

**17. Section 41 of the Insurance Act, 1938, as amended from time to time**

- (1) No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take or renew or continue an insurance in respect of any kind of risk relating to lives or property in India, any rebate of the whole or part of the commission payable or any rebate of the premium shown on the Policy, nor shall any person taking out or renewing or continuing a Policy accept any rebate, except such rebate as may be allowed in accordance with the published prospectuses or tables of the insurer.
- (2) Any person making default in complying with the provisions of this section shall be liable for a penalty which may extend to ten lakh rupees.

Tax laws are subject to change, consulting a tax expert is advisable. This product brochure gives only the salient features of the plan and it is only indicative of terms, conditions, warranties and exceptions. This brochure should be read in conjunction with the benefit illustration and policy exclusions. For further details on all the conditions, exclusions related to Reliance Nippon Life Classic Plan II, please contact our insurance advisors. Trade logo displayed above belongs to Anil Dhirubhai Ambani Ventures Private Limited & Nippon Life Insurance Company and used by Reliance Nippon Life Insurance Company Limited under license. Life Equity Fund 3 (SFIN:ULIF04201/01/10LEQUITYF03121), Life Pure Equity Fund 2 (SFIN:ULIF04601/01/10LPUEQTY02121), Life Balanced Fund 1 (SFIN:ULIF00128/07/04LBALANCE01121), Life Corporate Bond Fund 1 (SFIN:ULIF02310/06/08LCORBOND01121), Life Money Market Fund 1 (SFIN:ULIF02910/06/08LMONMRKT01121), Discontinued Policy Fund (SFIN:ULIF05703/09/10DISCPOLF01121). <sup>1</sup>Since inception. <sup>2</sup>Includes agent offices and premium collection outlets. <sup>3</sup>Voted as one of the 'Most Trusted Brands' in the Life Insurance category according to Brand Equity's Most Trusted Brands Survey, 2015. <sup>4</sup>The claim settlement ratio of 95.01% for the FY 2015-16 is arrived at as a percentage of the total number of claims settled and total number of claim decided by the Company during the year. <sup>5</sup>Voted as one of the top corporate brands according to The Economic Times Best Corporate Brands Survey, 2015.

**Beware of spurious phone calls and fictitious/fraudulent offers.** IRDAI clarifies to public that 1. IRDAI or its officials do not involve in activities like sale of any kind of insurance or financial products nor invest premiums. 2. IRDAI does not announce any bonus. Public receiving such phone calls are requested to lodge a police complaint along with details of phone call, number.

**Reliance Nippon Life Insurance Company Limited (formerly known as Reliance Life Insurance Company Limited) (IRDAI Registration No. 121)**



**Registered Office**  
H Block, 1<sup>st</sup> Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai, Maharashtra - 400 710, India.



**Corporate Office**  
Reliance Centre,  
Off Western Express Highway,  
Santacruz East, Mumbai - 400 055.



**Fax No**  
+91 22 3303 5662



**Call us:** (022) 3033 8181 (Local call charges apply) or 1800 3000 8181 (Toll Free) between 9 am to 6 pm from Monday to Saturday



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rnlife.customerservice@relianceada.com



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In this policy, the investment risk in investment portfolio is borne by the policyholder.

**RELIANCE**

Nippon Life Insurance

“Being in control of my money gives me time for more important things.”

**Reliance Nippon Life Classic Plan II**

A plan that puts you in control to manage the way your money is invested.



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Over 1 Crore lives insured<sup>1</sup> | Over 8,000 outlets<sup>2</sup> | Top 3 Most Trusted Life Insurance Brand<sup>3</sup> | 95.01% Claim Settlement Ratio<sup>4</sup>

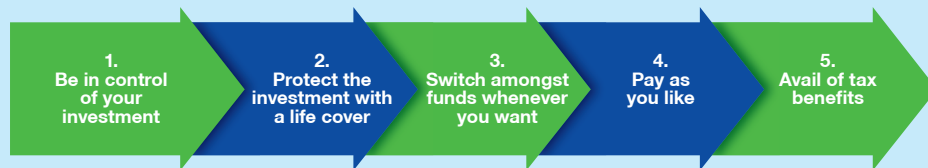
## Reliance Nippon Life Classic Plan II

A unit linked, non-participating, endowment plan

**IN THIS POLICY, THE INVESTMENT RISK IN INVESTMENT PORTFOLIO IS BORNE BY THE POLICYHOLDER. The Linked Insurance Products do not offer any liquidity during the first five years of the contract. The policyholder will not be able to surrender/withdraw the monies invested in Linked Insurance Products completely or partially till the end of the fifth year.**

Reliance Nippon Life Classic Plan II allows you to invest for the long term and protect this investment against uncertainties. It allows you to diversify your investment with choice of multiple funds that you can switch amongst to hedge against market risks. The plan also provides life insurance to ensure protection for your family.

