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
  - 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 our branch offices through local Cheque/Demand Draft[1]:
    - 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/ Outstation 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 Outstation Cheques/Standing Instruction on Bank/ Credit Card Account/ECS Facility, should 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 3 years in a Policy, the Surrender Value will be paid to you immediately
  - If surrender request is received within the first 3 Policy years the Units pertaining to Surrender Value (if any) will be disinvested and kept in rupee terms and will be paid at the completion of 3rd 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 (in case you have opted for Option-II) and Rider Cover (if any) will cease immediately
  - The Death Benefit will be equal to the Fund Value. All charges except Mortality 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
  - 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
  - Revival will be subject to the underwriting requirements of the Company
  - 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
  - If you opt to surrender the Policy during first 3 Policy years, your Units will be disinvested immediately and kept in rupee terms. However, Surrender Value shall be paid at the end of 3rd 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 3 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 date of discontinuance of Premium
  - No new Premium or Top-up can be accepted. Only revival facility by payment of all due Premium is available

  In case you discontinue/do not pay Premiums after 3 Policy years
  - Life Cover (in case you have opted for Option II) and Rider Cover (if any) will continue till the end of the Revival Period
  - All charges (including Mortality Charges) will continue to be deducted
  - 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 anytime 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 new Premium or Top-up can be accepted. Only revival facility by payment of all due Premium is available
  - In case you have opted for Option II - Pension with Life Cover Plan, you can opt for Automatic Life Cover Continuance upon a written request anytime after third 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
- In case of Regular Premium policies, at anytime during the Policy Term, post completion of 3 years from Risk Commencement Date, if the Surrender Value falls below the equivalent of one Annualized Regular Premium at the time of deduction of the charges, this Policy will immediately terminate and the Surrender Value will be paid to the Life Assured and on such payment all rights and benefits under the policy will automatically cease.

  In case of Single Premium policies, at anytime during the Policy Term, post completion of 3 years from Risk Commencement Date, if the Surrender Value falls below the equivalent of Rs.10,000 at the time of deduction of the charges, this Policy will immediately terminate and the Surrender Value will be paid to the Life Assured 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 Ltd. The revival of the Policy is subject to the following conditions being fulfilled by the Policyholder:
  - To revive the Policy all due unpaid Premiums are to be paid by the 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*** - In case you do not agree with the terms and conditions of the Policy, you have the option to request for cancellation of the Policy by returning the original Policy along with a written request stating the reasons for your objection to us within 15 days from the receipt of the Policy document. You are requested to quote your Policy number in all correspondences to us. If you do choose to cancel your Policy as mentioned above, we shall return any Premiums paid by you subject to deduction of proportionate risk Premium for the period on cover and expenses incurred by us if any on medical examination of the life to be assured, and stamp duty charges. In this Unit Linked Policy, the Company shall be entitled to repurchase Units at the price prevailing on the date of such cancellation.

  <u>The Refund of Premium under Free Look Option shall be computed as follows:</u>

  {Non Allocated Premium + Charges levied by cancellation of Units + Fund Value} – (Stamp Duty + Medical Expenses + Mortality Charges on pro rata basis)
- ***Suicide Exclusion*** - If the Life Assured commits suicide for any reason, while sane or insane, within one year from the Risk Commencement Date or within one year from reinstatement of the Policy post revival, no benefits shall be payable under this Policy, other than the Fund Value as at the date of notification of death.
- ***Risk Commencement Date*** - Risk Commencement Date under Option-II - Pension with Life Cover shall be the later of (i) date of acceptance of risk by the Company and (ii) date of realization of proposal deposit by the Company.

