

In This Policy, the Investment Risk in the Investment Portfolio is borne by the Policyholder

CANARA HSBC ORIENTAL BANK OF COMMERCE LIFE UNIT LINKED LIMITED PAY ENDOWMENT PLAN Financing your future while protecting your loved ones has never been simpler, introducing the Canara HSBC Oriental Bank of Commerce Life Unit Linked Limited Pay Endowment Plan, a Plan with easy enrolment that does not require medical tests. Pay Premiums for only a part of the Policy Term and enjoy Tax Benefits, thereby conveniently ensuring a secure future for you and your family.



#### ABOUT US

Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited is a Company formed jointly by three leading financial organizations - Canara Bank and Oriental Bank of Commerce, two of India's largest nationalized banks in terms of aggregate business and HSBC Insurance (Asia Pacific) Holdings Limited, a part of the HSBC Group, one of the largest banking and financial organizations in the world.

The shareholding pattern of the Joint Venture is as follows - Canara Bank - 51%, HSBC Insurance (Asia Pacific) Holdings Limited - 26% and Oriental Bank of Commerce - 23%. At Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited, our aim is to provide you with a transparent range of Life Insurance products backed by excellent customer service. Our aim is to make life simple for you.

**KEY FEATURES OF THE UNIT LINKED LIMITED PAY ENDOWMENT PLAN**

- Easy enrolment - This Plan can be purchased just by answering 5 simple health related questions, without undergoing ANY MEDICALS and by paying your Premiums
- Flexibility to choose Premium Paying Term of 5 years or 10 years - to match your financial needs and to reduce financial constraints as the Policy Coverage Term will be twice the Premium Paying Term
- Enhanced support for your loved ones, through Inbuilt Payor Benefit. In case the Life Assured is a minor, this Policy will continue with your future Premiums funded by the Company, on your early demise or due to the unfortunate event of Total Permanent Disability
- Choose between 5 Investment Funds depending on your attitude to market risks and returns
- Maturity Switch Option to help you manage the investment in your portfolio, as you grow older and closer to the maturity of your Plan Term by progressively moving your investments from the Equity Fund to the Liquid Fund
- Liquidity by way of Partial Withdrawals from your Funds, as and when required from the 4<sup>th</sup> Policy year onwards, to meet any unforeseen financial hardships
- Flexibility of Switching/Redirection between the available Funds to take advantage of market movements
- Save Tax while investing under Section 80C and get Tax Benefits on maturity under Section 10 (10D) of the Income Tax Act, 1961<sup>1</sup>

#### ELIGIBILITY CRITERIA

Particular	Minimum	Maximum
Entry Age <sup>2</sup>	31 days	45 years
Life Assured's Maturity Age <sup>3</sup>	18 years	65 years for - 20 year Plan 55 years for - 10 year Plan
Policy Term v/s Premium Payment Term	Policy Term Options - 10 years or 20 years For 10 year Policy Term - Premium Payment Term is 5 years For 20 year Policy Term - Premium Payment Term is 10 years	
Proposer Age <sup>4</sup>	21 years	55 years
Life Cover	For 10 year Policy Term - 5 times the Annualized Premium For 20 year Policy Term - 10 times the Annualized Premium	

<sup>1</sup>The Tax Benefits are as per the law prevailing on the date of issuance of this brochure, and are subject to changes

#### TERMS AND CONDITIONS

• **NAV Calculation** - The Unit Price shall be calculated on a daily basis in accordance with IRDA guidelines from time to time. As per the current guidelines of IRDA, the Unit Price will be calculated as follows:

