

**LIFE INSURANCE CORPORATION OF INDIA
CENTRAL OFFICE**

Dept: Actuarial

“Yogakshema”
Jeevan Bima Marg
Mumbai - 400 021

Ref: CO/PD/306

22nd May, 2026

To,
All HODs of Central Office
All Zonal Offices
All Divisional Offices
All P&GS Units
All Branch Offices and Satellite Offices
Audit & Inspection Depts, MDC, ZTCs, STCs

Re: INTRODUCTION OF LIC'S NEW JEEVAN SATHI – LIMITED PREMIUM (Plan No. 889)

1. INTRODUCTION:

It has been decided to introduce **LIC's New Jeevan Sathi – Limited Premium (Plan No. 889)** with effect from **1st June, 2026**.

The Unique Identification Number (UIN) for LIC's New Jeevan Sathi – Limited Premium is **512N394V01**. This number has to be quoted in all relevant documents furnished to the Policyholders and other users (public, distribution channels etc.).

LIC's New Jeevan Sathi – Limited Premium is a Non-Par, Non-Linked, Life, Individual, Savings plan. This is a Joint Life Limited Premium Endowment Product with Guaranteed Additions. A married individual (i.e. “Primary Life Assured”) can take this policy with his/her spouse (i.e. “Secondary Life Assured”).

The Primary Life Assured shall be the proposer and Policyholder under the policy. After the death of the Primary Life Assured, the Secondary Life Assured shall be the Policyholder.

The Primary Life Assured shall have the following options to choose the “Sum Assured on Death” at inception:

Option	Sum Assured on Death
I	Higher of 7 times of Tabular Annual Premium or Basic Sum Assured.
II	Higher of 10.5 times of Tabular Annual Premium or Basic Sum Assured.

The Option once chosen cannot be altered.

This Plan can be purchased Offline through Licensed Agents, Corporate Agents, Brokers and Insurance Marketing Firms (IMFs) as well as Online directly through Corporation's website www.licindia.in. However, it shall not be available for sale through Common Public Service Centers – Special Purpose Vehicle (CPSC-SPV) and Point of Sales Persons – Life Insurance (POSP-LI).

The benefits and other details of the plan are given below:

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2. ELIGIBILITY CONDITIONS AND RESTRICTIONS FOR BASE PLAN:

- a. **Minimum Age at entry (For both lives):** 18 years (completed) for both Options I & II
- b. **Maximum Age at entry (For both lives):**

Premium Payment Term (in years)	Policy Term (in years)	Maximum Age at Entry under Option I (in years) (nearer birthday)	Maximum Age at Entry under Option II (in years) (nearer birthday)
5	10	45	40
5	15	45	40
5	20	45	40
5	25	45	35
10	15	50	40
10	20	50	40
10	25	50	35
15	20	50	40
15	25	50	35

- c. **Policy Term:** 10, 15, 20 and 25 years under both Option I and Option II
- d. **Premium Payment Term:** 5, 10 and 15 years under both Option I and Option II
- e. **Minimum Age at maturity:** 28 years (completed) under both Option I and Option II
- f. **Maximum Age at maturity:** Option I: 75 years (nearer birthday)
Option II: 60 years (nearer birthday)
- g. **Minimum Basic Sum Assured:** Rs 3,00,000/- under both Option I and Option II
- h. **Maximum Basic Sum Assured:** No limits. However, the maximum Basic Sum Assured allowed to each individual will be subject to underwriting decision as per the Board Approved Underwriting policy.
- i. **Basic Sum Assured Multiple:** Basic Sum Assured shall be in multiples of Rs 10,000/-

Note:

- a) **Age at entry** for both lives is to be taken as the Age Nearer Birthday (nbd) except for Minimum Age at Entry i.e. 18 years (completed).
- b) **Date of commencement of risk:** Under this plan, the risk will commence immediately from the Date of issuance of policy.
- c) **Date of issuance of policy** is a date when a proposal after underwriting is accepted as a policy and the contract gets effected.

3. BENEFITS UNDER THE BASE PLAN:

The benefits payable under an in-force policy (where all due premiums have been paid) shall be as under:

A. Death Benefit:

Two options for “**Sum Assured on Death**” are available under the product. The Primary Life Assured has to choose one of the options at the proposal stage itself subject to the eligibility conditions as mentioned in Para 2 above. The premiums and benefits shall depend on the Option chosen and the Option once chosen cannot be altered.

Option	Sum Assured on Death
I	Higher of 7 times of Tabular Annual Premium or Basic Sum Assured
II	Higher of 10.5 times of Tabular Annual Premium or Basic Sum Assured

Where:

“Tabular Annual Premium” shall be the premium for the Basic Sum Assured and chosen “Death Benefit Option”, based on the ages of both the lives assured before allowing for any rebate or loadings or any underwriting extra and does not include any taxes and Rider(s) Premium, if any.

The various contingencies under which Death Benefit is payable on death of either or both lives assured during the Policy Term, after the date of commencement of risk, but before the date of Maturity is detailed below:

i) Payable on first death during the Policy Term:

On first death during the Policy Term, after the date of commencement of risk but before the stipulated Date of Maturity, provided all due premiums have been paid, “**Sum Assured on Death**” shall be payable to the surviving Life Assured. Such policy shall continue for the surviving Life Assured.

On first death, all premiums payable in respect of the Base Policy, from policy anniversary following the date of first death, if any, shall be waived. However, Premiums in respect of any rider(s) attached with the Base Policy on the life of surviving life assured shall not be waived and hence shall continue to be paid as per respective rider conditions.

Where,

- “Sum Assured on Death” shall be as per the chosen “Death Benefit Option” as detailed above.

ii) Payable on second death during the Policy Term:

On second death during the Policy Term, after the date of commencement of risk but before the stipulated Date of Maturity, provided all due premiums have been paid, “**Sum Assured on Death**” along with accrued Guaranteed Additions (as specified in Para 4) shall be payable to the beneficiary (ies) and the policy shall terminate thereafter.

Where,

- “Sum Assured on Death” shall be as per the chosen “Death Benefit Option” as detailed above.
- The Death Benefit under both Option I and Option II shall not be less than 105% of Total Premiums Paid upto the date of death.
- Total Premiums Paid means total of all the premiums paid under the Base Policy excluding any extra premium and taxes, if collected explicitly.

iii) Payable on simultaneous death of both lives during the Policy Term:

On simultaneous death of both lives assured during the Policy Term, after the date of commencement of risk but before the stipulated Date of Maturity, provided all due premiums have been paid, sum of applicable death benefit payable on first death and second death as specified above shall be payable to the beneficiary(ies) and the policy shall terminate thereafter.

