



I have made sure  
that my child's career  
zooms ahead no matter what.

## Reliance Nippon Life Child Plan

A non-linked, participating, non-variable, child insurance plan that gives your child Guaranteed\* Benefits at key milestones, even in your absence.

\*Provided the policy is in-force and all due premiums are paid.

## Reliance Nippon Life Child Plan

A non-linked, participating, non-variable, child insurance plan

The most exciting experience is when your child takes his first step, but you also worry if he would fall. Reliance Nippon Life Child Plan is tailor-made for parents like you, to see your child grow up to achieve all that you dreamt for him, irrespective of life's uncertainties. The plan ensures your child receives the Guaranteed Benefits at key milestones of their life, even in your absence, without the worry of paying future premiums.

### With Reliance Nippon Life Child Plan

- 1 Protect your child's future, come what may
- 2 Fund your child's higher education
- 3 Gift your child a grand wedding
- 4 Support your child in setting up his/her own business
- 5 Focus on your child's development, free from financial worries

### Key benefits



#### Guaranteed\*\* Periodic benefits

Receive Guaranteed Benefits, irrespective of survival of the Life Assured,

- Get 25% of Sum Assured\* on each of the last 3 policy anniversaries before maturity



#### Protection for your family

- Get life cover for the entire Policy Term
- All future premiums are waived and Guaranteed Periodic Benefit along with Guaranteed Sum Assured at Maturity continue for your family



#### Maturity benefit

At maturity of the policy, get

- Guaranteed Sum Assured at maturity: 25% of Sum Assured\*
- Vested bonuses, which accrue every year
- Non-Negative Capital Guarantee, If any.



#### Tax benefits

Get tax benefit on investment and on returns, as per the applicable Income Tax Laws.



#### Flexibility

- Choose your Policy Term: 10 to 20 years
- Premium payment mode: Yearly, Half-yearly, Quarterly or Monthly

\*Sum Assured is equal to Base Sum Assured plus High Sum Assured Addition Benefit, If any.

\*\*Provided the policy is in-force and all due premiums are paid.





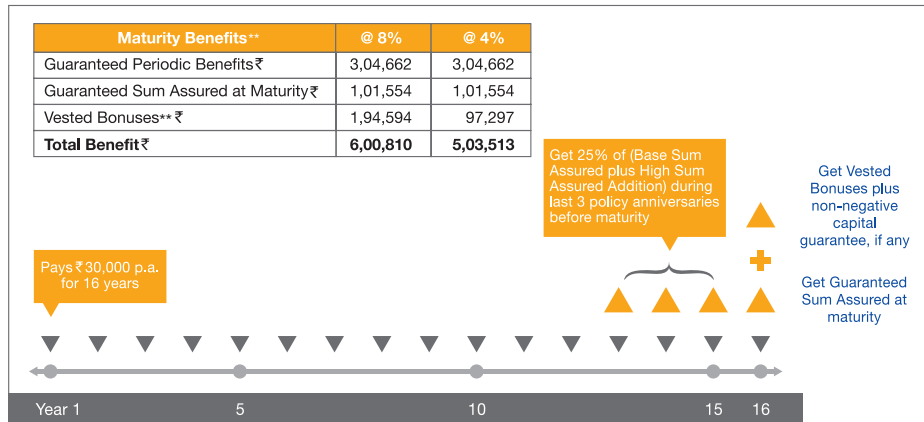
## How does the plan work?

### Let's take an example

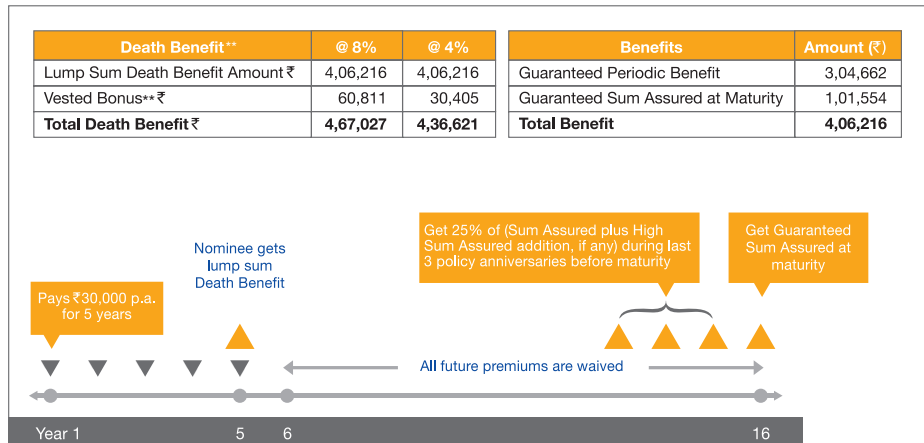
Arun (Life Assured), aged 35 years, opts for Reliance Nippon Life Child Plan and,