### With Reliance Nippon Life Classic Plan II



### Key benefits

#### INVESTMENT FLEXIBILITY

- Choose from 5 investment funds based on your risk appetite:
  - 2 Equity Oriented Funds, 1 Balanced Fund and 2 Debt Oriented Funds
- Select your premium payment mode – Yearly, Half-yearly, Quarterly or Monthly



#### ACTIVE MANAGEMENT

- Make use of 52 free switches amongst the 5 investment funds
- Enhance your investments through Top-ups
- Opt for Systematic Transfer Plan (STP) to manage volatility in equity market
- Utilise Premium Redirection to change the investment pattern of your future premiums



#### EASY LIQUIDITY

- At maturity, receive the Fund Value under the base policy and under the Top-ups, if any
- In case of an emergency, make partial withdrawals from your Policy Fund after 5 Policy Years



#### ADEQUATE PROTECTION

- Protect your family through a base life cover throughout the Policy Term
- Enhance your life cover by opting for a higher Sum Assured
- Get additional protection against accidental death



#### 14. How safe is your investment?

Unit Linked Life Insurance products are different from the traditional insurance products and are subject to the following risk factors.

- ▷ The premium paid in Unit Linked Life Insurance policies are subject to investment risk and other risks associated with capital markets and NAV per unit (unit price) may go up or down based on the performance of the fund and factors influencing the capital markets and the policyholder is responsible for his/her decisions.
- ▷ “Reliance Nippon Life Insurance Company Limited” is the name of the Company and “Reliance Nippon Life Classic Plan II” is only the name of the policy and does not in any way indicate the quality of the policy, its future prospects or returns.
- ▷ The names of the Fund Option(s) do not in any manner indicate the quality of the Fund Option(s) or their future prospects or returns.
- ▷ Please understand the associated risks and applicable charges from your insurance advisor or the intermediary or policy document issued by Reliance Nippon Life Insurance Company Limited.
- ▷ Investment risk in investment portfolio is borne by the policyholder. There is no assurance that the objectives of the Fund Option(s) shall be achieved.
- ▷ NAV per unit (Unit Price) may fluctuate depending on factors and forces affecting the capital markets and the level of interest rates prevailing in the market.
- ▷ Past performance of the Fund Options is not indicative of future performance of any of those funds.
- ▷ All benefits payable under this policy are subject to tax laws and other fiscal enactments in effect from time to time. The policyholder is recommended to consult his/her tax advisor.

The Company reserves the right to suspend the allocation, reallocation, cancellation of units under extraordinary circumstances such as extreme volatility of assets, extended suspension of trading on stock exchange, natural calamities, riots and other similar events or force majeure circumstances.

#### 15. Free Look Period

In the event, you disagree with any of the terms and conditions of this policy, you may cancel this policy by returning the Policy Document to the Company within 15 days (applicable for all distribution channels except for Distance Marketing\* channel, which will have 30 days) of receiving it, subject to stating your objections. The Company will refund the premiums paid by you less a deduction of the proportionate risk premium for the time that the Company has provided you life cover up to the date of cancellation and for the expenses incurred by the Company on medical examination and stamp duty charges.

\*Distance Marketing includes every activity of solicitation (including lead generation) and sale of insurance products through the following modes:

- i. Voice mode, which includes telephone-calling
- ii. Short Messaging Services (SMS)
- iii. Electronic mode which includes e-mail, internet and interactive television (DTH)
- iv. Physical mode which includes direct postal mail and newspaper and magazine inserts and
- v. Solicitation through any means of communication other than in person

#### 16. Nomination and Assignment

Nomination, as defined under Section 39 of the Insurance Act 1938, will be allowed under this plan. Assignment, as defined under Section 38 of the Insurance Act 1938, will be allowed under this plan.

#### 4. Change of Sum Assured or Policy Term

The Sum Assured and Policy Term cannot be altered after commencement of the policy.

#### 5. Loan

Loan facility is not available under the plan.

#### 6. Tax Benefit

Premiums paid under Reliance Nippon Life Classic Plan II are eligible for tax deduction, subject to applicable tax laws and conditions. Income Tax benefits shall be under prevailing Income Tax Laws and are subject to amendments from time to time. Kindly consult a tax expert.

#### 7. Service Tax

The Service Tax and applicable Cess will be charged as per the applicable rates declared by the Government from time to time.

#### 8. Taxes levied by the Government in future

In future, the Company may decide to pass on any additional taxes levied by the Government or any statutory authority to the policyholder. Whenever the Company decides to pass on the additional taxes to the policyholder, the method of collection of these taxes shall be informed to them.

#### 9. Suicide Exclusion

If the Life Assured, whether sane or insane, commits suicide within 12 months from the date of inception of this policy or from the date of any revival of the policy then the Company will limit the death benefit to the Fund Value, as available on the date of death and will not pay any insured benefit. Any charges recovered subsequent to the date of death will be paid-back to nominee or beneficiary along with death benefit.

