

STANDARD TERMS & CONDITIONS

(Non-participating Unit Linked Endowment Plan)

Note: In this Policy, the investment risk in the investment portfolio is borne by the Policyholder

1) Interpretation & Definitions

1.1 Definitions

Words or phrases appearing in the Policy Document in Initial Capitals will have the meanings given to them below wherever they appear in the Policy Document:

Appointee means an individual who will receive any amount, or a trust created to, hold in trust any amounts received under this Policy on behalf of the minor Nominee until the Nominee attains 18 years of age.

Application Form means the application form and any other information given by the Policyholder to the Company before the inception of this Policy.

Business Day means a day other than Saturday and Sunday and days when the Company's corporate office is closed.

Coverage Sum Assured means the amount specified in the Schedule for this Policy and each Rider attached to this Policy. Eligibility for the Coverage Sum Assured is determined according to the terms and conditions of this Policy or each Rider as the case may be.

Coverage Commencement Date means the date as specified in the Schedule.

Coverage Term means the period between the Coverage Commencement Date and the Coverage Expiry Date as specified in the Schedule.

Funds means the internal investment funds established and managed by the Company in accordance with Articles 8) and Article 10).

Fund Value means the total number of Units held in the Unit Account multiplied by their respective Unit Price.

Force Majeure includes but is not limited to any extraordinary circumstances, such as extreme volatility of the value of the investments of an investment Fund, extended suspension of trading on the stock exchanges, natural calamities, riots and any other similar events beyond the control of the Company.

Grace Period means a period of 30 days from the Regular Premium due date.

IRDA means the Insurance Regulatory and Development Authority.

Life Insured means the person on whose life this Policy is effected, and is the person named in the Schedule.

Maturity Date means the date specified in the Schedule. .

Monthly Payout means the Coverage Monthly Payout specified in the Schedule which is to be paid upon the death of the Life Insured in accordance with Article 3)a)i)2).

Nominee means the person named in the Schedule who has been nominated by the Policyholder in accordance with Article 13) and who is entitled to receive the benefits as specified in Article 3)a) upon the death of the Life Insured.

Policy Anniversary means the annual anniversary of the Policy Commencement Date.

Policy Commencement Date means the date of commencement of the Policy as specified in the Schedule.

Policy Document means these Standard Terms & Conditions, the Application Form, benefit illustration and the Schedule as amended from time to time.

Policy Year means a calendar year commencing on the Policy Commencement Date or any anniversary of it.

Policyholder means the person named in the Schedule who has concluded this Policy with the Company.

Policy Term is the period between the Policy Commencement Date and the Maturity Date as specified in the Schedule.

Regular Premium means the amount of premium payable by the Policyholder. The Schedule details the amount payable (**Policy Instalment Premium**), when it is to be paid (**-Premium Frequency**) and the term over which it is to be paid (**Premium Paying Period**).

Rider means a rider issued by the Company. A Rider will be deemed to be attached to and form an integral part of this Policy Document.

Schedule means the schedule (including annexure, unit statements or tables attached to it from time to time and any endorsements the Company has made) and, if more than one, then the latest in time.

Settlement Option means the Policyholder's right to receive a payout in accordance with Article 3)b) after the Maturity Date. The Settlement Option can only be exercised in accordance with Article 12).

Surrender Value means the amount payable in accordance with Article 5). The Surrender Value is the total of the value of Units attributable to Regular Premium (less the Surrender Charge as specified in the Schedule) and the value of Units attributable to Top-Up Premium, if any at the applicable Unit Price.

Top Up Premium means a payment, other than Regular Premium, the Policyholder may make to the Company before the Maturity Date provided the Life Insured is alive.

Unit means a notional and proportionate part of the Unit Account created by the allocation of Regular Premium and any Top Up Premium. A Unit is created solely for the purpose of determining the benefits under this Policy.

Unit Account means a notional account in which Units are allocated or redeemed for the sole purpose of determining the benefits under the Policy.

Unit Price means the price calculated according to Article 10) at which the Company allocates or redeems Units in each of the Funds on that day.

Valuation Date means the date on which the value of assets in the Funds is determined as described in Article 10).

1.2 Interpretation

Where appropriate, references in this Policy Document to the singular include references to the plural, references to the male include the female and references to any statute include subsequent changes to that statute.