- When Appropriation price is applied: Market Value of investments held by the Fund plus the expenses incurred in the purchase of the Assets plus the value of any Current Assets plus any Accrued Income Net of Fund Management Charges less the value of any Current Liabilities less provisions, if any. This gives the Net Asset Value of the Fund. Dividing by the number of Units existing at the valuation date (before any new Units are allocated), gives the Unit Price of the Fund under consideration
- When Expropriation price is applied: Market Value of investments held by the Fund less the expenses incurred in the Sale of the Assets plus the value of any Current Assets plus any accrued income net of fund management charges less the value of any Current Liabilities less provisions, if any. This gives the Net Asset Value of the Fund. Dividing by the number of Units existing at the valuation date (before any Units are redeemed), gives the Unit Price of the Fund under consideration
- Units shall be allocated on the day the proposal is completed and results into a Policy by adjustment of application money towards Premium
- The Premium shall be adjusted against the Units allocated on the due date, only if it has been received in advance
- Units will be redeemed or created at their Unit Price on the date of redemption or creation of those Units
- Allocations for Initial Premium shall be made on Policy Issuance Date, which shall be later of either date of realization of payment or underwriting acceptance date, by the Company
- Receipt of Premium or valid requests for Unit Switching/Renewal Premium/Subsequent Top-ups or payment of benefits received at any of the branch offices through local Cheque/Demand draft<sup>5</sup>:

- At or before 3 p.m. on a particular business day will be processed at the closing Unit Price on that day and
- After 3 p.m. on a particular business day will be processed at the closing Unit Price on the next business day
- For Standing Instruction on Bank/Credit Card Account/ECS Facility/Outstanding Cheque, NAV to be allotted will be based on closing NAV of Credit Date
- For Advance Premium: All credited Advance Premium if the Premiums are paid through Outstanding Cheques/Standing Instruction on Bank/Credit Card Account/ECS Facility, shall be adjusted on closing NAV of due date OR closing NAV of the clearance date whichever is later, and for local Cheques it will be done on closing NAV of due date

■ **Surrender Value** - The Policy will acquire a Surrender Value provided at least entire first year's Premium has been paid. The Surrender Value will be equal to the Fund Value less Surrender Charges (if any).

- If a surrender request is received after Premiums have been paid for the first three years in the Policy, the Surrender Value will be paid to you immediately
- If surrender request is received within the first three Policy years the Units pertaining to Surrender Value (if any) will be divested and kept in rupee terms and will be paid at the completion of 3<sup>rd</sup> Policy year

■ **Premium Discontinuance** - In case you are unable to pay Premiums or would like to discontinue paying Premiums, the following conditions will apply:

- In case you discontinue/do not pay Premiums in the first 3 Policy years
- The Life Cover, Rider Cover (if any) and Payor Benefit will cease immediately
- The Death Benefit will be equal to the Fund Value
- All charges except Mortality, Payor and Rider (if any) charges will continue to be deducted

- You can revive the Policy within 5 years from the date of first unpaid Premium
- Revival will be subject to the underwriting requirements of the Company
- In case your Fund Value depletes due to non-payment of Premiums or adverse market movements you still have the flexibility to revive your Policy up to end of Revival Period of 5 years, post which your Policy will terminate
- If you do not revive the Policy during the Revival Period, then the Policy will terminate at the end of the Revival Period and the Surrender Value (if any) will be paid to you

- If you opt to surrender the Policy during first three Policy years, your Units will be divested immediately and kept in rupee terms. However, Surrender Value shall be paid at the end of 3<sup>rd</sup> Policy year based on Surrender Charges as on the date of first due and unpaid Premium.
- If you opt to surrender the Policy post first three Policy years, your Surrender Value as on date will be paid to you immediately. However, the applicable Surrender Charges shall be as per the Surrender Charges on

Particular	Minimum		Maximum	
	Entry Age	Maximum Sum Assured	Minimum Premium <sup>6</sup>	Maximum Premium <sup>7</sup>
	Up to 35 years	Rs.10 lakhs	Rs.6,000 per annum	For 10 year term Rs.2,00,000
				For 20 year term Rs.1,00,000
Sum Assured and Premium Limits	Between 36 to 45 years	Rs.5 lakhs	Rs.6,000 per annum	For 10 year term Rs.1,00,000
				For 20 year term Rs.50,000