#### 10. Annualised Premium

The Annualised Premium is the amount paid in a year.

Substandard lives with medical conditions or other impairments will be charged appropriate extra mortality charges in accordance with the underwriting norms.

#### 11. Change of premium payment mode

Under Regular Premium policy mode of premium payment can be changed only on the policy anniversary.

#### 12. Grace period for payment of premiums

There is a grace period of 30 days from the due date for payment of regular premiums. In case of monthly mode, the grace period is of 15 days.

#### 13. General Exclusion

The Company will not pay any additional Sum Assured on accidental death which results directly or indirectly from any one or more of the following:

- ▷ an act or attempted act of self-injury
- ▷ participation in any criminal or illegal act
- ▷ being under the influence of alcohol or drugs except under direction of a registered medical practitioner
- ▷ racing or practicing racing of any kind other than on foot
- ▷ flying or attempting to fly in, or using or attempting to use, an aerial device of any description, other than as a fare paying passenger on a recognised airline or charter service
- ▷ participating in any riot, strike or civil commotion, active military, naval, air force, police or similar service, or
- ▷ war, invasion, act of foreign enemies, hostilities or war like operations (whether war be declared or not), civil war, mutiny, military rising, insurrection, rebellion, military or usurped power or any act of terrorism or violence

### How does the plan work?

#### Let's take an example

Mahesh, aged 30 years, opts for Reliance Nippon Life Classic Plan II with a Policy Term of 15 years, Annual Premium of ₹50,000 and a life cover of ₹5 lakh. He believes that equities are currently volatile and hence, decides to invest in a relatively safe investment, under Life Corporate Bond Fund 1 (Debt Oriented Fund with low to moderate risk).

Let's look at 5 different scenarios after Mahesh invests in this policy:

**Scenario I:** He pays regular premiums and remains invested in the Debt Oriented Fund till maturity of the policy and gets steady returns on his investment.

Premiums paid (₹)		Fund Value at maturity	
Annual amount	Total amount paid over 15 years	@ 8%	@ 4%
50,000	7,50,000	11,88,068	8,53,078

**Scenario II:** After 3 years, Mahesh feels that equity market has stabilised and is poised to provide superior returns in the long term. He switches his investment to Life Equity Fund 3 (Equity Oriented Fund with higher risk compensated with higher potential returns). Further, he opts for premium redirection to ensure that his future premiums are also invested in the Equity Oriented Fund. Over time, his investment appreciates significantly and he enjoys superior returns on his investment.

**Scenario III:** At the end of the 6<sup>th</sup> Policy Year, Mahesh decides to purchase a new car by utilising his investments in this plan. He makes a partial withdrawal of 20% of his Fund Value.

Premiums paid (₹)		Fund Value at end of year 6		Partial withdrawal of 20% of Fund Value at end of year 6	
Annual amount	Total amount paid over 6 years	@ 8%	@ 4%	@ 8%	@ 4%
50,000	3,00,000	3,42,510	2,98,561	68,502	59,712

**Scenario IV:** At the end of the 10<sup>th</sup> Policy Year, his father is hospitalised with a Critical Illness and he has an urgent need of funds. Instead of taking a personal loan, he surrenders his policy and receives the complete Fund Value available as on date of surrender.

Premiums paid (₹)		Fund Value at end of year 10	
Annual amount	Total amount paid over 10 years	@ 8%	@ 4%
50,000	5,00,000	6,58,002	5,27,262

**Scenario V:** In the 3<sup>rd</sup> Policy Year, Mahesh dies in an unfortunate accident. His wife, who is his nominee, gets the Death Benefit plus an additional amount equal to Sum Assured as an Accidental Death Benefit totalling to ₹10 lakh.

## Reliance Nippon Life Classic Plan II at a glance

Parameters		Minimum	Maximum
Age at Entry (Years)		7 (last birthday)	60 (last birthday)
Policy Term (Years)	Regular	15	30
	Single	20	
Age at Maturity (Years)		22 (last birthday)	75 (last birthday)
Premium Payment Term (Years)	Regular	Equal to Policy Term	
	Single	One time payment	
Annual Premium Amount (₹)	Regular	15,000	No Limit (subject to Sum Assured limits <sup>T&amp;C1</sup> )
	Single	75,000	
Premium Payment Modes		Yearly, Half-yearly, Quarterly and Monthly for Regular Premium policy	

Sum Assured under the Base Plan			
Minimum Sum Assured	Premium Payment Option	If the age at entry is less than 45 years	If the age at entry is greater than or equal to 45 years
	Regular Pay	Higher of <ul style="list-style-type: none"> <li>10 times of Annualised Premium</li> <li>0.5 x Policy Term x Annualised Premium</li> </ul>	Higher of <ul style="list-style-type: none"> <li>7 times of Annualised Premium</li> <li>0.25 x Policy Term x Annualised Premium</li> </ul>
	Single Pay	125% of Single Premium	110% of Single Premium

