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LIC's

SMART

PENSION

UIN: 512N386V01 Plan No.: 879

A Non-Par, Non-Linked, Individual,
Savings, Immediate Annuity Plan

Also Available Online

- Single premium Immediate Annuity plan
- Wide range of annuity options to suit your needs
- Flexibility to choose from Single Life Annuity and Joint Life Annuity Options
- Minimum Age at entry - 18 years

LIC / R1 / 2024-25 / 50 / SB

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LIC's Smart Pension (UIN:512N386V01) (A Non-Par, Non-Linked, Individual, Savings, Immediate Annuity Plan)

LIC's Smart Pension is a Non-Par, Non-Linked, Individual/ Group, Savings, Immediate Annuity plan that offers a range of annuity options for Single Life as well as Joint Life type of annuities.

The Joint Life annuity can be taken between any two lineal descendant/ascendant of a family (i.e. Grandparent, Parent, Children, Grandchildren) or spouse or siblings or Parent-in-law.

The annuity rates under all annuity options are guaranteed at the inception of the policy.

This is a non-par product under which benefits payable on death or survival are guaranteed and fixed (as per the chosen Annuity Option) irrespective of actual experience. Hence the policy is not entitled to any discretionary benefits like bonus etc. or share in Surplus.

This Plan can be purchased Offline through Agents /Other Intermediaries including Point of Sales Persons-Life Insurance (POSP-LI) / Common Public Service Centers (CPSC-SPV) as well as Online directly through website www.licindia.in.

The prospective policyholders are hereby informed that while making a buying decision reference may be made to the similar available products for informed decision making.

1. KEY FEATURES:

- Single Premium Immediate Annuity Plan
- Wide range of annuity options to suit your needs
- Flexibility to choose from Single Life Annuity and Joint Life Annuity Options
- Mode of Annuity payments - yearly, half-yearly, quarterly and monthly
- Incentives for higher Purchase Price
- Incentive for existing Policyholder and Nominee/ Beneficiary of the deceased Policyholder
- Options Available:
 - Liquidity Option
 - Advanced Annuity Option
 - Annuity Accumulation Option
- Options available for payment of Death Benefit (if any):
 - Lumpsum Death Benefit
 - Annuitisation of Death Benefit
 - In installments

2. Annuity Options:

The Policyholder has following Annuity Options available to choose from:

Annuity Type	Annuity Options	
Single Life	Option-A	Life annuity
	Option-B1	Annuity Certain for 5 years and life thereafter
	Option-B2	Annuity Certain for 10 years and life thereafter
	Option-B3	Annuity Certain for 15 years and life thereafter
	Option-B4	Annuity Certain for 20 years and life thereafter
	Option-C1	Life Annuity increasing at a simple rate of 3% p.a.
	Option-C2	Life Annuity increasing at a simple rate of 6% p.a.
	Option-D	Life annuity with Return of Balance Purchase Price
	Option-E1	Life annuity with 50% Return of Purchase Price after attaining age 75 years
	Option-E2	Life annuity with 100% Return of Purchase Price after attaining age 75 years
	Option-E3	Life annuity with 50% Return of Purchase Price after attaining age 80 years
	Option-E4	Life annuity with 100% Return of Purchase Price after attaining age 80 years
	Option-E5	Life annuity with 5% Return of Purchase Price each year after attaining age 76 years to 95 years
	Option-F	Life annuity with Return of Purchase Price
Joint Life	Option-G1	Joint Life annuity with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant
	Option-G2	Joint Life annuity with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant
	Option-H1	Joint Life annuity increasing at a simple rate of 3% p.a. with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant

Option-H2	Joint Life annuity increasing at a simple rate of 6% p.a. with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant
Option-I1	Joint Life annuity increasing at a simple rate of 3% p.a. with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant
Option-I2	Joint Life annuity increasing at a simple rate of 6% p.a. with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant
Option-J	Joint Life annuity with a provision of 100% of the annuity payable as long as one of the Annuitant survives and Return of Purchase Price on death of Last Survivor

Annuity option once chosen cannot be altered.

3. Eligibility Conditions and other Restrictions if Plan procured through Agents/ Intermediaries other than POSP-LI / CPSC-SPV:

a.	Minimum Purchase Price*	Rs.1,00,000/- Note: The above mentioned minimum Purchase Price would be increased appropriately to meet minimum annuity criterion as specified in Para 3.c.										
b.	Maximum Purchase Price	No Limit (However, the maximum Purchase Price allowed shall be subject to acceptance as per the Board Approved Underwriting Policy)										
c.	Minimum Annuity*	<table border="1"> <thead> <tr> <th>Annuity Mode</th> <th>Monthly</th> <th>Quarterly</th> <th>Half-yearly</th> <th>Yearly</th> </tr> </thead> <tbody> <tr> <td>Minimum Annuity</td> <td>Rs.1,000 per month</td> <td>Rs.3,000 per quarter</td> <td>Rs.6,000 per half year</td> <td>Rs.12,000 per annum</td> </tr> </tbody> </table>	Annuity Mode	Monthly	Quarterly	Half-yearly	Yearly	Minimum Annuity	Rs.1,000 per month	Rs.3,000 per quarter	Rs.6,000 per half year	Rs.12,000 per annum
Annuity Mode	Monthly	Quarterly	Half-yearly	Yearly								
Minimum Annuity	Rs.1,000 per month	Rs.3,000 per quarter	Rs.6,000 per half year	Rs.12,000 per annum								
d.	Maximum Annuity	No Limit										
e.	Mode of Premium Payment	Single Premium										
f.	Minimum & Maximum Age at Entry (in years)	The minimum/maximum ages at entry (last birthday) of Annuitant/Primary/Secondary Annuitant shall be as under:										

Annuity Options	Minimum Age at Entry	Maximum Age at Entry
Annuity Option-F	18	100
Annuity Options-E1 and E2	18	65
Annuity Options- E3, E4 and E5	18	70
Annuity Options- A, B1, B2, B3, B4, C1, C2, D, G1, G2, H1, H2, I1, I2, J	18	85

Note:

- In case of joint life, the minimum and maximum age limits specified above shall apply to both lives.
- However, the minimum age at entry restriction as mentioned above shall not be applicable for the Divyangjan life, if the plan has been purchased under Option G2 or J for the benefit of dependant person with disability (Divyangjan) as specified in Para 8(f)

***Exceptional cases where minimum annuity and minimum Purchase Price of Rs. 1,00,000/- shall not be applicable:**

(a) If the plan has been purchased for the benefit of dependant person with disability (Divyangjan) life as mentioned in Para 8.(f) below, the proposal shall be allowed without any restriction on minimum annuity and the minimum Purchase Price under such cases shall be Rs. 50,000/-.

