

SHRI PLUS



THE PLAN- 128L004V01

SHRI PLUS offers a unique opportunity to create large tax free savings to meet specific needs of an individual such as education/marriage of children or saving for retirement etc, through investment in different types of unit funds. It also provides adequate insurance cover. Each year, units in the chosen unit fund will be allocated, after deducting defined charges from out of the contribution paid each year. In this plan, the investment risk in investment portfolio is borne by the policy holder.

PLAN AT A GLANCE

ELIGIBILITY	Persons aged between 12 and 60 years last birthday
Minimum annualized premium	Rs 10000
Minimum Installment premium	Rs 5000
Term of the plan	15 years
Minimum Sum Assured	Half of the annual premium multiplied by the policy term
Maximum Sum Assured	15 times the annual premium subject to underwriting considerations
Death Benefit	Sum Assured together with the value of the units to the credit
Maturity Benefit	On surviving up to the end of the term, the value of the units to the credit
Settlement Option	On surviving up to the end of the policy term, instead of the maturity value, the Policyholder can opt to withdraw the units in his credit in not more than 5 installments, within a period of five years from the date of maturity, at the prevailing Net Asset Value at the time of each installment
Premium paying frequency	Yearly, half yearly or quarterly
Tax Benefits	Under Section 80 c of the Income tax Act, 1961

Unique Features	<ul style="list-style-type: none"> › Three Investment Fund options: Debt Fund, Balanced Fund and Equity Fund › Facility to pay additional premiums to increase unit value › Partial withdrawal of units after three years have elapsed
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INVESTMENT FUND PORTFOLIO

Name of the fund	Equity	Debt	Short term liquid assets
Conservator - Debt Fund	Nil	Not less than 80%	Not more than 20%
Guardian - Balanced Fund	Not more than 40%	Not less than 40%	Not more than 20%
Maximus - Equity Fund	Not more than 70%	Not less than 10%	Not more than 20%

Equity shares would comprise listed equities only.

Debt comprises investment in fixed income securities such as Government Bonds, Rated corporate Bonds (AA and above) etc.

Short-term liquid assets comprise of investment in commercial paper, certificates of deposit, Bank Deposits and Money market instruments.

The value of these investments may go up or down depending upon the performance of the individual investments and market conditions. Consequently, the net asset value of the fund may go up or down.



$$\text{UNIT PRICE} = \frac{\text{Market value of investment held by the fund plus or minus expenses incurred in the purchase or sale of the assets plus the value of any current assets plus any accrued income net of fund management charges minus the value of any current liabilities less provisions, if any}}{\text{The no. of units existing at the valuation date}}$$

CHARGES

PREMIUM ALLOCATION CHARGES

The Premium allocation charge is an upfront charge and varies as per the policy year as given below:

Year	Amount
First year	60% of the Annual premium
Second year and onwards	5% of the Annual premium

The following charges will be deducted by cancellation of units on a monthly basis, at the prevailing unit price.





MORTALITY CHARGES

The annual mortality charges per thousand sum assured for specimen ages for healthy lives are as under:

Age	20	30	40	50	60
Annual mortality charges	1.25	1.50	2.60	6.60	16.35

SERVICE TAX CHARGE

The service tax on mortality charges and rider charge (if any) will be levied on a monthly basis.

POLICY ADMINISTRATION CHARGES

Rs.25 per month increased by 3%p.a. every year for inflation from the second year onwards, throughout the policy term till the policy results into a claim.

FUND MANAGEMENT CHARGES

An Investment management charge as detailed below will be charged by adjustment of the Net Asset Values of the units of the fund on a daily basis.

Fund	Fund Management charges
Conservator - Debt Fund	1% p.a.
Guardian - Balanced Fund	1.25% p.a.
Maximus – Equity Fund	1.5% p.a.



At present the fund management charges are at 1% p.a. of the fund. The Company may revise this charge in future up to the charges shown above in respect of each type of fund.

SURRENDER CHARGES

Policy can be surrendered after the end of three years from the date of commencement. Surrender charge will be levied as detailed below depending upon the year of surrender from the date of commencement.