Maximum Sum Assured	Premium Payment Option	Age at entry (last birthday)		Maximum Sum Assured (as a multiple of Annualised Premium)	
	Regular Premium	7 to 11		30 times <sup>T&amp;C1</sup>	
		12 to 50		30 times	
		51 to 55		25 times	
		56 to 60		20 times	
	Premium Payment Option	Age at entry (last birthday)	Policy Term (years)	Maximum Sum Assured (as multiples of Single Premium)	
	Single Premium	7 to 11		15 to 30	6 times <sup>T&amp;C1</sup>
		12 to 30		15 to 30	6 times
		31 to 40	15 to 25		5 times
			26 to 30		3 times
41 to 50		15 to 25		5 times	
		26 to 30		2 times	
51 to 60		15 to 24	2 times		

### ► Switching Charges

There are 52 free switches during any Policy Year. Subsequent switches if any will have a fixed charge of ₹100 per switch.

### ► Miscellaneous Charges

The first Systematic Transfer Plan (STP) option for Regular Premium payment mode as well as Top-ups is not chargeable. A fixed charge of ₹100 will be levied for every subsequent Systematic Transfer Plan option selected by you. There are no charges for cancellations of STP option.

### ► Revision in Rate of Charges

The Company reserves the right to change the Fund Management Charge (FMC). However, the maximum FMC on any fund excluding Life Discontinued Policy Fund will be 1.35% p.a. and the maximum FMC on Life Discontinued Policy Fund will be 0.5% p.a.

The Policy Administration Charge is subject to revision at any time, but will not exceed ₹80 per month.

The Partial Withdrawal Charge, Switching Charge and the charge for selecting STP option is subject to revision at any time, but will not exceed ₹500.

The Premium Allocation Charge, Mortality Charge, Accidental Death Benefit Charge and Discontinuance Charge are guaranteed for the term of the policy.

The revision in charges if any (except the Service Tax Charge) will take place only after giving 3 months notice to the policyholders and after obtaining specific approval of the IRDAI.

The Service Tax Charge will be revised as and when notified by the Government.

If the policyholder does not agree with the modified charges, they shall be allowed to withdraw the units in the plans at the then prevailing unit value after paying Surrender Charge if any, and terminate the policy.

## Terms and Conditions<sup>(T&C)</sup>

### 1. Maximum Sum Assured

The maximum Sum Assured (including Base Plan and Top-up across all policies with Reliance Nippon Life Insurance Company) shall not exceed ₹5 lakh, if the age at entry of the Life Assured is greater than or equal to 7 years but less than 12 years.

### 2. Sum Assured on accidental death

In the event of death of the Life Assured due to accident on or before age 65, an additional amount equal to the base Sum Assured will be paid. However if the age at accidental death is less than 18 years, the maximum additional Sum Assured payable for accidental death (across all policies with Reliance Nippon Life) is up to ₹5 lakh. The additional Sum Assured on accidental death (including Sum Assured under Reliance Nippon Life Accidental Death and Total and Permanent Disablement Rider, if any, across all policies with Reliance Nippon Life) will not exceed ₹50 lakh.

### 3. Exchange Option

Under this option, you can transfer the policy benefits to another plan wherein the exchange option is available. This option is available for existing policyholders of Reliance Nippon Life Classic Plan II after completion of 5 Policy Years from the date of commencement of the policy.

If you are opting for Reliance Nippon Life Classic Plan II under exchange option, the Allocation Charge in the year of exchange under the Regular Premium policy is 1% of the Regular Premium and Allocation Charge under the Single Premium policy will be 1% of the Single Premium. Regular Allocation Charges would apply to the balance of the Policy Term.

If the exchange option is used to pay Top-ups in the Reliance Nippon Life Classic Plan II, the Allocation Charge in the year exchange will be 1% of the Top-up amount.

► **Policy Administration Charges**

Regular Premium Policy	₹40 per month from Year 6 till the end of the Policy Term
Single Premium Policy	₹40 per month for the entire Policy Term

The monthly Policy Administration Charge will be deducted by cancelling units at the beginning of each month.

► **Partial Withdrawal Charges**

A Partial Withdrawal Charge of ₹100 will be deducted from the amount of fund withdrawn.