DISCLOSURES

- Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited is only the name of the Insurance Company and Canara HSBC Oriental Bank of Commerce Life Unit Linked Pension Plan is only the name of the Unit Linked Life Insurance contract and does not in any way indicate the quality of the contract, its future prospects or returns
- The various Funds offered under this contract are the names of the Funds and do not in any way indicate the quality of these Plans, their future prospects and returns
- Please know the associated risks and the applicable charges, from your Sales Representative or the Intermediary or Policy document or the Insurer
- Tax Benefits will be available as per the prevailing tax laws, which are subject to change
- All Premiums are subject to taxes including Service Tax that will be deducted from your Unit Account

RISK FACTORS

- Unit Linked Life Insurance products are different from traditional insurance products and are subject to risk factors
- The Premium paid in Unit Linked Life Insurance policies are subject to investment risks associated with Capital Markets and the NAVs of the Units may go up or down based on the performance of the Fund and factors influencing the investment market. The insured is responsible for his/her decisions
- Unit Linked Funds are subject to market risks and there is no assurance or guarantee that the objective of the investment Fund will be achieved
- Past performance of the Investment Funds do not indicate the future performance of the same. Investors in the Scheme are not being offered any guaranteed/assured returns

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 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 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 was 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 or suppressed facts 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 suppressed 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 PENSION PLAN

Age: Age means, age as on last birthday.

Business Day: Any day which is a working day for the Company's Corporate Office and on which day 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 Regular Premium due, during which the Life Assured 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 Terms & Conditions document.

Loyalty Additions: Additional Units automatically allocated by the Company in the Unit Linked Funds chosen by the Life Assured.

Money Market Instrument: Includes short-term Investments such as treasury bills, short-term commercial bonds, etc.

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 & Liquid Fund in a pre-defined manner, such that automatic rebalancing starts 5 years before Vesting Date.

Vesting Date: The date at which the risk ceases (under Option II) and Vesting Benefit becomes payable.

Net Asset Value (NAV): The value of a Fund share. The market value of investments held under 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: Means 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 death of the Life Assured.

Premium: This is the contribution/payment that a Policyholder makes to a Life Insurance Company to obtain Insurance Cover. Premium may be Single Premium or Regular Premium. The Policyholder has a responsibility to ensure that the correct amount stated is paid as and when it falls due as stated in the Policy document.

Surrender: Termination of the Policy in its entirety at the instance of the Life Assured.

Top-up Premium: Any amount paid by the Life Assured under this Policy at irregular intervals in addition to the Single Premium or Regular Premium payable during the Policy Term.

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.

Vesting Age: The age at which the Vesting Benefit is paid out.

Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited

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Sector 53, Gurgaon, Haryana - 122002
Website: www.canarahsbclife.com

Regd. Office: 112, J.C. Road, Bangalore - 560002

(Regn. No. 136)

UIN: 136L005V01

BROPENENG001OCT08

Insurance is the subject matter of the solicitation

Canara HSBC Oriental Bank of Commerce Life Unit Linked Pension Plan is a Non-Participating Plan

Canara HSBC Oriental Bank of Commerce Life Unit Linked Pension Plan

Insuring your emotions

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

CANARA HSBC ORIENTAL BANK OF COMMERCE LIFE UNIT LINKED PENSION PLAN

Finance your future today, to make sure you enjoy life tomorrow. Our retirement solutions have been created to ensure that you lead your life tension-free.

The **Canara HSBC Oriental Bank of Commerce Life Unit Linked Pension Plan** gives you the freedom to plan your retirement so that you can enjoy it just the way you want.

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 PENSION PLAN

- **Flexibility to choose your Plan** - Option I- Pure Pension Plan or Option II- Pension with Life Cover
- **Flexibility to choose between Single or Regular Premium Payment Options** depending on your investment preference
- **Choose between 5 Investment Funds** depending on your attitude to market risks and returns
- **Hassle free** - No medical tests
- **Flexibility to prepone or postpone your Vesting Date** depending on your changing retirement needs
- **Maturity Switch Option** - As you grow older, and your Plan nears your Vesting Date, protect your investment by moving from a more market influenced Equity Fund to a less market influenced Liquid Fund
- **Unlimited Top-ups** - Increase your Retirement Corpus by adding unlimited Top-ups over and above your regular contribution(s)
- **Flexibility of Switching/Redirection** between the Investment Funds to take advantage of market movements
- **Loyalty Additions** - Additional Units will be allocated every 5th year starting from end of the 10th Policy year, at **no extra charge** up to the end of the Policy Term (if your Policy Term is 15 years or more) thus increasing the value of your investment
- **Save Tax** while investing under Section 80C & Section 10(10A)(iii) of the Income Tax Act, 1961[1]

