

IN THIS POLICY, THE INVESTMENT RISK IN THE INVESTMENT PORTFOLIO IS BORNE BY THE POLICY HOLDER

Canara HSBC Oriental Bank of Commerce Life Unit Linked Limited Pay Endowment Plan

UIN - 136L004V01

TERMS AND CONDITIONS

1. DEFINITIONS AND INTERPRETATION

1.1 Definitions

In this Policy, unless the context requires otherwise, the following words and expressions shall have the meaning ascribed to them respectively herein below:

Act means the Insurance Act, 1938;

Age means age at last birthday;

Annexure means the annexures attached to this Policy, as amended from time to time;

Authority means the Insurance Regulatory and Development Authority or such other authority or authorities, as may be designated under the applicable laws and regulations as having authority to oversee and regulate life insurance business in India, or any other area that has an impact on the business of life insurance;

Benefits means the Death Benefit, the Maturity Benefit, Payor Benefit, Rider Benefits and any other benefit, as may be applicable under this Policy referred to collectively;

Business Day means any day which is a working day for the Company's corporate office in Gurgaon and on which day the National Stock Exchange (NSE) is open for trading;

Charges mean collectively, the charges that may be levied by the Company under this Policy with the approval of the Authority from time to time. The charges applicable as at the Policy Commencement Date are mentioned in Annexure 1 hereto;

Claimant means the Policyholder or the assignees as per Section 38 of the Act, and if the Policyholder 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 as per Clause 14;

Company means Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited, a company incorporated under the provisions of the Companies Act, 1956 carrying on the business of life insurance;

Death Benefit means the benefit as specified in Clause 2.1 of the Policy, payable by the Company upon the death of the Life Assured during the Policy Term;

Financial Year means a period of twelve (12) months commencing from April 01 each year and ending with March 31 of the following year;

Fund Value means at any point of time, the value of the Units held by the Policyholder, represented by the number of Units held in the Policyholder's Unit Account multiplied by the respective Unit Price of the Units applicable to the respective Unit Linked Fund(s);

Grace Period means the period of thirty (30) days commencing from the due date of each Premium due, during which the Policyholder may make payment of unpaid Premium to keep the Policy and all the Benefits in force;

Insurance Cover means the Death Benefit specified in Clause 2.1, Payor Benefit specified in Clause 2.2 of the Policy and the Rider Benefit (if any) payable under this Policy;

Life Assured means the person named as such in the Policy Schedule, on whose life the Death Benefit is effected in terms of this Policy;

Maturity Benefit means the Fund Value as on the Maturity Date, payable to the Claimant, provided the Life Assured is alive on the Maturity Date;

Maturity Date means the date specified as such in the Policy Schedule on which the Maturity Benefit becomes payable;

Maturity Switch Option means the option as detailed in Clause 7.5;

Minor means a person who has not completed the Age eighteen (18) years;

Net Asset Value (NAV) means 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;

Office means any office established by the Company for servicing customers, except its registered office and corporate office;

Payor Benefit means the benefit specified in Clause 2.2 payable by the Company, upon the death or Total and Permanent Disability of the Policyholder (if such Benefit has been opted by the Policyholder and is mentioned as being applicable to this Policy in the Policy Schedule);

Policy means this Canara HSBC Oriental Bank of Commerce Life Unit Linked Limited Pay Plan, comprising, the Proposal, these terms and conditions, the Annexure and the Policy Schedule including any unit account statements or other correspondence issued by the Company, all of which shall form an integral part of the Policy;

Policy Anniversary means an annual anniversary of the Policy Commencement Date;

Policy Commencement Date means the date of commencement of the Policy as specified in the Policy Schedule;

Policy Schedule means the schedule attached to and forming part of this Policy;

Policy Term means the period between the Policy Commencement Date and the Maturity Date, specified as such in the Policy Schedule;

Policy Year means a period of twelve (12) consecutive months starting from the Policy Commencement Date and ending on the day immediately preceding its Policy Anniversary and each subsequent period of twelve (12) consecutive months thereafter, during the Policy Term;

Policyholder means the person specified as such in the Policy Schedule;

Pre-existing Illness means a condition for which prior to the receipt of Proposal for this Policy or prior to the date of reinstatement of the Insurance Cover, the Policyholder had signs or symptoms of an illness or bodily injury which would have caused any ordinary prudent person to seek treatment, diagnosis or care or medical advice or treatment was recommended by or received from a registered medical practitioner or the Policyholder has undergone medical tests or investigations. Any congenital disorder, or related illness and complication arising out of or connected with the pre-existing illness, shall be considered part of that pre-existing illness;

Proposal means the signed and completed proposal form provided by the Policyholder prior to the Policy Commencement Date, along with all additional information enclosed thereto and which forms the basis upon which this Policy has been issued to the Life Assured by the Company;

Premium means the premium specified in the Policy Schedule payable in regular installments as agreed between the Policyholder and the Company;

Premium Payment Term means the period specified in the Policy Schedule indicating the number of years for which the Policyholder is required to pay Premium under this Policy;

Redirection means the facility allowing the Policyholder to modify the allocation of future Premium into the Unit Linked Funds in a different investment pattern or allocation percentages from the option exercised previously by the Policyholder;

Regulations means the laws and regulations in effect from time to time and applicable to this Policy, including without limitation the regulations and directions issued by the Authority from time to time including re-enactments and/or amendments to such laws and regulations;

Revival Period means the period of five (5) years commencing from the due date of the first unpaid Premium under this Policy during which the Policyholder may apply to the Company for revival of this Policy subject to satisfaction of Clause 4;

Rider means the supplementary or additional benefit coverage, if any, issued by the Company, attached to and forming part of this Policy;

Rider Benefits means the benefits payable under the Riders;

Risk Commencement Date means the date mentioned as such in the Policy Schedule, which shall be the later of (i) date of acceptance of Proposal by the Company and (ii) date of realization of proposal deposit by the Company. If the Life Assured is a Minor whose Age is less than seven (7) years as at the Policy Commencement Date, the Risk Commencement Date shall be the date corresponding to the first working day of the Policy Anniversary immediately following the date on which the Life Assured attains the Age of seven (7) years;

Settlement Options means the options specified in Clause 2.3.2;

Sum Assured means the amount as mentioned in the Policy Schedule payable upon the death of the Life Assured as per Clause 2.1;

Surrender means the termination of the Policy in its entirety as specified in Clause 11;

Surrender Value shall mean the Fund Value less applicable Surrender Charges as mentioned in Annexure 1 hereto;

Switches means the facility available to the Policyholder to change the investment pattern of the available Unit Linked Funds by shifting from one Unit Linked Fund to another (in whole or in part);

Total and Permanent Disability: The Policyholder 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 Policyholder is aged 60 last birth day, if the Policyholder has been rendered totally incapable of being employed or engaged in any work, gainful activity, or any occupation whatsoever for remuneration or profit, wages, compensation, or
- Subsequent to the Policy Anniversary on which the Policyholder is aged 60 last birth day, the Policyholder 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:

- (i) 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;
- (ii) Dressing: the ability to put on, take off, secure and unfasten all garments and, as appropriate, any braces, artificial limbs or other surgical appliances;
- (iii) Transferring: the ability to move from a bed to an upright chair or wheelchair and vice versa;
- (iv) Mobility: the ability to move indoors from room to room on level surfaces;
- (v) Toileting: the ability to use the lavatory or otherwise manage bowel and bladder functions so as to maintain a satisfactory level of personal hygiene;
- (vi) 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.