(b) If the plan has been purchased on exit by the subscribers of the National Pension System regulated by the Pension Fund Regulatory and Development Authority (PFRDA) as mentioned in Para 8.(e), the restriction on minimum annuity and the minimum Purchase Price shall be as per PFRDA Rules and Regulations as amended from time to time. However, minimum Purchase Price allowed under such cases shall not be less than Rs. 50,000/-.

4. Benefits:

a) Survival/Death Benefit:

Benefits payable on survival or on death of the Annuitant(s) under applicable Annuity Options shall be as under:

Annuity Option		Benefits
Option A	Life annuity	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Annuitant is alive. •On death of Annuitant, nothing shall be payable and the annuity payments shall cease immediately.
Option B1	Annuity Certain for 5 years and life thereafter	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Annuitant is alive. •On death of the Annuitant during the period of 5 years from the date of commencement of policy, the annuity shall be payable to the nominee till the expiry of 5 years from the date of commencement of policy. Upon the expiry of this 5 years period, the annuity payments shall cease immediately. •On death of the Annuitant after the period of 5 years from the date of commencement of policy, the annuity payments shall cease immediately.
Option B2	Annuity Certain for 10 years and life thereafter	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Annuitant is alive. •On death of the Annuitant during the period of 10 years from the date of commencement of policy, the annuity shall be payable to the nominee till the expiry of 10 years from the date of commencement of policy. Upon the expiry of this 10 years period, the annuity payments shall cease immediately. •On death of the Annuitant after the period of 10 years from the date of commencement of policy, the annuity payments shall cease immediately.
Option B3	Annuity Certain for 15 years and life thereafter	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Annuitant is alive. •On death of the Annuitant during the period of 15 years from the date of commencement of policy, the annuity shall be payable to the nominee till the expiry of 15 years from the date of commencement of policy. Upon the expiry of this 15 years period, the annuity payments shall cease immediately. •On death of the Annuitant after the period of 15 years from the date of commencement of policy, the annuity payments shall cease immediately.

Option B4	Annuity Certain for 20 years and life thereafter	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Annuitant is alive. • On death of the Annuitant during the period of 20 years from the date of commencement of policy, the annuity shall be payable to the nominee till the expiry of 20 years from the date of commencement of policy. Upon the expiry of this 20 years period, the annuity payments shall cease immediately. • On death of the Annuitant after the period of 20 years from the date of commencement of policy, the annuity payments shall cease immediately.
Option C1	Life Annuity increasing at a simple rate of 3% p.a.	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Annuitant is alive. • The annuity payments shall increase at a simple rate of 3% per annum for each completed policy year. • On the death of the Annuitant, nothing shall be payable and the annuity payments shall cease immediately.
Option C2	Life Annuity increasing at a simple rate of 6% p.a.	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Annuitant is alive. • The annuity payments shall increase at a simple rate of 6% per annum for each completed policy year. • On the death of the Annuitant, nothing shall be payable and the annuity payments shall cease immediately.
Option D	Life annuity with Return of Balance Purchase Price	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Annuitant is alive. • On the death of the Annuitant, the annuity payments shall cease immediately and Death Benefit equal to Balance of the Purchase Price i.e. [Purchase Price Less (sum of all annuity payments made till the date of death of the Annuitant)] shall be payable to the nominee(s). • In case the sum of all annuity payments made till the date of death of the Annuitant, exceeds the Purchase Price, no benefit shall be payable on death.

Option E1	Life annuity with 50% Return of Purchase Price after attaining age 75 years	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Annuitant is alive. •In addition to the annuity payment, an Early Return of 50% of Purchase Price shall be payable on survival of the Annuitant to Policy Anniversary coinciding with or immediately following the completion of age 75 years. •On death of the Annuitant, the annuity payments shall cease immediately and Death Benefit equal to Purchase Price Less Early Return of Purchase Price already paid till the date of death, if any, shall be payable to the nominee(s).
Option E2	Life annuity with 100% Return of Purchase Price after attaining age 75 years	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Annuitant is alive. •In addition to the annuity payment, an Early Return of 100% of Purchase Price shall be payable on survival of the Annuitant to Policy Anniversary coinciding with or immediately following the completion of age 75 years. •On death of the Annuitant, the annuity payments shall cease immediately and Death Benefit equal to Purchase Price Less Early Return of Purchase Price already paid till the date of death, if any, shall be payable to the nominee(s). •In case 100% of Purchase Price has already been paid till the date of death of the Annuitant, no benefit shall be payable on death.
Option E3	Life annuity with 50% Return of Purchase Price after attaining age 80 years	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Annuitant is alive. •In addition to the annuity payment, an Early Return of 50% of Purchase Price shall be payable on survival of the Annuitant to Policy Anniversary coinciding with or immediately following the completion of age 80 years. •On death of the Annuitant, the annuity payments shall cease immediately and Death Benefit equal to Purchase Price Less Early Return of Purchase Price already paid till the date of death, if any, shall be payable to the nominee(s).