ELIGIBILITY CRITERIA

Particular	Minimum	Maximum
Entry Age[2]	18 years	**(Option I)** Single Premium-65 years Regular Premium-60 years **(Option II)** 60 years under both payment options
Policy Term	Single Premium: 5 years Regular Premium: 10 years	52 years (subject to max. Vesting Age)
Vesting Age[2]	45 years	70 years
Premium	Rs.12,000 p.a. (Regular) Rs.50,000 p.a. (Single)	No Limit
Top-ups	Rs.2,000	Unlimited

Particular	Minimum	Maximum
Life Cover	Only under Option II: Pension with Life Cover	
	For Regular Premium Payment	
	Age[2]	Life Cover
	18 to 35 years	5 or 10 times of the AP, with maximum SA of 10 lakhs
	36 to 45 years	5 or 10 times of the AP, with maximum SA of Rs.5 lakhs
	46 to 55 years	Fixed Rs.1.5 lakhs
	56 to 60 years	Fixed Rs.1.0 lakh
	For Single Premium (SP) Payment	
	Age[2]	Life Cover
	18 to 35 years	125% of SP subject to maximum SA of Rs.10 lakhs
	36 to 45 years	125% of SP subject to maximum SA of Rs.5 lakhs
	46 to 55 years	125% of SP subject to maximum SA of Rs.1.5 lakhs
	56 to 60 years	Fixed Rs.1.0 lakh

[2]Age is based on last birthday AP = Annualized Premium; SA = Sum Assured

HOW THE PLAN WORKS?

- ***PHASE I- Accumulation of your savings for your retirement needs***
  - Choose your Premium
  - Choose your Plan Option, Option I- Pure Pension (without Life Cover) or Option II- Pension with Life Cover
  - Choose your Payment Mode - Single or Regular
  - Choose your Vesting Age
  - Your Policy Term shall be equal to: Vesting Age - Current Age
  - Choose your investment strategy by allocating your Premiums into Funds that suit your risk appetite or take advantage of the Maturity Switch Option
  - Fill the form and submit it with your initial Premium and the necessary documents
  - You have the option to pay your Premium Annually/Semi-Annually/ Quarterly or Monthly
  - On a periodic basis, the Company will provide you, your Unit Account summary
  - **No medical tests are required**
- ***PHASE II- Payout of your Corpus on reaching your Vesting Age*** - On the date your Policy matures (Vesting Date), you have flexible payout options that are explained in the "Benefits under the Plan- Vesting Benefit" section.

Illustrative Example: Mr. Sharma age 30 opts for Option I – Pure Pension Plan with a Regular Premium option with an annual mode at various Premium modal points as mentioned in the table below. The table below shows the illustrative Vesting Benefit at assumed rates of return on investment of Balanced Funds @ 6% and 10% respectively[3]:

Premium (Rs.)	Term	Assuming Gross Investment Return at the rate of	
		6%	10%
12,000	15	242,620	338,943
	30	719,009	1,503,697
50,000	15	1,056,063	1,472,590
	30	3,178,753	6,598,176
100,000	15	2,126,382	2,964,232
	30	6,415,257	13,301,438
150,000	15	3,196,701	4,455,873
	30	9,651,761	20,004,700

Please note that the above assumed rates of return of 6% and 10% respectively are only scenarios of what your Vesting 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.

UNIT LINKED FUND OPTIONS

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

THE INVESTMENT AND RISK PROFILE OF EACH FUND IS DESCRIBED BELOW

Fund Names	Equity Fund (%)		Growth Fund (%)		Balanced Fund (%)		Debt Fund (%)		Liquid Fund[5] (%)	
	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[4]
Money Market	0	40	0	40	0	40	0	40	40	100
Risk Profile	High		Medium-High		Medium		Low-Medium		Low	

[4]Debt Securities under Liquid Fund shall comprise of only short-term securities
[5]At inception Life Assured shall 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 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
- ***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

