

INFORMATION TO BE PROVIDED IN SALES BROCHURE

LIC's NEW MONEY BACK PLAN-25 YEARS (UIN: 512N278V01)

LIC's New Money Back Plan-25 years is a participating non-linked plan which offers an attractive combination of protection against death throughout the term of the plan along with the periodic payment on survival at specified durations during the term. This unique combination provides financial support for the family of the deceased policyholder any time before maturity and lump sum amount at the time of maturity for the surviving policyholders. This plan also takes care of liquidity needs through its loan facility.

1. Benefits:

Death benefit: On death during the policy term provided the policy is in full force, death benefit, defined as sum of "**Sum Assured on Death**" and vested Simple Reversionary Bonuses and Final Additional Bonus, if any, shall be payable. Where, "**Sum Assured on Death**" is defined as higher of 125% of the Basic Sum Assured or 10 times of annualized premium. This death benefit shall not be less than 105% of the total premiums paid as on date of death.

The premiums mentioned above exclude tax, extra premium and rider premium, if any.

Survival Benefits: In case of Life Assured surviving to the end of the specified durations 15% of the Basic Sum Assured at the end of each of 5th, 10th, 15th & 20th policy year.

Maturity Benefit: In case of Life assured surviving the stipulated date of maturity, 40% of the Basic Sum Assured along with vested Simple Reversionary Bonuses and Final Additional bonus, if any, shall be payable.

Participation in Profits: The policy shall participate in profits of the Corporation and shall be entitled to receive Simple Reversionary Bonuses declared as per the experience of the Corporation, provided the policy is in full force.

Final Additional Bonus may also be declared under the policy in the year when the policy results into a claim either by death or maturity provided the policy has run for certain minimum term.

2. Optional Benefit:

LIC's Accidental Death and Disability Benefit Rider: LIC's Accidental Death and Disability Benefit Rider can be opted for under an inforce policy at any time within the premium paying term by payment of additional premium and the cover will be available throughout the policy term provided the Policy is inforce for the full Sum Assured as on date of accident. In case of accidental death, the Accident Benefit Sum Assured will be payable as lumpsum along with the death benefit under the basic plan. In case of accidental permanent disability arising due to accident (within 180 days from the date of accident), an amount equal to the Accident Benefit Sum Assured will be paid in equal monthly instalments spread over 10 years and future premiums for Accident Benefit Sum Assured as well as premiums for the portion of Basic Sum Assured which is equal to Accident Benefit Sum Assured under the policy, shall be waived.

However, on surrender of an inforce basic policy (which has acquired Surrender Value) to which this rider is attached, a proportion of additional premium charged in respect of cover after premium paying term shall be refunded.

3. Eligibility Conditions and Other Restrictions :

For Basic plan

- a) Minimum Basic Sum Assured : Rs. 100,000
- b) Maximum Basic Sum Assured : No Limit

(The Basic Sum Assured shall be in multiples of Rs. 5000/-)

- c) Minimum Age at entry for Life Assured : 13 years (completed)
- d) Maximum Age at entry for Life Assured : 45 years (nearest birthday)
- e) Maximum Maturity Age for Life Assured : 70 years (nearest birthday)
- f) Term : 25 years
- g) Premium paying term : 20 years

For LIC's Accidental Death and Disability Benefit Rider

- a) Minimum Accident Benefit Sum Assured : Rs. 100,000
- b) Maximum Accident Benefit Sum Assured : An amount equal to the Sum Assured under the Basic Plan subject to the maximum of Rs. 100 lakh Accident Benefit Sum Assured taking all existing policies of the Life Assured under individual as well as group schemes including policies with in-built accident benefit taken with Life Insurance Corporation of India and the Accident Benefit Sum Assured under the new proposal into consideration.

(The Accident Benefit Sum Assured shall be in multiples of Rs. 5000/-)

- c) Minimum Age at entry for Life Assured : 18 years (completed)
- d) Maximum Age at entry for Life Assured : The cover can be opted for at any policy anniversary during the premium paying term.
- e) Maximum cover ceasing age : 70 years (nearest birthday)

4. Payment of Premiums:

Premiums can be paid regularly at yearly, half-yearly, quarterly or monthly mode (through ECS only) or through salary deductions over the term of policy.

However, a grace period of one month but not less than 30 days will be allowed for yearly, half-yearly, quarterly modes and 15 days for monthly mode of premium payment.