Units means a notional interest of the Policyholder representing a portion or a part of the Unit Linked Fund consisting of one (1) undivided share in the assets of the relevant Unit Linked Fund;

Unit Linked Fund means specific and separate investment funds established, offered, operated and maintained by the Company, in terms of Clause 7 below or as may be introduced by the Company from time to time, with the approval of the Authority;

Unit Price means 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.

1.2 Interpretation

This Policy is divided into numbered clauses for ease of reference and reading. Except as stated, these divisions and the corresponding clause headings do not limit the Policy or its interpretation in any way. Unless the context requires otherwise, words of one gender shall include the other gender and the singular shall include the plural and vice versa and references to any statute include subsequent changes to that statute.

2. BENEFITS

Subject to the provisions contained herein and fulfillment of the terms and conditions of this Policy and the Policyholder having made all due payments of Premium, the Company agrees to pay to the Claimant, the following Benefits on the happening of the events mentioned against each Benefit during the Policy Term:

2.1 Death Benefit

2.1.1 Subject to the Policy remaining in force, if the death of the Life Assured occurs on or after the Risk Commencement Date but before the Maturity Date, the Company shall pay the higher of the following

- a) the Fund Value as at the date of notification of death of the Life Assured to the Company
- b) the Sum Assured

2.1.2 If the Life Assured is a Minor as at the Policy Commencement Date and death occurs prior to the Risk Commencement Date while the Policy is in force, the Company shall pay the Fund Value as at the date of notification of death of the Life Assured to the Company;

2.1.3 The Policy shall automatically terminate upon payment of a Death Benefit under clause 2.1.1 or clause 2.1.2;

2.1.4 In respect of a notification of death of the Life Assured received at the Office of the Company prior to 3 PM on any Business Day (or such other time as may be notified under the Regulations), the closing NAV of the same day will be applied for computation of the Fund Value. For intimations received at the Office of the Company post 3 PM on any Business Day, the NAV declared on the next Business Day shall be applied for computation of the Fund Value.

2.2 Payor Benefit

2.2.1 If the Life Assured is a Minor as at the Policy Commencement Date and the Policyholder dies or is certified by a registered medical practitioner appointed by the Company as suffering from a Total and Permanent Disability, then the Company shall continue the Policy and pay all future Premiums payable under the Policy till the Premium Payment Term to keep the Policy in force.

2.2.2 Exclusions under Payor Benefit: No Payor Benefit is payable if the death or Total and Permanent Disability of the Policyholder is caused either directly or indirectly, voluntarily or involuntarily, by any of the following:

(i) In case of death

No Payor Benefit shall be payable in case death of the Policyholder is caused either directly or indirectly, voluntarily or involuntarily, by any of the following:

- a) The Policyholder flying in any kind of aircraft, other than as a bonafide passenger (whether fare-paying or not) on an aircraft of a licensed airline
- b) The Policyholder taking part in any hazardous sport or pastime (including but not limited to hunting, mountaineering, racing, steeple chasing, bungee jumping, etc.)
- c) The Policyholder performing service in any active military, air force, naval, police, paramilitary or similar organization
- d) The Policyholder taking part in any strike, industrial dispute, riot, etc.
- e) The Policyholder taking part in any criminal or illegal activity
- f) Self-inflicted injury, or suicide -whether sane or insane
- g) The Policyholder being under the influence or abuse of drugs, alcohol, narcotics or psychotropic substance not prescribed by a registered medical practitioner
- h) War, civil commotion, invasion, hostilities (whether war be declared or not)
- i) Nuclear reaction, radiation or contamination.

(ii) In case of Total and Permanent Disability

- a) Pre-existing Illness unless stated in the Proposal or any other declaration completed by the Policyholder and accepted by the Company.
- b) Any sickness related medical condition which first manifests itself within 90 days of the Risk Commencement Date or revival date of the Benefit.
- c) The Policyholder taking part in any hazardous sport or pastime (including but not limited to hunting, mountaineering, racing, steeple chasing, bungee jumping, etc.)
- d) The Policyholder flying in any kind of aircraft, other than as a bonafide passenger (whether fare-paying or not) on an aircraft of a licensed airline.
- e) The Policyholder performing service in any active military, airforce, naval, police, paramilitary or similar organization.
- f) The Policyholder taking part in any strike, industrial dispute, riot, etc.
- g) The Policyholder taking part in any criminal or illegal activity.
- h) Self-inflicted injury, or attempted suicide-whether sane or insane.
- i) The Policyholder being under the influence or abuse of drugs, alcohol, narcotics or psychotropic substance not prescribed by a registered medical practitioner.
- j) War, civil commotion, invasion, hostilities (whether war be declared or not)
- k) Nuclear reaction, radiation or contamination.

2.2.3 During the period when the Policy is in force after the death of the Policyholder and the Company is paying Premium under Payor Benefit, the legal guardian of the Minor Life Assured shall hold the Policy in trust for the benefit of the Minor Life Assured and Company may permit the legal guardian to effect Switches or Redirection of Premiums under the Policy, until the Life Assured attains the Age of 18 years Such legal guardian shall not be permitted to exercise the Settlement Option, or make any partial withdrawal or assignment under the Policy.

2.3 Maturity Benefit

2.3.1 If the Life Assured survives the Maturity Date and the Policy is in force on such date, the Company shall pay the Maturity Benefit which shall be equivalent to the Fund Value. The Fund Value shall be computed on the basis of the closing NAV of the Maturity Date or the actual date of payment of the Maturity Benefits if the Policyholder has opted for the Settlement Option specified in Clause 2.3.2.

