Kotak

PERMANENT DISABILITY BENEFIT RIDER

kotak life

KOTAK PERMANENT DISABILITY BENEFIT RIDER

Kotak Permanent Disability Benefit Rider is aimed at providing support to you and your family in case of unforeseen situations arising out of Total and Permanent disability due to accident. By opting for Kotak Permanent Disability Benefit Rider (hereafter referred as Rider) to the base plan, you can enhance the existing protection available under base plan at affordable rates.

Key Features

- Flexibility to pay premiums as per convenience - Single, Limited and Regular Pay options
- Comprehensive protection till the end of policy term of the base plan
- 120% of the Rider Sum Assured paid over a period of 5 years
- Option to select Rider either at inception or at any policy anniversary

Benefits

On Total and Permanent Disability[1] due to an accident: 120% of Rider Sum Assured is paid out over a period of 5 years.

Accident is defined as "a sudden, unforeseen and involuntary event caused by external, visible and violent means".

Rider Sum Assured will be paid in five annual instalments of 12% of the Rider Sum Assured, followed by a final payment at the end of the fifth year of 60% of the Rider Sum Assured. The first instalment of 12% of the Rider Sum Assured will be paid on claim settlement and the remaining instalments will be paid in intervals of one year.

There is no Death Benefit payable under this Rider. However, in case of death of the Life Insured during the benefit payment phase, the discounted value (at 4% rate of interest) of outstanding benefit, if any, will be paid as a lump sum and the rider benefits will terminate.

At Maturity: There is no maturity benefit payable under this Rider.

Eligibility

Particulars		Minimum	Maximum
Entry age^		18 years	60 years or maximum entry age of base plan whichever is lower.
Maturity Age^		23 years	70 years or maximum maturity age of the base plan whichever is lower.
Rider Sum Assured		₹ 50,000	₹ 50 Lakhs (combining all policies of the Life Insured under Permanent Disability arising due to accident with the Company). Maximum sum assured at any point should not exceed sum assured under the base policy.
Premium[$]		Based on Rider Sum Assured, Premium Payment Term and Benefit Term of the Rider.	
Premium payment options		Regular, Limited and Single pay The premium payment option and mode of the rider shall be same as Premium Payment Option and mode of the base policy respectively	
Rider Benefit term	Regular and Single pay	5 years	Max: 40 years *Subject to Lower of (Outstanding Term of base policy or (Max Maturity Age less Age at entry for the rider))*
	Limited pay	6 years	
Rider premium payment term (PPT)*	Regular pay	Equal to rider benefit term	
	Limited pay	5 years	Max: 39 years *(Subject to PPT of Rider being lesser than Benefit Term of Rider)*
	Single pay	Single	

Eligibility

Particulars	Minimum	Maximum
Premium payment mode	Regular/Limited pay - Yearly, Half-yearly, quarterly & monthly Single pay - Single	
Modal factors	The following modal loadings will be used to calculate the installment Premium in case of Regular and Limited Premium Payment Options: **Frequency** — **Modal Factor** Yearly — 100% of tabulated rates Half-yearly — 51% of yearly premium Quarterly — 26% of yearly premium Monthly — 8.8% of yearly premium Mode of the rider premium will be same as that of the base policy.	

^Age as on Last Birthday.
$Total Rider Premiums including premium of other riders except Health Riders under the base policy, if any, shall in no case exceed 30% of the premium of the base policy.
*The Rider Premium Payment Term shall not exceed outstanding Premium Payment Term of the base policy.

Tax Benefit

Tax benefits are subject to conditions specified under section 10(10D) and section 80C of the Income-tax Act, 1961. Tax laws are subject to amendments from time to time. Customer is advised to take an independent view from tax consultant.

Terms and conditions

1. **The Total and Permanent Disability benefit will be subject to following conditions.**
   a. An accident is a sudden, unforeseen and involuntary event caused by external, visible and violent means.
   b. This benefit is in full force on the day of the accident.
   c. The life insured has sustained any bodily injury directly and solely from the accident, which has been caused by outward, violent and visible means.
   d. The life insured becomes totally and permanently disabled due to accident and such injury as stated above is solely, directly and independently of all other causes of becoming disabled,
   e. The disability is such that the life insured is totally and permanently:
      - unable to earn an income from the date of the accident, from any work, occupation or profession, or
      - unable to use both hands at or above the wrist, or
      - unable to use both feet at or above the ankle, or
      - unable to use one hand at or above the wrist and one foot at or above the ankle, or
      - blind in both eyes

   f. The life insured survives for at least 120 days from the date of the accident.
   g. The life insured is willing to be examined by a Medical Examiner nominated by the Company.

