Policyholder



In case the Life Assured survives the policy term, policyholder will receive Fund Value based on the closing NAV of the maturity date. However settlement option can also be selected

Death Benefit

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OPTION 1

Life Option

Higher of

1. Sum Assured less partial withdrawals, if any, in the preceding two years, or
2. Fund Value as on the date of intimation of death claim, or
3. 105% of all Premiums paid up to the date of death

OPTION 2

Life Option with Premium Funding Benefit (PFB)^

Higher of

1.1 Sum Assured or,

1.2 105% of all Premiums, paid up to the date of death

Plus

2. All future Premiums are funded by Company as and when due
3. Fund Value paid on maturity

OPTION 3

Whole of Life Option

Higher of

1. Sum Assured less partial withdrawals, if any, in the preceding two years, or
2. Fund Value as on the date of intimation of death claim, or
3. 105% of all Premiums paid up to the date of death

^Future Premiums funded by the Company shall be invested in various Unit Linked Funds in the same allocation proportion as chosen by policyholder. All the charges except mortality charge shall continue to be deducted.

Note: The Sum Assured payable on death under Life Option with Premium Funding Benefits option is not reduced by the partial withdrawals made by the Life Assured prior to his / her death.

Death Benefit

Life Option with Premium Funding Benefit (PFB)

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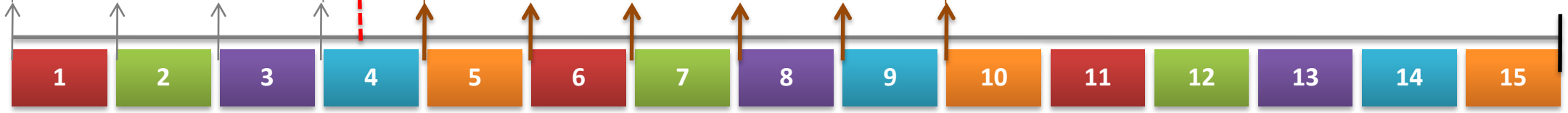
Assumption:
Policy Term: 15 yrs
Premium Payment Term: 10 yrs

In case of Death, **SA paid immediately**

Premium Paid by the Life Assured

- All future premiums will be funded by the company till the end of the Premium Payment Term
- Policy will continue till maturity as originally planned.
- Fund Value will be paid on Maturity



Note: Future premiums which shall be funded by the Company in the same premium paying mode & invested in same funds in the same allocation proportion as chosen by policyholder

Partial Withdrawal Benefits

Liquidity for financial requirements

Partial Withdrawal Benefit

Allowed from 6th Policy Year
(provided all due Premiums for first 5 policy years have been paid)

All Partial withdrawals free in a policy year

Minimum Partial withdrawal
5,000/- (all partial withdrawals to be in multiple of 1,000)

Maximum Partial withdrawal
Fund value, not being lesser than 120% Annualized regular premium

*Cap on maximum partial withdrawal has been kept with the view to avoid those partial withdrawals which would result in immediate termination of policy

Tax Benefit

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- Premium paid under this product are eligible for Tax deduction as per the rule of section 80C of Income Tax Act, 1961

- Maturity and death benefits received will be eligible for tax benefits u/s 10.10(D) of Income Tax Act, 1961

For tax related queries, contact your independent tax advisor

Surrender

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Surrender during Lock-in Period

- If the Policy is surrendered within the first 5 Policy Years, surrender value (Fund Value less applicable surrender charges) will be transferred to the Discontinued Policy Fund and will earn at least a minimum guaranteed interest rate of 4% per annum or as prescribed by IRDAI from time to time
- Proceeds of discontinued Policy will be paid only after completion of 5th Policy Year

Fund Name	Fund Philosophy	Asset Allocation		Risk Profile
Discontinued Policy Fund^	To generate reasonable returns on funds from discontinued policies determined in accordance with Regulations	Equity		Low
		Govt. Securities	60%-100%	
		Money Market	0%-40%	

^ Only available in case of Discontinuance/ Surrender of a Policy during the first five Policy Years