2) Premium Payment, Revival and Change in Policy Provisions

Payment of Regular Premium and Top Up Premium:

- a) Regular Premium is payable throughout the Premium Paying Period.
- b) If the Premium Frequency is annual, then Regular Premium must be paid by every Policy Anniversary.
- c) If the Premium Frequency is half-yearly, quarterly or monthly, then Regular Premium must be paid on the day corresponding with the Policy Commencement Date in every half-year, quarter or month respectively. If the corresponding day does not exist in a particular month, then the last day of that month shall be deemed to be the due date for payment.
- d) The Policyholder may make a payment of Top Up Premium during the Premium Paying Period if:
 - i) The Company has received all instalments of Regular Premium due.
 - ii) The Life Insured is still alive.
 - iii) The minimum Top Up Premium is as mentioned in the Schedule..
 - iv) The total amount of Top Up Premium does not exceed 25% of the total amount of Regular Premium paid until the date of proposed payment of Top Up Premium.

Payment of Top Up Premium will not alter any Coverage Sum Assured.

- e) The Company may adjust any unpaid instalment of Regular Premium against Top Up Premium and appropriate the balance to the Top Up Premium account.

Failure to Pay Regular Premium in the first 3 Policy Years:

- f) If Regular Premium is not paid by its due date at any time in the first 3 Policy Years, and such payment is not received in full within the Grace Period, then upon the expiry of the Grace Period the benefits payable under Article 3) and any Riders in force shall immediately cease to apply, and the Policy will continue without any risk cover.
- g) The Revival Period is the period between the expiry of the Grace Period and 2 years of the due date of the first unpaid instalment of Regular Premium. During the Revival Period, all Policy charges as per Article 9) except the Mortality and Risk Benefit Charges will continue to apply. The Policyholder may revive the Policy during the Revival Period subject to Article 2)l) and Article 2)m). If the Policy is not revived, then it will automatically terminate at the end of the Revival Period. The Company will pay the Surrender Value per Article 5 as on the date of termination at the end of the Revival Period or the commencement of the 4th Policy Year, whichever is later.
- h) During the Revival Period, the Policy will automatically:
 - i) terminate if the Life Insured dies, in which case the Fund Value as at the date of the death of the Life Insured shall become payable to the Nominee (or the Appointee if the Nominee is less than 18 years of age).
 - ii) lapse, if value of Units attributable to Regular Premium is insufficient to meet the Policy charges as they fall due. The Surrender Value of Top Ups if any, will be paid at the end of the Revival Period or the commencement of the 4th Policy Year, whichever is later.

Failure to Pay Regular Premium after the first 3 Policy Years:

- i) If the Company does not receive the Regular Premium due after the first 3 consecutive Policy Years from the Policy Commencement Date, and Regular Premium due for the first 3 consecutive Policy Years has been paid, then:
 - i) The Policyholder will be allowed a Grace Period to pay the Regular Premium.
 - ii) If the Regular Premium due is not received within the Grace Period, the Policy will remain in force with all Policy Benefits under Article 3) and any applicable Rider benefits during the Revival Period. During the Revival Period the charges specified in the Schedule will continue to be deducted.
 - iii) However if, during the Revival Period, the Surrender Value becomes equal to or less than one full years Regular Premium then this Policy shall automatically terminate, at which time the Surrender Value per Article 5) as on date of termination will become payable.
- j) During the Revival Period, the Policyholder may:

- i) Revive the Policy in accordance with Article 2)l) and Article 2)m) below, or
- ii) Surrender the Policy in accordance with Article 5), after which the Policy shall automatically terminate and the Surrender Value will become payable, or
- iii) Continue the Policy beyond the Revival Period without paying further Regular Premium, as long as the Company receives a written request in advance for continuation from the Policyholder before the expiry of the Revival Period. If the Company agrees to the continuation request, then the Policy will continue with the benefits as per Article 3) being in force and all Policy charges will continue to apply. The Policy shall automatically terminate when the Surrender Value as per Article 5) reaches one full year's Regular Premium, at which time the Surrender Value will become payable.
- k) If the Policyholder fails to exercise any of the options above, then the Policy and any Riders shall automatically terminate at the end of the Revival Period and the Company will pay the Surrender Value as at the date of termination.

Conditions Applicable to Revival in all Cases:

- l) Notwithstanding anything to the contrary, there shall be no revival unless:
 - i) The Policyholder gives the Company advance written notice of revival before the end of the Revival Period.
 - ii) The Company agrees to the revival, for which purpose the Policyholder shall comply with any requests for information and documentation made by the Company.
 - iii) The Policyholder makes payment of all unpaid Regular Premium from the date of default to the proposed date of revival.

On the revival of a Policy which has lapsed under Article 2)h)ii), the Company shall recover all Policy charges due from the date of lapse till the date of revival.