Option E4	Life annuity with 100% Return of Purchase Price after attaining age 80 years	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Annuitant is alive. • In addition to the annuity payment, an Early Return of 100% of Purchase Price shall be payable on survival of the Annuitant to Policy Anniversary coinciding with or immediately following the completion of age 80 years. • On death of the Annuitant, the annuity payments shall cease immediately and Death Benefit equal to Purchase Price Less Early Return of Purchase Price already paid till the date of death, if any, shall be payable to the nominee(s). • In case 100% of Purchase Price has already been paid till the date of death of the Annuitant, no benefit shall be payable on death.
Option E5	Life annuity with 5% Return of Purchase Price each year after attaining age 76 years to 95 years	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Annuitant is alive. • In addition to the annuity payment, an Early Return of 5% of Purchase Price shall also be payable on survival of the Annuitant on each of the respective Policy Anniversary coinciding with or immediately following the completion of ages 76 years to 95 years (both inclusive). • On death of the Annuitant, the annuity payments shall cease immediately and Death Benefit equal to Purchase Price Less Sum of Early Return of Purchase Price already paid till the date of death, if any, shall be payable to the nominee(s). • In case 100% of Purchase Price has already been paid till the date of death of the Annuitant, no benefit shall be payable on death.
Option F	Life annuity with Return of Purchase Price	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Annuitant is alive. • On death of the annuitant, the annuity payment shall cease immediately and Death Benefit equal to Purchase Price shall be payable to the nominee(s).

Option G1	Joint Life annuity with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Primary Annuitant is alive. • On death of the Primary Annuitant, 50% of the annuity amount shall be payable to the surviving Secondary Annuitant as long as the Secondary Annuitant is alive. The annuity payments shall cease on the subsequent death of the Secondary Annuitant. • If the Secondary Annuitant predeceases the Primary Annuitant, the annuity payments shall continue to be paid to the Primary Annuitant and shall cease upon the death of the Primary Annuitant.
Option G2	Joint Life annuity with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Primary Annuitant and/or Secondary Annuitant is alive. • On death of the last survivor, the annuity payments will cease immediately and nothing shall be payable.
Option H1	Joint Life annuity increasing at a simple rate of 3% p.a. with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Primary Annuitant is alive. • The annuity payments shall increase at a simple rate of 3% per annum for each completed policy year. • On death of the Primary Annuitant, 50% of the annuity amount payable to Primary Annuitant had he been alive on due dates of annuity, shall become payable to the surviving Secondary Annuitant at the respective due dates as long as the Secondary Annuitant is alive. The annuity payments shall cease on the subsequent death of the Secondary Annuitant. • If the Secondary Annuitant predeceases the Primary Annuitant, the annuity payments shall continue to be paid to the Primary Annuitant and shall cease upon the death of the Primary Annuitant.

<p>Option H2</p>	<p>Joint Life annuity increasing at a simple rate of 6% p.a. with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant</p>	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Primary Annuitant is alive. •The annuity payments shall increase at a simple rate of 6% per annum for each completed policy year. •On death of the Primary Annuitant, 50% of the annuity amount payable to Primary Annuitant had he been alive on due dates of annuity, shall become payable to the surviving Secondary Annuitant at the respective due dates as long as the Secondary Annuitant is alive. The annuity payments shall cease on the subsequent death of the Secondary Annuitant. •If the Secondary Annuitant predeceases the Primary Annuitant, the annuity payments shall continue to be paid to the Primary Annuitant and shall cease upon the death of the Primary Annuitant.
<p>Option I1</p>	<p>Joint Life annuity increasing at a simple rate of 3% p.a. with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant</p>	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Primary Annuitant and/or Secondary Annuitant is alive. •On death of the last survivor, the annuity payments will cease immediately and nothing shall be payable. •The annuity payments shall increase at a simple rate of 3% per annum for each completed policy year as long as the Primary Annuitant and/or Secondary Annuitant is alive.
<p>Option I2</p>	<p>Joint Life annuity increasing at a simple rate of 6% p.a. with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant</p>	<ul style="list-style-type: none"> •Annuity payments shall be made in arrears as long as the Primary Annuitant and/or Secondary Annuitant is alive. •On death of the last survivor, the annuity payments will cease immediately and nothing shall be payable. •The annuity payments shall increase at a simple rate of 6% per annum for each completed policy year as long as the Primary Annuitant and/or Secondary Annuitant is alive.

Option J	Joint Life annuity with a provision of 100% of the annuity payable as long as one of the Annuitant survives and Return of Purchase Price on death of Last Survivor	<ul style="list-style-type: none"> • Annuity payments shall be made in arrears as long as the Primary Annuitant and/or Secondary Annuitant is alive. • On death of the last survivor, the annuity payments will cease immediately and Purchase Price shall be payable to the nominee(s).
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Note:

- **Purchase Price/ Single Premium** is an amount payable by the Policyholder to secure the benefits under the policy. The term Purchase Price and Single Premium are used interchangeably. Purchase Price/ Single Premium does not include any taxes which is payable separately.
- In case of Joint Life annuity, the Primary Annuitant shall be the primary person to receive the annuity payments and the Secondary Annuitant shall receive the annuity only in the event of death of the Primary Annuitant.
- Upon the death of the Annuitant under Single Life annuity options or on death of Last Survivor under Joint Life annuity options, for policies with Quarterly and Monthly mode of annuity payments, no proportionate annuity shall be payable for the period from the due date of the last annuity installment paid till the date of death.

However,

- Under policies with Half-Yearly mode of annuity payments, in addition to Death Benefit (if any), 50% of Half-Yearly annuity installment shall be payable to nominee(s), if death occurs after three months from the due date of the last annuity installment paid.
- Under policies with Yearly mode of annuity payments, in addition to Death Benefit (if any), 50% of Yearly annuity installment shall be payable to nominee(s), if death occurs after six months from the due date of the last annuity installment paid.

b) Maturity Benefit:

There is no maturity benefit under this plan.

5. Mode of Annuity payment:

The available modes of annuity payment are yearly, half-yearly, quarterly, and monthly. The Annuity shall be payable in arrears i.e. the annuity payment shall be after 1 year, 6 months, 3 months and 1 month from the date

of commencement of policy depending on whether the mode of annuity payment is Yearly, Half yearly, Quarterly and Monthly respectively.