Surrender after Lock-in Period

- If the Policy is surrendered after completion of 5th Policy Year, Fund Value will be paid immediately
- On such payment risk cover will cease and Policy will terminate and cannot be revived thereafter

Note: Policy cannot be surrendered post the death of the Life Assured under Benefit Option 2 (Life Option with PFB)

Discontinuance of Policy during Lock-in Period

- If due Premium is not received by expiry of Grace Period, Fund Value less applicable Discontinuance Charges will be transferred to the Discontinued Policy Fund (DPF) and risk cover under the Policy will cease
- On such Discontinuance, Company will communicate the status of Policy within 3 months of the first unpaid premium, to policyholder and provide option to revive the Policy within Revival Period of 3 years

I. In case Policyholder opts to revive but does not revive Policy during Revival Period

- Proceeds of DPF will be paid to the Policyholder at the end of Revival Period or Lock-in Period whichever is later and Policy will terminate upon such payment
- In respect of Revival Period ending after Lock-in Period, Policy will remain in DPF till the end of Revival Period
- Fund Management Charge (FMC) of DPF will be applicable during this period and no other charges will be applied

II. In case Policyholder does not exercise the option as set out above

- Policy will continue without any risk cover and the policy fund will remain invested in the DPF. At the end of the Lock-in Period, the proceeds of the DPF will be paid to the Policyholder and the Policy will terminate

III. Policyholder has an option to surrender Policy anytime and proceeds of discontinued policy will be payable at the end of Lock-in Period or date of surrender whichever is later

- Until expiry of Grace Period, Policy is deemed to be in-force with benefits and applicable charges continuing as per terms and conditions of Policy

Discontinuance of Policy after Lock-in Period

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- If due Premium is not received by expiry of Grace Period, Policy will be converted into a Reduced Paid-up Policy with the Paid-up Sum Assured
- Policy will continue to be in Reduced Paid-up status. All applicable charges as per terms and conditions of the Policy will be deducted during Revival Period
- Upon such Discontinuance, Company will communicate status of the policy within 3 months of the first unpaid premium, to Policyholder and provide following options:
  1. Revive the Policy within a Revival Period of three years.
  2. Complete withdrawal of the Policy

  I. In case Policyholder opts to revive (Option 1) but does not revive Policy during Revival Period
  - Fund Value will be paid to Policyholder at the end of Revival Period or at the end of Policy Term, whichever is earlier and Policy will terminate upon such payment

  II. In case Policyholder does not exercise the option as set out above
  - Policy will continue to be in Reduced Paid-up status
  - Fund Value will be paid to the Policyholder at the end of the Revival Period or at the end of the Policy Term, whichever is earlier and Policy will terminate upon such payment

  III. Policyholder has an option to surrender the Policy anytime and Fund Value will be payable

- Until the expiry of Grace Period, the Policy is deemed to be in-force with benefits and applicable charges continuing as per terms and conditions of the Policy

Revival

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- Revival can happen if Policyholder opts for “Revival Option” on receiving the notice

- In case of Discontinuance of Policy due to non- payment of due premium(s), Policyholder can apply for revival of such a Policy by paying all due and unpaid Premiums, within Revival Period of 3 consecutive years from the date of first unpaid premium

- Company reserves the right to revive Policy either on its original or modified terms and conditions or reject the revival as per its Underwriting decision

- **At the time of revival, the Company will:**
  - Collect all due and unpaid Premiums without charging any interest or fee
  - Levy Premium allocation charges and Policy administration charge as applicable during discontinuance period
  - Add back to the Fund Value, discontinuance charges deducted at the time of discontinuance of Policy (applicable for policies discontinued during the Lock-in Period)

- Post revival, original risk cover will be restored in accordance with terms and conditions of policy

› *For more details on Revival, refer to product brochure available on company’s website*

Charges

All charges are exclusive of Goods and Services Tax & applicable cess (es)/levy, if any, as applicable and amended from time to time which will be borne by the Policyholder