- m) The revival of the Policy shall only be effective from the date on which the Company has issued a written endorsement confirming the revival of the Policy. The Policyholder understands and agrees that there is no obligation on the Company to revive the Policy or revive it on the same terms and that the revival is subject to the underwriting requirements of the Company, as applicable from time to time. The medical cost, if any, shall be borne by the Policyholder.
- n) During first three Policy Years, if the value of Units attributable to Regular Premium is not sufficient to meet the Policy charges and if all Regular Premiums due till that date have been paid, then the Policy will remain in force and the benefits under Article 3) and any Riders in force will continue to apply subject to the Company deducting any unrecovered Policy charges

from any benefit payable and/or after allocation of future Regular Premium received, and

- o) If at any time after the first three Policy Years, the value of Units attributable to Regular Premium is insufficient to meet the Policy charges (even if Regular Premium due has been paid), then the Policy will terminate immediately at which time the value of Units attributable to Top Up Premium, if any, shall be payable.

Reduction in Regular Premium

- p) From the commencement of the 4th Policy Year, the Policyholder may request a reduction in the Regular Premium payable if:
 - i) The Company has received all instalments of Regular Premium due, and
 - ii) The Policyholder gives the Company written notice of the proposed reduction in Regular Premium at least 7 Business Days before the Policy Anniversary on which the Policyholder proposes to decrease the Regular Premium.

The Policyholder understands and agrees that any reduction in the Regular Premium will only be allowed if it is in accordance with the Company's rules for the minimum amount payable as Regular Premium under this Policy (as the same may be changed from time to time).

- q) Premium Allocation Charges is as per the Schedule.
- r) The agreed reduction in Regular Premium shall become effective from the Policy Anniversary following the date the Company issues a written endorsement confirming the reduction.
- s) A reduction in the Regular Premium shall result in an automatic reduction of the Coverage Sum Assured and may also result in reduction in Monthly Payout under the Policy. The Company shall in its sole and absolute discretion determine the amount of reduction in the Coverage Sum Assured and the Monthly Payout amount under the Policy. The Coverage Sum Assured under any Rider may also reduce in accordance with the Company's rules for the minimum and maximum Coverage Sum Assured of the Rider allowed under this Policy.
- t) Any reduction in Regular Premium will automatically result in the reduction of the sum of total outstanding Regular Premiums that will be added to the Policy's Unit Account on the death of the Life Insured.
- u) No increase in Regular Premium shall be allowed after the Company has agreed to any reduction in the Regular Premium.

Increase or Decrease in the Monthly Payout Amount

- v) From the commencement of the 4th Policy Year, the Policyholder may request an increase or decrease in the Monthly Payout amount under the Policy if:

- i) The Company has received all instalments of Regular Premium due and provided the Life Insured is alive.
- ii) The Policyholder gives the Company written notice of the proposed increase or reduction in the Monthly Payout amount at least 15 Business Days before the Policy Anniversary on which the Policyholder proposes to increase or decrease the Monthly Payout.

The Policyholder understands and agrees that:

- (1) Any change in the Monthly Payout amount will only be allowed if it is in accordance with the Company's rules (including the minimum/maximum amount payable as a Monthly Payout) for the same.
- (2) The Company may decline the request for increase the Monthly Payout. Any agreement to increase will be subject to the applicable underwriting requirements (in relation to which the Policyholder shall at his own expense comply with all requests for information and documentation made by the Company in order to consider the request) and the Company may impose additional Mortality and Risk Benefit Charges. The medical cost, if any, shall be borne by the Policyholder.
- w) The agreed increase or reduction shall become effective from the Policy Anniversary following the date the Company issues a written endorsement confirming the increase or reduction.
- x) No increase in the Monthly Payout will be permitted if the Life Insured has already attained 60 years of age.

Loan:

- y) The Policyholder cannot take a loan under this Policy.

Addition or Deletion of a Rider:

- z) The Policyholder may add a Rider during the currency of the Policy Term provided Life Insured is alive and subject to satisfying the eligibility conditions for the Rider, the Company's underwriting requirements and providing the Company with satisfactory medical evidence as requested. The Policyholder shall bear the medical costs related to the proposed addition of the Rider.
- aa) The Policyholder may discontinue any Rider from any Policy Anniversary.
- bb) The Policyholder may add or delete a Rider by giving the Company at least 15 Business Days prior written notice. The addition or deletion of a Rider will apply from the Policy Anniversary on or following a written request for such change and acceptance of the same by the Company.

The Coverage Term of the Rider to be added cannot exceed the outstanding Policy Term .

- cc) If a Rider is discontinued, it cannot be added again at any time during the Policy Term.