<sup>2</sup>Age is based on last birthday

<sup>3</sup>Premium paid should be in multiples of 100 irrespective of payment mode

#### BENEFITS UNDER THE PLAN

##### ■ Insurance Cover Benefit

- In the unfortunate event of death of the Life Assured during the Policy Term, the nominee will receive the higher of the Fund Value and the Sum Assured
- In case of a minor life, the risk under this Plan will commence from the first day of the Policy Anniversary following the date on which the Life Assured attains the age of 7 years. And the Death Benefit payable in the event of death of the Life Assured prior to attainment of age 7 will be equal to the Fund Value as on the date of intimation of death

##### ■ Payor Benefit

- This benefit covers the life of the Proposer and is available only if Life Assured is a minor between the age of 31 days to 17 years. It ensures that the Policy continues even in the unfortunate event of Death or Total Permanent Disability (TPD) of the Proposer. Under this Benefit, in the unfortunate event of Death or TPD of the proposer, the Policy will continue and all future Premiums shall be funded by the Company towards the Policy as and when due.
- Total Permanent Disability Coverage Benefit under Payor Benefit The Proposer shall be regarded as suffering from Total and Permanent Disability only if, as a result of accidental injury, sickness or disease
  - Prior to the Policy Anniversary on which the Proposer is aged 60 years last birthday, the Proposer:
    - Has been rendered totally incapable of being employed or engaged in any gainful activity, or any occupation whatsoever for remuneration or profit, wages, compensation, or
    - Subsequent to the Policy Anniversary on which the Proposer is aged 60 years last birthday, the Proposer:
      - Has been rendered unable to perform (whether aided or unaided) at least 3 of the following 6 'Activities of Daily Living'

##### Activities of Daily Living

- Washing: The ability to wash in the bath or shower (including getting into and out of the bath or shower) or wash satisfactorily by other means;
- Dressing: The ability to put on, take off, secure and unfasten all garments and, as appropriate, any braces, artificial limbs or other surgical appliances;
- Transferring: The ability to move from a bed to an upright chair or wheelchair and vice versa;
- Mobility: The ability to move indoors from room to room on level surfaces;
- Toileting: The ability to manage the lavatory or otherwise manage bowel and bladder functions so as to maintain a satisfactory level of personal hygiene;
- Feeding: The ability to feed oneself once food has been prepared and made available.

The above disability must have lasted, without interruption, for at least six consecutive months and must, in the opinion of an appropriate medical practitioner appointed by the Company, be deemed permanent and total.

##### ■ Maturity Benefit

This Unit Linked Limited Pay Endowment Plan provides you the opportunity to save for important milestones in your life such as your children's education, their marriage or buying a home. Depending on your different requirements through life's stages you can opt for various Policy Term and Premium Paying Options available in the Plan catering to your needs.

- At Maturity, you will get the Fund Value pertaining to Regular Premiums paid by you.

• Settlement Option: You can also avail the Settlement Option wherein you can take your final Fund Value as structured payouts for a maximum period of 5 years in case you do not require the proceeds in a lump sum - You can exercise the Settlement Option under the Policy at least 3 months before the maturity date

date of discontinuance of Premium

- No further Premiums will be accepted. Only revival facility by payment of all due Premium is available
- No Partial Withdrawals can be made during the Revival Period