6. Modal Annuity Conversion Factor:

Modal Annuity Conversion Factor corresponding to the Frequency of the chosen mode of annuity payment are as under:

Mode	Frequency	Modal Annuity Conversion Factor
Yearly	1	1.00
Half Yearly	2	0.98
Quarterly	4	0.97
Monthly	12	0.96

7. Incentives:

The following incentives are applicable under this plan:

(a) Incentive for existing Policyholder and Nominee/Beneficiary of the deceased Policyholder:

An Incentive under this plan by way of increase in Tabular Annuity Rate for different category of existing policyholders including the nominee or beneficiary of deceased policyholder shall be as under:

Category of Policyholder	Incentive (%)
<p>In case an existing Policyholder having a policy with the Corporation which has matured within one year before the registration of proposal under this product and purchases this plan on his/her life and/or on the life of any of the family members*; OR If this plan is purchased by Nominee/Beneficiary of the deceased Policyholder of the Corporation where date of death is within one year before the registration of proposal under this product; OR If this plan is purchased by an existing Policyholder having an in-force policy with the Corporation. (* Family members means Grandparent, Parent, Spouse, Children or Grandchildren)</p>	0.15%

(b) Incentive for Direct Sale:

For policies sold directly without any involvement of Agent/Corporate Agent/Broker/Insurance Marketing Firm/POSP-LI/CPSC-SPV, incentive by way of increase in the Tabular Annuity Rate shall be available as mentioned below:

Sl.	Category of Policyholder	Incentive
a.	Online Sale	2.50%
b.	National Pension Scheme (NPS) Subscribers	3.00%

Note:

- Customer can opt for only one of the incentives mentioned above i.e. either Online Sale or NPS Subscribers
- Incentive for existing Policyholders and Nominee/ Beneficiary of deceased policyholder (as specified in Para 7 (a) shall also be available for Online Sale only. It shall not be available for NPS Subscribers.

(c) Incentive for higher Purchase Price:

Incentive for higher Purchase Price by way of increase in the annuity rate is provided under the plan.

Scale of absolute amount of incentive under high Purchase Price policies as an addition to the annuity rates per annum per Rupees one thousand Purchase Price is as below:

For Rs. 1000/- Purchase Price (in Rs.)		
Purchase Price (Rs.)	Annuity Options	
	C1, C2, H1, H2, I1 & I2	A,B1,B2,B3,B4,D, E1,E2,E3,E4,E5,F, G1,G2 & J
Less than 5,00,000	Nil	Nil
5,00,000 to 9,99,999	1.40	2.30
10,00,000 to 24,99,999	1.80	3.10
25,00,000 to 99,99,999	2.10	3.60
1,00,00,000 & above	2.30	3.80

8. Options:

(a) Options available for payment of Death Benefit:

Under the annuity options where the benefit is payable on death i.e. Annuity Options-D, E1, E2, E3, E4, E5, F and J, the Annuitant(s) will have to choose one of the following options for the payment of the death benefit, if any, to the nominee(s). The death claim amount shall then be paid to the nominee(s) as per the option exercised by the Annuitant(s) and no alteration whatsoever shall be allowed to be made by the nominee(s).

- **Lumpsum Death Benefit:** Under this option the death benefit, if any, shall be payable to the nominee(s) in lumpsum.

•**Annuitisation of Death Benefit:** Under this option the benefit amount payable on death, if any, shall be utilized for purchasing an Immediate Annuity from the Corporation for nominee(s). The annuity amount payable to the nominee(s) on the admission of death claim shall be based on the age of nominee(s) and immediate annuity rates prevailing as on the date of death of Annuitant (last survivor in case of Joint Life Annuity). This option can be opted for full or part of the benefit amount payable on death. However, the annuity payments for each nominee(s) shall be subject to the eligibility conditions of the annuity plan available at that time and then prevailing Regulatory provisions on the minimum limits for annuities.

•**In Installment:** Under this option the benefit amount payable on death, if any, can be received in installments over the chosen period of 5 or 10 or 15 years instead of lumpsum amount. This option can be exercised for full or part of the Death Benefit payable under the policy. The amount opted by the Annuitant(s) (i.e. net claim amount) can be either in absolute value or as a percentage of the total claim proceeds payable.

The installments shall be paid in advance at yearly or half-yearly or quarterly or monthly intervals, as opted for, subject to minimum installment amount for different modes of payments being as under:

Mode of Installment payment	Minimum installment amount
Monthly	Rs. 5,000/-
Quarterly	Rs. 15,000/-
Half-Yearly	Rs. 25,000/-
Yearly	Rs. 50,000/-

If the Net Claim Amount is less than the required amount to provide the minimum installment amount as per the option exercised by the Annuitant(s), the claim proceed shall be paid in lumpsum only.

For all the installment payment options commencing during the 12 months' period from 1st May to 30th April, the interest rate applicable for arriving at the instalment amount shall be **annual effective rate** not lower than the 10 year semi-annual G-Sec rate Minus 200 basis points; where, the 10 year semi-annual G-Sec rate shall be as at last trading day of previous financial year.

Accordingly, for the 12 months' period commencing from 1st May, 2024 to 30th April, 2025, the applicable interest rate for the calculation of installment amount shall be 5.07% p.a. effective.

(b) Liquidity Option:

This is an Option to receive a lump-sum amount in return of reduction in annuity payments and other benefits under a Policy. This Option shall be available under Annuity options - F and J only. The Option shall be exercised subject to the following:

- i) This Option can be exercised after completion of 5 years from Date of Commencement of policy.
- ii) This option will be allowed for a maximum of 3 times under the policy.
- iii) A policyholder shall receive the lumpsum amount corresponding to the portion he/she is willing to liquidate e.g. If x% is opted for liquidity option, x% of the Surrender value of policy (calculated without any liquidation) as applicable on the date of liquidation shall be payable at the time of exercise of liquidity option.
- iv) Total lumpsum benefits that can be availed under this Option cannot exceed 60% of Purchase Price.
- v) After the exercise of this Option, the annuity amount, death benefit and other benefits (if any) shall be revised with effect from the date of withdrawal i.e. If x% is opted for liquidity option, revised annuity amount, death benefit, surrender value and other benefit shall be reduced to $(100 - x)\%$ of the original amount payable under the policy without adjustment of any liquidation options. The same method will apply for any subsequent liquidation also.
- vi) Exercise of the option shall be allowed subject to revised annuity payments being at least equal to the minimum limits defined in IRDAI (Insurance Products) Regulations, 2024 as amended from time to time. If a policy is taken by a NPS subscriber or as QROPS, then liquidity option shall also be further subject to specific provisions of PFRDA or HMRC, as applicable.

