

Sales Literature – Reliance Family Income Benefit Rider

A Non-Linked, Non-Participating, Protection Rider

We often hear about families struggling to live a normal life in the unfortunate event of death or disability of the bread winner of the family.

In such a scenario, who will take care of the family and what type of financial security will the family have in the absence of a regular income?

Any such eventuality usually brings the strain of reduced income - The earning stops, expenses rise, putting a strain on the family's assets.

Presenting, Reliance Family Income Benefit Rider which can be taken along with the Base Policy for additional protection. This rider provides regular monthly income in case of Death or Total and Permanent Disability (TPD) due to accident or illness.

With Reliance Family Income Benefit Rider

1	Protect your family against any eventuality	2	Receive additional protection at a nominal cost	3	Get protection against loss of family's assets	4	Supplement your savings policy with pure cover	5	Receive tax benefits
---	---	---	---	---	--	---	--	---	----------------------

Key benefits

➤ Protection

- Get protection for your family against Death or Total and Permanent Disability due to accident or illness

➤ Income Benefit

- Get income of 1% of the rider Sum Assured every month till the end of the rider term or 10 years whichever is later

➤ Flexibility

- Choose between Regular pay or Limited pay option

➤ Ease of enrollment

- Economical way to protect your family against financial liabilities

➤ Tax benefits

- Enjoy tax benefits on the premiums paid and benefits received, as per the applicable income tax laws

Sales Literature – Reliance Family Income Benefit Rider

How does the plan work?

Let's take an example:

Sudhir, aged 30 years, opts for a savings plan with Reliance Life Insurance and to enhance the protection cover, he opts for Reliance Family Income Benefit Rider and:

- Chooses rider term of 20 years, Premium Payment Term of 5 years and Sum Assured of Rs.5 lakh (equal to the Sum Assured and Premium Payment Term of his Savings policy)
- Pays an annual premium of Rs. 5,955 p.a. (exclusive of taxes), assuming that he is in good health
- In the unfortunate event of his Death or Total and Permanent Disability due to accident or illness, his family will get 1% of the rider Sum Assured i.e. Rs. 5,000 every month till the end of the policy term or for 10 years, whichever is later.

Reliance Family Income Benefit Rider at a glance

Parameters	Minimum	Maximum
Age at entry (Yrs.)	18 Years (last birthday)	65 Years (last birthday)
Age at renewal (Yrs.)	-	99 Years
Sum Assured	Rs.1,00,000	Less than or equal to the Base Policy Sum Assured subject to a maximum of Rs.10,00,000 ^{T&C5}
Rider Term	5 Years	30 Years ^{T&C5}
Premium Payment Term	5 Years	30 Years ^{T&C5}
Premium Payment Modes	Monthly, Quarterly, Half yearly and Annually	

Benefits in detail

• Key Benefits

○ Death

In the event of Death or Total and Permanent Disability due to accident or illness, your beneficiary will receive 1% of rider Sum Assured every month (i.e.12% per annum) from the date of death till the end of the rider policy term or for a term of 10 years, whichever is later.

○ Total and Permanent Disability Benefit

In the event of Total and Permanent Disability due to accident or illness, receive 1% of rider Sum Assured every month (i.e.12% per annum) from the date of total and permanent disability till the end of the rider policy term or for a term of 10 years, whichever is later.

- Total and Permanent Disability relates to total and irrecoverable loss of sight of both eyes, or loss by severance of two limbs at or above wrist or ankle, or total and irrecoverable loss of the sight of one eye and loss by severance of one limb at or above wrist or ankle for a period of at least six months

Sales Literature – Reliance Family Income Benefit Rider

- The first monthly income will be paid on the date of Death or Total and Permanent Disablement due to accident or illness, and every month thereafter on the same date

○ **Maturity Benefit**

No Maturity Benefit is payable.

○ **Premium Payment Mode**

Premiums can be paid yearly, half yearly, quarterly, or monthly. However, premium payment mode for this rider must be same as the premium payment mode for the Base Policy.