Charges

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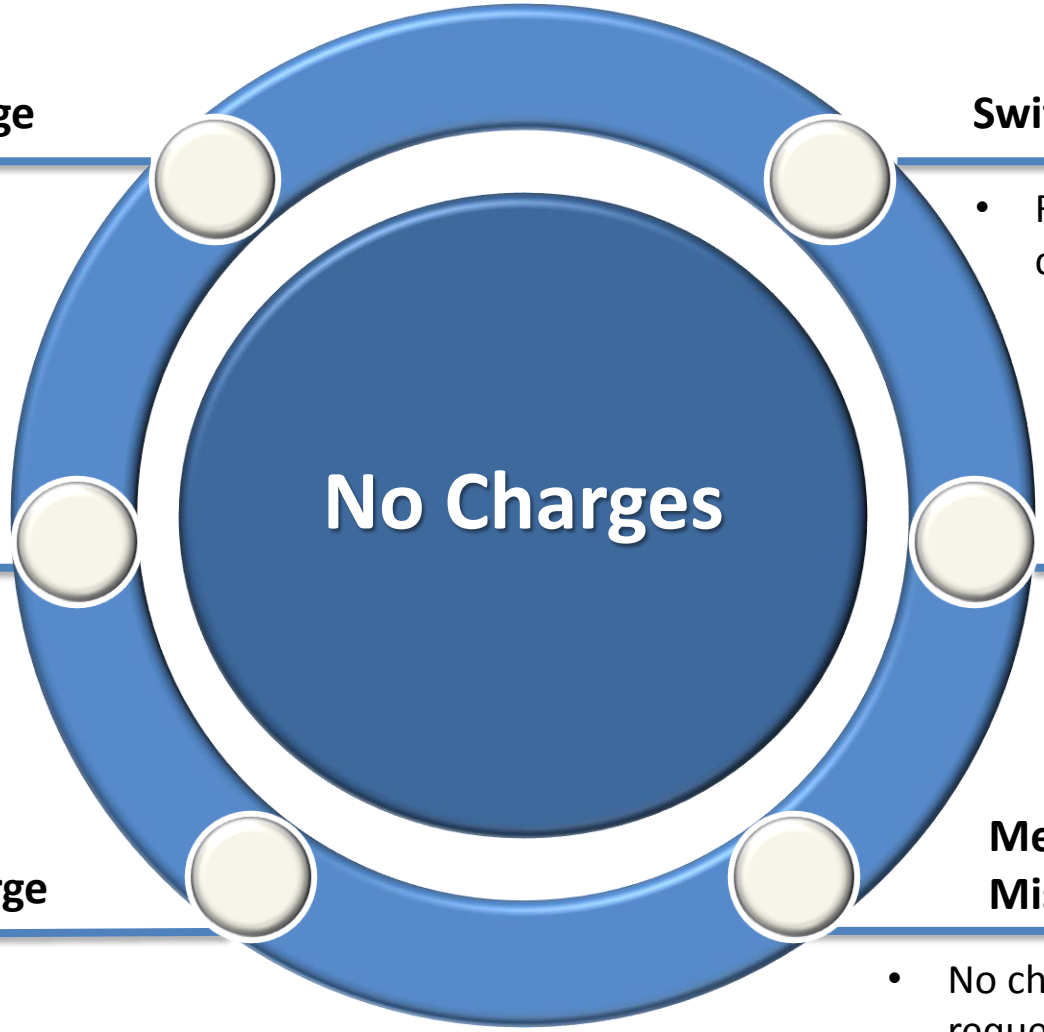

Premium Allocation Charge

- Entire premium invested

Switching Charge

- Readjust fund allocation as per changing risk preference

Policy Admin Charge

- No cancellation of units

Revival Charge

- Keep up the policy benefits!

