RELIANCE
Life Insurance

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

Reliance Child Plan

A plan that gives your child Guaranteed Benefits at key milestones, even in your absence.

Over 1 crore policies | Top 4 most trusted service brands* | Over 8000 outlets | Over 1,00,000 advisors

Reliance 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 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 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

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

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.

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

How does the plan work?

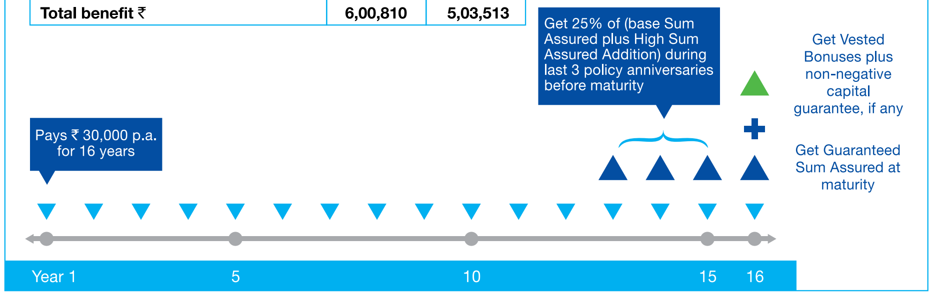
Let's take an example:

Arun (Life Assured), aged 35 years, opts for Reliance 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 1: If Arun, survives till maturity:

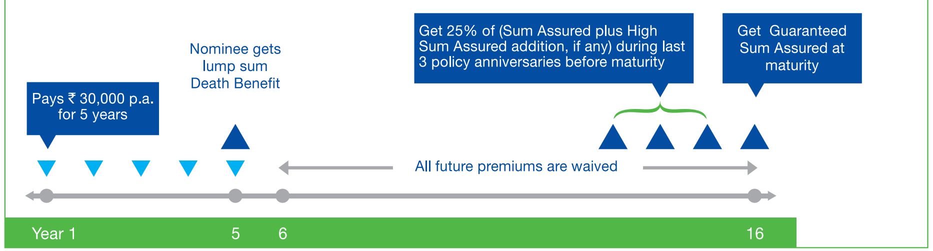
Maturity benefits	@8%	@4%
Guaranteed Benefits before Maturity ₹	3,04,662	3,04,662
Guaranteed Benefit at Maturity ₹	1,01,554	1,01,554
Vested Bonuses ₹	1,94,594	97,297
Total benefit ₹	**6,00,810**	**5,03,513**



Scenario 2: If Arun dies at the end of 5th policy year

Death Benefit	@8%	@4%
Lump Sum Death Benefit Amount ₹	4,06,216	4,06,216
Vested Bonus ₹	60,811	30,405
Total Death Benefit ₹	**4,67,027**	**4,36,621**

Benefits	Amount (₹)
Guaranteed Periodic Benefit	3,04,662
Guaranteed Sum Assured at Maturity	1,01,554
Total Benefit	**4,06,216**



Reliance 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 Frequency	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 IRDA 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(T&C)

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 IRDA approval.

3. Tax benefit

Premiums paid under Reliance 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 education 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:

i. 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

ii. 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:

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.

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

- 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.
- Any person making default in complying with the provisions of this section shall be punishable with fine which may extend to ₹ 500.

11. Policy not to be called in question on ground of mis-statement after 2 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 2 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 2 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.

Insurance is the subject matter of the solicitation. 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 Child Plan, please contact our insurance advisors.

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

**Brand Equity AC Nielsen Most Trusted Brands Survey, 2013.*

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