LIC's NEW TERM ASSURANCE RIDER (UIN: 512B210V02)

(A Individual, Life, Non-linked, Term Assurance Rider)

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

1. Benefits

a) Death Benefit:

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

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

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

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

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

Where,

i. **Annualized Rider Premium** shall be the premium amount payable in a year under this Term Assurance Rider excluding the taxes, underwriting extra premiums and loadings for modal premiums.

ii. **Total Rider Premiums Paid** means total of all the premiums paid under this Term Assurance Rider, excluding any extra premium, and taxes, if collected explicitly.

iii. **Single Rider Premium** shall be the premium amount payable under this Term Assurance Rider, excluding the taxes, underwriting extra premiums.

b) Maturity Benefit:

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

2. Eligibility Conditions and Other Restrictions

a)	Minimum age at entry	: 18 years (completed)
b)	Maximum age at entry	: 60 years (nearer birthday)
c)	Maximum Cover ceasing age	: 75 years (nearer birthday)
d)	Minimum Rider Term	: 5 years under Single and Regular Premium 10 years under Limited Premium
e)	Maximum Rider Term	: 35 years
f)	Premium Payment	: Single, Regular and Limited
g)	Premium paying term (under Limited Premium)	: 5 to 34 years
h)	Minimum Term Assurance Rider Sum Assured	: Rs. 100,000/-
i)	Maximum Term Assurance Rider Sum Assured	: Rs. 25,00,000/-

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

3. Mode of Premium Payment

Same as the Base Policy to which the Rider is attached.

4. Sample Premium Rates

The sample illustrative annual premium for Term Assurance Rider Sum Assured of Rs. 1,00,000/- for standard lives are as under:

Annualized Regular Premium (in Rs.):

Age (yrs.)	Term of the Policy (years)		
	10	**20**	**30**
20	181	181	204
30	199	258	382
40	391	593	810
50	1009	1369	--

Annualized limited premium (in Rs.):

Age (yrs.)	Term of the Policy= 10 years		Term of the Policy= 20 years		Term of the Policy= 30 years	
	PPT=5	PPT=9	PPT=10	PPT=15	PPT=10	PPT=20
20	286	181	268	203	384	246
30	339	208	403	307	696	446
40	663	407	914	700	1475	956
50	1692	1048	2051	1592	--	--

Single Premium (in Rs.):

Age (yrs.)	Term of the Policy (years)		
	10	20	30
20	1176	1896	2726
30	1409	2852	4930
40	2750	6436	10383
50	6956	14139	--

The above premiums are exclusive of taxes

5. Rebate/Loading

i. Mode of premium payment:

If the mode rebate is applicable under a Base Plan, then the same mode rebate shall apply to Rider's premium. If modal loading is applicable under a Base Plan, then the same loading shall apply to the annualized Rider Premium.

ii. High Sum assured rebate:

Nil

iii. Online Rebate:

Same as the Base Plan.

6. Grace Period

Same as under Base Plan.

7. Paid-up Value

The rider shall not acquire any paid-up value and the Rider benefit ceases to apply, if Base policy is in lapsed/ paid-up condition..

8. Surrender Value

No surrender value will be available under this rider. However, on surrender of the Base Policy to which this rider is attached, provided all the due premiums in respect of this rider have been paid, additional rider premium charged in respect of cover after premium paying term shall be refunded. The amount to be refunded shall be

equal to Unexpired Risk Premium Value as mentioned below:

Regular premium policies:

Nothing shall be refunded.

Limited premium paying policies:

a) Refund shall only be payable if full premiums have been paid for atleast

- first two consecutive years in case of premium paying term less than 10 years
- first three consecutive years in case of premium paying term of 10 years or more

b) The amount to be refunded shall be 75% of a value calculated based on duration elapsed in completed years as on date of surrender as well as on the Sum Assured, Premium Paying Term and Term of the Rider.

Single Premium policies:

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

9. Revival

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

10. Forfeiture in Certain Events

Same as Base Policy.

11. Termination of Rider

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

i) The date on which the death benefit is admitted under this Rider.

ii) The date of expiry of the LIC's New Term Assurance Rider.

iii) The date on which the Base Policy to which the Rider is attached terminates or is converted into a paid up policy.

12. Taxes

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

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

13. Free Look period

If the policyholder is not satisfied with the "Terms and Conditions" of the Rider, the Rider Endorsement alongwith Base Policy document may be returned to the Corporation within 30 days from the date of receipt of the electronic or physical mode of policy document, whichever is earlier, stating the reason of objections. On receipt of the same, the Corporation shall cancel the Rider and return the amount of premium deposited for this rider after deducting the proportionate risk premium (for this rider) for the period of cover, expenses incurred on medical examination (including special reports, if any) on account of rider inclusion and stamp duty charges.

14. Exclusions

Suicide Claim Provision:

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

15. 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 shall be as amended from time to time. 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 rider. For further details please refer to the Policy document on our website www.licindia.in or contact our nearest Branch Office.

BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS / FRAUDULENT OFFERS

IRDAI or its officials do not involve in any activities of insurance business like selling insurance policies, announcing bonus or investment of premiums, refunds 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