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:
  - In case of Pure Pension Plan (Option I) – The Fund Value
  - In case of Pension with Life Cover (Option II) - The Fund Value and the Sum Assured whichever is higher
- ***Vesting Benefit***[6] - On your Vesting Date you will have the following options available to you:
  - Taking 1/3rd of your Investments in a lump sum amount and
  - Opting for any of the Annuity options available with us at the time of Vesting or
  - Opting for an Annuity option available with any other Annuity provider through the Open Market option
- ***Loyalty Additions Benefit*** - In case you have opted for Regular Premium Payment you will be eligible for the Loyalty Additions benefit. Loyalty Additions benefit, provides additional allocation of Units as a percentage of annualized Premium, at no extra cost during the term of the Policy to enhance your Fund Value. The Units are added every 5th Policy year starting from end of the 10th Policy year at 6%, and increasing linearly by 3% thereafter. Hence enabling you to enhance the value of your Policy as it continues to get market linked returns. The extra Units will be allocated according to the following pattern:
  - Year 10: 6% of the annualized Regular Premium
  - Year 15: 9% of the annualized Regular Premium
  - Year 20: 12% of the annualized Regular Premium and so on up to end of Policy Term

  Additional allocation of Units is subject to receipt of all Regular Premiums due till the date of each respective Loyalty Addition and the Policy Term is fifteen (15) years or more. This benefit is not applicable in case you have opted for Single Premium payment option.
- ***Tax Benefit***[1] - This Plan entitles you to certain Tax Benefits on your Premiums invested:

  The contributions towards investments in your Policy will be eligible for Tax Deduction under Section 80C of the Income Tax Act, 1961 up to Rs.1 lakh. For specific details, please contact your tax consultant.

FEATURES IN DETAIL

- ***Maturity Switch Option*** - When you are younger, you expect higher returns from your investments, so that they grow to a substantial amount of money at the time your Policy matures. However, as you grow older and get ready to retire (or your Policy nears its Vesting Date), you want to safeguard your savings. Recognizing this, we have created the Maturity Switch Option. In this option, your money is initially invested in our Equity Fund (providing higher returns) and then moved progressively to our Liquid Fund (Low Risk Fund) starting 5 years before your Vesting Date. The way this option works is as follows:
  - If you opt for the Maturity Switch Option, 100% of your Premiums will be invested in the Equity Fund till the 5th year preceding Vesting Date
  - From the 5th year preceding Vesting Date, your Funds will be moved to the Liquid Fund as per the following table:

Years Left to Vesting[7]	Equity Fund Allocation	Liquid Fund Allocation
More than 5 years	100%	0%
4-5 years	80%	20%
3-4 years	60%	40%
2-3 years	40%	60%
1-2 years	20%	80%
0-1 year	0%	100%

[7]Allocation percentages are as on the beginning of the year

  - 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 on the previous page 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.
- ***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 can not allocate more than 40% of the Premiums paid to Liquid Fund.
- ***Redirection of Premium*** - You can opt to change the allocation proportion of your Premiums from 2nd Policy year onwards. Redirection of Premiums shall be allowed only once in a Policy year, which shall be free of cost. However, in case this option is not availed, it cannot be carried forward to the next Policy year. The revised allocation proportion will apply to all your subsequent Premiums including Top-up Premiums.
- ***Switching between Funds*** - You can opt to switch your Funds from one Fund to another including Maturity Switch Option at any point of time. You can switch a percentage of your Funds or an absolute amount. 6 switches at no extra charge will be available to you in a Policy year, however, outstanding switches cannot be carried forward to next Policy year. The minimum amount that you can switch is Rs.10,000.
- ***Top-up Premiums*** - You can increase the value of your investment by paying Top-up Premiums. Top-up Premiums do not affect your Sum Assured under Option II. Top-up payments shall conform to the following conditions:
  - The minimum Top-up is Rs.2,000 (increasing in multiples of Rs.100)
  - You have the flexibility of investing unlimited Top-ups under this Plan to increase the value of your Retirement Corpus
  - Top-up Premiums will attract specific charges towards Top-up Premiums, as mentioned below in the charges section
  - Any amount towards Top-up Premiums will be eligible to be withdrawn only after 3 years. All Premiums are subject to taxes including Service Tax that will be deducted from your Unit Account
- ***Prepone or Postpone your Vesting Date*** - You can choose to prepone or postpone your Vesting Date within the boundary limits set for you up to two times through your Policy Term. You can prepone or postpone your Vesting Date, subject to the following conditions:
  - It should be within the maximum and minimum limit prescribed
  - This can be done at any time from the 5th Policy year onwards. However this option is not available for Single Premium Policies with term equal to five years
  - For any Preponement you need to inform the Company at least 3 months prior to the new Vesting Date
  - For any Postponement you need to inform the Company at least 3 months prior to the original Vesting Date
  - This option is available only if at least 3 consecutive annual Premiums are paid
  - This option is available only 2 times during the Policy Term and both options cannot be exercised together
  - There will be no change in the Regular Premium as a result of change in Vesting Date
  - In case of Preponement, the Life Cover and Rider Cover, if any (for Option II) will cease at the lower of (New Vesting Date, Original Vesting Date)
  - In case of Postponement of the Vesting Date, the Life Cover and Rider Cover, if any (for Option II) will not be extended and will cease earlier of (New Vesting Date, Original Vesting Date)