(c) Advanced Annuity Option:

Under Annuity Option J, on first death (of either of the covered lives), the surviving Annuitant shall have an Option to withdraw discounted cash value of annuity

payable during the 'Advance Annuity Period' as a lump-sum subject to following;

- i) 'Advance Annuity Period' shall be a period of 5 years from the policy anniversary immediately following the date of exercise of option to receive annuity in advance in case of 1st death (of either of the covered lives).
- ii) This Option can be exercised within one year from the date of 1st death (of either of the covered lives).
- iii) The policyholder (survivor of the covered lives) shall have the option to receive in one lump-sum the discounted cash value of a maximum of 5 years annuities (or any proportion thereof from 1% to 100%) payable during the 'Advance Annuity Period', discounted upto the policy anniversary date immediately following the date of exercise of the option to receive annuity in advance.
- iv) The annuity payment during the policy year in which the Option is exercised shall continue to be payable as and when due.
- v) On exercise of this Option, the 'Advance Annuity Amount' shall be paid immediately in lump-sum and annuity payment for the 'Advance Annuity Period' shall continue for the balance amount of annuity payable (if any), on their due date. E.g. If a policyholder selects x% of original annuity amount to be received as advanced annuity option, then during the Advance Annuity Period an amount equal to (100-x)% of original annuity shall continue to be paid.
- vi) For the opted 'Advance Annuity Period' and proportion of annuities for advance payment, the 'Advance Annuity Amount' shall be calculated as under:

Advance Annuity Amount = Discounted value of Annuity Instalments payable during 'Advance Annuity Period' x Proportion of annuity for advance

- vii) For all Advance Annuity options commencing during the 12 months' period from 1st May to 30th April, the interest rate used to discount the annuity for advance shall be per annum compounding half-yearly rate not exceeding the 5 year semi-annual G-Sec yield p.a. Where, the 5 year semi-annual G-Sec yield shall be as at last trading day of previous financial year.

Accordingly, for the 12 months' period commencing from 1st May, 2024 to 30th April, 2025, the applicable interest rate for discounting the annuity for advance shall be 7.05% p.a. compounding half-yearly.

Any change in basis of determination of interest rate for discounting shall be subject to prior approval of Authority as per the extant norms.

viii) Once the 'Advanced Annuity Period' ends, the Annuity payment shall resume as per the Original terms and conditions.

ix) In case, the surviving annuitant surrenders or dies after receiving Advance Annuity amount, the surrender or death benefit shall be reduced by the following amount:

- If the surviving Annuitant surrenders or dies before the start of 'Advanced Annuity Period', the surrender or death benefit will be reduced by the full advanced annuity amount already paid.
- If the surviving Annuitant surrenders or dies during the 'Advanced Annuity Period', the surrender or death benefit will be reduced by the outstanding advanced annuity amount which shall be equal to:

$$[\text{Advanced Annuity amount} \times (n-t)/n]$$

Where,

n = 'Advanced Annuity Period' in months

t = Period elapsed in months from the start of Advance Annuity Period to the date of surrender or death of the surviving Annuitant

x) This option can be exercised only if no loan is outstanding under the policy. No new loan can be availed during Advance Annuity Period wherein this option is exercised.

(d) Annuity Accumulation Option:

This option allows Annuitant(s) to defer and accumulate their annuity payments falling due during a block of 5 consecutive years. This option is available under all annuity options under the plan and is subject to the following:

- i) The Annuity Accumulation Option can be exercised by the Annuitant / Primary Annuitant at the proposal

stage or at any time after the policy is issued. Under Joint Life annuity options, the Secondary Annuitant can exercise this option in case of death of the Primary Annuitant.

- ii) Once Annuity Accumulation Option is exercised, block of 5 consecutive years shall start from:
 - The Date of First annuity payable, if this option is exercised at proposal stage.
 - The Policy Anniversary immediately following the date of exercising this option, if the option is exercised after the date of issuance of policy, provided the request for exercising this option has been received 90 days prior to the next Policy Anniversary.
- iii) Once Annuity Accumulation Option is exercised, each annuity payment due within this block of 5 consecutive years shall be deferred by 5 years. Each deferred annuity payment shall be accumulated at the applicable accumulation rate for 5 years from its due date.
- iv) The Accumulated Value of each such deferred annuity payment shall be payable to the Annuitant(s) at the end of 5th year from its respective due date.
- v) The applicable accumulation rate for the annuity payments being deferred and falling due within 12 months period commencing from 1st May to 30th April shall be the 5-year annualized G-Sec yield minus 50 basis points where the 5 year annualized G-Sec yield shall be as last trading day of previous financial year.

Accordingly, the applicable accumulation rate for the annuity payments being deferred and falling due within 12 months period commencing from 1st May 2024 to 30th April 2025 shall be 6.67% p.a.

- vi) Any change in basis of determination of accumulation rate shall be subject to prior approval of Authority as per the extant norms. Annuity Accumulation option can be exercised maximum up to three blocks of 5 consecutive years during the currency of the policy. Deferred and accumulated annuity payments from a previous block of this option cannot be deferred again.

- vii) This option can be exercised only if no loan is outstanding under the policy.
- viii) No new loan can be availed during the block of five consecutive years wherein this option is exercised. Also, alteration in mode of annuity payment shall not be allowed during this period.
- ix) In case of the Annuitant's death under Single Life annuity options or the last survivor under Joint Life annuity options, the Accumulated Value (if any) of deferred annuity payments (for completed months) up to the date of death shall be payable in lumpsum to the nominee/beneficiary.
- x) On surrender of the policy, the surrender value, if any, shall also include the accumulated value of deferred annuity payments, recalculated at revised accumulation rate from the respective due date of annuity payment till the date of surrender of policy for completed months.
- xi) The Annuitant(s) can cancel the Annuity Accumulation Option at any time after it is exercised. Upon cancellation, the accumulated value of deferred annuity payments shall be recalculated at revised accumulation rate from the respective due date of annuity payment till the date of cancellation of Annuity Accumulation Option for completed months and shall be paid in lumpsum. All annuities falling due after the date of cancellation shall be paid on their respective due dates.
- xii) In such cases of surrender of policy or cancellation of option, the applicable rate for recalculation of accumulated values shall be applicable accumulation rate on the respective due date calculated as mentioned above (Point (v)) less 100 basis points.