3) **Policy Benefits**

a) **Death Benefit**

- i) If the Life Insured dies before the Maturity Date, then the Company will pay the Nominee (and where the Nominee is less than 18 years of age, then the Appointee):

- (1) The Coverage Sum Assured; and
- (2) The Monthly Payout amount chosen by the Policyholder commencing from the month of the date of death of the Life Insured until the Maturity Date; and
- (3) An amount equal to the sum of all future outstanding Regular Premium payable for the outstanding term of the Policy from the date of death of the Life Insured up to the Maturity Date shall be added to the Regular Premium Unit Account in the same fund allocation proportion in force as at the date of death of the Life Insured or such fund allocation proportion specified in writing by the Policyholder (as may be amended by the Policyholder from time to time) to be applicable from the date of the death of the Life Insured.

And the Policy will continue without any risk cover and without the payment of any further premium for the balance Policy Term. On the Maturity Date, the Fund Value as at that date shall be payable to the Nominee.

- ii) If any Rider is in force, then subject to the Rider Terms and Conditions, the Company will also pay an amount equal to the Coverage Sum Assured, if applicable under such Rider.
- iii) Notwithstanding anything to the contrary, only the Fund Value as at the date the Company was notified of the death shall be payable if the Life Insured's death occurs due to suicide or attempted suicide within 12 months of the Policy Commencement Date or from the date of revival in the case of the discontinuance of Regular Premium in the first three Policy Years and the Policy will terminate.

b) **Maturity Benefit**

If the Life Insured is alive on the Maturity Date, the Company will pay the Fund Value as at that date to the Policyholder unless the Policyholder has opted for the Settlement Option.

c) **Persistency Units**

The Policyholder will be entitled to Persistency Units as a combination of the following:

- i) **Percentage of Regular Premium Unit Account:** The Company will allocate Persistency Units to the Policyholders' Regular Premium Unit Account at the end of the 10th Policy Year. An amount equivalent to 4 per cent of the average of the Regular Premium Unit Account Fund Value of the immediately preceding 36 (thirty six) months will be allocated to Policyholders Unit Account to create Persistency Units.

Allocation of such Persistency Units shall be subject to the following conditions:

- i) The Policy is in force or paid up for full risk benefits and the Life Insured is alive;
- ii) Units pertaining to Top up Premium, if any, will not be eligible for allocation of Persistency Units; and
- iii) No Persistency Units will be allocated after the date of surrender of the Policy.

- ii) The Policyholder is also entitled to Persistency Units as a percentage of Regular Premium. Where the Policy Term is 10 years, Persistency Units will be allocated to the Regular Premium Unit Account in the 10th Policy Year and where the Policy Term is greater than or equal to 15 years Persistency Units will be allocated to the Regular Premium Unit Account in the 15th Policy Year. An amount equivalent to a percentage of Regular Premiums paid during respective Policy Years will be allocated to Policyholder's Regular Premium Unit Account to create Persistency Units. The percentage will vary by Policy Term as follows:

Policy Term	
10	>=15
62.5%	125.0%

The following conditions shall apply to any allocation of Persistency Units by the Company under this category:

- 1) The Persistency Units will allocated to the Policy which is in force or paid up for full risk benefits and the Life Insured is alive. Persistency units are not payable on and after date of death of the life insured.
- 2) Persistency units will be allocated to the Fund/s in the same proportion as the allocation of Regular Premium/s.
- 3) No Persistency units will be payable on Top up Premium;
- 4) Persistency units will not be allocated after the date of surrender of the Policy;
- 5) For Regular Premium paying Policy, Persistency Units will be allocated at the time of allocation of Regular Premium/s to the Unit Fund. For Example, for annual Premium Frequency, the Persistency Units will be allocated in 1 (one) instalment at the beginning of 10th or 15th Policy Year at the time of allocation of annual Regular Premium, for half yearly Premium Frequency, Persistency Units will be allocated in 2 (two) instalments at the time of allocation of half-yearly Regular Premiums in 10th or 15th Policy Year and so on and
- 6) In case payment of Regular Premiums have been discontinued after paying Regular Premiums for at least 10 (ten) Policy Years and the Policy

is kept in force for full risk benefits thereafter, the amount required to create Persistency Units will be allocated to the Regular Premium Unit Fund during the 10th or 15th Policy Year in equal periodic instalments depending on the last prevailing Premium Frequency e.g. 1(one) instalment for annual Premium Frequency, 2 (two) instalments for semi-annual Premium Frequency, 4 (four) instalments for quarterly Premium Frequency and 12 (twelve) for monthly Premium Frequency.

The amount to create persistency units will be based on last Regular Premium paid.