CHARGES UNDER THE PLAN

Type of Charge	Charge Details					Description
Premium Allocation Charges	Allocation Charge under Regular Premium option					• Allocation Charge will be deducted upfront on the Premium prior to any other charge deduction and investment transaction
	Policy Year	Allocation Charge as a % of Regular Premium				
	1	15%				
	2-3	8%				
	4-7	2%				
	8 years & above	Nil				
	Allocation Charge under Single Premium option					
	Policy Term	Allocation Charge as a % of Single Premium				
	5-9 years	3.75%				
	10 years & above	2.5%				
Policy Administration Charge[8]	The Policy administration charge is Rs.40 per month for the financial year 2008-09. This will be increased by 5% p.a. on 1st April of each subsequent year. First such increase shall be effective from 1st April 2009. However, for existing Policyholders this increase will happen on each Policy Anniversary					• Deduction of the charge on 1st business day of each Policy month by way of cancellation of Units • This charge will not exceed Rs.5,000 in a Policy year
Mortality Charges Under Option II- Pension with Life Cover	Age	30	40	50	60	• Deduction of the charge on 1st business day of each Policy month by way of cancellation of Units Annual Mortality Charge are expressed in Rs. per 1000 Sum at Risk
	Male	1.17	2.05	5.24	13.07	
	Female	1.16	1.59	3.82	10.29	
	Female Mortality Charges are 3 years rated down as compared to Male life					
Surrender Charges	Surrender Charges under Regular Premium option					• Surrender Charges are expressed as a percentage of the Fund Value
	Year 1	Year 2	Year 3	Year 4	Year 5 & above	
	90%	25%	5%	2%	Nil	
	Surrender Charges under Single Premium option					
	Year 1	Year 2	Year 3	Year 4	Year 5 & above	
	8%	6%	4%	2%	Nil	
Fund Management Charges (FMC)	Equity Fund	Growth Fund	Balanced Fund	Debt Fund	Liquid Fund	• FMC & applicable Service Tax is deducted on daily basis from the Fund Value before calculation of the NAV
	1.75%	1.50%	1.30%	1.00%	0.80%	
Switching Charge	A charge of Rs.250 per switch in excess of 6 free switches in the same Policy year					This will be deducted by cancellation of Units from Unit Account • First 6 switches in a Policy year will be free of charge • Switching Charges will be deducted from the Unit Account where switching amount is reduced

[8] Please understand the exact amount of Policy Administration Charge applicable from the Sales Person

- Top-up Premium Allocation Charge: 2% of the relevant Top-Up Premium
- Fund Management Charges (FMC) may increase in future subject to clearance from the Regulator, the Insurance Regulatory & Development Authority but shall not exceed 2.25% for each respective Fund Options
- All other charges, except Mortality/Morbidity Charges, Allocation Charge & Surrender Charge, Policy Administration Charge, may increase in future subject to approval from the Regulator, the Insurance Regulatory & Development Authority but shall not exceed Rs.500
- All charges as mentioned above are exclusive of Service Tax and Education Cess, which will be borne by the Life Assured

[1]The Tax Benefits are as per the law prevailing on the date of issuance of this brochure and are subject to changes

[3] All Premiums are subject to taxes including Service Tax that shall be deducted from your Unit Account

[6]As per the prevailing law