B. Maturity Benefit:

On survival of atleast one of the lives assured on the stipulated Date of Maturity, provided all due premiums have been paid, "**Sum Assured on Maturity**" along with accrued Guaranteed Additions for an in-force policy (as specified in Para 4), shall be payable; where "**Sum Assured on Maturity**" is equal the Basic Sum Assured.

4. GUARANTEED ADDITIONS FOR AN IN-FORCE POLICY:

Under an in-force policy (in which all due premiums have been paid), the Guaranteed Additions shall accrue at the end of each policy year during the Policy Term.

The Rate of Guaranteed Additions for an in-force policy shall be 7% of the Total Tabular Annual Premium in respect of the Premiums Paid.

In case, any policy is eligible for incentive(s) in terms of increase in Rate of Guaranteed Additions as specified in Para 10 (viz Incentive for High Basic Sum Assured, for existing Policyholder and Nominee/Beneficiary of the deceased Policyholder or Incentive for CIS/Online sale), the above mentioned Rate of Guaranteed Additions shall be enhanced by the respective incentive(s) to arrive at the applicable rate of Guaranteed Additions under the policy. Such incentive(s) are additive in nature hence if a policy is eligible for more than one incentives, all such incentives will be added to the above mentioned Rate of Guaranteed Additions.

The Guaranteed Additions applicable for an in-force policy in a Policy Year shall be equal to applicable Rate of Guaranteed Additions *multiplied* by Total Tabular Annual Premium in respect of Premiums Paid.

On second death during the Policy Term, the Guaranteed Additions in the year of second death shall be payable for full policy year.

In case of fully paid-up policy, Guaranteed Additions shall continue to accrue at the end of each policy year and the same shall be as applicable for an in-force policy.

5. OPTIONAL RIDER BENEFIT:

The following three optional rider(s) shall be available under this plan (both under Option I and II) for both lives assured separately, by payment of additional premium subject to the eligibility as detailed below.

i) LIC's Accident Benefit Rider: (UIN:512B203V03)

LIC's Accident Benefit Rider is available as an optional Rider by payment of additional premium.

Under an in-force policy, this Rider can be opted for at any time within the Premium Payment Term of the Base Policy, provided the outstanding Premium Payment Term of the Base Plan as well the Rider is at least 5 years. The benefit cover under this Rider

shall be available till the end of Premium Payment Term only. Thereafter, the cover shall cease.

If this Rider is opted for and if the Life Assured is involved in an accident leading to death within 180 days from the date of accident, then an amount equal to the Accident Benefit Sum Assured is payable. However, the policy shall have to be in-force at the time of accident irrespective of whether or not it is in-force at the time of death.

LIC's Accident Benefit Rider shall not acquire any paid-up value and the Rider benefit will cease to apply, if policy is in lapsed condition.

Beyond the specific details as mentioned in this Circular in respect of this Rider, any additional details like requirements of claim etc., may be referred from the Rider Circular Ref: CO/PD/224 dated 30th September, 2024.

Eligibility conditions and restrictions:

- a) Minimum Entry Age : 18 years (completed)
- b) Maximum Entry Age : The cover can be opted for at inception or at any policy anniversary thereafter, provided the outstanding Premium Payment Term under the Base Policy as well as Rider is at least 5 years. However, in any case the maximum age at entry shall not exceed 60 years (nearer birthday) (for Option I) and 50 years (nearer birthday) (for Option II)
- c) Rider Term : Outstanding Premium Payment Term of the Base Plan
- d) Maximum Cover ceasing Age : 65 years (nearer birthday) (for Option I)
55 years (nearer birthday) (for Option II)
- e) Minimum Accident Benefit Sum Assured: Rs. 20,000/-
- f) Maximum Accident Benefit Sum Assured: An amount equal to the **three times** of Basic Sum Assured under the Base Policy for each life, if applicable subject to the maximum of Rs.100 lakhs overall limit taking all existing policies (excluding additional limit of Rs.100 lakhs under policies taken under LIC's Jeevan Shiromani) of each Life Assured under individual as well as group policies including policies with inbuilt accident benefit taken with Life Insurance Corporation of India and the Accident Benefit Sum Assured under the new proposal into consideration.

Even considering the additional Accident Benefit Sum Assured limit of Rs. 100 lakhs above this, allowed under LIC's Jeevan Shiromani only, the maximum Accident Benefit cover offered to an individual in any case including the policies taken under LIC's Jeevan Shiromani will not exceed Rs. 200 lakh.

The Accident Benefit Sum Assured shall be in multiples of Rs. 5,000/-only.

Note: The overall limit of Accident Benefit Sum Assured shall be inclusive of Sum Assured under all the Accident Benefit Riders i.e. the LIC's Accidental Death and Disability Benefit Rider, LIC's Accident Benefit Rider, LIC's Group Accident Benefit Rider and LIC's Linked Accidental Death Benefit Rider.

ii) LIC's New Term Assurance Rider (UIN:512B210V02):

LIC's New Term Assurance Rider is available as an optional Rider at the inception of the policy by payment of additional premium. The additional premium for this Rider will need to be paid along with the premium of the Base Policy and any other Rider(s), if opted for, during the Premium Payment Term of the policy. The benefit cover under this Rider shall be available during the Policy Term.

If this rider is opted for, an amount equal to 'Term Rider Sum Assured on Death' shall be payable on death of the Life Assured during the Rider Term, provided the Rider cover is in-force.

LIC's New Term Assurance Rider shall not acquire any paid-up value and the Rider benefit will cease to apply, if the policy is in lapsed condition.

Beyond the specific details as mentioned in this Circular in respect of this Rider, any additional details like refund to be made in respect of this Rider on surrender of Base Plan etc. may be referred from the Rider Circular Ref: CO/PD/227 dated 30th September, 2024.

Eligibility conditions and restrictions:

- a) Minimum Entry Age : 18 years (completed)
- b) Maximum Entry Age : Same as Base Policy
- c) Rider Term/ Premium Payment Term : Same as Base Policy
- d) Minimum Term Assurance Rider Sum Assured : Rs. 1,00,000/-
- e) Maximum Term Assurance Rider Sum Assured: An amount equal to Basic Sum Assured under the Base Policy subject to the maximum of Rs.25 lakhs overall limit taking all Term Assurance Rider Sum Assured under all existing policies of each Life Assured including the new proposal into consideration.

The Term Assurance Rider Sum Assured shall be in multiples of Rs. 5,000/- only.

- f) Modal Loading: To arrive at the Rider Premium for different mode of premium payments, the Tabular Rider Premium shall be multiplied by 0.98 to arrive at Annualized Rider Premium and then further multiplied by the Premium Conversion Factor as applicable under the Base plan for the chosen mode of premium payment.

iii) LIC's Critical Illness Health Rider (UIN: 512B227V01):

LIC's Critical Illness Health Rider is available at the inception of the policy on payment of additional premium. The additional premium for this Rider will need to be paid along with the premium of the Base Plan and any other Rider(s), if opted for, during the Premium Payment Term of the policy. The cover under this Rider shall be available during the Rider Term.

