

LIFE INSURANCE CORPORATION OF INDIA
(Established by the Life Insurance Corporation Act, 1956)
Registration Number: 512

LIC's New Term Assurance Rider (UIN: 512B210V01)
(A Individual, Life, Non-linked, Term Assurance Rider)

PART – A

FORWARDING LETTER

As per the Base Policy.

PREAMBLE

This document of LIC's New Term Assurance Rider, details of which are given in the Schedule below, and which shall be deemed as a part of the Policy, is an endorsement to the Base Policy.

The premium mentioned in the Schedule and all the terms and conditions printed in this Endorsement are specific to this Rider. Terms and conditions of this Rider are to be read in conjunction with the terms and conditions of the Base Policy. The continuance of risk cover under the Base Policy is necessary precondition for continuance of cover under this Rider. The benefits under the Base Plan shall be governed by the terms and conditions of the Base Policy independent of terms and conditions of the Rider mentioned in this Endorsement.

SCHEDULE

DIVISIONAL OFFICE:

BRANCH OFFICE:

Policy Number:	Whether Single Premium / Regular Premium / Limited Premium payment opted for?
Name of Proposer :	Date of commencement of LIC's New Term Assurance Rider:
Name of Life Assured:	Date of commencement of risk for Rider:
Term Assurance Rider Sum Assured (Rs):	Rider Term:
Term Assurance Rider Premium (Rs):	Due Date of payment of Last premium of LIC's New Term Assurance Rider:
Date of Birth:	Date of expiry of LIC's New Term Assurance Rider:
Age:	
Whether Age Admitted:	

Date:

Examined by:

Form No.:

Chief/ Sr./ Branch Manager

PART – B: DEFINITIONS

The definitions of terms/words used in this Rider Document are as under:

1. **Age** is the age nearer birthday of the Life Assured at the time of commencement of this Rider except for minimum age at entry where age is 18 yrs completed.
2. **Annualized Rider Premium** shall be the premium amount payable in a year under this Term Assurance Rider excluding the taxes, underwriting extra premiums and loadings for modal premiums.
3. **Base Policy** refers to the Policy to which this Rider Document is attached.
4. **Date of commencement of LIC's New Term Assurance Rider** is the start date of this Rider.
5. **Date of commencement of risk for Rider** is the date on which the Corporation accepts the risk for insurance (cover) for the Base Policy along with this Rider as evidenced in the Schedule of the Rider.
6. **Death Benefit** means the benefit, which is payable on death, as specified in Condition 1.A of Part C of this Rider Document.
7. **Life Assured** is the person on whose life the insurance cover has been accepted for the Base Policy along with this Rider.
8. **Limited Premium Payment Policy** means the non-linked insurance policy other than single premium policy, where the premium payment period is limited compared to the policy term, and premium are payable at regular intervals like yearly, half yearly, quarterly, monthly or any other intervals as approved by the Authority.
9. **Proposer** is a person who proposes the life insurance proposal for the Base Policy along with this Rider.
10. **Regular Premium Policy** means non-linked insurance policy, where the premium payment is throughout the term of the policy or premium payment term of the policy, and premiums are payable at regular intervals like yearly, half-yearly, quarterly, monthly or any other interval as approved by the Authority.
11. **Rider** means the insurance cover(s) added to a Base Policy for additional premium.
12. **Rider Benefits** means an amount of benefit payable on occurrence of a specified event covered under this Rider, and is an additional benefit to the benefit under Base Policy.
13. **Rider Term** is the period, in years, as chosen by the policyholder and mentioned in the Schedule, commencing from the Date of commencement of LIC's New Term Assurance Rider and ending on the Date of expiry of LIC's New Term Assurance Rider
14. **Schedule** is the part of this Rider document that gives the specific details of your Rider.
15. **Single Premium Policy** means non-linked insurance policy, where the premium payment is made in lump sum at the inception of the policy.
16. **Single Rider Premium** shall be the premium amount payable under this Term Assurance Rider, excluding the taxes, underwriting extra premiums.
17. **Term Assurance Rider Premium** is the premium payable by the policyholder along with the premium under Base Policy towards the additional cover/benefit opted under the Rider, if opted.
18. **Term Assurance Rider Sum Assured** amount specified in the Schedule as opted by the Policyholder at the time of taking the policy.
19. **Total Rider Premiums Paid** means total of all the premiums paid under this Term Assurance Rider, excluding any extra premium, and taxes, if collected explicitly.