In case you discontinue/do not pay Premiums post 3 Policy years

- Life Cover, Rider Cover (if any) and Payor Benefit cover will continue till the end of the Revival Period
- All charges (including Mortality Charges and Payor Charges) will continue to be deducted
- You can make Partial Withdrawals during the Revival Period, subject to other conditions mentioned in Partial Withdrawal clause
- If you do not revive the Policy during the Revival Period, then the Policy will terminate at the end of the Revival Period and the Surrender Value will be paid to you. However, if at any time before the end of Revival Period, Surrender Value reaches an amount equivalent to one full year's Premium, due to depletion of Funds by charges or due to adverse movement of markets, the Policy shall terminate immediately and Surrender Value is payable
- You can revive the Policy within 5 years from the date of first unpaid Premium
- No further Premiums will be accepted. Only revival facility by payment of all due Premium is available
- You can opt for Automatic Life Cover Continuation upon a written request anytime after 3<sup>rd</sup> Policy year and before the end of Revival Period through which your Policy will continue till Surrender Value reaches a minimum of one full year's Premium

■ **Anytime during the Policy Term**, post completion of 3 years since Policy start date, if the Surrender Value falls below one Annualized Regular Premium at the time of deduction of the charges, the Policy will immediately terminate and the Surrender Value will be paid to the Policyholder and on such payment all rights and benefits under the Policy will automatically cease.

■ **Grace Period** - You have a period of 30 days from the due date to pay your Premiums for all Premium payment frequencies, during which your Life Cover will continue

■ **Revival Period** - Post the completion of the grace period of 30 days, you have the flexibility to revive your Policy within a period of 5 years from the due date of the First Unpaid Premium. The lapse period will be calculated from the First Unpaid Premium (FUP) date to the date of receipt of revival application received at Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited. The revival of the Policy is subject to the following conditions being fulfilled by Policyholder:

- To revive the Policy all due unpaid Premiums are to be paid by customer along with revival applications and revival fee as may be communicated to you in writing
- The Company has the absolute discretion to accept or decline a request for revival of a lapsed Policy on such terms and conditions as it deems fit
- The revival of the Policy will be effective after the Company's approval is communicated to you
- The revival application (including the medical questionnaire) is valid for 3 months from the application signed date
- Revival of a Policy shall be subject to underwriting acceptance

■ **Free Look Period** - The product provides the facility of Free Look cancellation in case the Policyholder does not agree with the terms and conditions of the Policy, the Policyholder has an option to request for cancellation of the Policy by returning the original Policy along with a written request stating the reasons for his/her objection to the Company within 15 days from the receipt of the enclosed Policy document. The Company shall be entitled to reimburse the Units on the date of cancellation and refund the amount to the Policyholder as per the formula below.

**The Refund of Premium under Free Look Option shall be computed as follows:**  
{(Non Allocated Premium + Charges levied by cancellation of Units + Fund Value) - (Stamp Duty + Mortality Charges on pro rata basis)}

■ **Suicide Exclusion** - If the Proposer or Life Assured commits suicide for any reason, while sane or insane, within one year from the Risk Commencement Date as specified in the Policy Schedule or within one year from the date of revival of the Policy, the Payor Benefit and Death Benefit respectively shall not be payable under this Policy. In case of the Life Assured committing suicide within one year as mentioned above, only the Fund Value as at the date of notification of death is payable.

- Exclusions under Payor Benefit

- Total and Permanent Disability - No benefit shall be payable in case the Total Permanent Disability is caused either directly or indirectly, voluntarily or involuntarily, by any of the following:
  - Pre-existing illness unless stated in the proposal form and accepted by the Company;

- There will not be any Life Cover during the Settlement Period
- The Units will be cancelled periodically as per the frequency agreed and the proceeds will be given to you by cancellation of Units with applicable NAV
- All the investment risk relating to the fluctuations of Unit Price will continue to remain with you (Policyholder)
- Partial Withdrawals/switching is not allowed during the Settlement Period
- In case you wish to change your Investment Strategy you can do so by availing a switch/redirection any time prior to opting for Settlement Option
- Administration Charges and Fund Management Charges will continue to be deducted
- In case of the Life Assured's death during the Settlement Period, the total Fund Value as an intimation date will be paid to the nominee. At any time during the Settlement Period, you can request for a full withdrawal and close your account

##### ■ Tax Benefit

- Premiums paid under this Policy will be eligible for Tax Benefit under Section 80C and
- Any benefit amount paid to you will be eligible for Tax Benefits under Section 10(10D), as per Income Tax Act, 1961

For specific details, please contact your tax consultant.