○ **Sample Premium Rates**

The premium rates for Rs.1,000 sum assured under regular premium option are given below:

Age/Term (Yrs.)	5	10	15	20
25	2.46	2.33	2.63	3.17
35	3.15	3.42	4.23	5.48
45	6.24	7.25	9.14	11.81

Other features

• **Grace period for payment of premiums**

There is a grace period of 30 days applicable from the due date of payment of premiums if the payment is made in yearly, half-yearly or quarterly modes. In case the premiums are paid in monthly mode, then the grace period applicable is of 15 days.

• **Premium Discontinuance**

If you discontinue payment of premiums, your rider policy will lapse as mentioned below:

○ **Lapse**

When the Base Policy is lapsed, surrendered or forfeited, the rider attached to the Base Policy will also terminate immediately.

The rider policy will lapse, if the due premiums under the Base Policy including the rider premium are not paid within the grace period and the Rider benefits will cease immediately.

If the lapsed Base Policy along with the rider policy is not revived within 2 years of the due date of the first unpaid premium then the rider policy will get terminated.

○ **Surrender**

No Surrender value is payable under the rider policy.

○ **Revival**

Revival can be done by paying the arrears of premiums with interest and recommencing the payment of premiums at any time within a period of 2 years from the due date of first unpaid

Sales Literature – Reliance Family Income Benefit Rider

premium but before the maturity of the Base Policy and Rider subject to satisfactory medical and financial evidence as stipulated by the Company from time to time. Current rate of interest for revival is 9%. Rider can be revived only if the discontinued Base Policy, to which the rider is attached, is revived, by paying the arrears of premiums with interest at the prevailing rate of interest.

Terms and conditions ^(T&C)

1. Loan

Loan facility is not available under this rider.

2. Tax benefit

Premium paid under Reliance Family Income Benefit Rider is eligible for tax deduction, subject to the applicable tax laws and conditions. Income tax benefits under the income tax laws are subject to amendments from time to time. Kindly consult a tax expert.

3. Service tax

The Service Tax and Education Cess will be charged as per the applicable rates declared by the Government from time to time. The Service Tax on the rider premiums will be collected over and above the rider premiums, along with the base premiums.

4. 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 you.

5. Rider Conditions

- The regular Premium Paying Term is between 5 years and 30 years.
- For entry ages 60 and above only policy term of 5 years is allowed.
- At the time of entry, policy term shall be restricted such that age at entry plus policy term shall not be greater than 65 for policy term 6 & above.
- You can opt for the rider on commencement of the Base Policy or at subsequent policy anniversaries.

If the rider is opted on commencement of the Base Policy, the rider term will be less than or equal to the policy term of Base Policy, subject to a minimum term of 5 years.

If the rider is opted subsequently at the policy anniversary of the Base Policy, the rider term will be less than or equal to the outstanding policy term of the Base Policy, subject to a minimum of 5 years.

- The premium payment term of the rider will be less than or equal to the premium payment term of the Base Policy.

Sales Literature – Reliance Family Income Benefit Rider

If the rider is opted on commencement of the Base Policy, the rider premium paying term will be less than or equal to the premium paying term of the Base Policy, subject to a minimum of 5 years.

If the rider is opted subsequently at the policy anniversary of the Base Policy, the rider premium payment term will be less than or equal to the outstanding premium paying term of the Base Policy, subject to a minimum of 5 years.

- The sum of all rider premiums under a Base Policy should not exceed 30% of the base premiums under that policy.
- The Sum Assured under rider will be less than or equal to Sum Assured under Base Policy, the minimum Sum Assured under this rider is Rs.1,00,000.