PART – C: BENEFITS

1. The following benefits are payable under an in-force Rider:

A. Death Benefit:

On death of the Life Assured before the stipulated date of expiry of this Rider, provided Rider along with the Base Policy is in-force, an amount equal to “**Term Rider Sum Assured on Death**” shall be payable.

Under Regular and Limited premium payment policy, “**Term Rider Sum Assured on Death**” is defined as the highest of:

- Term Assurance Rider Sum Assured; or
- 7 times the Annualized Rider Premium; or
- 105% of “Total Rider Premiums Paid” upto the date of death.

Under Single premium payment policy, “**Term Rider Sum Assured on Death**” is defined as the higher of:

- Term Assurance Rider Sum Assured; or
- 1.25 times of Single Rider Premium.

B. Maturity Benefit: No maturity benefit is payable under this Rider.

2. Payment of premiums:

- (a) The Term Assurance Rider premium, including the applicable taxes from time to time, is payable only along with the premium for the Base Policy and cannot be paid separately.
- (b) The premiums under the Rider are payable till the stipulated date of payment of last premium of LIC’s New Term Assurance Rider or earlier death of the Life Assured.
- (c) Once a claim under LIC’s New Term Assurance Rider has been admitted, no subsequent premium towards this benefit shall be charged from the next policy anniversary.
- (d) In case of death of Life Assured under an in-force policy wherein all the premiums due till the date of death have been paid and where the mode of payment of premium is other than yearly, balance premium(s), if any, falling due from the date of death and before the next policy anniversary shall be deducted from the claim amount.
- (e) The additional premium paid in respect of this Rider shall not be taken into account for determination of Death Benefit of the Base Policy and in calculating the surrender value of the Base Policy.

3. **Grace period:** Same as mentioned under the Base Policy.

PART – D: CONDITIONS RELATED TO SERVICING ASPECTS

1. **Proof of Age:** Same as mentioned under the Base Policy.

2. **Forfeiture and Non-forfeiture Regulations:**

Forfeiture in Certain Other Events: Same as mentioned under the Base Policy.

Non-forfeiture Regulations: These provisions do not apply to this Rider as it does not acquire any paid up value and the Rider benefit ceases to apply, if Base policy is in lapsed/ paid-up condition.

3. **Revival of lapsed Policies:**

The revival of the Rider will be considered along with the revival of the Base Policy and shall be revived in accordance with the Underwriting policy of the Corporation. The terms and conditions are as mentioned under “Revival of Lapsed Policies” in Part D of the Base Policy Document. The rate of interest applicable for revival shall be as applicable under Base Plan.

4. **Surrender Value:** No surrender value will be available under this Rider. In case of regular premium policies, nothing shall be refunded in respect of this Rider.

However, in case of Single and Limited premium payment policies on surrender of the Base Policy to which this Rider is attached, provided all the due premiums in respect of this Rider and Base Policy have been paid, a proportion of additional Term Assurance Rider premium charged in respect of cover after premium payment term shall be refunded. The amount to be refunded shall be equal to Unexpired Risk Premium Value as mentioned below:

Regular premium payment policies: Nothing shall be refunded.

Limited premium payment policies:

- a) Refund shall only be payable if full premiums have been paid for atleast
- first two consecutive years in case of premium payment term less than 10 years
 - first three consecutive years in case of premium payment term of 10 years or more

b) For Surrender during premium payment term;

$$75\% * d * (P_{ppt} - P_n) * (\text{Term Assurance Rider Sum Assured} / 1000)$$

c) For Surrender after premium payment term;

$$75\% * P_{ppt} * (\text{Term Assurance Rider Sum Assured} / 1000) * (ppt / n) * (n - t)$$

Single premium payment policies:

$$90\% * (\text{Single Premium for Term Assurance Rider Sum Assured} / n) * (n - t)$$

Where;

P_{ppt} = Tabular annual premium for the Limited premium payment term per Rs. 1000/- Term Assurance Rider Sum Assured at inception

P_n = Equivalent Tabular annual Regular premium per Rs. 1000/- Term Assurance Rider Sum Assured applicable to the Policyholder's age at inception and Rider term being n years.

