

RELIANCE

Life Insurance

# Reliance Jan Samriddhi Plan

Bachat chhoti,  
khushiyan badi



Accumulation  
Rate for  
FY 2012-13:  
8.75% p.a.

# Reliance

## Jan Samriddhi Plan

**Reliance Jan Samriddhi Plan** is a low cost life insurance cum savings plan providing benefits on death and on survival. This plan is specially designed to facilitate and encourage long term savings with extremely affordable premium amounts to be invested and get periodic returns, while enjoying insurance protection. It also offers inbuilt accidental cover against financial losses arising out of life's adversities like accidental death.

## Key Features

- ▶ Facilitate and Encourage long term savings to earn periodic returns.
- ▶ Extremely affordable premium installment amounts
- ▶ Life cover to protect the family against financial liabilities like loss of income, outstanding loans, etc.
- ▶ Extra Protection on Accidental Death - Double the face amount, at no extra premium.
- ▶ Convenient and Hassle free enrolment.

## Which target segment is the plan best suited for?

Any Group i.e. Employers/Associations/Co-operatives/Micro Finance Institutions (MFI) etc., Affinity, Agricultural laborers, Small and Medium Scale Farmers, Village Craftsmen and Cottage Industry employees amongst others can be offered this plan to reap the twin benefits of protection and savings.

## How does Reliance Jan Samridhi Plan work?

- ▶ This is a traditional non-profit Group insurance plan with an objective of providing a medium for regular savings to the members of economically backward strata
- ▶ The member in the group pays the premium every year
- ▶ An accumulation account is opened for every member
- ▶ The premiums received from the member will be invested after deduction of administration Fee
- ▶ At the end of each financial year, the Company credits the "accumulation rate", to the individual member's Accumulation Account and debits the Account Administration Fees
- ▶ For those policies initiated during the financial year, the investment return, called "accumulation rate" shall be applied proportionately, for the residual year

At the start of each financial year, the Company will declare in advance the "Accumulation Rate" that will be credited to the Accumulation Account at the end of that financial year on pro-rata basis.

The return for FY 2012-13 will be 8.75% p.a. Annually, declared Accumulation rate would be available on our website [www.reliancelife.com](http://www.reliancelife.com).

There will be no guarantee on the accumulation rate to be declared from year to year. However, once the Accumulation rate is declared and credited to the Accumulation Account, it will be guaranteed for that financial year for the rest of the policy term.

## What are the benefits available under Reliance Jan Samridhi Plan?

**Maturity Benefit:** The Accumulation Account value.

**Death Benefit:** In case of unfortunate loss of life of the individual member, Sum Assured PLUS Accumulation Account value of the individual member will be paid.

**Death Benefit due to Accident:** In case of unfortunate loss of life of the individual member due to accident, Double the Sum Assured PLUS Accumulation Account value of the individual member will be paid.

## Reliance Jan Samridhi Plan details at-a-glance

	Minimum	Maximum
Group Size	Minimum group size 5000 members	No limit
Policy Term	5 years	15 years
Age at Entry (last birthday)	18 years	60 years
Age at Maturity	23 years	75 years
Premium	₹ 500 p.a.	₹ 10,000 p.a.
Sum Assured	5 times the annualized premium	
Modes of Premium	Monthly / Quarterly / Semi-Annually / Annual	

## What are the flexibilities offered under the plan?

### **Payment Options: offered to the Group/Member or both**

There are wide array of regular premium modes, which include - Monthly, Quarterly, Half Yearly & Yearly.

**Grace period:** The premium can be paid within 30 days of the due date if the mode is quarterly, half-yearly or yearly.

If the mode is monthly, the premium can be paid within 15 days of the due date.

## What are the applicable deductions under the plan?

### **a) Scheme Administration Fee:**

First Year : 15% of the premium paid

Subsequent Years : 10% of the premium/s paid thereafter

### **b) Account Administration Fee:**

1.25% p.a. of the accumulation account value, at the end of each financial year, after adjusting the accumulation account value for the investment return "called accumulation rate".

The Scheme Administration Fee and the Account Administration Fee will be reviewed at the end of 3 years.

## What if I want to discontinue the premium payment?

In case the subsequent premium is not paid during the grace period, insurance cover (including the additional insurance cover on death due to accident) will cease immediately. There will not be any deduction towards Scheme Administration Fees. The Company will credit the accumulation rate at the end of every financial year and debit the Account Administration Fees.

## Can I revive my policy?

Revival of the life insurance cover - The member/s may revive the individual cover within five years of first unpaid premium on terms agreed at the time of revival.

At the end of the allowed period for revival, if the individual member life cover is not revived, his/her accumulation account value will be paid.

### What if I want to discontinue the policy?

**On Surrender of Policy by Master Policyholder:** The Master policyholder can surrender the policy after completion of three policy years. The surrender value will be paid subject to Market Value Adjustment as applicable at the time of surrender.

The Market Value Adjustment factor is calculated as the market value of the underlying assets expressed as a percentage of the total accumulation account balances for all member/s of the Master policyholder. The surrender value in each year is as follows:

Year of surrender by the Master Policyholder	Surrender Value as a %age of Sum of Accumulation Account Value payable at the time of surrender of the Master policyholder
1	Not Available
2	Not Available
3	Not Available
4	75%
5	90%
6	95%
7 and onwards	98%

### On Surrender of Policy by a member of the Group Scheme

An individual member may surrender his Accumulation Account after a period of three years from the commencement of the Account.

The balance in the Accumulation Account will be paid to him without any deduction.

### Can a new member join the policy?

New members will be allowed to join the Group at any time during the tenure of the policy. The insurance cover in respect of members will start from the date of joining. Notice of new Members must be signed by the Master Policyholder.