Moreover, in such cases, the amount required to create Persistency Units will be reduced proportionately using the following factor:

“Total number of Regular Premiums paid till date / total number of Regular Premiums payable over the entire Policy Term”.

4) Partial Withdrawals

- a) The Policyholder may make partial withdrawals in accordance with this Article after the completion of the 5th Policy Year, subject to the following:
 - i) A total of 5 partial withdrawals for the entire Policy Term will be permitted. Only the first partial withdrawal in any Policy Year will be free of any charge. The balance will attract the charges as specified in the Schedule.
 - ii) The minimum withdrawal amount for a single partial withdrawal is as specified in the Schedule.
 - iii) Unutilized free partial withdrawals in a Policy Year cannot be carried forward to a subsequent Policy Year.
- b) Any proposed partial withdrawal will first be met by the cancellation of Units attributable to Top Up Premium if these have been in existence for at least 3 years (unless the partial withdrawal is proposed to be made in the last 3 Policy Years of the Policy). Partial withdrawals from Units attributable to Top-Up Premium will not alter the Coverage Sum Assured under the Policy.
- c) If there are no Units attributable to Top Up Premium available or those available are insufficient to meet the entire proposed partial withdrawal, then the partial withdrawal may be met by cancelling Units attributable to Regular Premium if the total amount of partial withdrawal from Units attributable to Regular Premium in any one Policy Year (a) does not exceed 25% of the Fund Value at the time of withdrawal, and (b) leaves Units attributable to Regular Premium at a value at least equal to two annual instalments of Regular Premium. The Company may from time to time revise the conditions stated in this Article 4)c).

5) Surrender Value

- a) At any time after the commencement of the 4th Policy Year, and as long as the Regular Premium due for at least the first Policy Year has been received by the Company, the Policyholder may surrender the Policy and the Surrender Value as on the date of surrender will be payable.

- b) The Company may in its sole and absolute discretion, in the case of Force Majeure circumstances or if so directed by the IRDA defer the payment of the Surrender Value or any partial withdrawal under this Policy for a period not exceeding 30 days from the date on which payment would usually have been made.

6) Payment of Benefits

- a) It is a condition precedent to the Company's liability to make any payment under the Policy that:
 - i) The Company is immediately informed of the Life Insured's death in writing, and in any event within 90 days of the event or occurrence giving rise to such claim.
 - ii) The Company is provided with the opportunity of establishing to its satisfaction that a claim is payable.
 - iii) The Company receives all reasonable cooperation and any documentation and information, including but not limited to:
 - (1) The Company's claim form duly completed.
 - (2) The Policy Document.
 - (3) Evidence of date of birth if the Company has not admitted the age of the Life Insured.
 - (4) The original or a legalised copy of the death certificate showing the circumstances, cause and the date of death.

7) Units & Unit Account

- a) On the Policy Commencement Date the Company will open a Unit Account for the Policyholder in which Units attributable to all Regular Premium and any Top-Up Premium paid by the Policyholder will be allocated (in the allocation proportion specified in the Schedule) by reference to the Funds chosen by the Policyholder, after the deduction of applicable Premium Allocation Charges. The fund allocation proportion for any Fund chosen by the Policyholder may range between 10% and 100%. Any Top Up Premium shall also be invested in the same fund allocation proportion.
- b) The Policyholder may alter the fund allocation proportion (Premium Redirection) subject to the following:
 - i) The Policyholder gives prior written notice to the Company of the changes he wishes to make.
 - ii) 2 Premium Redirections may be made in a Policy Year free of any charge, but any subsequent change will attract the charges specified in the Schedule.
 - iii) A Premium Redirection will only be effective once the Company has confirmed the same.

- iv) Any unutilized free Premium Redirections in a Policy Year cannot be carried forward to subsequent Policy Year.
- v) The Company may revise the minimum fund allocation proportion upon giving written notice to the Policyholder of not less than 3 months.
- c) The Policyholder may switch Units between available Funds subject to the following:
 - i) The Policyholder gives prior written notice to the Company of the switch that the Policyholder wishes to make.
 - ii) 4 switches may be made in a Policy Year without any charge, but any subsequent switches will attract the Switching Charge as specified in the Schedule.
 - iii) Switches will only be effective once the Company has confirmed the same.
 - iv) If free switches are not used in a Policy Year they cannot be carried forward to the subsequent Policy Year.
 - v) The Company will make a switch by redeeming Units from the Fund the Policyholder wishes to switch out and by allocating Units in the Fund the Policyholder wishes to switch in, equivalent to the amount the Policyholder wishes to be switched after the deduction of any applicable switching charge. For each transaction, the Company will use the Unit Price of the respective Fund that applies on the day of that transaction.
 - vi) The minimum amount to be switched shall be Rs 5000 except where 100% of a Fund is to be switched to another Fund.
 - vii) Switching between the Units attributable to Top Up Premiums and those attributable to Regular Premium is not allowed.