#### HOW DOES THE PLAN WORK?

- You can choose your Premium and the number of years you want to pay, as per your desired cash flow or as per your protection cover and investment need. Your Sum Assured will be 5 or 10 times of your Premium, depending on the Policy Term opted by you
- You have 5 Fund Options to choose from based on your risk appetite, in which post deduction of applicable charges the investible Premium will be invested in the market through the Fund Options chosen by you
- Complete your Application form by answering 5 simple health questions and submit it with the Initial Premium and the necessary documents
- If the 5 questions answered by you are acceptable as per the standards of the Company, the Policy will be issued and sent to you
- You will be required to pay Premiums every year for the Premium Payment Term as chosen by you. After deducting applicable charges, the Premium will be allocated to your Unit Account to create Units in the Funds that you choose
- You have the option to pay your Premium Annually/Semi-Annually/Quarterly or Monthly
- On periodic basis, the Company will provide you your Unit Account summary
- You can avail the flexibilities provided in the Plan as per your need, after issuance of your Policy

Illustrative Example: Mr. Sharma, age 30 opts for a 10 year or 20 year Policy Term with a Premium Payment Term of 5 years or 10 years respectively and the Premium Options mentioned in the table below. The table below shows maturity value at assumed rates of return on investment of Balanced Fund @ 6% and 10% respectively<sup>8</sup>:-

Annual Premium (Rs.)	Premium Payment Term	Policy Term	Sum Assured (Rs.)	Assuming Gross Investment return	
				6%	10%
12,000	5	10	60,000	65,861	90,411
	10	20	1,20,000	1,83,876	3,44,462
25,000	5	10	1,25,000	1,50,493	2,04,409
	10	20	2,50,000	4,25,659	7,80,542
50,000	5	10	2,50,000	3,13,228	4,23,635
	10	20	5,00,000	8,90,621	16,19,128
1,00,000	5	10	5,00,000	6,38,694	8,62,087
	10	20	10,00,000	18,20,526	32,96,286

Please note that the above assumed rates of return of 6% and 10% respectively are only scenarios of what your Maturity Benefit will be at these rates. These are not guaranteed and they are not the upper or lower limits of what you might earn, as the value of your Policy is dependent on a number of factors including future investment performance. The Fund growth mentioned above are exclusive of Service Tax and Education Cess, which will be borne by the Policyholder.

<sup>8</sup>All Premiums are subject to taxes including Service Tax, shall be deducted from your Unit account

#### UNIT LINKED FUND OPTIONS AVAILABLE TO YOU

You can choose from a range of five Funds to cater to your investment needs depending on your risk appetite. You can select one Fund or more, and have the flexibility to direct your Premiums to be allocated from Low to High Risk Funds in line with your Investment Strategy at any time during the Plan Term.

#### THE INVESTMENT AND RISK PROFILE OF EACH FUND IS DESCRIBED BELOW

Fund Names	Equity Fund		Growth Fund		Balanced Fund		Debt Fund		Liquid Fund <sup>9</sup>	
	Min	Max	Min	Max	Min	Max	Min	Max	Min	Max
Equity	60%	100%	50%	90%	30%	70%	-	-	-	-
Debt Securities	-	-	10%	50%	30%	70%	60%	100%	0%	60%
Money Market	0%	40%	0%	40%	0%	40%	0%	40%	40%	100%
Risk Profile	High		Medium To High		Medium		Low To Medium		Low	

<sup>9</sup>Debt Securities under Liquid Fund will comprise of only short-term securities  
<sup>10</sup>At inception Life Assured will not be allowed to allocate more than 40% of the Premiums paid to Liquid Fund