- Selects a Policy Term of 16 years and Base Sum Assured amount of ₹4,05,405
- Pays an annual premium of ₹30,000 p.a. (exclusive of taxes), assuming that he is in good health
- Gets Guaranteed Periodic benefit 25% of (Base Sum Assured plus High Sum Assured Addition, if any) on each of the last 3 policy anniversaries before maturity, irrespective of his survival
- Receives Guaranteed Sum Assured at maturity 25% of the (Base Sum Assured plus High Sum Assured Addition benefit, if any) plus Vested Bonuses and Non-Negative Capital Guarantee addition, if any, at maturity
- In the unfortunate event of his demise, his nominee receives a lump sum amount as death benefit, all future premiums are waived off and all the Guaranteed policy benefit continue

**Scenario I:** If Arun, survives till maturity:



**Scenario II:** If Arun dies at the end of 5<sup>th</sup> Policy Year.



\*\*The values shown in scenarios above are for illustration purpose only, based on assumed investment returns of 8% and 4%. These are not guaranteed returns and are not the upper or lower limit of what one might get in this policy.

## Reliance Nippon Life Child Plan at a glance

Parameters	Minimum	Maximum
Age at Entry (Years)	20 (last birthday)	60 (last birthday)
Age at Maturity (Years)	30 (last birthday)	70 (last birthday)
Sum Assured (₹)	25,000	No Limit subject to Company's Board approved underwriting policy
Policy Term (Years)	10	20
Premium Payment Term (Years)	Equal to Policy Term	
Premium Payment Modes	Yearly, Half-yearly, Quarterly and Monthly	

## Benefits in detail

### Guaranteed Periodic Benefit

Guaranteed Periodic benefit 25% of (Base Sum Assured plus High Sum Assured Addition Benefit, if any) will be paid on each of the last 3 policy anniversaries before Maturity, irrespective of the survival of the Life Assured.

### High Sum Assured Addition Benefit

High Sum Assured Addition = High Sum Assured Addition Percentage x Sum Assured

Sum Assured	High Sum Assured Addition Percentage (%)
Less than ₹2.5 lakh	Nil
₹2.5 lakh and above but less than ₹5 lakh	0.2%
₹5 lakh and above	0.3%

### Maturity Benefit

Guaranteed Sum Assured on maturity 25% of (Base Sum Assured plus High Sum Assured Addition benefit, if any) plus Vested Bonuses and Non-Negative Capital Guarantee addition, if any, will be paid.

### Bonuses

The policy participates in the Company's profits by way of simple reversionary bonuses that are usually declared by the Company at the end of every financial year. The amount of reversionary bonus is added to your Policy benefit as a proportion of the Sum Assured, provided the Policy is in-force. The reversionary bonus for a year, once declared and credited to your Policy, becomes a Guaranteed Benefit.

### Non-Negative Capital Guarantee

Return of premium is guaranteed under the plan. In case the sum of all benefits (Periodic Lump Sum benefit, Guaranteed Sum Assured at maturity, Vested Bonuses and Death Claim, if any) is smaller than the 100.1% of total premiums paid, the deficit will be paid.

For the purpose of this provision, the total premiums paid in a year with respect to the Base Sum Assured chosen by the policyholder, excluding the underwriting extra premiums and frequency loadings for premiums, if any.

• **Death Benefit**

Your nominee shall receive the death benefit amount provided the Policy is in-force, as mentioned below.

**Death benefit is Maximum of:**

\*Minimum Sum Assured on death plus Vested Bonuses

OR

105% of all the premiums paid, excluding the underwriting extra premiums as on date of death

\*Minimum Sum Assured on death is highest of,  
 If age at entry is lower than 45 then 10 times otherwise 7 times of the  
 Annualised Premium  
 OR  
 Base Sum Assured plus High Sum Assured addition, if any.  
 OR  
 #Guaranteed Sum Assured at Maturity  
 #Guaranteed Sum Assured at Maturity 25% of (Base Sum Assured plus  
 High Sum Assured Addition benefit, if any)

• **Waiver of Premium Benefit**

In the event of unfortunate demise of Life Assured, child's future is completely protected. The Company waives the entire future premiums and the Guaranteed Periodic Benefit and Maturity Benefit will continue. After death of policyholder, bonus will not accrue under the policy.

**Other features**

• **Frequency Loading**

You have an option to pay the Regular Premium either Yearly, Half-yearly, Quarterly or Monthly by salary savings scheme. The loading is 2% for Half-yearly payment and 4% for Quarterly payment. There is no loading for monthly payment by ECS. The Monthly and Quarterly mode will only be allowed through ECS.

• **Grace period for payment of premiums**

There is a grace period of 30 days applicable from the due date of payment of premiums for if the premium payment mode is Yearly, Half-yearly or Quarterly. In case the premiums are paid in monthly mode, then the grace period applicable is of 15 days.

• **Premium Discontinuance**

If you discontinue the payment of premiums, your Policy will either lapse or become Paid-up as explained below:

» **Lapse**

If 3 Annualised Premiums are not paid in full, the policy lapses at the end of the grace period and the Insurance cover and rider benefits, if any, will cease immediately.