► **Discontinuance Charges (For Regular Premium Policy)**

The Discontinuance Charge under the Regular Premium payment policy is as given below:

The Policy Year during which the policy is discontinued	Discontinuance Charge if the Annualised premium is less than or equal to ₹25,000	Discontinuance Charge if the Annualised premium is greater than ₹25,000
1	Lower of 20% of (Annualised Premium or Fund Value), subject to a maximum of ₹3,000	Lower of 6% of (Annualised Premium or Fund Value), subject to a maximum of ₹6,000
2	Lower of 15% of (Annualised Premium or Fund Value), subject to a maximum of ₹2,000	Lower of 4% of (Annualised Premium or Fund Value), subject to a maximum of ₹5,000
3	Lower of 10% of (Annualised Premium or Fund Value), subject to a maximum of ₹1,500	Lower of 3% of (Annualised Premium or Fund Value), subject to a maximum of ₹4,000
4	Lower of 5% of (Annualised Premium or Fund Value), subject to a maximum of ₹1,000	Lower of 2% of (Annualised Premium or Fund Value), subject to a maximum of ₹2,000
5 and above	Nil	Nil

There are no Discontinuance Charges under Single Premium and Top-up Premiums.

► **Service Tax Charges**

The Service Tax Charge on the Allocation Charge, Mortality Charge, Accidental Death Benefit Charge, Policy Administration Charge, Fund Management Charge, Switching Charge, Discontinuance Charge, Partial Withdrawal Charge and Miscellaneous Charges on STP option will be recovered by cancellation of units. The Service Tax on Fund Management Charge is applied on actual Fund Management Charge or the maximum Fund Management Charge fixed by the IRDAI, whichever is higher and will be priced in NAV per unit (unit price) of each fund on a daily basis. The Service Tax Charge on Premium Allocation Charge will be deducted from the premium along with the Allocation Charge. The level of Service Tax Charge shall be as per the rate of Service Tax, declared by the Government from time to time.

Sum Assured under Top-up		
Sum Assured	If the age at entry is less than 45 years	If the age at entry is greater than or equal to 45 years
		125% of Single Premium

At any point of time, the minimum Death Benefit shall be 105% of the total premiums (including Top-ups) paid.

**Benefits in detail**

► **Maturity Benefit**

On survival of the Life Assured till the end of the Policy Term, provided the Policy is in-force and all due premiums are paid, the Fund Value including claw-back additions, if any, under the base policy and under Top-ups, if any, will be paid.

► **Death Benefit**

On death of the Life Assured, provided the policy is in-force as on the date of death, the following benefits are payable:

- ▷ Sum Assured or Fund Value whichever is higher, plus
- ▷ Top-up Sum Assured or the Top-up Fund Value whichever is higher

At any point of time, the minimum death benefit shall be 105% of the total premiums, including Top-ups, paid.

If death is due to an accident, an additional benefit equal to the Sum Assured is payable.<sup>T&C2</sup>

**Other features**

► **Fund Options**

The plan offers 5 fund options at inception. Details of the funds are mentioned below:

Fund Name	Investment Objectives	Asset Class	Asset Allocation Range (%)	Target (%)
Life Equity Fund 3 (SFIN:ULIF04 201/01/10LEQU ITYF03121)	Provide high real rate of return in the long term through high exposure to equity investments, while recognising that there is significant probability of negative returns in the short term. The risk appetite is 'high'.	Money market instruments	0 - 25	0
		Equities	75 - 100	100
Life Corporate Bond Fund 1 (SFIN:ULIF0231 0/06/08LCORB OND01121)	Provide returns that exceed the inflation rate, while taking some credit risk (through investments in corporate debt instruments) and maintaining a moderate probability of negative returns in the short term. The risk appetite is 'low to moderate'.	Money market instruments	0 - 25	0
		Corporate bonds/ debentures and other debt instruments excluding money market instruments	75 - 100	100

Life Money Market Fund 1 (SFIN:ULIF02910/06/08LMONMRKT01121)	Maintain the capital value of all contributions (net of charges) and all interest additions, at all times. The risk appetite is 'low'.	Money market instruments	100	100
Life Pure Equity Fund 2 (SFIN:ULIF04601/01/10LPUEQU TY02121)	The investment objective of the Pure Equity Fund is to provide policyholders high real rate of return in the long term through high exposure to equity investments, while recognising that there is significant probability of negative returns in the short term. The risk appetite is 'high'.	Equities in sectors other than banks and non-banking financial companies, breweries, distilleries, alcohol based chemicals, cigarettes, tobacco, entertainment, leather, sugar and hatcheries	60 - 100	100
		Money market instruments	0 - 40	0
Life Balanced Fund 1 (SFI:ULIF00128/07/04LBALANCE01121)	The investment objective of the fund is to provide investment returns that exceed the rate of inflation in the long term while maintaining a low probability of negative returns in the short term. The risk appetite is defined as 'low to moderate'.	Debt Securities	60 - 100	80
		Equities	0 - 40	20
		Money market instruments	0 - 25	0

#### ► Discontinued Policy Fund

For the policies where the premiums are discontinued, the Fund Value will be moved to Discontinued Policy Fund. The proceeds of the Discontinued Policy Fund shall be refunded only upon completion of the 5 policy anniversaries. The minimum guaranteed interest rate applicable to the Discontinued Policy Fund will be at an interest rate as declared by the Authority from time to time. Currently the minimum guaranteed interest rate under the Discontinued Policy Fund is 4% compounding annually.