##### ■ Fund Philosophy

- **Equity Fund:** To generate long-term capital appreciation from active management of a portfolio invested in diversified equities. The Diversified pure Equity Fund is a long-term growth Fund. The Fund's primary objective is to have high capital appreciation through investment in equities. To maintain liquidity the Fund will invest in cash and money market instruments
- **Growth Fund:** To achieve capital appreciation by investing predominantly in equities, with limited investment in fixed income securities. This Fund will invest in listed equities and high quality fixed income and money market securities. The Fund intends to adopt a relatively aggressive approach towards bonds and equities with the objective of achieving capital appreciation
- **Balanced Fund:** To generate capital appreciation and current income, through a judicious mix of investments in equities and fixed income securities. This Fund will invest in listed equities and high quality fixed income securities, and money market instruments. The Fund intends to adopt a relatively balanced approach towards bonds and equities exposure with the objective of achieving capital appreciation with minimal short-term performance volatility
- **Debt Fund:** To earn regular income by investing in high quality debt securities. This Fund will primarily invest in a portfolio of high quality bonds and other fixed and floating rate securities issued by the Government, Government Agencies and Corporate Issuers. To maintain liquidity the Fund will invest in cash and money market instruments
- **Liquid Fund:** To generate reasonable returns commensurate with low risk and a high degree of liquidity. This Fund will primarily invest in portfolio constituted of money market and high quality debt securities

##### ■ Maturity Switch Option

We understand that when a person is younger, they have a greater risk appetite and expect more from their investments. As age advances, the risk appetite reduces and a person's investment pattern also becomes more conservative. Using this approach we direct your money in a pre-defined manner such that your money is invested in our Equity Fund initially and moves progressively to the Liquid Fund starting 5 years before maturity. This option gives you the upside of high growth while protecting your savings closer to maturity. The way this option works is as follows:

- If you opt for the Maturity Switch Option, then your Premiums will be invested 100% into our Equity Fund till the 5<sup>th</sup> last year preceding maturity
- From the 5<sup>th</sup> last year preceding maturity, your Funds will be moved to the Liquid Fund as per the following table:

Years Left to Maturity	Equity Fund Allocation	Liquid Fund Allocation
More than 5 years	100%	0%
5 - 4 years	80%	20%
3 - 4 years	60%	40%
2 - 3 years	40%	60%
1 - 2 years	20%	80%
0 - 1 year	0%	100%

<sup>11</sup>Allocation percentages are as on the beginning of the year

- Past performance of the Investment Funds do not indicate the future performance of the same. Investors in the Scheme are not being offered any guarantee or assurance of future performance.

#### 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 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 in 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 punishable with fine which may extend to five hundred rupees.

#### SECTION 45 OF INSURANCE ACT, 1938

No Policy of Life Insurance effected before the commencement of this Act shall after the expiry of two years from the date of commencement of this Act and no Policy of Life Insurance effected after the coming into force of this Act shall, after the expiry of two years from the date on which it is effected, be called in question by an insurer on the ground that a statement made in the proposal for insurance or in any report of a medical officer, or referee, or friend of the insured, or in any other document leading to the issue of the Policy, was material matter which it was material to disclose and that it was fraudulently made by the Policyholder and that the Policyholder knew at the time of making it that the statement was false or that it supposed facts which it was material to disclose: Provided that 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.

#### GLOSSARY FOR CANARA HSBC ORIENTAL BANK OF COMMERCE LIFE UNIT LINKED LIMITED PAY ENDOWMENT PLAN

**Age:** Means, age as last birthday.

**Business Day:** Any day which is a working day for the Company's Corporate Office and on which the National Stock Exchange (NSE) is open for trading.

**Claimant:** The Life Assured and if the Life Assured is not alive at that time, the Nominees, Appointees, Executors or other Legal Representatives, who are entitled to prefer a claim for benefits under this Policy.