8) **Funds**

- a) The Funds available for the Policyholder to invest in, their investment objectives and respective risk profile are described in Annexure I to the Schedule.
- b) The Company may introduce new Funds, amend the investment objectives of any existing Fund or close (termination of the Fund and encashment of of all existing Units held in it), withdraw (no further payments by policyholders will be accepted for the Fund), split or combine existing Funds with the approval of the IRDA or such other body authorised by the Government of India to approve such changes. The Company will send written notification of the change to the Policyholder in advance in case of any such change.
- c) Withdrawal for this purpose shall mean that no further investment from the Policyholder will be accepted into the Fund and any existing Units held in the

Fund will continue to exist in the Fund. Closure shall mean the termination of the Fund and encashment of all existing Units held in it.

- d) Upon the closure or withdrawal of a Fund, the Company will switch the existing Units in that Fund and/or apply any future Regular Premium or Top Up Premium which would have been applied to that Fund to another Fund that, in the sole and absolute discretion of the Company, has the closest investment objectives to the original Fund. The Policyholder can switch to any other available Funds without switching charges within 3 months of the closure or withdrawal of a Fund.
- e) A Fund is composed of Units, which will be created when assets of an equivalent value are added to the portfolio of assets against which the Fund is referenced. The assets and any income arising from these assets shall remain the Company's property at all times and the Policy does not directly or indirectly confer on the Policyholder or any other person any title to or beneficial interest in any of the Company's assets or to any income from these assets or to the profits of the Company.
- f) The price or value of any Unit and Fund will fluctuate depending on the performance of the underlying assets. The Company does not guarantee the price or value of any Units.

9) Charges

- a) The Company will deduct the Policy charges listed in the Schedule in the following manner.
 - i) Premium Allocation Charge: This charge is a percentage of premium and is deducted from the Regular Premium / Top Up Premium at the time of the receipt of premium. This charge is guaranteed not to change.
 - ii) Policy Administration Charge: This is an administration charge deducted by the cancellation of Units attributable to Regular Premium at applicable Unit Price at the beginning of each Policy month and is reviewable.
 - iii) Mortality Charge: This charge is deducted by cancellation of units from the Regular Premium Unit Account at applicable Unit Price at the beginning of each Policy month and is guaranteed not to change.
 - iv) Risk Benefit Charges: These are charges for any Rider coverage's, opted for, which are deducted by cancellation of units from the Regular Premium Unit Account at applicable Unit Price and are reviewable subject to the prior approval of the IRDA.
 - v) Fund Management Charge: This charge is levied on a daily basis by adjustment to the NAV and is reviewable subject to prior approval of the IRDA.
 - vi) Surrender Charge: This charge is deducted from the value of the Regular Premium Units at the time of surrender of the Policy and is guaranteed not to change.
 - vii) Switch Charges/ Premium Redirection Charges/Partial Withdrawal Charges/Miscellaneous Charges are deducted by cancellation of Units when the respective facility is used and are reviewable with the prior approval of the IRDA.

Charges deducted on a monthly basis from the Unit Account will be deducted from the Funds held in respect of the Regular Premium Unit Account in proportion to their value at the time of such deduction.

10) Valuation of Funds and Unit Price

- a) The Unit Price of Units of each Fund shall be determined daily as per the guidelines issued by the IRDA or such other body as is authorised by the Government of India to issue such regulations or guidelines from time to time (the 'Valuation Date').
- b) Under any of the following circumstances as determined by the Company, the Company may suspend the cancellation or creation of Units.
- When one or more stock exchanges that provide a basis for valuation for a substantial portion of the assets of the Funds are closed (other than for ordinary holidays); or
 - In case of natural calamities, strike, war, civil unrest, riots and bandhs; or
 - In the event of any Force Majeure or disaster that affects the normal functioning of the Company; or
 - If so directed, by the IRDA or any other applicable regulator.

The Company may also not value one or more investment Funds under any the above circumstances.

- c) As per the current guidelines issued by the IRDA, the Company will determine the Unit Price of each Fund on each Business Day according to the following formula: -

Unit Price = Net Asset Value ("NAV") divided by the number of Units existing in the Fund at the Valuation Date (before any new Units are allocated or redeemed).