Premium paid	Year of surrender	Surrender charges
Less than One Year	No Surrender Value is payable	
At least one year but less than two years	At the end of the third year	25% of the value of the units
	At the end of the revival period	15% of the value of the units
At least two years but less than three years	At the end of the third year	20% of the value of the units
	At the end of the revival period	15% of the value of the units

At least three years premium paid and three years have elapsed from the date of commencement	During the 4th year from the date of commencement	5% of the value of the units
	During the 5th year from the date of commencement	4% of the value of the units
	During the 6th year from the date of commencement	3% of the value of the units
	After 6th year	NIL

PARTIAL WITHDRAWAL

Partial withdrawal of units, to the credit, will be allowed once the policy acquires surrender value. The minimum value of the units withdrawn should be at least Rs.10000/- and this facility is available twice in a year. For further withdrawals, a withdrawal charge of Rs.100/- will be levied. Surrender charges will be levied on the units to be withdrawn depending upon the duration of withdrawal from the date of commencement. After any partial withdrawal, at least an amount equal to annual premium should be available in the policyholder's account.

DAYS OF GRACE

A grace period of one month but not less than 30 days will be allowed for payment of yearly, half- yearly or quarterly premiums. If death occurs within this period but before the payment of the premium then due, the policy shall be valid and the sum assured together with the value of the units to the credit of the policy holder will be paid. If the premium is not paid before the grace period, the policy lapses.

REVIVALS

If the policy lapses, by not paying all the due premiums for at least three years from the date of commencement of the policy, the insurance cover under this policy will cease immediately. However the policy can be revived within 2 years from the date of lapse subject to continued insurability to the satisfaction of the company, together with the arrears of premiums. The revival will be effective from the date the same has been accepted by the Company and informed the life Assured. During the revival period the policy administration charge will be collected by canceling the units. For reviving such a policy, arrears of premiums will be required to be paid. Out of this, premium allocation charge in respect of each year's premium will be deducted and the balance will be utilized to allocate units to the policyholder's account at the NAV prevailing at the time of revival. If the policyholder dies within the revival period, the value of the units on the date of death at the prevailing NAV will be paid. If the policy is not revived within the revival period, the value of the units at the prevailing NAV will be paid at the end of the revival period with appropriate surrender charges.

If the policy lapses after three years premiums have been paid and three years have elapsed from the date of commencement of the policy, and further premiums have not been paid within the grace period, the policy can be revived within 2 years from the date of lapse subject to the payment of arrears of premiums. The revival will be effective from the date the same has been accepted by the Company and informed the life Assured.

During this period for revival, the Insurance cover to the extent of the Sum Assured will be continued after deducting the mortality charges and policy administration charges by cancelling units. If the policy is not revived during this revival period the contract shall be terminated by paying the surrender value. However the insurance cover can continue at the option of the policyholder by cancelling units to the extent of mortality Charges and Policy administration Charges until the fund value becomes one full years' premium. Then it will be paid to the policyholder and the policy terminates. For reviving such a policy, arrears of premiums are required to be paid. Out of this, premium allocation charge in respect of each year's premium will be deducted and the balance amount will be utilized to allocate units to the policyholder's account at the NAV prevailing at the time of revival.

LOANS

No loans will be granted under the policy.

TOP UP PREMIUM

The policyholder has got an option to contribute in lump sum any time before the end of the policy term, to increase the number of units to his credit, if the policy is in force. A premium allocation charge of 2% of Top up premium will be deducted from such lump sum and the balance will be allocated for units. Further, the policy administration charge of Rs.200 together with mortality charges if applicable as detailed below will be charged by canceling units at the NAV appropriate at the time of payment of lump sum. However, such lump sum payment should be at least Rs.5, 000/ per payment. Such an additional payment will be considered as a single premium and if it remains within the 25% of the total basic regular premiums paid up to date, the top up premium will not have any insurance cover, and if it is more than 25% of the total basic regular premiums paid up to the date, such balance amount of the top up premium shall have Insurance cover at 125% of such balance subject to underwriting conditions. This insurance cover shall remain constant during the period of the contract and shall be maintained by canceling the units to the extent of the mortality charges. A lock in period of three years shall apply for each top up premium, except during the last three years of the policy term