**Fund Value:** The value of the Units held by the Life Assured, represented by the number of Units held in the Life Assured's Unit Account multiplied by the respective Unit Price of the Units held in the respective Unit Linked Funds

**Fund Philosophy:** The financial goal (long-term growth, current income, etc.) that an investor or a Fund pursues.

**Grace Period:** The period of thirty (30) days commencing from the due date of each Premium due, during which the Life Assured/Policyholder/Proposer/ Payor may make payment of unpaid Regular Premium to keep the Policy and all the benefits in force.

**IRDA:** Insurance Regulatory and Development Authority of India.

**Life Assured:** The person as mentioned in the Conditions document.

**Mortality:** The probability of death of a life or group of lives.

**Maturity Switch Option:** Option available in select Unit Linked Plans, which aims at capital growth combined with low volatility by managing customer's Funds in Equity Fund and Liquid Fund in a pre-defined manner, such that automatically 5 years before maturity the investment is shifted to Liquid Fund.

**Maturity Date:** The date at which the risk ceases and Maturity Benefit becomes payable.

**Net Asset Value (NAV):** The value of a Fund share. The market value of assets held by the Fund (the Unit Linked Fund) plus or minus the expenses incurred in the purchase or sale of the assets (as the case may be) depending upon whether the Unit Linked Fund is a net buyer or seller of assets, plus the value of any current assets and any accrued income net of Fund Management Charges less the value of any current liabilities and provisions, if any.

**Nominee:** The person or persons appointed under Section 39 of the Act to receive the Death Benefit and any Rider Benefits, if payable, in the event of the death of the Life Assured.

**Payor Charge:** The charge levied for Payor Benefit providing cover on Death and Total Permanent Disability of the Proposer in case of minor Life Assured.

**Premium Payment Term:** The number of years for which the Policyholder is required to pay Regular Premium under this Policy.

**Surrender:** Termination of the Policy in its entirety at the instance of the Policyholder.

**Sum At Risk:** Sum At Risk for Life Assured is Sum Assured less Fund Value, subject to difference greater than zero.

**Unit Price:** The price of the Units of each Unit Linked Fund arrived at by dividing the Net Asset Value of the Unit Linked Fund by the total number of outstanding Units in the Unit Linked Fund at that time.

- If you have opted for Maturity Switch Option you cannot opt for any other Fund other than those provided in this option. Your right to change allocation proportions from the pre-defined grid is suspended (cannot exercise redirection of Premium Option)
- You can exit or opt to choose Maturity Switch Option at anytime during the Policy Term. The allocations will change immediately as desired by you if you exit, or as per the table given above if you opt in to Maturity Switch Option

Every entry into or exit from the Maturity Switch Option, will be treated as a switch. Rules and charges for switches will be applied as per the terms governing the same.

##### ■ Premium Payment Options Available Under The Plan

- Premium Payment Options - You can pay your Premiums through Cheque, Demand Draft, ECS, Direct Debit, and Standing Instructions
- Premium Payment Frequency - You can choose to pay your Premiums Annually, Half-Yearly, Quarterly or Monthly

#### WHAT ARE THE VARIOUS FLEXIBILITIES, AND THEIR DESCRIPTIONS, AVAILABLE TO YOU UNDER THE CANARA HSBC ORIENTAL BANK OF COMMERCE LIFE UNIT LINKED LIMITED PAY ENDOWMENT PLAN?

■ **Allocation of Premiums** - You can choose to allocate your Premiums to any, all or a combination of the Unit Linked Funds as per your risk appetite. However, at inception you cannot allocate more than 40% of the Premiums paid to Liquid Fund.

■ **Redirection of your Premiums** - You can opt to change the allocation proportion of your Premiums from the 2<sup>nd</sup> Policy year onwards. Redirection of Premiums shall be allowed only once in a Policy year, which will be free of cost. In case this option is not availed, it cannot be carried forward to next Policy year. The revised allocation proportion will apply to all your subsequent Premiums.