(Above Premiums excludes taxes and extra premium, if any)

d = policy duration elapsed in completed years as on date of surrender

n = Rider Term

ppt = Premium paying term of the Rider

t = policy duration elapsed in nearest completed years as on the date of surrender

5. Loan: No loan will be granted under this Rider

6. Termination of LIC's New Term Assurance Rider:

The LIC's New Term Assurance Rider will terminate on the earliest of:

- i) The date on which the death benefit is admitted under this Rider.
- ii) The date of expiry of the LIC's New Term Assurance Rider (as mentioned in the Schedule).
- iii) The date on which the Base Policy to which the Rider is attached terminates or is converted into a paid up policy.

7. Free look period:

During the Free Look period, If the policyholder is not satisfied with the "Terms and Conditions" of the Rider, the Rider Endorsement alongwith Base Policy Document may be returned to the Corporation within 30 days from the date of receipt of the electronic or physical mode of policy document, whichever is earlier, 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)** for the period of cover , expenses incurred on **medical examination (including special reports, if any), on account of Rider inclusion and stamp duty charges.**

PART E

Not Applicable.

PART – F: OTHER TERMS AND CONDITIONS

1. Conditions and restrictions:

LIC's New Term Assurance Rider is available only at the inception of the policy on payment of additional premium. The Rider Premium is payable only along with the premium for the Base Policy and cannot be paid separately. The cover under this Rider shall be available only till the Date of expiry of LIC's New Term Assurance Rider.

The additional premium for this Rider will be required to be paid till:-

- the premiums under the Base Policy have been paid; or
- the policy anniversary on which the age of the Life Assured is 75 years; or
- for 35 years from the Date of commencement of LIC's New Term Assurance Rider;

whichever is earlier.

However, the premiums under the Base Policy with which this Rider is attached shall be paid as per the terms and conditions of the Base Policy.

The maximum cover for this Rider shall be 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. If there be more policies than one and if the total Term Assurance Rider Sum Assured exceeds Rs. 25 lakhs, the benefits shall apply to the first Rs. 25 lakhs Term Assurance Rider Sum Assured in order of date of policies issued.

2. Assignments and Nominations: Same as mentioned under the Base Policy.

3. Suicide Claim Provision Exclusion :

This Rider cannot be issued on standalone basis and shall be attached with a Base Policy. Therefore, the suicide claim provision as mentioned in the Base Policy with regard to Rider would apply.

4. Tax:

Statutory Taxes, if any, imposed on such insurance Riders 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 as applicable from time to time.

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

5. Normal requirements for a claim:

The normal documents which the claimant shall submit while lodging the claim in case of death of the Life Assured shall be claim forms, as prescribed by the Corporation, accompanied with original policy document, proof of death, medical treatment prior to the death (if any), school/college/employer's certificate, whichever is applicable, to the satisfaction of the Corporation. If the age is not admitted under the policy, the proof of age of the Life Assured shall also be submitted.

In case of unnatural death or death on account of or arising from an accident, the Corporation may call for the copies of First Information Report (FIR), Panchnama and Post Mortem report. The Corporation may also call for additional documents as may be required by them.

Policyholder or the claimant, as applicable, is required to intimate the Corporation, about the happening of the insured event resulting into a claim under the policy, at the earliest possible time.

In addition to above, any requirement mandated under any statutory provision or as may be required as per law shall also be required to be submitted.

6. Legislative Changes:

The Terms and Conditions including the premiums and benefits payable under this Rider are subject to variation in accordance with the relevant Legislation & Regulations.

PART-G: STATUTORY PROVISIONS

Section 45 of Insurance Act, 1938: Same as mentioned under the Base Policy.

Grievance Redressal Mechanism: Same as mentioned under the Base Policy.

Note:

- In case of dispute in respect of interpretation of terms and conditions mentioned in this Document, the English version shall stand valid.
- The conditions mentioned in this endorsement are not to be read in isolation but in agreement with the conditions mentioned in the Base Policy.

YOU ARE REQUESTED TO EXAMINE THIS ENDORSEMENT, AND IF ANY MISTAKE BE FOUND THEREIN, RETURN IT IMMEDIATELY FOR CORRECTION.