The Policyholder can choose any one out of the two options available under the Rider at the inception only. The options are as under:

Option 1: 15 Major Critical Illnesses

Option 2: 40 Major Critical Illnesses inclusive of Assisted Living Benefit (ALB).

If this Rider is opted for, on diagnosis of any one of the specified critical illnesses covered under this Rider (as per the option chosen), subject to Conditions and

restrictions, the Critical Illness Sum Assured shall be payable. However, under Option 2, if diagnosed for any of the specified 7 Critical Illnesses, an additional benefit (ALB) of monthly payouts of 1% of Critical Illness Sum Assured shall be payable on each policy month following the payment of lump sum, for a fixed period of next 36 months irrespective of the survival of the Life Assured and even if this period of 36 months goes beyond the Policy Term. In case of death of the Life Assured while receiving ALB, the remaining instalments, if any, will be paid to the surviving Life Assured/ nominee(s)/ Beneficiary(ies) as applicable as a lumpsum.

LIC's Critical Illness Health Rider shall not acquire any paid-up value and the Rider benefit will cease to apply, if policy is in lapsed condition.

Beyond the specific details as mentioned in this Circular in respect of this Rider, conditions and restrictions, waiting period, survival period, exclusions, additional details like refund to be made in respect of this Rider on surrender of Base Plan etc., may be referred from the Rider Circular Ref: CO/PD/286 dated 03rd July, 2025.

Eligibility conditions and restrictions:

- a) Minimum Entry Age : 18 years (completed)
- b) Maximum Entry Age : Same as Base Policy.
- c) Rider Term/PPT : Same as Base Policy
- d) Premium Payment Term : Same as Base Policy
- e) Minimum Critical Illness Sum Assured : Rs. 1,00,000/-
- f) Maximum Critical Illness Sum Assured: An amount equal to Basic Sum Assured under the Base Policy subject to the maximum of Rs.1 Crore overall limit taking all existing policies of each Life Assured under LIC's New Critical Illness Benefit Rider (UIN: 512A212V01 and 512A212V02) and LIC's Critical Illness Health Rider including the Critical Illness Sum Assured under the new proposal into consideration.
- g) Modal Loading: To arrive at the Rider Premium for different mode of premium payments, the Tabular Rider Premium shall be multiplied by 0.98 to arrive at Annualized Rider Premium and then further multiplied by the Premium Conversion Factor as applicable under the Base plan for the chosen mode of premium payment.

Age at entry for the Life Assured(s) is to be taken as age nearer birthday except for Minimum age at Entry which shall be 18 years completed.

The Critical Illness Sum Assured shall be in multiples of Rs 5,000/- only.

Note:

- The premium under LIC's Critical Illness Health Rider shall not exceed 100% of premium under the Base policy. The premiums under all other life insurance riders put together shall not exceed 30% of premiums under the Base product.
- The Rider Sum Assured in respect of LIC's Accident Benefit Rider shall not exceed three times of Basic Sum Assured under the Base product for each Life Assured and any benefit arising under each of all the other Riders (LIC's New Term Assurance Rider, LIC's Critical Illness Health Rider) shall not exceed the Basic Sum Assured under Base policy for each Life Assured.
- Under all the Riders, the Rider Sum Assured on the life of Secondary Life Assured shall not exceed the Rider Sum Assured on the life of Primary Life Assured.
- The premiums in respect of each of the Riders, if availed, shall be payable separately for Primary Life Assured and Secondary Life Assured.

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6. OPTIONS AVAILABLE UNDER THE BASE PLAN:

i. Option to take Death benefit in instalments:

This is an option to receive Death Benefit in instalments over the chosen period of 5 or 10 or 15 years instead of lump sum amount under an in-force as well as Paid-up policy. This option can be exercised by the Policyholder during his/her lifetime; for full or part of Death benefits payable under the policy. The amount opted by the Policyholder (i.e. Net Claim Amount) can be either in absolute value or as a percentage of the total claim proceeds payable.

The instalments shall be paid in advance at yearly or half-yearly or quarterly or monthly intervals, as opted for, subject to minimum instalment amount for different modes of payments being as under:

Mode of Instalment payment	Minimum instalment amount
Monthly	Rs. 5,000/-
Quarterly	Rs. 15,000/-
Half-Yearly	Rs. 25,000/-
Yearly	Rs. 50,000/-

If the Net Claim Amount is less than the required amount to provide the minimum instalment amount as per the option exercised by the Policyholder, the claim proceeds shall be paid in lumpsum only.

The interest rates applicable for arriving at the instalment payments under this option shall be as fixed by the Corporation from time to time.

For exercising option to take Death Benefit in instalments, the Policyholder can exercise this option during his/her lifetime while in currency of the policy, specifying the period of Instalment payment and net claim amount for which the option is to be exercised. The death claim amount shall then be paid to the surviving Life Assured/Nominee(s) as applicable as per the option exercised by the Policyholder and no alteration whatsoever shall be allowed to be made by the surviving Life Assured/ Nominee(s) as applicable.

Any further instructions including applicable interest rates shall be issued by Actuarial Department, Central Office.

ii. Settlement Option (For Maturity Benefit):

Settlement Option is an option to receive Maturity Benefit in instalments over a period of 5 or 10 or 15 years instead of lumpsum amount under as in-force as well as Paid-up policy. This option can be exercised by the Policyholder for full or part of Maturity proceeds payable under the policy. The amount opted for by the Policyholder (i.e. Net Claim Amount) can be either in absolute value or as a percentage of the total claim proceeds payable.

The instalments shall be paid in advance at yearly or half-yearly or quarterly or monthly intervals, as opted for, subject to minimum instalment amount for different modes of payments being as under:

Mode of Instalment payment	Minimum Instalment amount
Monthly	Rs. 5,000/-
Quarterly	Rs. 15,000/-
Half-Yearly	Rs. 25,000/-
Yearly	Rs. 50,000/-

If the Net Claim Amount is less than the required amount to provide the minimum instalment amount as per the option exercised by the Policyholder, the claim proceeds shall be paid in lumpsum only.

The interest rates applicable for arriving at the instalment payments under this option shall be as fixed by the Corporation from time to time.

For exercising the Settlement Option against Maturity Benefit, the Policyholder shall be required to exercise option for payment of net claim amount in instalments at least 3 months before the due date of maturity claim.

The first payment will be made on the date of maturity and thereafter, based on the mode of instalment payment opted for by the Policyholder, every month or three months or six months or annually from the date of maturity, as the case may be.