2.3.2 Settlement Option

- (i) The Policyholder may exercise the option to receive the Maturity Benefit either as a lump sum payment on the Maturity Date or in installments, for a maximum period of up to five (5) years from the Maturity Date ('Settlement Period'), provided:
 - a) There will not be any Insurance Cover during the Settlement Period;
 - b) The Company receives a written request from the Policyholder or the Life Assured at least three (3) months prior to the Maturity Date for the same, indicating the Settlement Period;
 - c) Charges including Fund Management Charges and Policy Administration Charges shall continue to be deducted by the Company from the Fund Value during the Settlement Period;

- d) The Policyholder agrees and acknowledges that all risks inherent in receiving the Maturity Benefit as per the Settlement Option will be borne entirely by the Policyholder;
 - e) The Policyholder shall not be entitled to make Switches or partial withdrawals during the Settlement Period; however, the Policyholder shall be entitled to cancel the Settlement Option and withdraw the Fund Value as at that date at any time during the Settlement Period.
- (ii) In the event of death of the Life Assured during the Settlement Period, the entire remaining Fund Value will be paid to the Claimant and the Policy will automatically terminate.

2.4 Requirements for Benefit Claims

2.4.1 In the event of a claim for Death Benefit or Maturity Benefit arising under this Policy, the Claimant shall within sixty (60) days of the claim arising, make a written intimation to the Company using the claim intimation form informing the Company of the claim along with the following documents:

I In case of claim for Maturity Benefit

- (i) Policy document in original;
- (ii) Duly signed discharge voucher.

II In case of claim for Death Benefit/ Payor Benefit (arising other than out of accidents or unnatural deaths)

- (i) Original Policy document;
- (ii) Death certificate issued by municipal authorities;
- (iii) Company Specific Claim formats duly complete and signed – Claimants Statement, Physician's Statement, Treating Hospital Certificate & Employer / School Certificate;
- (iv) Post-mortem/ chemical viscera report (if performed);
- (v) Hospital / other treatment records;
- (vi) Photo identification and address proof of the Claimant;
- (vii) Affidavit for change of policyholder- from the legal guardian of minor life assured declaring himself / herself as the same (for payor benefit).

III In case of a Claim for Payor Benefit in the event of Permanent Total Disability of the Policyholder

- (i) Original Policy document;
- (ii) Company Specific Claim formats duly complete and signed – Claimants Statement, Physician's Statement, Treating Hospital Certificate & Employer Certificate;
- (iii) Hospital / other treatment records including reports of disability tests.

IV Additional requirements in case of a Claim for Death Benefit/ Payor Benefit arising out of accidents or unnatural deaths

- (i) Police reports (First information report, Panchnama, Police Investigation Report);
- (ii) Copy of the driving license of the Policyholder/Life Assured (only in case of a road accident where the Policyholder/Life Assured was driving the vehicle).

2.4.2 Notwithstanding anything contained in Clause 2.4.1 above, depending upon the cause or nature of the claim, the Company reserves the right to call for other and/or additional documents or information, including documents/information concerning the title of the Claimant, to the satisfaction of the Company for processing the claim.

2.5 Mode of payment of Benefits

2.5.1 All Benefits and other sums under this Policy shall be payable in the manner and currency permitted under the Regulations.

2.5.2 Discharge

Any discharge given by the Claimant, or by any person authorized by the Claimant in writing in respect of the Benefits or the sums payable under this Policy shall constitute a valid discharge to the Company in respect of such payment. The Company's liability under the Policy shall be automatically discharged by such payment.

2.5.3 Cancellation of Units

Subject to the other provisions contained herein, Benefits under this Policy shall be settled by cancellation of required number of Units from the respective Unit Linked Fund(s). If the Policyholder has chosen more than one Unit Linked Fund, the cancellation of Units will be effected in the same proportion as the aggregate value of the Units held in each Unit Linked Fund, unless specified otherwise by the Policyholder and accepted by the Company.

2.6 Death of Life Assured during the Grace Period

In the event of death of the Life Assured during the Grace Period, any Death Benefit payable under clause 2.1 shall be subject to deduction of Mortality Charges, if any, due as on the date of death of the Life Assured.

3. Payment of Premium & effect of discontinuance of payment of Premium

3.1 Payment of Premium

Premium shall be paid during the Premium Payment Term in the agreed amounts and frequency on or before the end of Grace Period corresponding to the due date specified in the Policy Schedule. The Premium may not be increased or decreased during the Policy Term. If any Premium is received before the due date, the Company may keep such amount in an advance premium account and adjust such sum towards Premium on the applicable due date. No interest will be paid by the Company on money deposited in the advance premium account. The amounts in the advance premium account shall not be allocated into Units before the due date. All Premiums shall, subject to deduction of applicable Charges as mentioned in Annexure 1 hereto, be allocated in the respective Unit Linked Funds in the allocation percentage as chosen by the Policyholder.

3.2 Discontinuance of Premium after paying the Premium due for at least three (3) consecutive years.

If any payment of Premium is discontinued by the Policyholder after paying the Premium for at least three (3) consecutive years and the Policyholder does not make such payment within the Grace Period, this Policy, including the Insurance Cover and the Benefits under the Policy, will continue subject to the Company levying the applicable Charges, from the Fund Value.

Provided however that such automatic continuation of the Policy will cease on the earlier of the following two (2) events:

- (i) If the Surrender Value under this Policy falls below one (1) full year's Premium, the Company shall terminate the Policy and pay the Surrender Value to the Policyholder;
- (ii) If at the end of the Revival Period, the Policy has not been revived by paying all due Premiums to the Company along with such other Charges as may be prescribed by the Company, the Policy shall stand terminated and the Surrender Value shall be payable to the Policyholder as on the date of Surrender. The Policyholder may specifically opt for continuation of the Insurance Cover beyond the Revival Period, in which event the Insurance Cover shall continue with the Company levying all Charges as mentioned in the Policy Schedule, until the Surrender Value falls below one (1) full year's Premium, at which time the Surrender Value shall be payable to the Policyholder and the Policy shall be automatically terminated. In case of death of the Life Assured after the Revival Period, where the Policyholder has specifically opted for continuation of Insurance Cover, the higher of the Fund Value and the Sum Assured shall be payable;
- (iii) In case of death of the Life Assured after the Grace Period but during the Revival Period, the Death Benefit payable shall be equal to the Sum Assured or the Fund Value, whichever is higher.

For computation of Surrender Value, Surrender Charges pertaining to the year in which the Policy is terminated as mentioned in sub-clauses (i) and (ii) above, shall be applied.

Unless the Policy is reinstated, the Policyholder shall not be entitled to make any payment of Premiums under the Policy.