5. Sample Premium Rates:

Following are some of the sample tabular annual premium rates (exclusive of service tax) per Rs. 1000/- Basic Sum Assured:

Age(in years)	Premium (Rs.)
20	60.00
30	61.45
40	65.95
45	70.15

6. Mode and High S.A. Rebates:

Mode Rebate:

- Yearly mode - 2% of Tabular Premium
- Half-yearly mode - 1% of Tabular premium
- Quarterly & Salary deduction - NIL

High Sum Assured Rebate:

<u>Basic Sum Assured (B.S.A)</u>	<u>Rebate (Rs.)</u>
1, 00,000 to 1, 95,000	- Nil
2, 00,000 to 4, 95,000	- 2.00 %o B.S.A.
5, 00,000 and above	- 3.00%o B.S.A.

7. Revival:

If premiums are not paid within the grace period then the policy will lapse. A lapsed policy can be revived within a period of 2 consecutive years from the date of first unpaid premium but before the date of maturity by paying all the arrears of premium together with interest (compounding

half-yearly) at such rate as fixed by the Corporation from time to time subject to submission of satisfactory evidence of continued insurability.

The Corporation reserves the right to accept at original terms, accept at revised terms or decline the revival of a discontinued policy. The revival of discontinued policy shall take effect only after the same is approved by the Corporation and is specifically communicated to the Policyholder

Revival of rider(s), if opted for, will be considered along with revival of the Basic Policy and not in isolation.

8. Paid-up Value:

If at least three full years' premiums have been paid and any subsequent premiums be not duly paid, this policy shall not be wholly void, but shall continue as a paid-up policy. The Basic Sum Assured under the policy shall be reduced to such a sum, called Paid-up Sum Assured and shall be equal to [(Number of premiums paid / Total Number of premiums payable) x Basic Sum Assured] less Total amount of survival benefits already paid under the policy.

The policy so reduced shall thereafter be free from all liabilities for payment of the premiums, but shall not be entitled to participate in future profits. However, the vested Simple Reversionary Bonuses shall remain attached to the reduced paid-up policy.

Notwithstanding the benefits available under a fully inforce policy, in the case of a reduced paid up policy, no survival benefits shall be payable and the paid-up value along with the vested Simple Reversionary Bonuses, if any, shall be payable only in lump-sum on the expiry of policy term or death of life assured, if earlier.

Rider(s) shall not acquire any paid-up value and the rider benefits cease to apply, if policy is in lapsed condition.

9. Surrender Value:

The policy can be surrendered for cash provided atleast three full years' premiums have been paid. The Guaranteed Surrender value shall be percentage of total premiums paid (net of service tax) excluding extra premiums and premiums for riders, if opted for less any survival benefits already paid. This percentage will depend on the policy year in which the policy is surrendered and specified as below:

Policy Year	1	2	3	4	5	6	7	8	9	10
% applicable to total premiums paid	0.00	0.00	30.00	50.00	50.00	50.00	50.00	51.76	53.53	55.29

Policy Year	11	12	13	14	15	16	17	18	19	20
% applicable to total premiums paid	57.06	58.82	60.59	62.35	64.12	65.88	67.65	69.41	71.18	72.94

Policy Year	21	22	23	24	25
% applicable to total premiums paid	74.71	76.47	78.24	80.00	80.00

In addition, the surrender value of any vested Simple Reversionary Bonuses, if any, shall also be payable, which is equal to accrued bonuses multiplied by the surrender value factor applicable to accrued bonuses. These factors will depend on the policy year in which the policy is surrendered and specified as below:

Policy Year	1	2	3	4	5	6	7	8	9	10
% applicable to vested bonuses	0.00	0.00	15.28	15.42	15.55	15.72	15.93	16.22	16.58	17.03

Policy Year	11	12	13	14	15	16	17	18	19	20
% applicable to vested bonuses	17.58	17.58	17.66	17.85	18.16	18.60	19.18	19.93	20.85	21.99

Policy Year	21	22	23	24	25
% applicable to vested bonuses	23.38	25.05	27.06	30.00	35.00

Corporation may, however, pay Special Surrender value, if it is more favorable to the Policyholder.

10. Policy Loan:

Loan can be availed under the policy provided the policy has acquired a surrender value and subject to the terms and conditions as the Corporation may specify from time to time.

11. Taxes:

Taxes including Service Tax, if any, shall be as per the Tax laws and the rate of tax shall be as applicable from time to time.

The amount of tax as per the prevailing rates shall be payable by the Policyholder on premiums including extra premiums, if any. The amount of tax paid shall not be considered for the calculation of benefits payable under the plan.

12. Cooling-off period:

If the Policyholder is not satisfied with the "Terms and Conditions", policy may be returned to us within 15 days from the date of receipt of the policy bond stating the reasons of objections. On receipt of the same the Corporation shall cancel the policy and return the amount of premium deposited after deducting proportionate risk premium (for basic plan and rider(s) if any) for the period on cover, expenses incurred on medical examination, special reports, if any and stamp duty charges.