Fund Name	Investment Objectives	Asset Class	Asset Allocation Range (%)	Target (%)
Discontinued Policy Fund (SFIN:ULIF05703/09/10DISCPOLF01121)	The objective of the fund is to maintain capital value of the fund at all times and earn a minimum predetermined yield, at the rate determined by the regulator from time to time and maintain sufficient liquidity to meet the pay outs. The fund would predominantly stay invested in money market instruments. Risk appetite of the fund is defined as 'low'.	Money market instruments	0 - 40	30
		Government Securities	60 - 100	70

of the fund is the total value across all Unit Linked Funds. Note that all Fund Values including Top-up funds are aggregated.

### Charges

#### ► Mortality Charges

The Mortality Charges will vary depending on the amount of life insurance cover, attained age of Life Assured, occupation of the Life Assured, health of the Life Assured and the Fund Value. The mortality charges will be deducted by cancellation of units at the prevailing NAV per unit (unit price) on a monthly basis at the beginning of each policy month using 1/12<sup>th</sup> of the mortality rates.

#### ► Premium Allocation Charges

Premium Allocation Charge is deducted as a percentage of the premium (Regular Premium, Single Premium or Top-up Premium as the case may be) before allocation of the unit each time a premium is received.

The Premium Allocation Charges in respect of Regular Premium payment policies are stated below:

Policy Year	Year 1	Year 2 to Year 5	Year 6 to Year 9	Year 10 onwards
Allocation charge (as a % of Annualised Premium)	8%	5.5%	5%	3%

The Premium Allocation Charge for Single Premium will be 2% of the Single Premium amount and Premium Allocation Charge for Top-up will be 2% of the Top-up amount.

#### ► Accidental Death Benefit Charges

Annual Charge for Accidental Death Benefit up to age 65 is ₹1 per 1000 Sum Assured and will be deducted on monthly basis by cancellation of units.

#### ► Fund Management Charges (FMC)

Fund Management Charges will be priced in the NAV per unit (unit price) of each fund on a daily basis.

Fund Name	Annual Rate
Life Equity Fund 3 (SFIN:ULIF04201/01/10LEQUITYF03121)	1.35%
Life Pure Equity Fund 2 (SFIN:ULIF04601/01/10LPUEQU TY02121)	1.35%
Life Balanced Fund 1 (SFIN:ULIF00128/07/04LBALANCE01121)	1.25%
Life Corporate Bond Fund 1 (SFIN:ULIF02310/06/08LCORBOND01121)	1.25%
Life Money Market Fund 1 (SFIN:ULIF02910/06/08LMONMRKT01121)	1.25%
Discontinued Policy Fund (SFIN:ULIF05703/09/10DISCPOLF01121)	0.5%

We reserve the right to value less frequently than daily in extreme circumstances, where the value of the assets may be too uncertain. In such circumstances we may defer the valuation of assets and the extent of deferment period will be as per the Authority's directions at that point of time until normality returns. Examples of such circumstances are:

- i. When one or more stock exchanges which provide a basis for valuation for a substantial portion of the assets of the fund are closed otherwise than for ordinary holidays.
- ii. When, as a result of political, economic, monetary or any circumstances out of our control, the disposal of the assets of the unit fund are not reasonable or would not reasonably be practicable without being detrimental to the interests of the remaining unit holders.
- iii. During periods of extreme volatility of markets during which surrenders and switches would, in our opinion, be detrimental to the interests of the existing unit holders of the fund.
- iv. In the case of natural calamities, strikes, war, civil unrest, riots and bandhs.
- v. In the event of any force majeure or disaster that affects our normal functioning.
- vi. If so directed by the IRDAI.

#### ► Allocation of units

The Company applies premiums to allocate units in one or more of the unit linked funds in the proportions which the policyholder specifies. The allotment of units to the policyholders will be done only after the receipt of premium proceeds as stated below:

In case of New Business, units shall only be allocated on the day the proposal is completed and results into a policy by the application of money towards premium.

In the case of renewal premiums, the premium will be adjusted on the due date, whether or not it has been received in advance. (This assumes that the full stipulated premium is received on the due date.) Renewal premiums received in advance will be kept in the deposit account and will not earn any returns until the renewal premium due date on which the same will be applied to the unit funds.

#### ► Redemptions

In respect of valid applications received (e.g. surrender, maturity claim, switch out, etc.) up to 3.00 p.m. by the insurer, the same day's closing unit price shall be applicable. In case of a holiday or non-business day the closing unit price of the next business day shall be applicable.

In respect of valid applications received (e.g. surrender, maturity claim, switch out, etc.) after 3.00 p.m. by the insurer, the closing unit price of the next business day shall be applicable.