SWITCHING OF FUNDS

The Policyholder can switch from one Fund to another Fund out of the funds mentioned above, during the policy term, after the first year. The application for switch should come to the office of the Company where the policy is being serviced, before at least one year from the end of the term of the policy. The policyholder can switch two times in a year without any charge. However, for each additional switch, Rs.100/- will be levied. On receipt of the application, the net asset value of the units in the policyholder's account after deducting the appropriate charges for switches (if any) will be utilized to allocate units in the fund chosen by the policyholder based on the unit price of that particular fund at the time of switch.

ACCIDENT SHIELD RIDER

Benefit: In the event of the death of the life assured due to an accident or in the event of the life assured becoming totally and permanently disabled due to an accident within the policy term, additional sum assured will become payable.

FAMILY INCOME BENEFIT RIDER

Benefit: In the event of the death of the life assured due to an accident or in the event of the life assured becoming totally and permanently disabled due to an accident within the policy term, 1% of sum assured is payable every month immediately from the end of month of accident for a guaranteed period of 10 years or till the end of the policy term whichever is higher.

The death due to an accident is defined as that which caused by violent, accidental, and external and visible means and independently of any physical or mental illness. Accidental injuries, solely, directly and independently of all other causes resulting in death of the life assured within 180 days from the date of accident, shall be considered as death due to accident. The disability referred above should be disability, which is the result of an accident and must be total and permanent and such that the life assured then or at a later date, shall not undertake any work, occupation or profession to earn or obtain any wages or compensation or profit. Accidental injuries, excluding due to other causes and with in 180 days from the date of accident result in irrevocable loss of the entire eye sight of both eyes or the amputation of both hands above the wrists, or in the amputation of both feet at or above the ankles or in the amputation of one hand at or above the wrist and one leg at or above the ankle, shall be deemed to be total and permanent disability.

ELIGIBILITY CONDITIONS FOR RIDERS

CONDITION	LIMIT
Minimum Age at entry	18 years
Maximum age at entry	60 years
Maximum age at maturity	70 years

RIDER CHARGES

The charges for riders will be collected on monthly basis by cancellation of units at prevailing unit price.

Note:

- 1) The sum assured under the rider should be the sum assured under the basic policy subject to a maximum of Rs.25 lakhs under all policies on single life.
- 2) Granting of the disability benefit automatically cancels the accident benefit option under the policy
- 3) No surrender value or paid up value will be available under the rider.

EXCLUSIONS UNDER RIDER

The benefits under the riders are not payable, if total and permanent disability, or death occurs as a result of:

1. Intentional self injury, attempted suicide, insanity, immorality or while the life assured is under the influence of alcohol, drugs or Narcotics
2. An Accident while the life assured is engaged in aviation or aeronautics other than as a fare paying passenger
3. Injuries caused by riots, civil commotion, rebellion, war (whether war is declared or not) invasion, hunting, mountaineering, steeple chasing or racing of any kind
4. The life Assured committing any breach of law.

SUICIDE

If the life assured commits suicide, whether sane or insane, within one year from the date of acceptance of the policy, the policy shall be void and no claim will be payable. Further, No benefits would be payable under the rider, if the life assured commits suicide during the policy term.

FREE LOOK PERIOD

If you are not satisfied with the 'Terms and conditions' of the policy, the policy can be returned to the Company within 15 days. However, the company reserves the right to deduct necessary charges for Insurance cover / Accident Shield Rider cover / Family Income Benefit Rider cover for the duration of the free look period together with the cost of issuance of the policy.

EXTRACT FROM SECTION 41 OF 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 any person taking out or renewing or continuing a policy accept any rebate except such rebates as may be allowed in accordance with the published prospectuses or tables of the insurer: provided that acceptance by an insurance agent of commission in connection with a policy of insurance taken out by himself on his own life shall not be deemed to be acceptance provided the insurance agent satisfies the prescribed conditions establishing that he is a bone fide insurance agent employed by the insurer.
- (2) Any person making default in complying with the provisions of this section shall be punishable with a fine which may extend to Rs.500/-