13. Exclusion:

Suicide: - This policy shall be void

- i. If the Life Assured (whether sane or insane) commits suicide at any time within 12 months from the date of commencement of risk and the Corporation will not entertain any claim under this policy except to the extent of 80% of the premiums paid excluding any taxes, extra premium and rider premiums, if any, provided the policy is inforce.
- ii. If the Life Assured (whether sane or insane) commits suicide within 12 months from date of revival, an amount which is higher of 80% of the premiums paid till the date of death (excluding any taxes, extra premium and rider premiums, if any,) or the surrender value, provided the policy is inforce, shall be payable. The Corporation will not entertain any other claim under this policy.

BENEFIT ILLUSTRATION:

Statutory warning:

"Some benefits are guaranteed and some benefits are variable with returns based on the future performance of your Insurer carrying on life insurance business. 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 future investment returns. These assumed rates of return are not guaranteed and they are not the upper or lower limits of what you might get back, as the value of your policy is dependent on a number of factors including future investment performance."

LIC's New Money Back Plan - 25 years

Age at entry	30
Policy term	25
Premium Paying Term	20
Mode of premium payment	Yearly
Sum Assured	100000
Amount of Annualised premium *	6022

Basic plan UIN: 512N278V01

Variable scenario 1: Gross Investment return @4% p.a.

Variable scenario 2: Gross Investment return @8% p.a.

End of year	Total premiums paid till end of year	Amount payable on Death during the Year						Amount payable on surrender during the year***				
		Guaranteed	Variable		Total **		Guaranteed surrender	Surrender value of bonus		Total Guaranteed		
			Scenario 1	Scenario 2	Scenario 1	Scenario 2		Scenario 1	Scenario 2	Scenario 1	Scenario 2	
1	6022	125000	700	3000	125700	128000	0	0	0	0	0	
2	12044	125000	1400	6000	126400	131000	0	0	0	0	0	
3	18066	125000	2100	9000	127100	134000	5420	321	1375	5741	6795	
4	24088	125000	2800	12000	127800	137000	12044	432	1850	12476	13894	
5	30110	125000	3500	15000	128500	140000	15055	544	2333	15599	17388	
6	36132	125000	4200	18000	129200	143000	3066	660	2830	3726	5896	
7	42154	125000	4900	21000	129900	146000	6077	781	3345	6858	9422	
8	48176	125000	5600	24000	130600	149000	9936	908	3893	10844	13829	
9	54198	125000	6300	27000	131300	152000	14012	1045	4477	15057	18489	
10	60220	125000	7000	30000	132000	155000	18296	1192	5109	19488	23405	
11	66242	125000	7700	33000	132700	158000	7798	1354	5801	9151	13599	
12	72264	125000	8400	36000	133400	161000	12506	1477	6329	13982	18834	
13	78286	125000	9100	39000	134100	164000	17433	1607	6887	19041	24321	
14	84308	125000	9800	42000	134800	167000	22566	1749	7497	24315	30063	
15	90330	125000	10500	45500	135500	170500	27920	1907	8172	29826	36092	
16	96352	125000	11200	48500	136200	173500	18477	2083	8928	20560	27405	
17	102374	125000	11900	52000	136900	177000	24256	2282	9782	26538	34038	
18	108396	125000	12600	55500	137600	180500	30238	2511	10762	32749	41000	
19	114418	125000	13300	59000	138300	184000	36443	2773	11885	39216	48327	
20	120440	125000	14000	62500	139000	187500	42849	3079	13194	45928	56043	
21	120440	125000	14700	66000	139700	191000	29981	3437	14729	33418	44710	
22	120440	125000	15400	70500	140400	195500	32100	3858	16533	35958	48633	
23	120440	125000	16100	75000	141100	200000	34232	4357	18671	38589	52904	
24	120440	125000	16800	79500	141800	204500	36352	5040	21600	41392	57952	
25	120440	125000	17500	85000	142500	210000	36352	6125	26250	42477	62602	

End of year	Total premiums paid till end of year	Amount payable on Survival at the end of specific year				
		Guaranteed	Variable		Total	
			Scenario 1	Scenario 2	Scenario 1	Scenario 2
1	6022	0.00	0	0	0	0
2	12044	0.00	0	0	0	0
3	18066	0.00	0	0	0	0
4	24088	0.00	0	0	0	0
5	30110	15000.00	0	0	15000	15000
6	36132	0.00	0	0	0	0
7	42154	0.00	0	0	0	0
8	48176	0.00	0	0	0	0
9	54198	0.00	0	0	0	0
10	60220	15000.00	0	0	15000	15000
11	66242	0.00	0	0	0	0
12	72264	0.00	0	0	0	0
13	78286	0.00	0	0	0	0
14	84308	0.00	0	0	0	0
15	90330	15000.00	0	0	15000	15000
16	96352	0.00	0	0	0	0
17	102374	0.00	0	0	0	0
18	108396	0.00	0	0	0	0
19	114418	0.00	0	0	0	0
20	120440	15000.00	0	0	15000	15000
21	120440	0.00	0	0	0	0
22	120440	0.00	0	0	0	0
23	120440	0.00	0	0	0	0
24	120440	0.00	0	0	0	0
25	120440	40000.00	17500	85000	57500	125000

Note:

* The annual premium shown above is exclusive of Service Tax, Extra Premium(s) and Rider(s), if any

** In any case the total death benefit at any time shall not be less than 105% of the total premiums paid (excluding service tax, extra premium and rider premiums, if any).

