

Features:

Product summary:

This is an Endowment Assurance plan that provides for benefits on or from the selected maturity date to meet the Marriage/Educational expenses of the named child.

Premiums:

Premiums are payable yearly, half-yearly, quarterly, monthly or through Salary deductions, as opted by you, throughout the term of the policy or earlier death.

Bonuses:

This is a with-profit plan and participates in the profits of the Corporation's life insurance business. It gets a share of the profits in the form of bonuses. Simple Reversionary Bonuses are declared per thousand Sum Assured annually at the end of each financial year. Once declared, they form part of the guaranteed benefits of the plan. Such bonuses are to be added till maturity even if the life assured dies before the maturity date. Final (Additional) Bonus may also be payable provided a policy is of a certain minimum term.

Benefits Illustration:

Statutory Warning:

"Some benefits are guaranteed and some benefits are variable with returns based on the future performance of your life insurance company. If your policy offers guaranteed returns then these will be clearly marked "guaranteed" in the illustration table on this page. If your policy offers variable returns then the illustrations on this page will show two different rates of assumed investment returns. These assumed rates of return are not guaranteed and they are not upper or lower limits of what you might get back as the value of your policy is dependant on a number of factors including future investment performance."

Illustration

Age at entry: 35 years

Policy Term: 25 years

Premium paying term: 25 years

Mode of premium payment: Yearly

Sum Assured: Rs. 1,00,000/-

Annual Premium:

Rs. 3727/-

| End of year | Total premiums paid till end of year | Benefit payable on death / maturity at the end of year | | | | |
|-------------|--------------------------------------|--|------------|------------|------------|------------|
| | | Guaranteed | Variable | | Total | |
| | | | Scenario 1 | Scenario 2 | Scenario 1 | Scenario 2 |
| 1 | 3,727 | - | - | - | - | - |
| 2 | 7,454 | - | - | - | - | - |
| 3 | 11,181 | - | - | - | - | - |
| 4 | 14,908 | - | - | - | - | - |
| 5 | 18,635 | - | - | - | - | - |

| | | | | | | |
|----|--------|--------|--------|---------|---------|---------|
| 6 | 22,362 | - | - | - | - | - |
| 7 | 26,089 | - | - | - | - | - |
| 8 | 29,816 | - | - | - | - | - |
| 9 | 33,543 | - | - | - | - | - |
| 10 | 37,270 | - | - | - | - | - |
| 15 | 55,905 | - | - | - | - | - |
| 20 | 74,540 | - | - | - | - | - |
| 25 | 93,175 | 100000 | 69,500 | 182,500 | 169,500 | 282,500 |

(i) This illustration is applicable to a non-smoker male/female standard (from medical, life style and occupation point of view) life.

(ii) The non-guaranteed benefits (1) and (2) in above illustration are calculated so that they are consistent with the Projected Investment Rate of Return assumption of 6% p.a.(Scenario 1) and 10% p.a. (Scenario 2) respectively. In other words, in preparing this benefit illustration, it is assumed that the Projected Investment Rate of Return that LICl will be able to earn throughout the term of the policy will be 6% p.a. or 10% p.a., as the case may be. The Projected Investment Rate of Return is not guaranteed.

(iii) The main objective of the illustration is that the client is able to appreciate the features of the product and the flow of benefits in different circumstances with some level of quantification.

(iv) Future bonus will depend on future profits and as such is not guaranteed. However, once bonus is declared in any year and added to the policy, the bonus so added is guaranteed.