The unit price for each segregated fund provided under this product shall be made available to the public in the print media on a daily basis. The unit price will also be displayed in the web portal of the Company.

#### ► Cancellation of units

To meet fees and charges, and to pay benefits, the Company will cancel the units to meet the amount of the payments which are due. If units are held in more than one Unit Linked Fund, then the Company will cancel the units in each fund to meet the amount of the payment. The value of units cancelled in a particular fund will be in the same proportion as the value of units held in that fund is to the total value of units held across all funds. The units will be cancelled at the prevailing unit price.

The Fund Management Charges will be priced in the unit price of each fund on a daily basis.

#### ► Policy Fund Value

The value of your Policy Fund at any time is the total value of units at that point of time in a segregated fund i.e. total number of units under a policy multiplied by the Net Asset Value (NAV) per unit of that fund. If you hold units in more than one Unit Linked Fund, then the value

#### ► Top-ups

Top-ups can be accepted only where the due base Regular Premiums are Paid-up to date. The minimum Top-up Premium at any time is ₹5,000.<sup>T&CS</sup> The total Top-up Premiums at any point of time shall not exceed 100% of the total Regular Premium paid till that time. In case of Single Premium policies the total Top-up Premiums will not exceed 100% of the Single Premium paid. Top-up Premium is not allowed during the last 5 years of the Policy Term.

Payment of Top-ups would result in an increase in Sum Assured as mentioned below:

Age of the Life Assured at the time of payment of Top-up Premium	Increase in Sum Assured as a percentage of Top-up Premium
Less than 45 years	125%
Greater than or equal to 45 years	110%

#### ► Partial withdrawal before maturity of the policy

##### ► Partial withdrawal from the Base Policy

Partial withdrawals are available only after the completion of 5 policy anniversaries or on attainment of age 18 by the Life Assured, whichever is later.

The minimum amount of partial withdrawal is ₹5,000 and the maximum amount of partial withdrawal should not exceed 20% of the Fund Value at the time of withdrawal.

However, at any point of time during the Policy Term, the minimum fund balance after the partial withdrawal should be at least equal to 125% of Annualised Premium of Regular Premium policies or 50% of Single Premium for Single Premium policies.

##### ► Partial withdrawal from Top-ups

The partial withdrawals are available only after the completion of 5 years from the date of payment of each Top-up or on attainment of age 18 by the Life Assured whichever is later.

The maximum partial withdrawal amount under Top-up should not exceed 20% of the Fund Value at the time of withdrawal. However, at any point of time during the Policy Term, the minimum fund balance under Top-up after the partial withdrawal should be at least equal to 50% of the Top-up Premiums paid.

#### ► Switching

You have the option to switch amongst the 5 funds as and when you choose, depending on your financial priorities and investment outlook. You are entitled for 52 free switches each Policy Year. Unused free switches cannot be carried forward to a following year.

#### ► Premium Redirection

You can choose to redirect your premiums in which case your future premiums will be allocated to funds of your choice, without changing your existing fund allocation.

#### ► Exchange Option

After completion of 5 Policy Years, you can transfer your Policy benefits to another plan wherein exchange option is available. This option must be exercised at least 30 days before the receipt of benefit under the Policy.<sup>T&CS</sup>

#### ► Settlement Option

You have an option to take the maturity proceeds in periodic installments within a maximum of 5 years from the date of maturity of your Policy. Policyholder has to choose the period of settlement at the time of submission of notice. To avail this option you need to give a notice to the Company at least 30 days before the maturity date.

During the settlement period, there will be no life cover and Accidental Death Benefit. If settlement option is selected, then on maturity of the policy, the total fund balance would be automatically moved into Life Balanced Fund 1, the only fund option available during the settlement period.

The Fund Management Charge (FMC) will be priced in the unit value.

The investment risk during the settlement period will be borne by the policyholder.

Partial withdrawal is not allowed during the settlement period. Complete withdrawal is allowed at any time during the settlement period. On complete withdrawal, entire Fund Value will be payable without levying any charge.

▶ **Systematic Transfer Plan (STP)**

This feature provides you with an option to enter into the equity market at different times and at different levels. This has an effect of averaging out the risks associated with the equity market, optimising the overall risk to your investment portfolio.

Systematic Transfer Plan (STP) allows you to invest the portion of Premium or Top-ups initially into Life Money Market Fund 1 and then systematically transfer (i.e., automatically switch) every week (not less than 1/4 part of the amount initially invested) into Life Equity Fund 3 option.

However, the selection or de-selection of STP can take place only on the policy anniversary.

▶ **Non-zero Positive Claw-back Addition**

The Company may make Non-zero positive claw-back additions to the unit fund at various intervals of time. The claw-back additions, if applicable, will be added to the Fund Value to comply with the criteria of prevailing reduction in yield from the 5<sup>th</sup> policy anniversary onwards.