*** Special Surrender Value may however be payable, if it is more favourable to the Policyholder.

Notes:

- i) *This illustration is applicable to a 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 4% p.a. (Scenario 1) and 8% p.a. (Scenario 2) respectively. In other words, in preparing this benefit illustration, it is assumed that the Projected Investment Rate of Return that LICI will be able to earn **throughout the term of the policy** will be 4% p.a. or 8% 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.*

SECTION 45 OF THE INSURANCE ACT, 1938:

The provision of Section 45 of the Insurance Act, 1938 shall be applicable as amended from time to time. The simplified version of this provision is as under:

Provisions regarding policy not being called into question in terms of Section 45 of the Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 are as follows:

1. No Policy of Life Insurance shall be called in question on any ground whatsoever after expiry of 3 yrs from
 - a. the date of issuance of policy or
 - b. the date of commencement of risk or
 - c. the date of revival of policy or
 - d. the date of rider to the policywhichever is later.
2. On the ground of fraud, a policy of Life Insurance may be called in question within 3 years from
 - a. the date of issuance of policy or
 - b. the date of commencement of risk or
 - c. the date of revival of policy or
 - d. the date of rider to the policywhichever is later.

For this, the insurer should communicate in writing to the insured or legal representative or nominee or assignees of insured, as applicable, mentioning the ground and materials on which such decision is based.
3. Fraud means any of the following acts committed by 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 specifically declares to be fraudulent.
4. Mere silence is not fraud unless, depending on circumstances of the case, it is the duty of the insured or his agent keeping silence to speak or silence is in itself equivalent to speak.
5. No Insurer shall repudiate a life insurance Policy on the ground of Fraud, if the Insured / beneficiary can prove that the misstatement was true to the best of his knowledge and there was no deliberate intention to suppress the fact or that such mis-statement of or suppression of material fact are within the knowledge of the insurer. Onus of disproving is upon the policyholder, if alive, or beneficiaries.

6. Life insurance Policy can be called in question within 3 years on the ground that any statement of or suppression of a fact material to expectancy of life of the insured was incorrectly made in the proposal or other document basis which policy was issued or revived or rider issued. For this, the insurer should communicate in writing to the insured or legal representative or nominee or assignees of insured, as applicable, mentioning the ground and materials on which decision to repudiate the policy of life insurance is based.
7. In case repudiation is on ground of mis-statement and not on fraud, the premium collected on policy till the date of repudiation shall be paid to the insured or legal representative or nominee or assignees of insured, within a period of 90 days from the date of repudiation.
8. Fact shall not be considered material unless it has a direct bearing on the risk undertaken by the insurer. The onus is on insurer to show that if the insurer had been aware of the said fact, no life insurance policy would have been issued to the insured.
9. The insurer can call 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 of age of life insured. So, this Section will not be applicable for questioning age or adjustment based on proof of age submitted subsequently.

[Disclaimer: This is not a comprehensive list of Section 45 of the Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 and only a simplified version prepared for general information. Policy Holders are advised to refer to the Insurance Laws (Amendment) Act, 2015, for complete and accurate details.]

PROHIBITION OF REBATES SECTION 41 OF THE INSURANCE ACT, 1938 AS AMENDED BY INSURANCE LAWS (AMENDMENT) ACT, 2015:

- 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: provided that acceptance by an insurance agent of commission in connection with a policy of life insurance taken out by himself on his own life shall not be deemed to be acceptance of a rebate of premium within the meaning of this sub-section if at the time of such acceptance the insurance agent satisfies the prescribed conditions establishing that he is a bona fide insurance agent employed by 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.

Note: "Conditions apply" for which please refer to the Policy document or contact our nearest Branch Office.

BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS / FRAUDULENT OFFERS

IRDAI clarifies to public that

- **IRDAI or its officials do not involve in activities like sale of any kind of insurance or financial products nor invest premiums.**
- **IRDAI does not announce any bonus.**

Public receiving such phone calls are requested to lodge a police complaint along with details of phone call, number.

"Insurance is the subject matter of solicitation"

Registered Office:

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Mumbai - 400021.
Website: www.licindia.in
Registration Number: 512