Accordingly, in case of surrender of policy or cancellation of option, annuity payments due and deferred during 12 months period from 1st May 2024 to 30th April 2025, the applicable rate for recalculation of accumulated values shall be 5.67% p.a

(e) Option to take Annuity by NPS subscriber:

The annuity options as allowed as per PFRDA Regulations shall be available to NPS subscribers.

If a Government Sector NPS subscriber purchases this plan as a Default Option, then Annuity Option J shall be available to the subscriber whose spouse is surviving on the date of purchase. Annuity Option F shall be available to the subscriber in the absence of his or her spouse. Thereafter on the death of subscriber and his or her spouse, the purchase price shall be used to purchase Annuity Option F or J on the life of living dependant mother/father and shall be subject to the eligibility conditions of the annuity plan available at that time.

Subject to the specific Plan features, all other terms and condition including the Default Option applicable shall be as per the Rules, Regulations, Guidelines, and Circulars etc. issued by Pension Fund Regulatory and Development Authority (PFRDA) from time to time in this regard.

(f) Option to take the plan for the benefit of dependant person with disability (Divyangjan):

If the Proposer has a dependant person with disability (Divyangjan), the plan can be purchased for the benefit of Divyangjan as Nominee/Annuitant, in following ways:

- a) The Proposer can purchase Single Life Immediate Annuity with Return of Purchase Price (Annuity Option F) on own life. In case of death of the Annuitant (Proposer), the Death Benefit shall compulsorily be utilized to purchase Immediate Annuity on the life of the Divyangjan who would be the nominee.
- b) The Proposer can purchase Joint Life Annuity Options G2 or J with Divyangjan as Secondary Annuitant.

For deciding the eligible disability of dependant person with disability (Divyangjan) as Nominee/Secondary Annuitant, as applicable, reference is to be made to meaning of “person with benchmark disability” as assigned to it in Section 2(r) of “The Rights of Persons with Disabilities Act, 2016” as amended from time to time or any other applicable Act in this regard.

(g) Plan purchased as Qualifying Recognized Overseas Pension Scheme (QROPS):

If this policy is purchased as Qualifying Recognized Overseas Pension Scheme (QROPS), through transfer of UK tax relieved assets the following terms and conditions prescribed by HMRC (His Majesty’s Revenue & Customs) shall apply:

- i. Minimum age shall be 55 years of age.
- ii. The proceeds from cancellation in the free-look period shall only be transferred back to the fund house from where the money was received.
- iii. Overseas transfer charge - In the event of applicable tax charge arising as a result of an overseas transfer (His Majesty's Revenue & Customs (HMRC) - policy paper – The overseas transfer charge – guidance, published 8th March 2017) for which the Scheme Manager i.e. Life Insurance Corporation of India may become liable, Corporation shall deduct an amount only to the extent of the applicable tax charge from the Fund transferred and remit the same to HMRC.
- iv. Other terms and conditions of HMRC shall also apply as applicable from time to time.

9. Plan purchased through Point of Sales Persons-Life Insurance (POSP-LI) and Common Public Service Centers (CPSC-SPV):

This plan can be purchased through Point of Sales Persons-Life Insurance (POSP-LI) and CPSC-SPV. The annuity options allowed, eligibility conditions and other terms and conditions shall be as per the Guidelines, Circulars and Regulations etc. issued by the IRDAI applicable to POS Plans and POSP-LI/CPSC-SPV.

Currently, the Plan Features/Parameters/Eligibility conditions are as follows:

Type of Immediate Annuity Option allowed	Only Option F and J
Minimum Age at Entry	40 years (completed)
Maximum Age at Entry	70 years (completed)

10. Surrender Value:

The policy can be surrendered at any time during the policy term subject to realization of the premium cheque under the Annuity Options – D, E1, E2, E3, E4, E5, F and J only.

If the chosen annuity option is other than specified above, surrender of policy shall not be allowed.

The Surrender Value shall be calculated as under:

Annuity Option D:

Surrender Value shall be equal to Balance of the Purchase Price (i.e Purchase Price Less Sum of all annuity payments made till the date of surrender) multiplied by SV Factor.

In case the sum of all annuity payments made till the date of surrender, exceeds the Purchase Price, no benefit shall be payable on surrender of the policy.

Annuity Options E1, E2, E3, E4 and E5:

Surrender Value shall be equal to (Purchase Price Less Sum of Early Return of Purchase Price already paid till the date of surrender, if any) multiplied by SV Factor.

In case the sum of Early Return of Purchase Price already paid till the date of surrender, exceeds the Purchase Price, no benefit shall be payable on surrender of the policy.

Annuity Options F and J:

Surrender Value shall be equal to Purchase Price multiplied by SV Factor.

The SV Factors shall depend on the policy year in which the policy is surrendered and shall be as given below:

Policy Year	SV Factor	Policy Year	SV Factor
1	80.00%	12	85.50%
2	80.50%	13	86.00%
3	81.00%	14	86.50%
4	81.50%	15	87.00%
5	82.00%	16	87.50%
6	82.50%	17	88.00%
7	83.00%	18	88.50%
8	83.50%	19	89.00%
9	84.00%	20	89.50%
10	84.50%	21 and above	90.00%
11	85.00%		

However, if policy is surrendered after completion of 35 policy years or after completion of 100 years of age the applicable SV Factor shall be equal to 92.50%.

On the payment of the surrender value, the policy terminates and all other benefits shall cease.

The Surrender Value is reviewable and shall be determined by the Corporation from time to time.

If a policy is taken by a NPS subscriber or as QROPS, then the surrender of policy shall also be further subject to specific provisions of PFRDA or HMRC, as applicable.

Note: The insurance policy being a long term contract should be taken from the long term perspective of continuing the policy. While there is provision for surrender under various annuity options mentioned above, it may be noted that there can be significant loss on surrender of a policy and hence, it is advisable to continue the policy.

11. Loan:

Loan facility shall be available at any time after three months from the completion of policy (i.e. 3 months from the date of issuance of policy) or after expiry of the free-look period, whichever is later, subject to terms and conditions as the Corporation may specify from time to time.

Loan shall be available under the Annuity Options – E1, E2, E3, E4, E5, F and J only.