2. **Exclusions**
   The Company shall not be liable to pay the Total and Permanent Disability benefit if Disability takes place in the following circumstance:
   - Self inflicted injuries, attempted suicide, insanity, immorality, committing any breach of law or being influence of drugs, liquor etc.
   - When the life insured is engaged in aviation or aeronautics other than as a passenger on a licensed commercial aircraft operating on a scheduled route.
   - Due to injuries from war (whether declared or not), terrorism, invasion, hunting, mountaineering, motor racing of any kind, other dangerous hobbies or activities, or being on duty in military, para-military, security or police organization.
   - Nuclear Contamination; the radio-active, explosive or hazardous nature of nuclear fuel materials or property contaminated by nuclear fuel materials or accident arising from such nature.

3. **General Exclusions**
   In case of life insured committing suicide anytime during the Benefit Term of the rider, no benefit shall be payable.

4. **Grace Period**
   There is grace period of 30 days for all premium payment modes except monthly. In case of monthly mode, the grace period is of 15 days. Grace Period is not applicable for Single Premium

policies. Rider premium has to be paid along with the premium under the base plan. Hence, grace period of the base plan shall apply on payment of rider premium as well.

5. **Lapse**
   - **Limited Premium paying Riders:**
     - For PPT less than 10 years: If premiums are discontinued anytime during the first two years, the rider benefit shall lapse at the end of the Grace Period. No benefit shall be payable under such circumstances.
     - For PPT greater than or equal to 10 years: If premiums are discontinued anytime during the first three years, the rider benefit shall lapse at the end of the Grace Period. No benefit shall be payable under such circumstances.
   - **Single Premium Paying Rider** benefit will not lapse.
   - **Regular Premium Paying Rider** will lapse if the due premium is not received till the end of the Grace Period.

   Further, if the Base Policy lapses, the Rider Benefits will automatically lapse.

6. **Revival**

   Rider cannot be revived independently and can only be revived within 5 years from the due date of first unpaid premium along with the revival of the base policy. Revival will be based on Board Approved Underwriting Principles (BAUP). On payment of due premiums the rider will automatically be renewed with base policy.

7. **Loan**

   No loan facility is available under the Rider.

8. **Surrender**

   In case you wish to surrender the Rider, the surrender value availability and formula shall be as follows:

Premium payment	Surrender benefit	Surrender value
Regular pay	Not available	Not available
Limited pay	PPT less than 10 years, Surrender Value will be acquired after the payment of 2 full years' rider premiums. • PPT greater than or equal to 10 years Surrender Value will be acquired after the payment of 3 full years' rider premiums and completion	75% x Total rider premiums paid [excluding first year rider premium] x ((rider benefit term - rider premium payment term) / rider benefit term) x (Balance rider benefit term to run / rider benefit term)
Single pay	Surrender Value will be acquired immediately after the receipt of Single premium.	75% x Total rider premium paid x ((rider benefit term - 1) / rider benefit term) x (Balance rider benefit term

9. Reduced paid-up

Reduced paid-up shall be available only in case of Limited Premium Payment Rider if any of the Rider Premiums are unpaid, provided the Rider has acquired Surrender Value. Rider will be made Reduced Paid-Up only if the Base policy is converted to Reduced Pay, subject to the terms and conditions of the Base policy. Rider Benefit will be as per Reduced paid-up Rider Sum Assured.

Reduced Paid-Up Rider Sum Assured = (Total rider premiums paid / Total rider premiums payable) X Rider Sum Assured

Single Premium Payment Rider will be treated as fully paid-up.

Regular Premium Payment Rider shall not be converted to Reduced paid-up and shall lapse if any of the Premiums are unpaid within grace period.

10. Alteration

Rider can be attached to the base plan at inception or at any policy anniversary of the base plan as per Board Approved Underwriting Principles and the Rider Terms and Conditions. Rider will automatically get surrendered if the base plan is surrendered and Surrender Value, if any shall be payable. Increase/Decrease in Rider Sum Assured is not allowed. Rider can also be detached anytime during the Rider Benefit Term.

However, if the rider is opted earlier and then detached during the Rider Benefit Term, the policyholder will not be able to opt for the Rider again under the same base policy. On detachment of the rider, Surrender Value, if any, will be paid and the Rider Benefit will terminate.