3.3 Discontinuance of Premium within three (3) years of the Policy Commencement Date.

- (i) If any payment of Premium is discontinued by the Policyholder before the completion of three (3) years from the Policy Commencement Date and the Policyholder does not make payment within the Grace Period, the Insurance Cover and Payor Benefit under this Policy shall cease with immediate effect. The Policy in such case shall continue without any Insurance Cover or Payor Benefit, with deduction by the Company of Charges (other than Mortality Charges and Rider Premium Charges), if any, from the Fund Value.
- (ii) The Policyholder may during the Revival Period, apply to the Company for revival of the Insurance Cover, and the Company may at its sole discretion, and subject to fulfillment of the conditions set forth in Clause 4 below, allow revival of the Insurance Cover. Unless the Insurance Cover is so revived, the Company shall pay the Surrender Value, if any, on expiry of the Revival Period, upon which the Policy will automatically terminate. For computation of Surrender Value, Surrender Charges pertaining to the year in which the premium payment was first discontinued shall be applied.
- (iii) In case of death of the Life Assured after the Grace Period but during the Revival Period, the Death Benefit payable shall be equal to the Fund Value.

Unless the Policy is revived, the Policyholder shall not be entitled to make any payment of Premiums or partial withdrawals under the Policy.

3.4 Termination of Policy

Notwithstanding any other Clause herein, at anytime during the Policy Term, post completion of three (3) years from the Policy Commencement Date, if the Surrender Value falls below one (1) full year's Premium, at the time of deduction of the Charges, this Policy will immediately terminate and the Surrender Value will be paid to the Policyholder/Claimant and on such payment all rights and benefits under the Policy will automatically cease.

4. Revival of Insurance Cover

- 4.1** Subject to the approval of the Company and the prevailing rules of the Company pertaining to revival, the Insurance Cover under this Policy may be revived within the earlier of (i) the Revival Period or (ii) the Maturity Date or (iii) the termination of the Policy in terms of Clause 3.2, 3.3 and 3.4 above, provided:
- (i) the Policy has not been surrendered for cash;
 - (ii) no claim has arisen under the Policy;
 - (iii) the Policy has not been terminated as mentioned in Clause 3 above;
 - (iv) a written application for revival is received from the Policyholder by the Company, together with revival fee as applicable and evidence of insurability and health of the Life Assured, to the satisfaction of the Company;
 - (v) all unpaid Premiums in arrears and other sums charged by the Company to reinstate this Policy are received by the Company in full.
- 4.2** Notwithstanding anything to the contrary contained elsewhere in this Policy, the Company reserves the right to reinstate the Insurance Cover under this Policy either on its original terms and conditions or on such other or modified terms and conditions as the Company deems fit, or to reject the revival. The decision of the Company in this regard shall be final and binding on the Policyholder.
- 4.3** The revival shall come into effect on the date when the Company specifically communicates it in writing to the Policyholder.
- 4.4** Units against Premium received for revival shall be allocated on the basis of the NAV applicable on the later of the following two (2) dates (i) date of acceptance of revival application by the Company and (ii) date of realization of the Premiums paid for revival by the Company.

5. Unit Account, Unit Statement and Annual Statement

- 5.1 Unit Account:** For the purpose of this Policy, the Company will maintain an account called the unit account, to which the Premium received from the Policyholder under this Policy shall be credited, net of applicable Charges. The amount so credited shall be utilized for purchase of Units at the applicable NAV in the Unit Linked Funds offered by the Company and chosen by the Policyholder in the allocation percentage specified.
- 5.2 Unit Statement:** The Company shall issue to the Policyholder, a unit statement showing the details of Units held and particulars of credits and debits in respect of the Unit Account on every Policy Anniversary as well as whenever a transaction in the nature of receipt of Premium, Switch, partial withdrawal or payment of Benefits takes place. The Policyholder may authorize the Company to send the unit statement on e-mail and the statement sent to such registered e-mail ID shall be considered as a valid discharge of Company's obligation under this clause.
- 5.3 Annual Report:** The Company shall also issue an annual report covering the performance of the Unit Linked Funds during the preceding Financial Year in relation to the economic scenario and market developments including particulars like investment strategies and risk control measures, changes in interest rates, tax rates, etc affecting the investment portfolio.

6. Charges

Subject to the other terms and conditions mentioned herein, during the Policy Term, the Company shall levy the Charges. The Company reserves the right to revise the Charges, with the prior approval of the Authority, subject to the maximum limits mentioned against each Charge in Annexure 1 hereto. All Charges mentioned herein are subject to applicable taxes and levies (present or future), including service tax, which shall be borne by the Policyholder.

7. Unit Linked Funds

- 7.1** The Company may from time to time, with the approval of the Authority, introduce, modify, amend or consolidate Unit Linked Fund(s) and offer such Unit Linked Fund (s) to the Policyholder. The Unit Linked Fund(s) offered by the Company as at the Policy Commencement Date and the indicative portfolio allocations and risk profiles of the Unit Linked Fund(s) are as follows:

1. Equity Fund

Assets	Minimum	Maximum	Risk Profile	Objective
Equity	60%	100%	High	Generate long-term capital appreciation from active management of a portfolio invested in diversified equities.
Money Market	Nil	40%		

2. Growth Fund

Assets	Minimum	Maximum	Risk Profile	Objective
Equity	50%	90%	Medium to High	Achieve capital appreciation by investing predominantly in equities, with limited investment in Fixed Income Securities
Debt Securities	10%	50%		
Money Market	Nil	40%		

3. Balanced Fund

Assets	Minimum	Maximum	Risk Profile	Objective
Equity	30%	70%	Medium	Generate capital appreciation and current income, through a judicious mix of investments in equities and fixed income securities.
Debt Securities	30%	70%		
Money Market	Nil	40%		

4. Debt Fund

Assets	Minimum	Maximum	Risk Profile	Objective
Debt Securities	60%	100%	Low to Medium	Earn regular income by investing in high quality Debt securities.
Money Market	Nil	40%		

5. Liquid Fund

Assets	Minimum	Maximum	Risk Profile	Objective
Debt Securities*	Nil	60%	Low	Generate reasonable returns commensurate with low risk and a high degree of liquidity.
Money Market	40%	100%		

*Debt Securities shall comprise of only short term securities

7.2 Subject to investment norms and policies of the Company in effect from time to time and applicable Regulations, the Company shall have the discretion to select the investments and/or make the investments under each Unit Linked Fund, having regard to the investment objectives of the respective Unit Linked Fund. Subject to as aforesaid, the Company shall have absolute discretion to formulate its investment policies and make investments and to deal with all matters in relation to the Unit Linked Funds. The Company shall have absolute legal and beneficial ownership of all investments and assets of the Unit Linked Fund (s).