After the commencement of Instalment payments under Settlement Option:

- i. If Policyholder, who has exercised Settlement Option against Maturity Benefit, desires to withdraw this option and commute the outstanding instalments, the same shall be allowed on receipt of written request from the Policyholder. In such case, the lump sum amount which is higher of the following shall be paid and policy shall terminate,
 - discounted value of all the future instalments due; or
 - (the original amount for which Settlement Option was exercised) less (sum of total instalments already paid).
- ii. The interest rates applicable for discounting the future instalment payments shall be as fixed by the Corporation from time to time.
- iii. After the Date of Maturity, in case of death of the Policyholder, who has exercised Settlement Option, the outstanding instalments will continue to be paid to the surviving Life Assured/ Nominee(s)/ Beneficiary(ies) as applicable as per the option exercised by the Policyholder and no alteration whatsoever shall be allowed to be made by the surviving Life Assured/ Nominee(s)/ Beneficiary(ies) as applicable.

Any further instructions including applicable interest rates would be issued by Actuarial Department, Central Office.

7. MODE OF PREMIUM PAYMENT:

Premium can be paid regularly during the Premium Payment Term with modes of premium payment Yearly, Half-Yearly, Quarterly, and Monthly (through e-NACH/NACH only) or through salary deductions (SSS).

In case of Monthly premiums through e-NACH/NACH, 3 months premiums shall be collected in advance. In case e-NACH/NACH is not validated within 3 months from the Date of Commencement of the policy, the mode of premium payment shall be automatically converted into quarterly mode of premium payment.

This provision shall continue to be followed till further instructions with regard to e-NACH/NACH are issued separately.

8. PREMIUM RATES:

The Tabular Annual Premium rates per Rs 1000 Basic Sum Assured for Option I and Option II, as well as Class-I extra premium rates in respect of the Base Plan and Tabular Annual Premium rates as well as Class – I extra premium rates in respect of available Riders for Life Assured(s) are enclosed and tabulated below:

Annexure	Particulars
Annexure 1	Tabular Annual Premium rates per Rs. 1000 Basic Sum Assured for Option I and Option II for Base Plan
Annexure 2	Class-I Extra premium rates per Rs. 1000/- Basic Sum Assured for Base Plan
Annexure 3	Tabular Annual Premium rates per Rs. 1000/- Term Assurance Rider Sum Assured for LIC's New Term Assurance Rider
Annexure 4	Class-I Extra premium rates per Rs. 1000/- Term Assurance Rider Sum Assured for LIC's New Term Assurance Rider
Annexure 5	Tabular Premium rates per Rs. 1000/- Critical Illness Sum Assured for LIC's Critical Illness Health Rider
Annexure 6	Class- I Extra premium rates per Rs. 1000/- Critical Illness Sum Assured for LIC's Critical Illness Health Rider

The premium rate for **LIC's Accident Benefit Rider** is as under;

- i. Rs. 0.50 per thousand Accident Benefit Sum Assured irrespective of age.
- ii. Rs. 1.00 per thousand Accident Benefit Sum Assured, if the Life Assured is engaged in police duty in any police organization other than paramilitary forces and opts for this cover while engaged in police duty.

The above premium rates are exclusive of taxes, if any.

9. GRACE PERIOD FOR PAYMENT OF PREMIUM:

A grace period of 30 days will be allowed for payment of yearly or half-yearly or quarterly premiums and 15 days for monthly mode of premium payment from the date of First Unpaid Premium. If premium is not paid before the expiry of the days of grace, the Policy lapses.

The above grace period will also apply to Rider premium, if opted, as the Rider premium are to be paid along with premium for Base Plan.

If the death of the Life Assured(s) occurs within the grace period but before the payment of premium then due, the policy will be treated as in-force and the benefits will be paid after deduction of the said unpaid premium and also the balance premium(s) falling due before the next policy anniversary.

In case of death of the Life Assured(s) under an in-force policy wherein all the premiums due till the date of death have been paid and where the mode of payment of premium is other than yearly, balance premium(s), if any, falling due from date of death and before the next policy anniversary shall be deducted from the claim amount.

In case of death of Life Assured(s) due to suicide, provision of Para 20 shall be applicable.

10. INCENTIVES/REBATES:

The incentives/rebates applicable under the plan are as under:

i. Incentive for High Basic Sum Assured:

The incentive for High Basic Sum Assured (BSA) shall be allowed for Base plan (under both Options I and Option II) in the form of increase in Rate of Guaranteed Additions. The incentive in terms of Guaranteed Additions as a percentage of Total Tabular Annual Premium in respect of premiums paid shall be as under:

Incentive for High Sum Assured (Rate of Guaranteed Addition as a % of Total Tabular Annual Premium in respect of premiums paid)				
Basic Sum Assured Range (Rs.)	Policy Term (years)			
	10	15	20	25
3,00,000 to less than 5,00,000	Nil	Nil	Nil	Nil
5,00,000 to less than 10,00,000	0.15%	0.15%	0.20%	0.40%
10,00,000 to less than 15,00,000	0.30%	0.30%	0.45%	0.80%
15,00,000 and above	0.35%	0.35%	0.55%	1.00%

ii. Incentive/Rebate under Corporation's Insurance Scheme (CIS):

Incentive for Base Plan:

Proposals to be completed under Corporation's Insurance Scheme (CIS) with regard to employees of the Corporation and its Subsidiaries/ Step Down Subsidiaries/ Associates Companies, as per the prevailing policy of the Corporation in this regard, shall be eligible for incentive under CIS for Base plan (under both the Option I and Option II) provided policy is not taken through Licensed Agents, Corporate Agents, Brokers and Insurance Marketing Firms(IMFs).

The incentive shall be in the form of increase in Rate of Guaranteed Additions. The incentive in terms of Guaranteed Additions as a percentage of Total Tabular Annual Premium in respect of premiums paid shall be as under:

Premium Paying Term (PPT) (years)	Rate of Guaranteed Addition (as a % of Total Tabular Annual Premium in respect of premiums paid)
5	0.75%
10	0.95%
15	1.25%

Rebate for Rider(s):

Proposal to be completed under Corporation's Insurance Scheme (CIS) with regard to employees of the Corporation and its Subsidiaries/ Step Down Subsidiaries/ Associates Companies, as per the prevailing policy of the Corporation in this regard, shall be eligible for rebate under CIS at the following rate on the tabular premium for Rider(s), if opted for, provided policy is not taken through Licensed Agents, Corporate Agents, Brokers and Insurance Marketing Firms(IMFs):

Premium Payment Term (PPT) (years)	Rebate as % of Tabular Rider Premium
5 to 9	5%
10 to 14	7.5%
15	10%

Incentive / Rebate under CIS shall be allowed to policies purchased either offline or online. However, in such cases of online purchase only incentive / rebate under CIS shall be allowed.