No benefits will be paid when the policy is in Lapsed status.

A lapsed policy can be revived within the revival period (i.e., a period of 2 years from the due date of first unpaid premium). Revival shall be as per the board approved underwriting policy.

If a lapsed policy is not revived at the end of period of revival, the policy will be terminated.

» **Paid-up**

After paying premiums for at least the first 3 full Policy Years, if the policyholder discontinues paying further premiums then the policy will acquire a Paid-up status.

For a Paid-up policy the benefits under the Base Plan will be modified as mentioned below:

Event	Size of such benefits
Death	Minimum Sum Assured on death x (Number of premiums paid/total number of premiums payable) plus Vested bonuses
Periodic Guaranteed Benefit	Payable on each of the last 3 policy anniversaries before maturity: 25% of the (Base Sum Assured plus High Sum Assured addition benefit, if any) x (Number of premiums paid/total number of premiums payable)
Maturity	Payable on the maturity date: Guaranteed Sum Assured at Maturity x (Number of premiums paid/total number of premiums payable) plus Vested bonuses (Vested bonuses will only be payable for the policy for which death claim was not paid)

» **Revival**

A policy in a Paid-up or lapsed condition can be revived within a period of 2 years from the due date of the first unpaid premium but before the maturity date by paying the arrears of premiums along with interest. The revival of the policy is subject to satisfactory medical and financial underwriting. The revival is subject to Company's Board approved underwriting policy, i.e., the Life Assured may have to undergo medical test, etc. The Company reserves the right to revise the applicable interest rate from time to time depending on the economic environment, experience and other factors.

If a lapsed policy is not revived within the revival period, the policy will be terminated.

» **Surrender**

The Surrender Value will depend on the year of surrender and the Policy Term chosen. The Surrender Value payable is higher of the Guaranteed Surrender Value (GSV) and Special Surrender Value (SSV).

In case of death before the completion of 3 Policy Years the applicable Surrender Value will be paid.

**i. Guaranteed Surrender Value (GSV)**

Policy will acquire Guaranteed Surrender Value (GSV) only if first 3 Annualised Premiums have been paid.

The GSV shall acquire value, as a percentage (GSV factor for premiums paid) of the total premiums, paid excluding rider premiums and extra premiums paid less any survival benefits already paid.

The Surrender Value of subsisting bonuses is equal to vested bonuses at the time of surrender multiplied by GSV factor for bonus.

**ii. Special Surrender Value (SSV)**

The Special Surrender Value (SSV) will be acquired if all premiums have been paid for at least first 3 consecutive years.

The SSV factor is an actuarial present value of the future benefits. The Company reserves the rights to change the method of calculation of Special Surrender Value (SSV) and the basis from time to time, depending on the economic environment, experience and other factors, subject to IRDAI approval.

The details of the GSV and SSV factors are given in the policy document.

Note: If the policy is surrendered it cannot be reinstated. The policy will be terminated once it is surrendered.

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

### 1. Change in Sum Assured or Policy Term

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

### 2. Loan

Loans of up to 80% of the Surrender Value are available after the first 3 years. In case of a Paid-up policy, if at any time during the term of the policy, the sum of loan outstanding and unpaid interest on loan outstanding exceeds 95% of the Surrender Value at that time; the policy will be terminated by recovering the loan outstanding amount and unpaid interest amount from the Surrender Value. Current interest rate on loan is payable at 10.50% p.a. Before payment of any benefit (death, lump sum payments, maturity or surrender) to the policyholder for a policy under which loan is availed of, the loan outstanding and the interest will be recovered first and the balance if any will be paid to the policyholder.

The Company reserves the right to revise the applicable interest rate from time to time depending on the economic environment, experience and other factors, subject to IRDAI approval.

### 3. Tax Benefit

Premiums paid under Reliance Nippon Life Child Plan are 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.

### 4. Service Tax

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

### 5. 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.

### 6. Suicide Exclusion

If the insured member whether sane or insane, commits suicide within 12 months:

- From the date of inception of the policy, the nominee or beneficiary of the policyholder shall be entitled to at least 80% of the premiums paid, provided the Policy is in-force or
- From the date of revival of the policy, the nominee or beneficiary of the policyholder shall be entitled to an amount which is higher of 80% of premiums paid till the date of death or the Surrender Value, as available on the date of death.

The Company will not pay any insured benefit in case of suicide.

### 7. Annualised Premium

Under the Regular Premium payment option, the mode of premium payment can be changed only on the policy anniversary. The Annualised Premium is the amount payable in a year with respect to the Base Sum Assured chosen by you under the Base Plan, excluding the extra premiums and loading for premiums, if any.

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

### 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 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:

- Voice mode, which includes telephone-calling
- Short Messaging Services (SMS)
- Electronic mode which includes e-mail, internet and interactive television (DTH)
- Physical mode which includes direct postal mail and newspaper and magazine inserts and
- 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 under this plan.

### 10. 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 Child Plan, 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.

**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)



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