

INFORMATION TO BE PROVIDED IN SALES BROCHURE OF

LIC's NEW TERM ASSURANCE RIDER – (UIN: 512B210V01) (A Non-linked, Non-participating, Individual, Term Assurance Rider)

LIC's New Term Assurance Rider provides for life cover in case of unfortunate death of the insured during the cover period. It can be attached with a Base Policy to provide add-on benefit at a nominal cost. This rider shall only be attached with Non-Linked plans at the inception of the base policy.

1. **Benefits:**

Death Benefit: In case of unfortunate death of the life assured during the term of the Rider, an amount equal to the Term Assurance Rider Sum Assured shall be payable.

Maturity Benefit: On survival to the end of the term of the Rider, nothing shall be payable.

2. **Eligibility Conditions and Other Restrictions:**

- a) Minimum age at entry : 18 years (completed)
- b) Maximum age at entry : 60 years (nearest birthday)
- c) Maximum Cover ceasing age : 75 years (nearest birthday)
- d) Term of this rider : 5 to 35 years
- e) Minimum Term Assurance Rider Sum Assured : Rs. 100,000/-
- f) Maximum Term Assurance Rider Sum Assured : Rs. 25,00,000/-

The maximum Term Assurance Rider Sum Assured shall be less than or equal to the Basic Sum Assured / Sum Assured /Sum Assured (in Health plan) under the Base Policy to which it is attached, but not exceeding the overall limit of Rs.25 Lakhs taking all Term Assurance Riders under all existing policies of the life assured taken from Life Insurance Corporation of India including the new proposal under consideration.

3. **Mode of Premium Payment:** Same as the Base Policy to which the Rider is attached.

4. **Sample Premium Rates:**

Following are some of the sample premium rates per Rs. 1000/- Term Assurance Rider Sum Assured exclusive of Taxes:

Annualized Regular Premium (in Rs.):

Age (yrs.)	Term of the Policy (years)		
	10	20	30
20	1.61	1.61	1.89
30	1.88	2.44	3.51
40	3.67	5.52	7.63
50	9.18	12.61	--

Annualized limited premium (in Rs.):

Age (yrs.)	Term of the Policy= 10years		Term of the Policy= 20years		Term of the Policy= 30years	
	PPT=5	PPT=9	PPT=10	PPT=15	PPT=10	PPT=20
20	2.62	1.61	2.49	1.88	3.67	2.30
30	3.23	1.96	3.87	2.92	6.76	4.26
40	6.30	3.83	8.67	6.56	14.31	9.12
50	15.58	9.56	19.30	14.80	--	--

Single Premium (in Rs.):

Age (yrs.)	Term of the Policy (years)		
	10	20	30

20	10.81	17.77	26.15
30	13.36	27.57	48.14
40	25.96	61.36	101.34
50	63.76	134.05	--

5. Rebate for Mode of premium payment and High Sum Assured:

Mode rebate : Same as the Base Plan

High Sum assured rebate : Nil

6. Grace Period: Same as under Base Plan.

7. Paid-up Value: The Term assurance rider will not acquire any paid-up value.

8. Surrender Value: No surrender value will be available under this rider. However, on surrender of the Base Policy to which this rider is attached, provided all the due premiums in respect of this rider have been paid, additional rider premium charged in respect of cover after PPT shall be refunded as follows:

Regular premium policies: Nothing shall be refunded.

Limited premium paying policies:

- a) Refund shall only be payable if full premiums have been paid for atleast
 - first two consecutive years in case of premium paying term less than 10 years
 - first three consecutive years in case of premium paying term of 10 years or more
- b) The amount to be refunded shall be 75% of a value calculated based on duration elapsed in completed years as on date of surrender as well as on the Sum Assured, Premium Paying Term and Term of the Rider.

Single Premium policies:

The amount to be refunded shall be 90% of single premium for the Rider multiplied by ratio of outstanding term to original term of the rider.

9. Revival:

Subject to production of satisfactory evidence of continued insurability, a lapsed Rider can be revived along with Base Policy by paying arrears of premium together with interest within a period of five years from the date of first unpaid premium but before cover ceasing age under the rider. The rider can only be revived along with the Base Policy and not in isolation. The rate of interest applicable will be as fixed by the Corporation from time to time.

10. Taxes:

Statutory Taxes, if any, imposed on such insurance plans by the Government of India or any other constitutional Tax Authority of India shall be as per the Tax laws and the rate of tax shall be as applicable from time to time.