The Company may calculate the NAV in either of the following 2 ways:

- i) **Appropriation price is applied when there is net creation of Units in the fund:** The NAV of a Fund shall be computed as the market value of investments held by the Fund plus the expenses incurred in the purchase of the assets plus the value of any current assets plus any accrued income net of Fund Management Charge less the value of any current liabilities, provisions and taxes, if any. This is applicable when the Company is required to purchase assets to allocate Units at the Valuation Date.
- ii) **Expropriation price is applied when there is net cancellation of Units in the fund:** The NAV of a Fund shall be computed as the market value of investments held by the Fund less the expenses incurred in the sale of the assets plus the value of any current assets plus any accrued income net of Fund Management Charge less the value of any current liabilities, provisions and taxes, if any. This is applicable when Company is required to sell assets to redeem Units at the Valuation Date.

The Unit Price will be rounded by not less than three decimal places.

- d) The Company will make all decisions about the selection and valuation of the assets to which a Fund is referenced.

11) Unit Encashment Conditions

- a) Subject to any changes notified by the IRDA or any such body authorised by the Government of India to notify such changes, receipt of Regular Premium, Top Up Premium or valid requests for Unit switching or benefit payments (excluding outstation cheques or demand drafts) received at Company's address specified in the Article 14)h) below or at any of Company's branch offices:
 - i) at or before 3:00 p.m. on a particular day will be processed at the closing Unit Price on that day, and
 - ii) after 3:00 p.m. on a particular day will be processed at the closing Unit Price on the next Business Day.
- b) Notwithstanding anything stated above, if any payment is in the form of an outstation cheque or demand draft, the payment will be processed at the closing Unit Price on the day of realisation of that instrument.

12) Settlement Option

- a) At the Maturity Date the Policyholder may opt for the Settlement Option by giving the Company written notice at least 7 days before the Maturity Date and any information or documentation that the Company may require. The Policyholder instead of immediately receiving the Maturity Benefit under Article 3)b), may opt to leave the Maturity Benefit amount invested in the Funds and select the method and duration (Payout Term) over which the Maturity Benefit will be payable.

The Payout Term shall be a maximum period of 5 (five) years from the Maturity Date.

The method and Payout Term must be in accordance with the rules issued by the Company as approved by the IRDA from time to time. The Policyholder may choose either of the following methods for payment during the Payout Term:

- (1) Payment in arrears by way of periodic withdrawals in the amounts to be specified by the Policyholder, provided that the minimum withdrawal amount during Settlement Option is as specified in the Schedule; or
 - (2) Lumpsum payment at any time during the Payout Term specified by the Policyholder.
- b) The Policyholder hereby further understands and agrees that:
 - i) The Settlement Option can only be exercised in accordance with this Article 12) and the Company's guidelines as amended from time to time.

- ii) The Units will continue to be invested in the same funds as on the Maturity Date.
- iii) There shall be no insurance coverage during the Payout Term and the Policy shall continue for investment purposes only.
- iv) During the Payout Term, all investment risk in the portfolio shall continue to be borne by the Policyholder.
- v) All applicable charges under the Policy (except the Mortality Charges and Risk Benefit Charges) shall continue to be deducted.
- vi) If at any time during the Payout Term, the Fund Value falls below an amount as determined by the Company from time to time, then:
 - (1) the Fund Value shall be paid to the Policyholder, and
 - (2) the Policy shall automatically terminate, and
 - (3) It is expressly agreed and understood that these provisions will override any agreement or expectation to the contrary recorded in the Settlement Option.
- vii) No Partial Withdrawals per Article 4) or Unit switches per Article 7)c) shall be permitted during the Payout Term.
- c) If the Policyholder wishes to terminate the Policy at any time during the Payout Term, the Policyholder may do so by giving the Company prior written notice and the residual Fund Value at the applicable Unit Price will be payable.
- d) If the Policyholder dies during the Payout Term, the Policy shall automatically terminate and only the residual Fund Value as at the date of notification of his death shall become payable.

13) Nomination & Assignment

- a) At any time before the Maturity Date the Policyholder (except where Life Insured is different from the Policyholder) may identify a Nominee or change any existing nomination by giving prior written notice to the Company. No nomination or change in nomination shall become effective before it is registered in the Company's records and the Company has sent an endorsement confirming the identity of the Nominee.
- b) If the Policyholder dies without making a nomination or all Nominees die before a payment becomes due under the Policy, then all amounts will be payable to the legal heirs or legal representatives of the Policyholder.
- c) Where the Nominee is less than 18 years of age, the Death Benefit payable under Article 3)a) of the Policy shall be paid to the Appointee.
- d) Upon the death of the Life Insured, the Nominee (or Appointee if the Nominee is less than 18 years of age) shall stand in place of the Policyholder for

administrative purposes in connection with the Policy only to the extent permitted by the Policyholder in writing and endorsed in this Policy Document.