7.3 The Company may also at its discretion, subject to approval of the Authority and the Policyholder (Life Assured) close or discontinue any of the Unit Linked Funds on the happening of events including but not limited to extreme volatility of markets, which in the opinion of the Company warrants such discontinuance or closure. In the event of closure or discontinuance of any Unit Linked Fund, the Company shall give the Life Assured prior notice stating the Company's intention to discontinue or close a Unit Linked Fund. In case of a discontinuance or closure of Unit Linked Funds as mentioned above, the Company shall provide the Life Assured the option of Switching to other Unit Linked funds offered by

the Company free of cost, and such options may be exercised by the Life Assured within the time limits provided by the Company. In the event of a Life Assured not exercising his option to Switch to another Unit Linked Fund, the Company shall be entitled to Switch the Funds to another Unit Linked Fund at its discretion, subject to prior approval from the Authority.

7.4 Maturity Switch Option

- (i) The Policyholder may at any time during the Policy Term, opt for Maturity Switch Option, by writing to the Company, which request shall be effective from the Business Day immediately following the date of receipt of such request by the Company.
- (ii) By opting for Maturity Switch Option the Policyholder expressly authorizes the Company to allocate hundred percent (100%) of the Unit Linked Funds in the Policyholder's unit account initially into the Equity Fund and to gradually shift them into the Liquid Fund, starting five (5) years prior to Maturity Date. The Company will gradually transfer the Units in the Unit Linked Funds under this Policy from a higher risk Unit Linked Fund (i.e. Equity Fund) to a lower risk Unit Linked Fund (i.e. Liquid Fund), as the Policy nears the Maturity Date.
- (iii) The right of Redirection of Premium cannot be exercised when the Maturity Switch Option is in force. Under this option, the Policyholder will not be allowed to change the allocation percentages of the Premium received in the Unit Linked Funds under this Policy, unless the Policyholder opts out of Maturity Switch Option by making a request to this effect in writing, to the Company.
- (iv) Investment risk relating to the fluctuations of Unit Price will continue to remain with the Policyholder.

An indicative grid showing how the Units will be reallocated between Equity Fund and Liquid Fund is shown below:

Policy Year (B.O.Y)	Equity Fund allocation percentage%	Liquid Fund allocation percentage%
Policy Commencement up to T-5	100	0
T-4	80	20
T-3	60	40
T-2	40	60
T-1	20	80
T	0	100

Note: T - Policy Term;
B.O.Y.- Beginning of Year

- (v) Under this option, the existing Fund Value as well as future Premiums will be automatically allocated to applicable allocation percentages as mentioned above.
- (vi) The Maturity Switch Option may be exercised or discontinued by the Policyholder at any time during the Policy Term, each such entry and exit being treated by the Company as a Switch, with Switching Charges being levied, if applicable at the rates mentioned in Annexure 1.

8. Risk Factors

- 8.1 This Policy is issued on the express understanding that the investments are subject to the following risks among others and the Policyholder has opted for this Policy with full knowledge of such risks:

- (i) The names of the Unit Linked Funds do not in any manner indicate the quality of the Unit Linked Funds or their future prospects or returns. The Unit Linked Funds do not offer any guarantee or assure any guaranteed return.
- (ii) Investments in Units are subject to market and other risks. Investment risk in investment portfolio is borne by the Policyholder. There is no assurance that the objects of the Unit Linked Funds will be achieved.
- (iii) The Unit Price of the Units may fluctuate depending on factors and forces affecting the capital markets and the level of interest rates prevailing in the market.
- (iv) Past performance of the Unit Linked Fund and other plans of the Company are not indicative of future performance of any of these Unit Linked Funds.

- 8.2 All benefits payable under this Policy are subject to tax laws and other fiscal enactments in effect from time to time.

9. Units

- 9.1 The Units shall have a nominal value of Rupees ten (Rs. 10/-) each at the inception of the Unit Linked Fund. The Unit Price shall be computed to three (3) decimal points. Units will be allocated up to Four (4) decimal points The Unit Price will be declared as soon as may be possible after close of every Business Day.

9.2 Allocation of Units

- (i) Units against the Premium received by the Company at inception shall be allocated on the Policy Commencement Date after deduction of applicable Charges.
- (ii) Allocation of Units against subsequent Premium shall be made on the basis of the closing NAV of the following dates:
 - a) Closing NAV of the same day in case of payments by local cheques or demand drafts at the Office of the Company before 3 PM on any Business Day (or such other time as may be notified under the Regulations).
 - b) Closing NAV of the subsequent Business Day in case of payments received by local cheques or demand drafts at the Office of the Company post 3 PM on any Business Day.
 - c) Closing NAV of the date of realization by the Company in case of payments made by outstation cheques or through ECS, Standing Instructions and Auto Debits (or such other time as may be notified under the Regulations).

All requests for partial withdrawals, Surrenders, Switching of Units, Maturity Switch Option and all intimations pertaining to claim of Benefits shall be in writing, submitted at any of the Company's Offices. In case of partial withdrawal, Switch, Maturity Switch Option or Surrender requests received at the Company's Office prior to 3 PM on any Business Day, the same would be processed based on the closing NAV of that day. The closing NAV of the next Business Day would be applied in case of all requests received at the Company's Offices after 3 PM on any Business Day. The above cut-off timings are as per regulations prevailing on the Policy Commencement Date, which can change from time to time subject to change in regulations.

9.3 Computation of Net Asset Value ('NAV')

Net Asset Value shall be calculated on all Business Days in accordance with the Authority's guidelines in force from time to time. As per the prevailing guidelines of the Authority, Net Asset Value will be calculated as follows:

- (i) (i) Appropriation price computed as mentioned herein is applied when the Unit Linked Fund is a net buyer of assets: - Market Value of investment held by the Unit Linked 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.
- (ii) (ii) Expropriation price as mentioned herein is applied when the Unit Linked Fund is a net seller of assets: - Market Value of investment held by the Unit Linked Fund less the expenses incurred in the sale of 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.

9.4 Valuation of Unit Linked Funds

The calculation made by the Company in regard to the valuation of its Unit Linked Funds is final and binding for all purposes except in case of manifest error. The valuation of assets of the Unit Linked Funds shall be made as per the applicable Regulations and valuation norms of the Company in effect from time to time.

9.5 Recovery of Charges

All Charges, other than the Fund Management Charges and the Premium Allocation Charges, shall be recovered by cancellation of required number of Units from the respective Unit Linked Funds on the date on which such Charges fall due. If the Policyholder has chosen more than one Unit Linked Fund, the cancellation of Units will be effected, to the extent feasible, in the same proportion as the aggregate value of the Units held in each Unit Linked Fund.

Fund Management Charges shall be recovered before arriving at the Unit Price. Premium Allocation Charges shall be recovered by deduction from the amount of the Premium received prior to allocation of the Premium into Units. Switching Charges will be charged to the source Unit Linked Fund from which the Units are Switched and shall be recovered by cancellation of required number of Units from the respective Unit Linked Funds.