Partial Withdrawal Charge

- All withdrawals are free

Medical Examination & Miscellaneous Charge

- No charges for policy servicing request like change in premium payment mode

Fund Management Charge (FMC)

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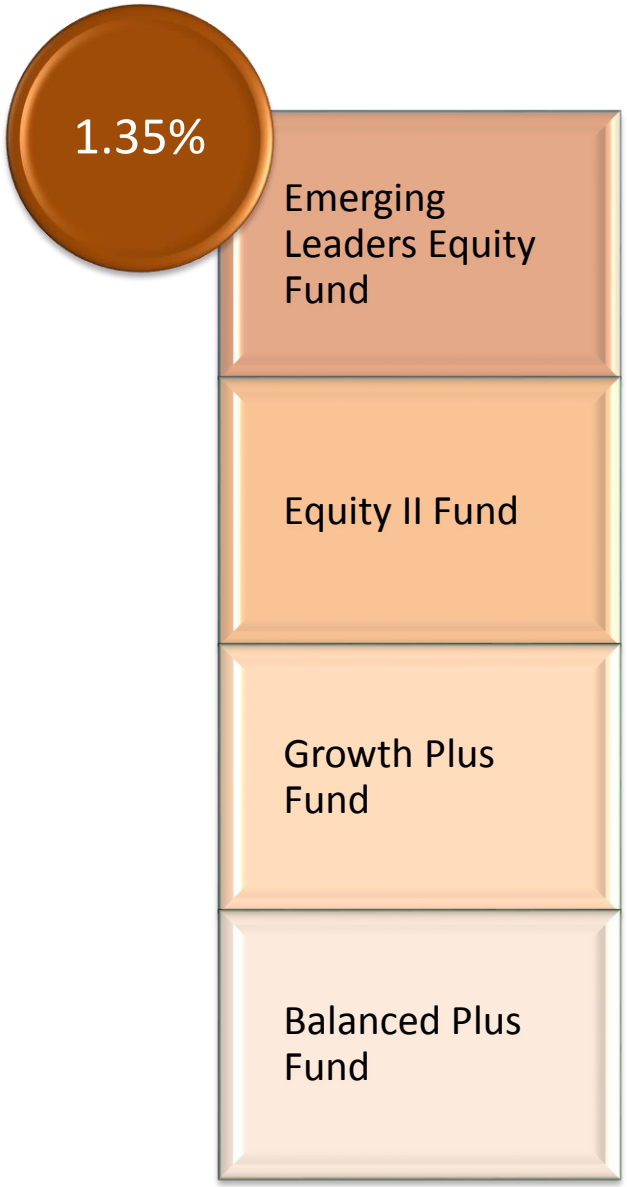

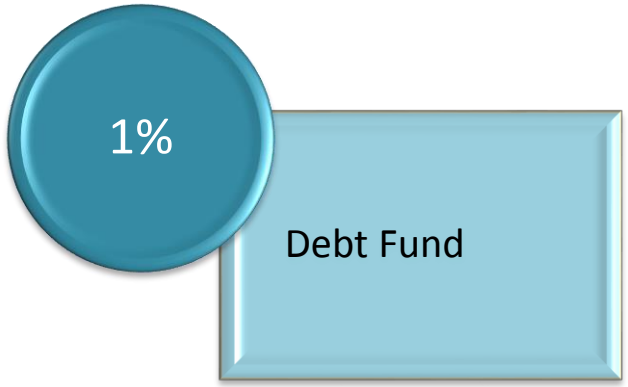

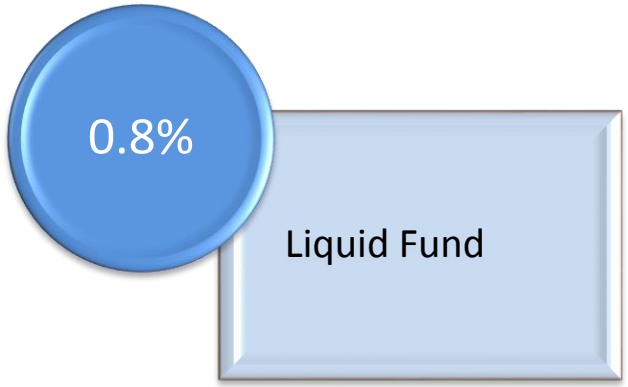

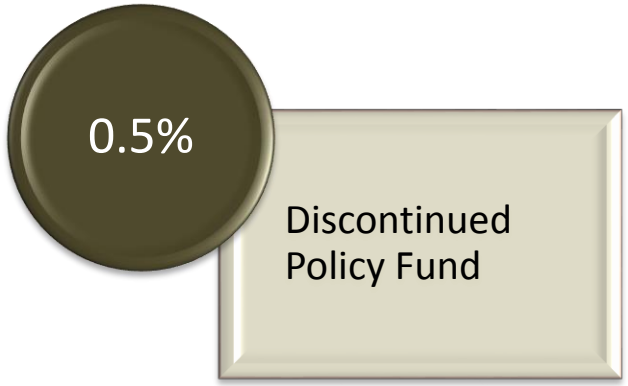

Please Note :