Instructions in this regard, as applicable from time to time, shall be issued by Actuarial Department, Central Office.

iii. Incentive/Rebate under Online Sale:

Incentive for Base Plan:

Proposal to be completed under Online Sale without any assistance of Agent / Intermediary shall be eligible for incentive under Base Plan (under both Options I and II). The incentive shall be in the form of increase in Rate of Guaranteed Additions. The incentive in terms of Guaranteed Additions as a percentage of Total Tabular Annual Premium in respect of premiums paid shall be as under:

Premium Paying Term (PPT) (years)	Rate of Guaranteed Addition (as a % of Total Tabular Annual Premium in respect of premiums paid for the Base Plan)
5	0.75%
10	0.95%
15	1.25%

Rebate for Rider(s):

Proposal to be completed under Online Sale without any assistance of Agent / Intermediary shall be eligible for rebate on tabular premium for Rider(s), if opted for, at the following rate:

Premium Payment Term (PPT) (years)	Rebate as % of Tabular Rider Premium
5 to 9	5%
10 to 14	7.5%
15	10%

iv. Incentive for existing Policyholder and Nominee/Beneficiary of the deceased Policyholder:

The Incentive shall be in the form of increase in Rate of Guaranteed Additions. The incentive in terms of Guaranteed Additions as a percentage of Total Tabular Annual Premium in respect of premiums paid for different category of existing policyholders including the nominee or beneficiary of deceased policyholder for Base Plan (under both Options I and II) shall be as under:

Category of Policyholder	Incentive	
	PPT (years)	Rate of Guaranteed Addition (as a % of Total Tabular Annual Premium in respect of premiums paid)
In case an existing Policyholder* having a policy with the Corporation which has matured within one year before the registration of proposal under this product and purchases this plan on his/her life and/or on the life of any of the family members**; Or If this plan is purchased by Nominee/Beneficiary of the deceased Policyholder of the Corporation where date of death is within one year before the registration of proposal under this product; Or If this plan is purchased by an existing Policyholder* having an in-force policy with the Corporation. (*Existing Policyholder can be either Life Assured.) (**Family members means Grandparent, Parent, Spouse, Children or Grandchildren)	5	0.05%
	10	0.10%
	15	0.10%

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Note:

In case the plan is purchased by an existing Policyholder having an in-force policy with the Corporation, the existing policy must be in-force on the date of registration of proposal under this plan. In a situation of Cheque Dishonour or Free Look cancellation of the previous policy based on which the incentive has been given in the subsequent policy, such incentive given on subsequent policy (on account of existence of the previous policy) will be cancelled. In other words, the incentive for existing policyholder allowed under the subsequent policy on the strength of previous policy will be cancelled in case of Cheque Dishonour or Free Look cancellation of the previous policy based on which the incentive was allowed.

v. Premium Conversion Factors (Applicable for both Options I and II):

The Premium Conversion Factors for different modes of Premium Payment are as under:

Mode of Premium Payment	Premium Conversion factor
Yearly	1.0000
Half-yearly	0.5090
Quarterly	0.2568
Monthly	0.0861

For other than yearly mode of premium payment, the applicable instalment premium shall be arrived at by multiplying the applicable Premium Conversion Factor with yearly premium derived.

11. COMMISSION / REMUNERATION PAYABLE TO THE AGENTS AND OTHER INSURANCE INTERMEDIARIES AND CREDIT TO DEVELOPMENT OFFICERS:**a) For Offline sale:**

Commission payable (as percentage of Premium net of taxes, if any) to Licensed Agents, Corporate Agents, Brokers and Insurance Marketing Firms (IMFs) during the Premium Payment Term shall be as under:

Premium Paying Term (in years)	1 st year	2 nd year to 5 th year	6 th year	7 th year & onwards
5	10%	5.00%	NA	NA
10	15%	7.50%	7.5%	5%
15	20%	7.50%	7.5%	5%

Bonus Commission: 40% of First Year Commission.

Instructions regarding claw-back Commission from agents and other Insurance intermediaries shall be issued by Marketing Department, Central Office.

b) For Online sale:

Agents / Insurance Intermediary shall not be involved and hence no commission is payable.

c) Development Officer's Credit (D.O. Credit):

Credit to Development Officers (as a % of first year premium net of taxes, if applicable) is as under:

Premium Paying Term (in years)	D.O. credit
5	60%
10	100%
15	100%

12. PAID-UP VALUE (Applicable for both Options I and II):

If less than one full years' premium(s) has been paid in respect of the policy and any subsequent premium be not duly paid, all the benefits under the policy shall cease after the expiry of grace period from the date of First Unpaid Premium and nothing shall be payable and the premiums paid hitherto are also not refundable.

If after, at least one full years' premium(s) has been paid and any subsequent premiums be not duly paid, on completion of first policy year the policy shall not be wholly void, but shall subsist as a paid-up policy till the survival of one of the lives assured or till the end of the Policy Term, whichever is earlier.

The "Sum Assured on Death" under a paid-up policy shall be reduced to such a sum, called 'Death Paid-up Sum Assured' and shall be equal to **Sum Assured on Death** multiplied by the *ratio* of the total period for which premiums have already been paid bears to the maximum period for which premiums were originally payable.

The Death Benefit payable under a paid-up policy shall be as under:

(i) Payable on first death:

Death Benefit equal to "Death Paid-up Sum Assured" shall be payable to the surviving Life Assured. Such policy shall continue as a paid-up policy for surviving Life Assured.

(ii) Payable on second death:

Death Benefit equal to "Death Paid-up Sum Assured" along with accrued Guaranteed Additions (as specified below) shall be payable to the beneficiary (ies) and the policy shall terminate thereafter. Where, the Death benefit shall not be less than 105% of Total Premiums paid upto the date of death.

(iii) Payable on simultaneous death of both lives:

Sum of applicable death benefit under first death and second death as specified above shall be payable and the policy shall terminate thereafter.

The **Sum Assured on Maturity** under a paid-up policy shall be reduced to such a sum called 'Maturity Paid-up Sum Assured' and shall be equal to **Sum Assured on Maturity** multiplied by the *ratio* of the total period for which premiums have already been paid bears to the maximum period for which premiums were originally payable. The Maturity Benefit payable under the paid-up policy, on expiry of the Policy Term, shall be **Maturity Paid-Up Sum Assured** along with accrued Guaranteed Additions for Paid-up policy (as specified below).

The policy so reduced shall thereafter be free from all liabilities for payment of the within mentioned premiums.