10. Age Admission

The Age of the Life Assured and/or the Policyholder has been admitted on the basis of the declaration made by the Life Assured and/ or the Policyholder in the Proposal and/or in any statement, supporting document/proof provided in this regard. If the Age of the Life Assured and/or the Policyholder is found to be different from that declared, the Company may, adjust the Premiums and/or the Benefits under this Policy and/or recover the additional amounts, if any, as it deems fit. This Policy shall however become void from the Policy Commencement Date, if the Age of the Life Assured and/ or the Policyholder at the Policy Commencement Date is found to be higher than the maximum or lower than the minimum entry Age that was permissible under this Policy at the time of its issue and the Fund Value if any, shall be returned to the Policyholder subject to deduction of applicable Charges.

11. Surrender Value and Surrender

- 11.1 If the Premium for at least one (1) Policy Year has been paid in full, the Policy shall acquire a Surrender Value.

11.2 The Policyholder may during the Policy Term, surrender this Policy at any time after at least one (1) Policy Year's Premium has been paid in full by giving notice in writing to this effect to the Company. The Company shall on receipt of a duly signed request for Surrender:

- (i) cancel the Units immediately, and pay the Surrender Value if any after deduction of Surrender Charges to the Policyholder at the end of the third (3rd) Policy Year, in case the request for Surrender is received before completion of the third (3rd) Policy Year;
- (ii) terminate the Policy and pay the Surrender Value after deduction of the applicable Surrender Charges, in case the request for Surrender is received after completion of the third (3rd) Policy Year.

On Surrender Value payment being made by the Company, the Policy shall terminate forthwith and the Company will be relieved and discharged from all obligations under the Policy thereafter.

11.3 In the event the Policyholder applies for Surrender of the Policy during the first three (3) Policy Years, the units will be immediately disinvested and kept in rupee terms and Surrender Value if any after deduction of applicable Charges will be paid at the end of third (3rd) Policy Year.

11.4 11.4In case of Surrender of Policy as mentioned in Clauses 11.2(i) and (ii) above, Surrender Charges applicable for the year in which the request for Surrender of the Policy is received by the Company, shall be applied for arriving at the Surrender Value. However in case Premium payment was discontinued in the first three (3) Policy Years, Surrender Charges applicable to the year in which the Premium payment was first discontinued, shall be applied.

12. Partial Withdrawal

12.1 If at least three (3) full years Premiums have been paid under this Policy and the Life Assured is not a Minor at such time, the Policyholder may make partial withdrawals up to fifty percent (50%) of the Sum Assured in a Policy Year, provided the Surrender Value after availing the partial withdrawal is not less than one hundred twenty percent (120%) of one (1) full years Premium. Partial withdrawals shall be made for a minimum amount of Rupees ten thousand (Rs. 10,000/-) and thereafter in multiples of Rupees one thousand (Rs. 1000/-). The Company shall pay the partial withdrawal amount, after deducting the Partial Withdrawal Charges, by cancelling Units of equivalent amount.

12.2 The first four (4) partial withdrawals in a Policy Year can be availed of for no extra charge. The Company shall charge a sum of Rupees two hundred fifty (Rs. 250/-), from the fifth (5th) partial withdrawal in any one (1) Policy Year. The Policyholder cannot carry forward the unused partial withdrawal in one (1) Policy Year to the next Policy Year.

12.3 Partial withdrawals shall not be allowed in case where the Life Assured is a Minor until the Life Assured attains the Age of majority.

12.4 Partial withdrawals shall not be allowed in during the Revival Period as specified in Clause 4.

13. Premium Redirection & Switches

13.1 The Policyholder will have an option to redirect the future allocation of the net amount of Premiums available for investment amongst one (1) or more Unit Linked Funds. Redirection can be exercised by the Policyholder once during each Policy Year, and will be effected within fifteen (15) days from the date of receipt of a written request from the Policyholder by the Company. The facility of Redirection of Unit Linked Funds is available from the second (2nd) Policy Year and the same can be availed of free of cost, once in one (1) Policy Year. Redirection shall be effective from the time the same is communicated by the Company to the Policyholder.

13.2 The Policyholder may also Switch the Fund Value represented in any Unit Linked Fund amongst one (1) or more Unit Linked Funds. Requests for Switches and Premium Redirection shall be made by duly completing the forms prescribed by the Company in this regard, and delivering the same at the Offices of the Company. The Company shall deduct Switching Charges if applicable as mentioned in Annexure 1. The minimum amount requested to be Switched or value of Units requested to be Switched shall be Rupees ten thousand (Rs. 10,000/-). Requests for Switching may indicate the percentage of Units in the respective Unit Linked Funds to be Switched or the amount representing the value of Units to be Switched. If the Life Assured is a Minor, on the death of the Policyholder, the legal guardian of the Life Assured may, subject to the approval of the Company, effect Switches or Redirection of Premiums under the Policy.

14. Assignment and Nomination

Notice of any assignment or nomination must be submitted in writing to the Company at any of its Offices.

14.1 Assignment

An assignment of the Policy may be made by an endorsement upon the Policy itself or by a separate instrument signed in either case by the assignor specifically stating the fact of assignment and duly attested. Only the Policyholder may make

the first assignment. Such assignment shall be effective, as against the Company, from and upon the service of a written notice upon the Company and the Company accepting and recording the assignment on the Policy. In case of assignment under this Policy, the assignee shall not be entitled to increase or decrease the Death Benefit, Payor Benefit or Rider Benefits. In registering an assignment, the Company does not accept any responsibility or express any opinion as to its validity or legal effect. An assignment of the Policy shall automatically cancel all nominations made under Clause 14.2 below.

14.2 Nomination

The Life Assured, where he is the Policyholder, may, at any time during the currency of this Policy, make a nomination for the purpose of payment of the Death Benefits, in the event of his death. Where the Nominee is a Minor, the Policyholder may also appoint a person (the 'Appointee') to receive the Benefits if payable during the Minority of the Nominee. Any change of nomination, which may be effected before the termination of the Policy shall also be communicated to the Company. The change in nomination shall come into effect from the date on which the Company endorses such change in the Policy Schedule.

In the event of a Nominee dying prior to the Death Benefit becoming payable under this Policy, the Death Benefit shall be paid to the surviving Nominees if any. In case none of the Nominees are surviving on the date of payment of the Benefits, then the Benefits shall be paid to the legal heirs of the deceased Policyholder in accordance with the applicable law. Any payment made by the Company in good faith to such surviving Nominees or the legal heirs of the deceased Policyholder shall discharge the Company fully of its liability to make payment of Benefits under this Policy.

15. General Conditions

15.1 No Participation in surplus or profits. This Policy does not confer any rights on the Policyholder to participate in surplus or profits of the Company.