Under joint life annuity option, the loan can be availed by the Primary Annuitant and in case of death of Primary Annuitant the same can be availed by the Secondary Annuitant.

The maximum amount of loan that can be granted under the policy shall be such that the effective annual interest amount payable on loan does not exceed 50% of the annual annuity amount and shall be subject to maximum of 80% of Surrender Value.

Loan interest will be recovered from annuity amount payable under the policy. The Loan interest will accrue as per the frequency of annuity payment under the policy and it will be due on the due date of annuity. The loan outstanding shall be recovered from the claim proceeds at the time of exit or from the Early Return of Purchase Price, if any, under the policy.

The loan interest rate for all the loans commencing during the 12 months' period from 1st May to 30th April, shall be annual effective rate not exceeding 10 year G-Sec

rate p.a. compounding half-yearly plus 300 basis points. The 10 year G-Sec rate shall be as at last trading date of previous financial year. The calculated interest rate shall be applicable for full term of Loan.

For the loan sanctioned during the 12 months' period commencing from 1st May, 2024 to 30th April, 2025, the applicable interest rate is 9.50% p.a. compounding half-yearly for entire term of the loan.

The basis for determination of interest rate for policy loan is subject to change.

If a policy is taken by a NPS subscriber or as QROPS, then the policy loan shall also be further subject to specific provisions of PFRDA or HMRC, as applicable.

12. Sample Annuity Amounts:

Purchase Price	Rs. 10 lakhs (excluding applicable taxes)
Mode of Annuity payment	Yearly
Age of Annuitant /Primary Annuitant	60 years (completed)
Age of Secondary Annuitant (applicable for Joint Life Annuity Options only)	55 years (completed)
Distribution Channel	Agents/ intermediary
New Customer/ Existing Customer	New Customer

Annuity Options		Yearly Annuity Amount (Rs.)
Option-A	Life annuity	85,000
Option-B1	Annuity Certain for 5 years and life thereafter	84,500
Option-B2	Annuity Certain for 10 years and life thereafter	83,200
Option-B3	Annuity Certain for 15 years and life thereafter	81,400
Option-B4	Annuity Certain for 20 years and life thereafter	79,200
Option-C1	Life Annuity increasing at a simple rate of 3% p.a.	66,200
Option-C2	Life Annuity increasing at a simple rate of 6% p.a.	54,800

Option-D	Life annuity with Return of Balance Purchase Price	81,700
Option-E1	Life annuity with 50% Return of Purchase Price after attaining age 75 years	57,900
Option-E2	Life annuity with 100% Return of Purchase Price after attaining age 75 years	51,000
Option-E3	Life annuity with 50% Return of Purchase Price after attaining age 80 years	61,400
Option-E4	Life annuity with 100% Return of Purchase Price after attaining age 80 years	57,900
Option-E5	Life annuity with 5% Return of Purchase Price each year after attaining age 76 years to 95 years	60,900
Option-F	Life annuity with Return of Purchase Price	64,900
Option-G1	Joint Life annuity with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant	78,900
Option-G2	Joint Life annuity with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant	74,000
Option-H1	Joint Life annuity increasing at a simple rate of 3% p.a. with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant	60,200
Option-H2	Joint Life annuity increasing at a simple rate of 6% p.a. with a provision of 50% of annuity to Secondary Annuitant on death of the Primary Annuitant	49,400
Option-I1	Joint Life annuity increasing at a simple rate of 3% p.a. with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant	55,600

Option-I2	Joint Life annuity increasing at a simple rate of 6% p.a. with a provision of 100% of annuity to Secondary Annuitant on death of the Primary Annuitant	45,100
Option-J	Joint Life annuity with a provision of 100% of the annuity payable as long as one of the Annuitant survives and Return of Purchase Price on death of Last Survivor	64,300

For death benefit under above Annuity Options, please refer to Para 4 above.

13. Alterations:

The mode of annuity payment must be selected at the time the policy is purchased. However, the policyholder is permitted to change the mode of annuity payment subject to the following conditions:

- i. Any change in mode shall be effective from the policy anniversary immediately following the request, provided the Corporation receives such request at least 90 days prior to that policy anniversary.
- ii. Policyholder is allowed to change mode of annuity payment from lower Frequency to higher Frequency (For example, Yearly to Monthly) only two times under a policy. However, there are no restrictions on number of times for change in mode of annuity payment from higher Frequency to lower Frequency (For example, Monthly to Quarterly).

14. Forfeiture in Certain Events:

In case it is found that any untrue or incorrect statement is contained in the proposal, personal statement, declaration and connected documents or any material information is withheld, then and in every such case the policy shall be void and all claims to any benefit by virtue thereof shall be subject to the provisions of Section 45 of the Insurance Act, 1938 as amended from time to time.

15. Termination of Policy:

The policy shall immediately and automatically terminate on the earliest occurrence of any of the following events:

- (a) The date on which lump sum death benefit/final instalment of death benefit is paid; or
- (b) The date of death, if no death benefit is payable; or
- (c) The date on which surrender benefits are settled under the policy; or
- (d) On payment of free look cancellation amount; or
- (e) In the event of forfeiture as specified in Para 14.

16. Tax:

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 as applicable from time to time.

The amount of any applicable taxes, as per the prevailing rates, shall be payable by the policyholder on Purchase Price, which shall be collected separately in addition to the Purchase Price payable by the policyholder. The amount of Tax paid shall not be considered for the calculation of benefits payable under the plan.

Regarding, Income tax benefits/implications on premium(s) paid and benefits payable under this plan, please consult your tax advisor for details.

17. Free Look Period:

If the Policyholder is not satisfied with the “Terms and Conditions” of the policy, the policy may be returned to the Corporation within 30 days from the date of receipt of the electronic or physical mode policy bond, whichever is earlier, stating the reasons for objections. On receipt of the same the Corporation shall cancel the policy and return the Purchase Price paid after deducting the charges for stamp duty and annuity paid, if any.

The condition of Free Look Period shall only be applicable in case of new purchase of Immediate Annuity plan. Free Look cancellation shall not be applicable, where the purchase is from the proceeds of Deferred Pension products or Group Superannuation Schemes of the Corporation where annuitization is compulsory.