▶ **Non-Forfeiture Benefits**

▷ **Surrender**

i. **Regular Premium:** The policy can be surrendered only after the completion of 5 Policy Years. Surrender Value will be the Fund Value less Discontinuance Charges, if any. Surrender Value is acquired immediately on payment of the Base Premium.

ii. **Single Premium:** The Surrender Value will be payable after the completion of 5 Policy Years. Surrender Value under the Single Premium policy will be the Fund Value. Surrender Value is acquired immediately on payment of the Single Premium. There is no Discontinuance Charge under Single Premium policy.

iii. **Top-ups:** Surrender Value under the Top-up will be the Fund Value. Surrender Value is acquired immediately on payment of the Top-up Premium. There is no Discontinuance Charge on the Top-ups.

Whenever full Surrender Value of Base Plan is paid, the Surrender Value of any attaching Top-ups will also be paid.

Once a policy is surrendered in full, it cannot be reinstated.

▶ **Discontinuance of payment of premium**

This section is applicable only to Regular Premium policies.

▷ **Premium discontinuance within first 5 Policy Years**

If the due premiums are not paid within the grace period, then the Policy will be treated as per the IRDAI (Linked Insurance Products) Regulation, 2013. As per the regulation, if the due premiums are not paid within the grace period, a revival notice will be sent to the policyholder within 15 days from the date of expiry of the grace period. The policyholder shall be entitled to revive the policy or to withdraw completely from the policy without any insurance benefit, and Accidental Death Benefit. The policyholder has to exercise any one of the options within 30 days from the date of receipt of the revival notice. During this period, the policy will be treated as in-force with insurance and Accidental Death Benefits. The policy will participate in the performance of the invested fund/s. Mortality Charges, Accidental Death Benefit Charges and Policy Administration Charges will be deducted from the Fund Value by cancellation of units. The Fund Management Charge will be priced in the unit value.

In case the policyholder chooses to withdraw the policy or does not exercise any option, the Fund Value under the base policy (including Top-ups) less applicable Discontinuance

Charges will be switched to Discontinued Policy Fund. The insurance benefit and Accidental Death Benefit ceases immediately. Fund Management Charge will be priced in the unit value. The income earned on the fund shall be apportioned to the Discontinued Policy Fund. The proceeds of the discontinued policies shall be payable only on completion of 5 policy anniversaries.

▷ **Premium discontinuance after first 5 Policy Years**

If the due premiums are not paid within the grace period, a revival notice will be sent to the policyholder within 15 days from the date of expiry of the grace period. The policyholder has to exercise any one of the options given below within 30 days from the date of receipt of the revival notice. During this period, the policy will be treated as in-force with insurance and Accidental Death Benefits. The policy will participate in the performance of fund. Mortality Charges, Accidental Death Benefit Charges and Policy Administration Charges will be deducted from the Fund Value by cancellation of units. The Fund Management Charge will be priced in the unit value.

**Policyholder has to exercise 1 of the 3 options:**

- i. Revive the policy within a period of 2 years from the date of discontinuance.
- ii. Complete withdrawal from the policy without any risk cover.
- iii. Convert the policy into Paid-up policy, with the Paid-up Sum Assured where, Paid-up Sum Assured = Sum Assured x Total no. of premiums paid/Original no. of premiums payable under the policy.

If the policyholder exercises option 1, and revives the policy before the expiry of 30 days from the date of receipt of the revival notice then the policy will continue as in-force policy with original insurance benefits. The policyholder can revive the discontinued policy within 2 years from the date of discontinuance but before the expiry date of the Policy Term.

If the policyholder exercises option 2 or does not exercise any of the above options within a period of 30 days then the Fund Value under the base policy (including Top-ups) will be paid to the policyholder.

If the policyholder exercises option 3, policy will become Paid-up and Mortality Charges (as applicable for Paid-up Sum Assured) and Policy Administration Charges will be deducted from the Fund Value by cancellation of units. The Fund Management Charge will be priced in the unit value. If the Fund Value is less than the charges for the next month, the policy will be foreclosed by paying the Fund Value.

▶ **Revival of the Policy**

You can revive a policy by payment of the due premium/s at any time within a period of 30 days from the date of receipt of the revival notice but before the maturity date of the policy, subject to satisfactory medical and financial underwriting. You can revive the discontinued policy within 2 years from the date of discontinuance but before the expiry date of the Policy Term, by paying all the outstanding premiums to the Company.

▶ **Fund Value Details**

▷ **Computation of NAV**

The NAV will be computed as per IRDAI (Linked Insurance Products) Regulations, 2013.

The NAV for a particular fund shall be computed as: Market Value of investment held by the fund plus the value of current assets less the value of current liabilities and provisions, if any. This gives the Net Asset Value of the fund. Dividing by the number of units existing at the valuation date (before creation/redemption of units), gives the unit price of the fund under consideration.

In case the valuation day falls on a holiday/non business day, then the exercise will be done on the following working day.