15.2 Automatic Vesting. If the Policy is issued on the life of a Minor, the Policy will vest on the Life Assured automatically on his attainment of the Age of majority, and on such vesting, the Company will recognize the Life Assured to be the Policyholder henceforth.

15.3 Review, revision. The Company reserves the right to review, revise, delete and / or alter any of the terms and conditions of this Policy, including without limitation the Benefits, the Charges other than those charges which are specifically stated to remain unchanged in this Policy, the method, manner and timing of levy or recovery of the Charges or valuation of the investments and / or assets of the Unit Linked Funds and / or determination of the Unit Price, with the approval of the Authority. The terms of this Policy shall also stand modified from time to time, to the extent of changes to the Regulations affecting the terms and conditions of this Policy.

15.4 Suicide exclusion. If the Life Assured commits suicide for any reason, while sane or insane, within one (1) year from the Risk Commencement Date as specified in the Policy Schedule or within one (1) year from the date of revival of the Policy the Death Benefit and any applicable Rider Benefits shall not be payable under this Policy. In case of the Life Assured committing suicide within one (1) year as mentioned above, only the Fund Value as at the date of notification of death is payable.

15.5 Loans: No loans will be admissible under this Policy.

15.6 Riders: The Policyholder may opt for one or more Riders to be attached to this Policy during the Policy Term, as and when offered by the Company with the approval of the Authority. Acceptance of Riders by the Company shall be subject to the conditions of this Policy and the Rider(s). In the event the Life Assured is a Minor, Riders can be applied for only after the Life Assured attains the Age of eighteen (18) years.

15.7 Forfeiture. In issuing this Policy, the Company has relied on the accuracy and completeness of information provided by the Policyholder and any other declarations or statements made or as may be made hereafter by the Policyholder in the Proposal form. Subject to the provisions of the applicable Regulations, including Section 45 of the Act, in the event any such information, declaration or statement is found to be false or incorrect or any material information is found to be withheld or misrepresented, the Policy shall become null and void from commencement, and the Company shall cease to be liable for payment of any Benefits under this Policy.

16. GENERAL PROVISIONS

16.1 Release and discharge. The Policy will terminate automatically on payment of the Death Benefits or the Maturity Benefits or the Surrender Value, as the case may be, and the Company will be relieved and discharged from all obligations under this Policy thereafter.

16.2 Limitation of Liability. Except in the case of a claim for Death Benefit and Payor Benefit, the maximum liability of the Company under this Policy shall not, in any circumstances, exceed the Fund Value. The maximum liability of the Company under this Policy shall not, in any circumstance, exceed the aggregate amount of the relevant Benefits payable hereunder.

16.3 Grievance Redressal /Complaints: Any grievance or complaints to the Company must be made in writing and delivered to the address of its Grievance Redressal Officer, which is currently:

Complaint Redressal Unit
Canara HSBC Oriental Bank of Commerce Life Insurance Company Limited
5th Floor, Tower B,
Centrum Plaza, Sector 53,
Gurgaon,
Haryana – 122 002,
India
Resolution Centre: 1800-10-30003
Email id: cru@canarahsbclife.in

16.4 Taxes, duties and levies

It shall be the sole responsibility of the Policyholder/Claimant to ensure compliance with all applicable provisions of the Regulations, including taxation laws, and payment of all applicable taxes in respect of the Premiums and Benefits or other payouts made or received by the Policyholder/Claimant under this Policy and the Company does not accept any liability or responsibility in this regard. Except as may be specifically required by the Regulations, the Company shall not be responsible for any tax liability arising in relation to this Policy, the Premiums payable or the Benefits or other payouts made in terms of this Policy. The Company shall be entitled to deduct such amounts towards taxes, duties or such other levies as may be required from any sum received by it or payable under this Policy, and deposit the amount so deducted with the appropriate government or regulatory authorities.

16.5 Disclosure of information

If the Policyholder or Nominee or anyone acting for any of them or with their knowledge makes any misleading, false or fraudulent claim then this Policy shall be void and any benefits hereunder shall stand forfeited.

16.6 Loss of Policy document – issue of duplicate

The Company will replace a lost Policy document when satisfied that it is lost. However, the Company reserves the right to make such investigations into and to call for such evidence of the loss of the Policy document, at the Policyholder's expense, as the Company considers necessary before issuing a duplicate Policy document. The Company has the right to charge a fee for the issue of a duplicate Policy.

It is hereby understood and agreed that Policyholder will protect the Company and hold the Company harmless against any claims, costs, expenses, awards or judgments arising out of or howsoever connected with the original Policy or arising out of issuance of duplicate Policy.

16.7 Entire Contract

This Policy comprises the terms and conditions set forth in this Policy document, the Policy Schedule, the Annexure and the terms and conditions set forth in the Riders, if any, applicable to this Policy and the endorsements, if any, made on or applicable to this Policy, which shall form an integral part and the entire contract, evidenced by this Policy. The liability of the Company is at all times subject to the terms and conditions of this Policy and the endorsements made from time to time. In the event of any inconsistency between the terms and conditions set forth in this Policy document and the terms and conditions set forth in the Riders to this Policy, the terms and conditions set forth in this Policy shall prevail.

16.8 Governing Law and Jurisdiction

This Policy shall be governed by and interpreted in accordance with the laws of India.

16.9 Section 45 of the Act

No policy of life insurance effected before the commencement of this Act shall, after the expiry of two (2) 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 (2) 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 inaccurate or false, unless the insurer shows that such statement was on a 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 it 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 Assured was incorrectly stated in the Proposal.

ANNEXURE 1: CHARGES

- (i) **Mortality Charges** are levied on the first (1st) Business Day of each month by way of cancellation of Units. The rates of Mortality Charges applicable are shown in Annexure 2. These rates would remain unchanged during the entire Policy Term.
- (ii) **Payor Charges** are levied on the first (1st) Business Day of each month by cancellation of Units, towards Charges for the Payor Benefit, if any provided by the Company under this Policy. The annual Payor Charges for every Rupees one thousand (Rs. 1000/-) annual Premium under this Policy, shall be computed as the product of the Premium Outstanding Factor and the Payor Risk Rate. Tables A and B in Annexure 3 below, provides the Premium Outstanding Factor and Payor Risk rates respectively, applicable to this Policy. The Payor Charges mentioned herein would remain unchanged during the term of this Policy.
- (iii) **Premium Allocation Charges** is a percentage of the Premium received, appropriated towards Charges and is charged at the time of receipt of the Premium. The Company charges the Premium Allocation Charges, at the following rates:

Policy Term - 10 Years		Policy Term - 20 Years	
Policy Year	Premium Allocation Charges as a percentage of the Premium	Policy Year	Premium Allocation Charges as a percentage of the Premium
Ist Policy Year	23.5%	Ist Policy Year	25%
2nd to 5th Policy Year	5%	2nd to 10th Policy Year	5%

The balance amount of the Premium, after appropriation of the Premium Allocation Charges, shall be utilized for allocation of Units in Unit Linked Funds as per the allocation percentages specified.