Guaranteed Additions under a Paid-up policy:

The Guaranteed Addition under a paid-up policy shall accrue at the end of each Policy Year throughout the Policy Term. The Guaranteed Addition under a paid-up policy shall be sum of the following:

- a) For the period for which full years' premiums have been paid: The Guaranteed Additions accrued under the policy with the rate as applicable under an in-force policy shall remain attached under the policy.
- b) For the policy year for which the full years' premiums have not been paid (the year in which the policy becomes paid-up) and for subsequent policy years: The Guaranteed Additions shall be as under:
- (i) For the policy year for which the full years' premiums have not been paid, Guaranteed Additions shall accrue at the end of that policy year and shall be sum of proportionate Guaranteed Additions for in-force period, with the rate as applicable for an in-force policy and proportionate Guaranteed Additions for the period the policy is paid-up, with the Rate of Guaranteed Additions applicable for paid-up policy (as mentioned below).
- (ii) For subsequent policy years during the Policy Term, the Guaranteed Additions shall accrue at the end of each completed policy year with the Rate of Guaranteed Additions applicable for paid-up policy (as mentioned below).
The Rate of Guaranteed Additions applicable for paid-up policy shall be equal to applicable Rate of Guaranteed Additions for an in-force policy (as specified in Para 4) *multiplied by ratio* of total period for which premiums have already been paid to the maximum period for which premiums were originally payable.

This rate of Guaranteed Additions applicable for paid-up policy shall remain same under a paid-up policy.

The Guaranteed Additions applicable for a paid-up policy that shall accrue at the end of each policy year shall be equal to Rate of Guaranteed Additions applicable for a paid-up policy (as specified above) *multiplied by* Total Tabular Annual Premiums in respect of Premiums Paid. This Guaranteed Additions shall remain same during the period the policy continues as a paid-up policy.

In case of second death under a paid-up policy, the applicable Guaranteed Additions for the policy year in which the policy resulted in second death claim will be added on proportionate basis in proportion to the completed months for the policy year in which policy resulted in second death claim (i.e. the period upto the date of second death). For example, if a paid-up resulted in death claim after five months and 17 days in a particular policy year, then applicable Guaranteed Additions on proportionate basis for five months i.e. $5/12^{\text{th}}$ of applicable Guaranteed Additions for that policy year shall be added.

Notwithstanding what is stated above, if at least three full years' premiums have been paid in respect of this policy, and any subsequent premium be not duly paid, in the event of first death within six months from the due date of First Unpaid Premium, applicable Death Benefit as mentioned under Para 3.A. above will be paid after deduction of (a) the unpaid premium(s) for the base policy with interest thereon up to the date of death of Life Assured on the same terms as for revival of the Policy during such period, and (b) the balance premium(s) for the base policy falling due from the date of death of Life Assured and before the next Policy anniversary. This provision shall not apply in case of death of Life Assured due to suicide.

Notwithstanding what is stated above, if at least five full years' premiums have been paid in respect of this policy, and any subsequent premium be not duly paid, in the event of first death within twelve months from the due date of First Unpaid Premium, applicable Death Benefit as mentioned under Para 3.A. above will be paid after deduction of (a) unpaid premium(s) for the base policy with interest thereon up to the date of death of Life Assured on the same terms as for revival of the Policy during such period, and (b) the balance premium(s) for the base policy falling due from the date of death of Life Assured and before

the next Policy anniversary. This provision shall not apply in case of death of Life Assured due to suicide.

All the above mentioned Paid-up Value provisions do not apply to Riders as the Riders do not acquire any Paid-up Value.

The Rider benefits ceases to apply, if policy is in lapsed condition.

13. SURRENDER VALUE:

The policy can be surrendered Policyholder after completion of first policy year, provided at least one full year premium has been paid.

On surrender of an in-force or Paid-up policy, the Corporation shall pay the Surrender Value higher of:

- Guaranteed Surrender Value (GSV) and Surrender Value of any accrued Guaranteed Additions; or
- Special Surrender Value (SSV).

The Guaranteed Surrender Value, Surrender Value of any accrued Guaranteed Additions and Special Surrender Value shall be as under:

a) Guaranteed Surrender Value (GSV) and Surrender Value of any accrued Guaranteed Additions:

The policy shall acquire a Guaranteed Surrender Value on payment of premium for atleast two consecutive years.

The Guaranteed Surrender Value shall be the total premiums paid *multiplied* by the GSV factor applicable to total premiums paid under the policy:

i.e. $GSV = (GSV \text{ factor applicable to total premiums paid under the policy} * \text{total premiums paid under the policy})$

Premiums referred above shall not include any extra premium any premium for Rider(s), if opted for and taxes, if any.

The GSV factors applicable to total premiums paid are expressed as percentages and depend on the Policy Term and policy year in which the policy will be surrendered and are enclosed as **Annexure 7**.

The Surrender Value of any accrued Guaranteed Additions shall be added to the Guaranteed Surrender Value.

For the calculation of Surrender Value of accrued Guaranteed Additions, the Guaranteed Additions for each of the completed policy year and the Guaranteed Additions on proportionate basis in proportion to the completed months for the Policy Year in which policy is surrendered shall be considered. For example, if a policy is surrendered after five months and 17 days in a particular policy year, then Guaranteed Additions on proportionate basis for five months i.e. $5/12^{\text{th}}$ of Guaranteed Additions for that policy year shall be considered for accrued Guaranteed Additions. The applicable Guaranteed Additions shall be as specified in Para 4 and Para 12.

The surrender value of any accrued Guaranteed Additions shall be the accrued Guaranteed Additions *multiplied* by GSV factor applicable to accrued Guaranteed Additions:

i.e. $\text{Surrender value of any accrued Guaranteed Additions} = (\text{GSV factor applicable to accrued Guaranteed Additions} * \text{accrued Guaranteed Additions})$

The Guaranteed Surrender Value factors applicable to accrued Guaranteed Additions are expressed as percentages and shall depend on the policy term and policy year in which the policy will be surrendered and are enclosed as **Annexure 8**.

b) Special Surrender Value (SSV)

The Special Surrender Value calculated as below shall become payable after completion of first policy year provided one full year premium has been received.

Determination of Special Surrender Value when both lives are alive:

The Special Surrender Value will be the *sum* of (Death Paid-Up Sum Assured *multiplied* by Factor 1) and [(Death Paid-Up Sum Assured *plus* accrued Guaranteed additions) *multiplied* by Factor 2] and (Future Annual applicable Guaranteed Additions *multiplied* by Factor 4) and [(Maturity Paid-Up Sum Assured *plus* accrued Guaranteed Additions *plus* sum of Guaranteed Additions for future period) *multiplied* by Factor 3].

i.e. Special Surrender Value = (Death Paid-Up Sum Assured * Factor 1) + [(Death Paid-Up Sum Assured + accrued Guaranteed Additions) * Factor 2] + (Future Annual applicable Guaranteed Additions * Factor 4) + [(Maturity Paid-Up Sum Assured + accrued Guaranteed Additions + sum of Guaranteed Additions for future period) * Factor 3]

The Factor 1, Factor 2 and Factor 3 and Factor 4 are enclosed as **Annexure 9**.