- e) The Policyholder may assign the Policy at any time before the Maturity Date as long as the assignment is made in accordance with the Company's policy on assignment (as amended from time to time) and no assignment shall become effective against the Company until the Company has received written notice of the assignment, a copy of the Policy Document and the Company has sent an endorsement confirming that the assignment has been recorded.
- f) In registering an assignment or nomination, the Company does not accept any responsibility or express any opinion as to its validity or legality.

14) Miscellaneous

a) Fraud

If the Policyholder or anyone acting at the Policyholder's direction or with the Policyholder's knowledge makes or advances any claim knowing it to be false, fraudulent, misleading or dishonest in any respect, then this Policy shall be void and any benefit actually paid or potentially payable shall be forfeited.

b) Loss of the Policy Document

- i) If the Policy Document is lost or destroyed then the Company reserves the right to make such investigations into and call for such evidence of the loss of the Policy Document, at the Policyholder's expense, as the Company considers necessary before issuing a duplicate.
- ii) If the Company agrees to issue a duplicate Policy Document then:
 - (1) The Policyholder agrees to first pay the Company's fee for the issue of a duplicate, and
 - (2) The original will cease to be of any legal effect and the Policyholder shall indemnify and keep the Company indemnified and hold the Company harmless from and against any costs, expenses, claims, awards or judgments arising out of or howsoever connected to the original Policy Document.

c) Notices

- i) All notices meant for the Company whether under this Policy or otherwise must be in writing and delivered to the Company at the address shown in Article 14)h) below.
- ii) All notices meant for the Policyholder will be in writing and will be sent by the Company to the Policyholder's address shown in the Schedule.
- iii) The Company shall not be responsible for any consequences related to or arising out of non-intimation of changes to the Policyholder's address.

d) Currency & Territorial Limits

All premiums and benefits are payable within India and in the currency of the Policy as specified in the Schedule.

e) Governing Law & Jurisdiction

Any and all disputes or differences arising out of or in respect of this Policy shall be governed by and determined in accordance with Indian law.

f) Entire Contract & Agent's Authority

- i) The Policy Document comprises the entire contract between the Policyholder and Company, and it cannot be changed or altered unless the Company approves it in writing by endorsement on the Schedule and where required the approval of the IRDA has been obtained.
- ii) The insurance agent is authorised to arrange the completion and submission of the Policyholder's Application Form. No insurance agent is authorised to amend the Policy Document, or to accept any notice on the Company's behalf or to accept payments on the Company's behalf. If any money meant for the Company in any form is paid to an insurance agent then such payment is made at the Policyholder's risk and the agent will be acting only as the Policyholder's representative.

g) Section 45 of the Insurance Act, 1938

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 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.

For any clarification, policy service request or assistance, the Company may be contacted at the following numbers/ address during office hours (9.00 am to 6.00pm from Monday to Saturday):

Toll Free No. : 1800-102-7070

Email : contactus@pramericalife.in
Communication : Central Operations, C-58, Community
Address Centre
6th Floor, Shahpuri Tirath Singh Tower
Janakpuri, New Delhi-110058
Website : www.pramericalife.in

If the response received from the Company is not satisfactory or no response is received within 5 working days of contacting the Company as above, the matter may be escalated by addressing a communication to customerfirst@pramericalife.in

Insurance Ombudsman

The office of the **Insurance Ombudsman** has been established by the Government for the redressal of any grievance in respect of life insurance policies.

In case you are not satisfied with the decision/resolution of the Company, you may approach the Insurance Ombudsman if your grievance pertains to:

- Insurance claim that has been rejected or dispute of a claim on legal construction of the policy
- Delay in settlement of claim
- Dispute with regard to premium
- Non-receipt of your insurance document

The address of the Insurance Ombudsman may be obtained from the following link on the internet

Link [http: //www.irdaindia.org/ombudsmenlist_nov07.htm](http://www.irdaindia.org/ombudsmenlist_nov07.htm)

The complaint should be made in writing duly signed by the complainant or by his legal heirs with full details of the complaint and the contact information of Complainant.

As per provision 13(3) of the Redressal of Public Grievances Rules 1998, the complaint to the Ombudsman can be made

- only if the grievance has been rejected by the Grievance Redressal Machinery of the Insurer.
- within a period of one year from the date of rejection by the insurer if it is not simultaneously under any litigation.

h) Taxes

In respect of any payment made or to be made under this Policy, the Company shall deduct or charge taxes including service tax and other levies as applicable from time to time at such rates as notified by the Government or such other body authorised by the Government from time to time.

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