- (iv) **Fund Management Charges** are levied on a daily basis as a percentage of value of assets held in the respective Unit Linked Fund(s) at the time of computation of the Net Asset Value. Mentioned below are the current rates of Fund Management Charges for each of the Unit Linked Fund(s), which may be revised by the Company from time to time with the approval of the Authority, subject to a maximum of 2.25% for each Unit Linked Fund:

Unit Linked Funds	Fund Management Charges
Equity Fund	1.75%
Growth Fund	1.50%
Balanced Fund	1.30%
Debt Fund	1.00%
Liquid Fund	0.80%

- (v) **Policy Administration Charges** represent all expenses other than those covered by Premium Allocation Charges and Fund Management Charges, and is expressed as a fixed amount. Policy Administration Charges are levied on the first (1st) Business Day of each month during the Policy Term by cancellation of Units for equivalent amount. The current Policy Administration Charges are as follows:

The Policy Administration Charges levied by the Company for the Financial Year 2008-09 shall be Rs. 65 per month. The rate of Policy Administration Charge prevailing on the Policy Commencement Date shall be applicable to a Policy during its first Policy Year. Thereafter the Policy Administration Charges at the increased rates shall be applicable to such Policy commencing from each Policy Anniversary.

Policy Administration Charges levied by the Company shall increase at the rate of five percent (5%) on the existing charges effective April 1, each year. The Policy Administration Charges prevailing on the Policy Commencement Date shall be applicable to the Policy at inception and this shall increase at the rate mentioned above during the Policy Term.

The Company may revise the Policy Administration Charges mentioned above with the approval of the Authority, subject to a maximum of Rupees five thousand (Rs. 5000/-) in a year

- (vi) **Partial Withdrawal Charges** are levied on the Fund Value by cancellation of Units at the time of Partial Withdrawal of the Unit Linked Fund during the Policy Term. The first four (4) Partial Withdrawals in a Policy Year can be availed free of charges. The Company shall charge a sum of Rupees two hundred fifty (Rs.250/-) per withdrawal from the fifth (5th) Partial Withdrawal in any one (1) Policy Year, which may be revised by the Company with the approval of the Authority, up to a maximum of Rupees five hundred (Rs. 500/-).

- (vii) **Switching Charges** are levied on switching of Units from one Unit Linked Fund to another.

The current rate of Switching Charges levied by the Company is as follows:

No. of Switches*	Charges per Switch
0 to 6 in a Policy Year	Nil
Above 6 in a Policy Year	Rs. 250/- per switch

*Includes exercise of Maturity Switch option also.

Switching charges may be revised by the Company with the approval of the Authority, up to a maximum of Rupees five hundred (Rs. 500/-) per Switch.

- (viii) **Surrender Charges** is expressed as a percentage of the Fund Value surrendered, and is calculated on the Unit Price prevailing on the date of Surrender. The Surrender Charges applicable at present is as follows:

Policy Year	Surrender Charge applicable as a percentage of the Fund Value
1	90%
2	90%
3	80%
4 and thereafter	NIL

All the charges mentioned above are subject to taxes as applicable from time to time which shall be borne by the Policyholder.

ANNEXURE 2 : MORTALITY CHARGES

Mortality charges are applicable as per following table:

Mortality Rates for Unit Linked Limited Pay Endowment Plan		
	Mortality charges Per 1000 Sum At Risk	
Age	Male	Female
0	0.00	0.00
1	0.00	0.00
2	0.00	0.00
3	0.00	0.00
4	0.00	0.00
5	0.00	0.00
6	0.00	0.00
7	0.70	0.82
8	0.70	0.74
9	0.70	0.67
10	0.67	0.70
11	0.79	0.70
12	0.93	0.70
13	1.14	0.67
14	1.25	0.79
15	1.35	0.93
16	1.44	1.14
17	1.53	1.25
18	1.61	1.35
19	1.68	1.44
20	1.75	1.53
21	1.81	1.61
22	1.86	1.68
23	1.91	1.75
24	1.95	1.81
25	1.98	1.86
26	2.01	1.91
27	2.03	1.95
28	2.04	1.98
29	2.05	2.01
30	2.05	2.03
31	2.05	2.04
32	2.10	2.05
33	2.18	2.05
34	2.29	2.05

Age	Male	Female
35	2.43	2.10
36	2.59	2.18
37	2.79	2.29
38	3.01	2.43
39	3.26	2.59
40	3.59	2.79
41	3.93	3.01
42	4.23	3.26
43	4.55	3.59
44	4.96	3.93
45	5.44	4.23
46	6.02	4.55
47	6.68	4.96
48	7.43	5.44
49	8.26	6.02
50	9.18	6.68
51	10.18	7.43
52	11.28	8.26
53	12.45	9.18
54	13.72	10.18
55	15.07	11.28
56	16.51	12.45
57	18.01	13.72
58	19.29	15.07
59	20.91	16.51
60	22.88	18.01
61	25.18	19.29
62	27.83	20.91
63	30.82	22.88
64	34.15	25.18
65	37.83	27.83

ANNEXURE 3: PAYOR CHARGES

Table A - Premium outstanding factor table

Years remaining in Premium Payment Term	Premium outstanding Factor
9	6.95
8	6.33
7	5.68
6	5.00
5	4.27
4	3.51
3	2.70
2	1.85
1	0.95

Table B - Payor Risk Rate table

Annual Payor risk rates		
Age last bday	Male	Female
21	2.09	1.89
22	2.14	1.96
23	2.19	2.03
24	2.25	2.11
25	2.28	2.16
26	2.31	2.21
27	2.33	2.25
28	2.36	2.30
29	2.37	2.33
30	2.37	2.35
31	2.37	2.36
32	2.43	2.38
33	2.51	2.38
34	2.64	2.40
35	2.80	2.47
36	2.99	2.58
37	3.23	2.73
38	3.48	2.90
39	3.77	3.10
40	4.13	3.33
41	4.53	3.61
42	4.88	3.91

Age last bday	Male	Female
43	5.25	4.29
44	5.73	4.70
45	6.28	5.07
46	6.95	5.48
47	7.71	5.99
48	8.59	6.60
49	9.54	7.30
50	10.60	8.10
51	11.74	8.99
52	13.01	9.99
53	14.36	11.09
54	15.82	12.28
55	17.36	13.57
56	19.01	14.95
57	20.74	16.45
58	22.27	18.05
59	24.17	19.77
60	26.43	21.56
61	29.08	23.19
62	32.14	25.22
63	35.58	27.64
64	39.42	30.45