Determination of Special Surrender Value when only one life is alive:

The Special Surrender Value will be the *sum* of [(Death Paid-Up Sum Assured *plus* accrued Guaranteed additions) *multiplied* by Factor 5] and (Future Annual applicable Guaranteed Additions *multiplied* by Factor 7) and [(Maturity Paid-Up Sum Assured *plus* accrued Guaranteed Additions *plus* sum of Guaranteed Additions for future period) *multiplied* by Factor 6].

i.e. Special Surrender Value = [(Death Paid-Up Sum Assured + accrued Guaranteed Additions) * Factor 5] + (Future Annual applicable Guaranteed Additions * Factor 7) + [(Maturity Paid-Up Sum Assured + accrued Guaranteed Additions + sum of Guaranteed Additions for future period) * Factor 6]

The Factor 5, Factor 6 and Factor 7 are enclosed as **Annexure 10**.

For the calculation of SSV, the accrued Guaranteed Additions shall include the Guaranteed Additions for each of the completed policy year prior to the surrender and the Guaranteed Additions on proportionate basis in proportion to the duration elapsed during the policy year in which policy is surrendered. The applicable Guaranteed Additions shall be at the Guaranteed Additions rate as specified in Para 4 and Para 12.

Future Annual applicable Guaranteed Additions shall be the Guaranteed Additions for a policy year and shall be determined considering the policy is paid-up (irrespective of the status whether the policy is in-force or paid-up) and shall be equal to Rate of Guaranteed Additions applicable for a paid-up policy (as specified in Para 12 and is as mentioned below) *multiplied* by Total Tabular Annual Premiums in respect of Premiums Paid. Where, the Rate of Guaranteed Additions applicable for paid-up policy shall be equal to applicable Rate of Guaranteed Additions for an in-force policy (as specified in Para 4) *multiplied* by ratio of total period for which premiums have already been paid to the maximum period for which premiums were originally payable.

The sum of Guaranteed Additions for future period shall include all the future Guaranteed Additions (from surrender) which would have been applicable had the policy continued till maturity, considering the policy continued as a paid-up policy (irrespective of the status whether the policy is in-force or paid-up). The Guaranteed Additions for each of future policy year shall be equal to Rate of Guaranteed Additions applicable for a paid-up policy (as specified in Para 12) *multiplied* by Total Tabular Annual Premiums in respect of premiums Paid.

The Death Paid-Up Sum Assured and Maturity Paid-Up Sum Assured shall be as specified in Para 12.

In case of fully paid-up policies, in determination of SSV as mentioned above:

- Death Paid-Up Sum Assured and Maturity Paid-Up Sum Assured shall be equal to Sum Assured on Death and Sum Assured on Maturity respectively.
- Future Annual applicable Guaranteed Additions shall be the Guaranteed Additions as applicable for in-force policy as specified in Para 4. Accordingly, the sum of Guaranteed Additions for each of future policy years shall be taken.

All SSV Factors (i.e. Factor 1, Factor 2, Factor 3, Factor 4, Factor 5, Factor 6 and Factor 7) shall depend on the Policy Term, Premium Payment Term and the duration elapsed since commencement of the policy. These Factors have been provided for half-year duration and the duration elapsed shall be taken to the nearest half-year. These factors shall be reviewed annually and instructions in this regard shall be issued by Actuarial Department, Central Office.

Further, if the policy is surrendered during the last policy year before date of maturity, the surrender value payable shall be the discounted value of maturity claim; where, in case of in-force policy the maturity claim is **Sum Assured on Maturity** along with accrued Guaranteed Additions (as specified in Para 4), corresponding to the full term of the policy. In case of paid-up policy, the maturity claim is **Maturity Paid-up Sum Assured** along with accrued Guaranteed Additions (as specified in Para 12), corresponding to the full term of the policy.

Upon payment of Surrender value during the Policy Term, the Policy terminates and no further benefits shall be payable.

Instructions regarding discounting of maturity claim along with applicable interest rate shall be issued by Actuarial Department, Central Office.

Riders will not acquire any Surrender Value. However, refund of additional Rider premiums charged in respect of cover after Premium Payment Term shall be refunded in respect of the LIC's New Term Assurance Rider and shall be as prescribed in the introductory circular of the Rider. Ref.: CO/PD/227 dated 30th September, 2024.

Example for Special Surrender Value calculations in different scenarios:

New Customer	Channel: Offline
Base Policy details:	
Age of Primary Life Assured	35 years
Age of Secondary Life Assured	30 years
Policy Term	20 years
Premium Payment Term	10 years
Basic Sum Assured (BSA)	Rs. 10,00,000
Option chosen:	Option I
Sum Assured on Death shall be higher of 7 times of Tabular Annual Premium or Basic Sum Assured.	

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Case 1: Mode of premium payment = Yearly, 3 full years' premiums have been paid and policy is surrendered after 2 years and 11 months when both lives are alive:		
Tabular Annual Premium Rate per Rs 1000 Basic Sum Assured (Option I)		Rs. 119.55
Tabular Annual Premium		Rs. 119550
Applicable rate of Guaranteed Additions (GA)	Base rate (7%) + Incentive for high sum assured (0.45%)	7.45%
Sum Assured on Death : Higher of [7*1,19,550 OR 10,00,000]		Rs. 10,00,000
Sum Assured on Maturity		Rs. 10,00,000
Death Paid-Up Sum Assured		Rs. 3,00,000
Maturity Paid-Up Sum Assured		Rs. 3,00,000
Total Tabular Annual Premium paid	1,19,550 * 3	Rs. 3,58,650
Accrued GA = GA for 2 completed years and 11 months = [1,19,550 * 7.45%] + [2,39,100 * 7.45%] + [(11/12) * (3,58,650 * 7.45%)]		Rs. 51212.23
Rate of GA applicable for Paid-up policy = 3/10*7.45%		2.235%
Future annual applicable GA	3,58,650 * (3/10) * 7.45%	Rs. 8015.83
Sum of GA for future periods	(20 years - 2 years 11 months) * 8015.83	Rs. 136937.10
SSV Factor 1	For applicable duration 3 years	4.72%
SSV Factor 2	For applicable duration 3 years	0.09%
SSV Factor 3	For applicable duration 3 years	30.45%
SSV Factor 4	For applicable duration 3 years	1.18%
Special Surrender Value = [Death Paid-Up Sum Assured * Factor 1] + [(Death Paid-Up Sum Assured + accrued Guaranteed Additions) * Factor 2] + (Future Annual applicable Guaranteed Additions * Factor 4) + [(Maturity Paid-Up Sum Assured + accrued Guaranteed Additions + sum of Guaranteed Additions for future period) * Factor 3] =[3,00,000 * 4.72%] + [(3,00,000 + 51,212.23) * 0.09%] + [8,015.83 * 1.18%] + [(3,00,000+ 51,212.23 + 1,36,937.10) * 30.45%]		Rs. 163212