6. Exclusions

- a) There are no exclusions in respect of occupational hazard and travel.
- b) The Company will not pay any claim within three months from the date of commencement of or revival of the rider. This exclusion is not applicable to a claim on account of an accident subject to clause c mentioned below.
- c) The benefit on death before the end of policy term, is payable provided no previous claim due to total and permanent disablement is admitted under the Reliance Family Income Benefit Rider.
- d) When the Base Policy is lapsed, surrendered or forfeited the rider attached to the Base Policy will also terminate immediately.
- e) The company will not pay any Family Income Benefit claim due to accidental death or total and permanent disablement which results directly or indirectly from any one or more of the following:
 - i. An act or attempted act of self-injury
 - ii. Participation in any criminal or illegal act
 - iii. Being under the influence of alcohol or drugs except under direction of a registered medical practitioner
 - iv. Racing or practicing racing of any kind other than on foot
 - v. 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
 - vi. Participating in any riot, strike or civil commotion, active military, naval, air force, police or similar service, or
 - vii. 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

7. Premium

- a) Rider premium is payable over and above the premium under the Base Policy and shall be paid along with the premium under the Base Policy.
- b) Rider Premiums can be paid yearly, half yearly, quarterly or monthly. However, the mode of payment of premium under this rider will be same as mode of payment of premium under the

Sales Literature – Reliance Family Income Benefit Rider

Base Policy. The mode of rider premium can be changed only on the Base Policy anniversary and only when the Base Policy premium frequency is changed.

- c) Substandard lives with medical conditions or other impairments will be charged appropriate additional premiums in accordance with the board approved underwriting norms of the company. For heavy smokers, Company may charge appropriate additional premiums in accordance with the board approved underwriting norms of the company.

For sample premium rates refer the sample premium rate table mentioned above.

8. 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 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 & magazine inserts and
- v. Solicitation through any means of communication other than in person.

9. 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 only if allowed under the Base Policy to which this rider is attached. Assignment is allowed only for the life insurance component of the product in accordance with section 38 of the Insurance Act, 1938.

10. Prohibition of Rebate (Section 41 of the Insurance Act, 1938)

(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.

Provided that acceptance by an insurance agent of commission in connection with a policy of life insurance taken out by himself on his own life shall not be deemed to be acceptance of a rebate of premium within the meaning of this sub-section if at the time of such acceptance the insurance agent satisfies the prescribed conditions establishing that he is a *bona fide* insurance agent employed by the insurer.

Sales Literature – Reliance Family Income Benefit Rider

(2) Any person making default in complying with the provisions of this section shall be punishable with fine which may extend to five hundred rupees.

11. Policy not to be called in question on ground of mis-statement after two years (Section 45 of the Insurance Act, 1938)

No policy of life insurance effected before the commencement of this Act shall after the expiry of two years from the date of commencement of this Act and no policy of life insurance effected after the coming into force of this Act shall, after the expiry of two years from the date on which it was effected be called in question by an insurer on the grounds that the statement made in the proposal or in any report of a medical officer, or referee, or friend of the insured, or in any other document leading to the issue of the policy, was inaccurate or false, unless the insurer shows that such a statement was a material matter or suppressed facts which it was material to disclose and that it was fraudulently made by the Policyholder and that the Policyholder knew at the time of making it that the statement was false or that it suppressed facts which it was material to disclose.

Provided that nothing in this section shall prevent the insurer from calling for proof of age at any time if he is entitled to do so, and no policy shall be deemed to be called in question merely because the terms of the policy are adjusted on subsequent proof that the age of the Life Insured was incorrectly stated in the proposal.

Note

Insurance is the subject matter of the solicitation. This rider brochure gives only the salient features of the rider and it is only indicative of terms, conditions, warranties and exceptions. This brochure should be read in conjunction with the rider exclusions, terms & conditions. For further details on all the conditions, exclusions related to Reliance Family Income Benefit Rider, please contact our insurance advisors.

Tax laws are subject to change, consulting a tax expert is advisable.

Reliance Life Insurance Company Ltd.

IRDA Registration No: 121

Registered Office: H Block, 1st Floor, Dhirubhai Ambani Knowledge City, Navi Mumbai, Maharashtra -400710

For more information or any grievance,

1. Call us at our 24 x 7 Call Centre number - 30338181(Local call charges apply) or our Toll Free Number 1800 300 08181, or
2. Visit us at www.reliancelife.com, or
3. Email us at: rlife.customerservice@relianceada.com

Reliance Family Income Benefit Rider: 121B015V02