The amount of applicable taxes as per the prevailing rates shall be payable by the policyholder on the premium including extra premium, if any payable under the rider, which shall be collected separately over and above in addition to the premium payable by the policyholder. The amount of Tax paid shall not be considered for the calculation of benefits payable under the rider.

11. Free Look period: If the policyholder is not satisfied with the “Terms and Conditions” of the Rider, the Rider may be returned to the Corporation within 15 days (30 days if the policy is purchased online) from the date of receipt of the policy stating the reason of objections. On receipt of the same the Corporation shall cancel the Rider and return the amount of premium deposited for this rider after deducting the proportionate risk premium (for this rider) till the date of receipt of returned policy

document, charges for medical examination, special reports, if any on account of rider inclusion and stamp duty charges.

12. Exclusions:

Suicide Claim Provision : This rider can not be issued on stand alone basis and shall be attached with Base Plan. Suicide claim provision as mentioned in the Base Policy with regard to rider would apply.

Section 45 of the Insurance Act, 1938:

The provision of Section 45 of the Insurance Act, 1938 shall be as amended from time to time. The simplified version of this provision is as under:

Provisions regarding policy not being called into question in terms of Section 45 of the Insurance Act, 1938 are as follows:

1. No Policy of Life Insurance shall be called in question on any ground whatsoever after expiry of 3 yrs from

- a. the date of issuance of policy or
 - b. the date of commencement of risk or
 - c. the date of revival of policy or
 - d. the date of rider to the policy
- whichever is later.

2. On the ground of fraud, a policy of Life Insurance may be called in question within 3 years from

- a. the date of issuance of policy or
 - b. the date of commencement of risk or
 - c. the date of revival of policy or
 - d. the date of rider to the policy
- whichever is later.

For this, the insurer should communicate in writing to the insured or legal representative or nominee or assignees of insured, as applicable, mentioning the ground and materials on which such decision is based.

3. Fraud means any of the following acts committed by insured or by his agent, with the intent to deceive the insurer or to induce the insurer to issue a life insurance policy:

- a. The suggestion, as a fact of that which is not true and which the insured does not believe to be true;
- b. The active concealment of a fact by the insured having knowledge or belief of the fact;
- c. Any other act fitted to deceive; and
- d. Any such act or omission as the law specifically declares to be fraudulent.

4. Mere silence is not fraud unless, depending on circumstances of the case, it is the duty of the insured or his agent keeping silence to speak or silence is in itself equivalent to speak.

5. No Insurer shall repudiate a life insurance Policy on the ground of Fraud, if the Insured / beneficiary can prove that the misstatement was true to the best of his knowledge and there was no deliberate intention to suppress the fact or that such mis-statement of or suppression of material fact are within the knowledge of the insurer. Onus of disproving is upon the policyholder, if alive, or beneficiaries.

6. Life insurance Policy can be called in question within 3 years on the ground that any statement of or suppression of a fact material to expectancy of life of the insured was incorrectly made in the proposal or other document basis which policy was issued or revived or rider issued. For this, the insurer should communicate in writing to the insured or legal representative or nominee or assignees of insured, as

applicable, mentioning the ground and materials on which decision to repudiate the policy of life insurance is based.

7. In case repudiation is on ground of mis-statement and not on fraud, the premium collected on policy till the date of repudiation shall be paid to the insured or legal representative or nominee or assignees of insured, within a period of 90 days from the date of repudiation.

8. Fact shall not be considered material unless it has a direct bearing on the risk undertaken by the insurer. The onus is on insurer to show that if the insurer had been aware of the said fact, no life insurance policy would have been issued to the insured.

9. The insurer can call 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 of age of life insured. So, this Section will not be applicable for questioning age or adjustment based on proof of age submitted subsequently.

[Disclaimer: This is not a comprehensive list of Section 45 of the Insurance Act, 1938, and only a simplified version prepared for general information. Policyholders are advised to refer to Section 45 of the Insurance Act, 1938, for complete and accurate details.]

Prohibition of Rebates (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 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
- 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.

This product brochure gives only salient features of the rider. For further details please refer to the Policy document on our website www.licindia.in or contact our nearest Branch Office.

BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS / FRAUDULENT OFFERS

IRDAI is not involved in activities like selling insurance policies, announcing bonus or investment of premiums. Public receiving such phone calls are requested to lodge a police complaint.

Registered Office:

Life Insurance Corporation of India
Central Office, Yogakshema,
Jeevan Bima Marg,
Mumbai - 400021.
Website: www.licindia.in
Registration Number : 512