11. Available under products

Kotak Permanent Disability Benefit Rider shall be available under non-unit linked plans as specified in the corresponding product brochures and available to be distributed through Individual Agents, Corporate Agents, Brokers, Web Aggregators, Telesales and Direct Marketing. This rider is not available for sale through Online Insurance Channel

12. Nomination

Nomination will be allowed as per the provisions of Section 39 of the Insurance Act, 1938 as amended from time to time. The Nomination as per the base policy will be applicable for the Rider.

13. Assignment

Assignment will be allowed as per the provisions of Section 38 of the Insurance Act, 1938 as amended from time to time. The Assignment as per the base policy will be applicable for the Rider.

14. Free Look Period

The policyholder is offered 15 days free look period for a policy sold through all channels (except

for Distance Marketing* Channel which will have 30 Days) from the date of receipt of the Rider policy wherein the policyholder may choose to return the rider policy, stating the reasons thereof within 15 days / 30 days of receipt if s/he is not agreeable with any of the terms and conditions of the Rider. The cancellation request should be submitted to the nearest Kotak Life Insurance Branch or sent directly to the Company. Should s/he choose to return the Rider policy, s/he shall be entitled to a refund of the rider premium paid after deducting the proportionate Rider risk Premium, medical expenses and stamp duty. Rider Benefits once cancelled shall not be revived, reinstated or restored at any point of time and a new proposal will have to be made for a new Policy.

If the Policy has been opted through Insurance Repository (IR), the consideration of the free look period of 15 / 30 days (as per the applicable channel as mentioned above) shall be from the date of email sent by the IR.

In addition to the above, Free Look Provision as per the base Policy is also applicable on the Rider contract. The Rider Policy stands cancelled when the Free Look Provision of the base Policy is exercised.

*Distance Marketing includes every activity of solicitation (including lead generation) and sale of insurance products through the following modes: (i) Voice mode, which includes telephone calling (ii) Short Messaging service (SMS) (iii) Electronic mode which includes email, internet and interactive television (DTH) (iv) Physical mode which includes direct postal mail and newspaper & magazine inserts and (v) Solicitation through any means of communication other than in person.

15. Goods and Services Tax and Cess

Goods and Services Tax and Cess, as applicable shall be levied on Rider premium as per the prevailing tax laws and/or any other laws. In case of any statutory levies, cess, duties etc., as may be levied by the Government of India from time to time, the Company reserves its right to recover such statutory charges from the policyholder(s) either by increasing the premium and / or by reducing the benefits payable under the rider. Goods and Services Tax and Cess, as applicable shall be levied over and above premium amount shown here as per applicable tax laws.

Section 41 of the Insurance Act, 1938 as amended from time to time:

No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take 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.

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.

About Us

Kotak Mahindra Life Insurance Company Ltd. is a 100% owned subsidiary of Kotak Mahindra Bank Ltd. (Kotak) which provides world-class insurance products with high customer empathy. Its product suite leverages the combined prowess of protection and long term savings. Kotak Life Insurance is one of the fastest growing insurance companies in India and has covered over several million lives.

For more information, please visit the company's website at https://insurance.kotak.com

Kotak Mahindra Group

Kotak Mahindra Group is one of India's leading banking and financial services organizations, offering a wide range of financial services that encompass every sphere of life. From commercial banking, to stock broking, mutual funds, life insurance and investment banking, the Group caters to the diverse financial needs of individuals and the corporate sector.

For more information, please visit the company's website at www.kotak.com

BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS/ FRAUDULENT OFFERS

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

TOLL FREE 1800 209 8800

SMS KLIFE to 5676788

clientservicedesk@kotak.com

https://insurance.kotak.com

kotak life

Koi hai... hamesha

Kotak Permanent Disability Benefit Rider: UIN: 107B002V03, Form No: B002. Ref. No.: KLI/19-20/E-EB/283.

This is a non-unit linked permanent disability benefit rider. The sales brochure gives only the salient features of the plan. Please refer the Policy Document for specific details on all terms and conditions.

Kotak Mahindra Life Insurance Company Ltd. Regn. No.: 107, CIN: U66030MH2000PLC128503, Regd. Office: 2nd Floor, Plot# C-12, G-Block, BKC, Bandra (E), Mumbai - 400 051. Website: https://insurance.kotak.com Email: clientservicedesk@kotak.com. Toll Free No. - 1800 209 8800.

Trade Logo displayed above belongs to Kotak Mahindra Bank Limited and is used by Kotak Mahindra Life Insurance Company Ltd. under license.