We will provide you with the necessary administration forms to assist you in notifying our office when a new Member is admitted to the Policy. Any information required to set up a new Member record, should be provided by the Master Policyholder.

### Can I avail of a loan facility on my policy?

Loan facility is not available on the policy.

### Can I nominate the policy?

Yes. A member can make the nomination to receive the death benefit.

## What is the Tax benefit on my policy?

The premiums paid by the member and benefits under this plan are eligible for income tax exemption under sections 80C, 10(10D) of IT Act, 1961 respectively.

The premium paid by the Master policyholders is treated as business expense under section 37(i) of IT Act, 1961 subject to conditions under the Income Tax Act, 1961 and amendments thereof. You are requested to consult an Income Tax Professional on this aspect.

## What if I want to cancel the policy?

**15 Day Free Look Period:** The Master policyholder may cancel this policy by returning it to the Company within 15 days of receiving it together with a letter requesting cancellation and stating the reasons for the same. The Company will refund the premium paid by the Master policyholder less a deduction for the proportionate premium for the time that the Company has provided cover up to the date of cancellation and for the expenses incurred by the Company for medical examination of the life assured, stamp charges and expenditure incurred in that connection.

**Payment of taxes, stamp duties:** We will deduct from benefits/insurance contribution/premium any taxes, duties or surcharges of whatever description, levied by any statutory authority.

In future the Company may decide to pass on any additional charges levied by the government or any statutory authority to the member/policy holder. Whenever the company decides to pass on the additional charges to the member/policy holder, the method of collection of these charges shall be intimated to them.

## Exclusion

**Suicide Exclusions:** In case of a claim where a Member has committed suicide within 12 months from the date of inception of the policy or the Member joining the policy whichever is later, whether sane or insane at that time, the company will limit the death benefit to the balance of Accumulation Account Value of the individual member only and will not pay any insurance benefit.

## About Us

Reliance Life Insurance Company Limited offers you products that fulfill your savings and protection needs. Our aim is to emerge as a transnational Life Insurer of global scale and standard. Reliance Life Insurance Company Limited is a part of Reliance Capital, under Reliance Group. Reliance Capital is one of India's leading private sector financial services companies, and ranks among the top 3 private sector financial services and banking companies, in terms of net worth. Reliance Capital has interests in asset management and mutual funds, stock broking, life and general insurance, proprietary investments, private equity and other activities in financial services.

Reliance Group also has presence in Communications, Energy, Natural Resources, Media, Entertainment, Healthcare and Infrastructure.

Nippon Life Insurance, also called Nissay, holds 26% stake in Reliance Life Insurance Company Limited.

Nippon Life Insurance is Japan's largest private life insurer with revenues of ₹ 346,834 crore (US\$ 80 Billion) and profits of over ₹ 12,199 crore (US\$ 3 billion). The Company has over 14 million policies in Japan, offers a

wide range of products, including individual and group life and annuity policies through various distribution channels and mainly uses face-to-face sales channel for its traditional insurance products. The company primarily operated in Japan, North America, Europe and Asia and is headquartered in Osaka, Japan. It is ranked 81st in Global Fortune 500 firms in 2011.

### **Prohibition of Rebate: Section 41 of the Insurance Act, 1938 states:**

No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take out 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 a fine which may extend to five hundred rupees.

### **Section 45: Policy not to be called in question on ground of mis-statement after two years**

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 ground that statement made in the proposal for insurance 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 statement was on a material matter or suppressed facts which it was material to disclose and that it was fraudulently made by the policy-holder and that the policy-holder 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.

Reliance Life Insurance Company Limited is a licensed life insurance company registered with Insurance Regulatory & Development Authority (IRDA) Registration No. 121.

**Note:** Insurance is the subject matter of solicitation. This product brochure is indicative of the terms and conditions, warranties and exceptions in the insurance policy giving only the salient features of the plan. For further details please refer to the policy document and detailed benefit illustration before concluding the sale. In the event of conflict, if any, between the terms and conditions contained in this brochure and those contained in the policy document, the terms and conditions contained in the policy document shall prevail. For further details on all the conditions, exclusions related to this product, please contact our insurance advisors.

For further details on **Reliance Jan Samridhi Plan**, please contact the **"Relationship Manager"** at Reliance Life Insurance Company Limited on contact nos. 022-30002254 / 022-30002256. Alternatively, you may also write to us at [rlife.ebsupport@relianceada.com](mailto:rlife.ebsupport@relianceada.com)


 The logo features the word "RELIANCE" in white, uppercase letters on a dark blue rectangular background. A small red triangle is positioned below the letter "A".
 

RELIANCE

Life Insurance

All is well™

**Reliance Life Insurance Company Limited (Reg. No 121)**

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

**Corporate Office:** 9th & 10th Floor, Bldg. No. 2, R-Tech Park, Nirlon Compound, Next to Hub Mall, Behind Oracle Bldg, Goregaon (East), Mumbai, Maharashtra 400063.

- ▶ **Customer Care Number: 1800 300 08181 & 3033 8181**
- ▶ **Email: [rlife.customerservice@relianceada.com](mailto:rlife.customerservice@relianceada.com)**
- ▶ **Website: [www.reliancelife.com](http://www.reliancelife.com)**

This product brochure gives the salient features of the plan only. For further details on all the conditions, exclusions related to Reliance Jan Samridhi Plan please contact our company representative.

- ▶ Income Tax Benefits under the income tax laws of 1961 are subject to amendments and interpretation
- ▶ Kindly consult a tax expert
- ▶ Kindly review the offer documents carefully before investing
- ▶ Conditions apply

UIN for Reliance Jan Samridhi Plan: 121N044V01

Insurance is the subject matter of solicitation.

**ISO 9001:2008**  
CERTIFIED COMPANY