Wherever the purchase is from the existing fund, treatment of such policies in case of Free Look cancellation shall be as below:

- a) If this policy is purchased out of proceeds of a deferred pension plan of any Life Insurance Company, the proceeds from cancellation will be transferred back to that Life Insurance Company.
- b) If this policy has been purchased as QROPS, the proceeds from cancellation shall only be transferred back to the fund house from where the money was received.
- c) If this policy has been purchased by NPS subscriber, the proceeds from cancellation shall only be transferred back to the NPS fund from where the money was originally received.

If a policy is taken by a NPS subscriber or as QROPS, then Free Look Period shall also be further subject to specific provisions of PFRDA or HMRC, as applicable.

18. Grievance Redressal Mechanism:

Of the Corporation:

The Corporation has Grievance Redressal Officers (GROs) at Branch/ Divisional/ Zonal/ Central Office to redress grievances of customers. The customers can visit our website (<https://licindia.in/web/guest/grievances>) for names and contact details of the GROs and other information related to grievances.

For ensuring quick redressal of customer grievances the Corporation has introduced Customer friendly Integrated Complaint Management System through our Customer

Portal (website) <http://www.licindia.in>, where a registered policy holder can directly register complaint/grievance and track its status. Customers can also contact at e-mail id - co_complaints@licindia.com for redressal of any grievances.

Claimants not satisfied with the decision of death claim repudiation have the option of referring their cases for review to Zonal Office Claims Dispute Redressal Committee or Central Office Claims Dispute Redressal Committee. A retired High Court/ District Court Judge is member of each of the Claims Dispute Redressal Committees.

Of IRDAI:

In case the customer is not satisfied with the response or do not receive the response from us within 15 days, then the customer may approach the Policyholder's Protection and Grievance Redressal Department through any of the following modes:

- i) Calling Toll Free Number 155255/18004254732(i.e. IRDAI Grievance Call Centre-(BIMA BHAROSA SHIKAYAT NIVARAN KENDRA))
- ii) Sending an email to complaints@irdai.gov.in
- iii) Register the complaint online at <https://bimabharosa.irdai.gov.in/>
- iv) Address for sending the complaint through courier/letter:

General Manager, Policyholders Protection and Grievance Redressal Department, Insurance Regulatory and Development Authority of India, Survey No. 115/1, Financial District, Nanakramguda, Gachibowli, Hyderabad-500032, Telangana.

Of Ombudsman:

For redressal of Claims related grievances, claimants can also approach Insurance Ombudsman who provides for low cost and speedy arbitration to customers.

SECTION 45 OF THE INSURANCE ACT, 1938

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

- (1) No policy of life insurance shall be called in question on any ground whatsoever after the expiry of three years from the date of the policy, i.e. from the date of issuance of the policy or the date of commencement of risk or the date of revival of the policy or the date of the rider to the policy, whichever is later.
- (2) A policy of life insurance may be called in question at any time within three years from the date of issuance of the policy or the date of commencement of risk or the date of revival of the policy or the date of the rider to the policy, whichever is later on the ground of fraud:

Provided that the insurer shall have to communicate in writing to the insured or the legal representatives or nominees or assignees of the insured the grounds and materials on which such decision is based.

Explanation I- For the purposes of this sub-section, the expression "fraud" means any of the following acts committed by the 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 specially declares to be fraudulent.

Explanation II- Mere silence as to facts likely to affect the assessment of the risk by the insurer is not fraud, unless the circumstances of the case are such that

regard being had to them, it is the duty of the insured or his agent, keeping silence to speak, or unless his silence is, in itself, equivalent to speak.

- (3) Notwithstanding anything contained in subsection (2), no insurer shall repudiate a life insurance policy on the ground of fraud if the insured can prove that the misstatement of or suppression of a material fact was true to the best of his knowledge and belief or that there was no deliberate intention to suppress the fact or that such misstatement of or suppression of a material fact are within the knowledge of the insurer:

Provided that in case of fraud, the onus of disproving lies upon the beneficiaries, in case the policyholder is not alive.

Explanation – A person who solicits and negotiates a contract of insurance shall be deemed for the purpose of the formation of the contract, to be the agent of the insurer.

- (4) A policy of life insurance may be called in question at any time within three years from the date of issuance of the policy or the date of commencement of risk or the date of revival of the policy or the date of the rider to the policy, whichever is later, on the ground that any statement of or suppression of a fact material to the expectancy of the life of the insured was incorrectly made in the proposal or other document on the basis of which the policy was issued or revived or rider issued:

Provided that the insurer shall have to communicate in writing to the insured or the legal representatives or nominees or assignees of the insured the grounds and materials on which such decision to repudiate the policy of life insurance is based:

Provided further that in case of repudiation of the policy on the ground of misstatement or suppression of a material fact, and not on the ground of fraud the premiums collected on the policy till the date of repudiation shall

be paid to the insured or the legal representatives or nominees or assignees of the insured within a period of ninety days from the date of such repudiation.

Explanation - For the purposes of this sub-section, the misstatement of or suppression of fact shall not be considered material unless it has a direct bearing on the risk undertaken by the insurer, the onus is on the insurer to show that had the insurer been aware of the said fact no life insurance policy would have been issued to the insured.

- (5) 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.

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.

Various Sections of the Insurance Act, 1938, applicable to LIC to apply as amended from time to time.

This product brochure gives only salient features of the plan. 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 or its officials do not involve in any activities of insurance business like selling insurance policies, announcing bonus or investment of premiums, refund of amounts. Policyholders or the prospects receiving such phone calls are requested to lodge a police complaint.

LIFE INSURANCE CORPORATION OF INDIA

“Life Insurance Corporation of India” was established on 1st September, 1956 under Life Insurance Corporation Act, 1956, with the objective of spreading life insurance more widely, in particular to the rural areas with a view to reaching all insurable persons in the country and providing them adequate financial cover against insured events. LIC continues to be the important life insurer even in the liberalized scenario of Indian insurance and is moving fast on a new growth trajectory surpassing its own past records. In its existence of over six decades, LIC has grown from strength to strength in various areas of operation.



Registered Office:

Life Insurance Corporation of India

Central Office,

Yogakshema, Jeevan Bima Marg, Mumbai – 400021.

Website: www.licindia.in

Registration Number: 512