- FMC mentioned are on per annum basis. But it will be calculated on daily basis from the fund value before calculation of the NAV.
- It will be deducted from the NAV that will be calculated daily

Mortality Charge

- Depends on Life Assured's age and Sum at Risk
- Deducted at the beginning of each Policy Month by cancellation of units

Discontinuance Charge/Surrender charge

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Policy is discontinued during the policy year	Maximum Discontinuance Charge
1	Lower of 6% * (AP or FV) subject to maximum of ₹ 6,000
2	Lower of 4% * (AP or FV) subject to maximum of ₹ 5,000
3	Lower of 3% * (AP or FV) subject to maximum of ₹ 4,000
4	Lower of 2% * (AP or FV) subject to maximum of ₹ 2,000
5 and onwards	NIL

There will not be any Surrender/Discontinuance charges for a Surrender/Discontinuance request received by the Company after the 5th Policy anniversary or Policy is discontinued at least after five Policy Years

AP : Annualized Premium
FV : Fund Value

Sample Benefit Illustration

- **Client Profile :**
  - Ms Saina, aged 40, travels extensively and has no time to track the market
- **Financial Goal :**
  - She is looking for a short pay plan that protects her loved ones and do not want tax to erode the benefits
  - She wants an expert who can manage her investments to maximize wealth without anxiety.
- **Need Based Solution :**
  - Invest 4G Auto Fund Rebalancing

Sample Illustration

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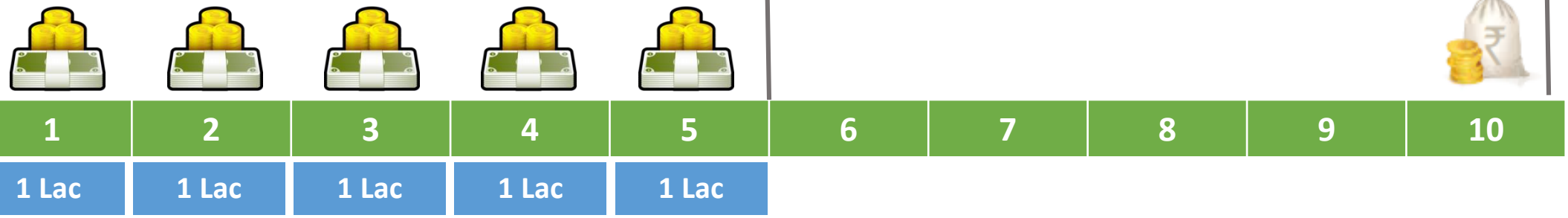
Assumptions:

- Female Aged 40 yrs
- Premium: 100,000
- Sum Assured: 10,00,000
- Premium Payment Term: 5 yrs
- Policy Term: 10 yrs
- **Investment Option: Auto fund rebalancing** with 50% in India Multi Cap Equity & 50% in Debt Fund
- **Coverage Option 1 – Life Option**

Fund Value on Maturity
₹ 8.31 Lacs

Loyalty Addition + Return of Mortality Charge
12,499

Loyalty Addition
1,675



- Note: The above illustration is based on annual gross investment return of 8% of Life Option
- Assumed return @ 8% is not guaranteed as the value of your Policy depends on a number of factors including future investment performance

Annexure

Sum at Risk – Calculation of Mortality Charges

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'Life Option' and 'Whole of Life Option', SAR higher of:

1. (Sum Assured less Partial Withdrawals, in the preceding 2 years) less Fund Value if any, as on that date or,
2. 105% of the total premiums, if any, paid less Fund Value as on that date, or
3. Zero

- For Reduced Paid-Up Policies, Sum Assured = Paid-up Sum Assured

'Life Option with PFB', SAR higher of:

1. (Sum Assured or 105% of all Premiums paid), plus
2. Present Value of Future Premiums payable by the Life Assured (for premium funding benefit)

- For Reduced Paid-Up Policy SAR will be Higher of (Paid-up Sum Assured or 105% of all Premiums paid)
- Please note that Sum Assured/ Paid-up Sum Assured payable on death under this benefit option is not reduced by the partial withdrawals made by the Life Assured prior to his / her death

Paid – Up Sum Assured

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Paid-up Sum Assured	$\frac{No.of\ Premiums\ paid}{Total\ No.of\ Premiums\ payable\ during\ policy\ term} \times Sum\ Assured$

Suicide exclusion

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- In case of death due to suicide within 12 months from date of commencement of Policy or date of revival of the Policy, Claimant shall be entitled to Fund Value as available on the date of intimation of death
- Any charges other than Fund Management Charges recovered subsequent to the date of death of the Life Assured shall be added back to Fund Value as available on the date of intimation of death
- Policy will terminate upon payment of such benefit amount

Key Terms

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- **Grace period:** period of 30 days for Annual, Half Yearly and Quarterly Mode of Premium payment and 15 days for Monthly Mode of Premium payment from the due date to pay Premiums, during which life insurance cover will continue
- **Lock-in Period:** period of 5 consecutive completed years from the date of commencement of the Policy, during which period proceeds of the discontinued policies cannot be paid by insurer to Policyholder or to Life Assured, as the case may be, except in case of death
- **Revival Period :** period of three consecutive complete years from the date of first unpaid premium during which period the Policyholder is entitled to revive the Policy which was discontinued due to the non-payment of Premium
- **Free-look period**
  - Policyholder has the right to cancel Policy within 15 days from date of receipt of Policy document, and period of 30 days in case of electronic policies and policies obtained through distance mode, in case he/she does not agree with any of terms and conditions of Policy
  - If Policyholder cancels Policy during free look period, Company will refund Fund Value on the date of cancellation plus any non-allocated Premium amount plus any charge deducted by cancellation of units, after deducting proportionate risk premium for the period of insurance cover and expenses incurred on stamp duty and medicals (if any)
- **Discontinued Policy Fund (DPF):** The segregated fund maintained by the Company into which Fund Values under policies which are surrendered or where Premium payment is discontinued during the Lock-in Period are credited subject to deduction of Discontinuance Charges, as applicable, to be paid out to the respective Policyholders in accordance with the terms and conditions of this Policy. The Company will levy only Fund Management Charge as mentioned in ‘Charges’ section. The amounts credited to the Discontinued Policy Fund will earn at least the Minimum Guaranteed Interest Rate.
- **Minimum Guaranteed Interest Rate:** This means the rate applicable to the Discontinued Policy Fund as declared by IRDAI from time to time. The current minimum guaranteed rate of interest applicable to the Discontinued Policy Fund is 4% per annum

Restrictions

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- Benefit options can only be chosen only at inception stage and once chosen it cannot be changed anytime later during the policy term.
- This plan cannot be proposed by a Company/HUF or employer/employee
- Decrease & Increase in the premium is not allowed.
- Increase & Decrease of Life cover is not allowed.
- Top-Up – Not applicable in this plan
- Loan facility is not available in this policy

Life Option with Premium Funding Benefit(PFB)

Restrictions

- Under Benefit option 2 (Life Option with Premium Funding Benefit), after the death of Life Assured the Claimant will have limited rights only to the extent to making requests for change of address and contact details and receiving the Policy money at the maturity date in the manner as opted by the Policyholder.
- The Claimant will not be able to alter or opt out of any fund related options
- (Premium Redirection, Switching, Partial withdrawal, Systematic Transfer option, Return Protector option, Auto Fund Rebalancing, Safety Switch Option, Settlement Option, Surrender etc.) as chosen by Life Assured before his/her death.
- Sum Assured payable on death under this benefit option is not reduced by the partial withdrawals made by the Life Assured prior to his / her death

Thank You

"*This is the authorized presentation and should not be altered without the permission of the Insurance Company.“*
Version: Nov’19