Case 2: Mode of premium payment = Yearly, 5 full years' premiums have been paid and policy is surrendered after 4 years and 8 months when only one life is alive.		
Tabular Annual Premium rate for Rs 1000 Basic Sum Assured (Option I)		Rs. 119.55
Tabular annual premium		Rs. 1,19,550
Applicable rate of Guaranteed Additions	Base rate (7%) + Incentive for high sum assured (0.45%)	7.45%
Sum Assured on Death		Rs. 10,00,000
Sum Assured on Maturity		Rs. 10,00,000
Death Paid-Up Sum Assured		Rs. 5,00,000
Maturity Paid-Up Sum Assured		Rs. 5,00,000
Total Tabular Annual Premium paid	1,19,550 * 5	Rs 5,97,750
Accrued GA = GA for 4 completed years and 8 months = [1,19,550 * 7.45%] + [2,39,100 * 7.45%] + [3,58,650 * 7.45%]+ [4,78,200 * 7.45%]+ [(8/12) * (5,97,750 * 7.45%)]		Rs. 118753.00
Future annual applicable GA	5,97,750 * (5/10) * 7.45%	Rs. 22266.19
Sum of GA for future periods	(20 years - 4 years 8 months) * 22266.19	Rs. 341414.91
SSV Factor 5	For applicable duration 4.5 years	3.02%

SSV Factor 6	For applicable duration 4.5 years	31.93%
SSV Factor 7	For applicable duration 4.5 years	26.62%
Special Surrender Value = [(Death Paid-Up Sum Assured + accrued Guaranteed Additions) * Factor 5] + (Future Annual applicable Guaranteed Additions * Factor 7) + [(Maturity Paid-Up Sum Assured + accrued Guaranteed Additions + sum of Guaranteed Additions for future period) * Factor 6]		Rs. 331195
= [(5,00,000 + 1,18,753) * 3.02%] + [22,266.19* 26.62%] + [(5,00,000 + 1,18,753 + 3,41,414.91) * 31.93%		

14. REVIVALS:

If the premium is not paid before the expiry of the days of grace, the policy lapses. The lapsed policy may be revived during the lifetime of both the lives assured, but within a period of 5 consecutive complete years from the date of First Unpaid Premium and before the date of maturity, as the case may be. The revival shall be effected on payment of all the arrears of premium(s) together with interest (compounding half-yearly) at such rate as may be fixed by the Corporation from time to time and on satisfaction of Continued Insurability of both the lives assured on the basis of information, documents and reports that are already available and any additional information in this regard if and as may be required in accordance with the Underwriting Policy of the Corporation at the time of revival, being furnished by both the lives assured.

The Corporation reserves the right to accept at original terms, accept with modified terms or decline the revival of a discontinued policy. The revival of a discontinued policy shall take effect only after the same is approved, accepted and revival receipt is issued by the Corporation.

On revival of a lapsed or paid-up policy, all the benefits under the policy, which prevailed before the date of lapse or paid-up shall be restored.

Revival of Rider(s), if opted for, will only be considered along with the revival of the Base policy and not in isolation.

Instructions regarding the applicable interest rate shall be issued by Actuarial Department, Central Office.

15. ALTERATIONS:

The following alterations shall be allowed:

- Any change not involving change in Base premium rates applicable for Base Policy and corresponding benefit structure
- Inclusion of LIC's Accident Benefit Rider.
- Exclusion of Spouse: In case there is change in "Joint Life Status" other than due to death of any of the Life Assured, the Primary Life Assured can apply for exclusion of the spouse (i.e. Secondary Life Assured) under the policy and rider(s), if any. Such request for exclusion of spouse will result in change in "Joint Life Status" and must be specifically communicated in writing by the Primary Life Assured to the Corporation along with appropriate proof. Such alteration to exclude the Secondary Life Assured shall be allowed to the Primary Life Assured under special circumstances only wherein the "Joint Life Status" stands dissolved other than due to death of the Life Assured.

- On acceptance of request for exclusion of spouse from the policy and rider(s), if any,
- An amount equal to "Sum Assured on Death" *multiplied* by SSV Factor 5 (as mentioned under Para 13 b) above) shall be payable to the Primary Life Assured and the policy shall continue for Primary Life Assured as a "Single Life" policy.
 - The risk cover for Secondary Life Assured shall terminate immediately after such change in Joint Life Status and no further claim in respect of Secondary Life Assured shall be entertained.
 - If there is change in "Joint Life Status" due to exclusion of spouse during the Premium Paying Term, the future premium(s), if any, for the Primary Life Assured shall continue be payable till the end of the Premium Paying Term. The revised premium shall be calculated based on Age at Entry of Primary Life Assured at the inception of the policy. The Tabular Premium rates per 1000 Basic Sum Assured for the Primary Life Assured after change in "Joint Life Status" is given in **Annexure 11**.

Conditions regarding alterations shall be as per the instructions issued by CRM/PS Department, Central Office, from time to time.

An example for calculation of revised Premium in respect of Primary Life Assured and amount payable to Primary Life Assured on change in "Joint Life Status" is as given below:

Base Policy details:	
Age of Primary Life Assured 35 years	Date of Commencement 01.07.2026
Age of Secondary Life Assured 30 years	Date of First Unpaid Premium 01.01.2031
Policy Term 20 years	Premiums have been paid for 9 half-yearly premium instalments
Premium Payment Term 10 years	
Mode of Premium Payment Half-yearly	
Basic Sum Assured (BSA) Rs.10,00,000	
Option I: Sum Assured on Death = Higher of 7 times of Tabular Annual Premium or Basic Sum Assured.	
Tabular Annual Premium rate for Rs 1000 Basic Sum Assured (Option I)	Rs. 119.55
Tabular Annual Premium	Rs.119550
Half-yearly premium payable	Rs.60,851
Sum Assured on Death	Rs.10,00,000
Sum Assured on Maturity	Rs.10,00,000
Assuming that the Primary Life Assured requests to exclude the Secondary Life Assured after 4 years and 5 months:	
Date of acceptance of application for change in "Joint Life Status"	01.12.2030
Death Paid-Up Sum Assured = $(9/20) * 10,00,000$	Rs.4,50,000
SSV Factor 5 (For applicable duration 4.5)	3.02%
On exclusion of spouse from the policy, an amount payable to Primary Life Assured "Death Paid-Up Sum Assured" multiplied by "SSV Factor 5"	Rs.13,590
Revised Tabular Annual Premium rate at age 35 years for Rs 1000 Basic Sum Assured (Option I) (Refer Annexure 11)	Rs.102.85
Revised Tabular Annual Premium	Rs.1,02,850
Revised Half-yearly premium payable with effect from 01.01.2031	Rs.52,351
Total Guaranteed Addition during the Policy Term (Refer Table 1	12,89,680.68

below for detailed calculation)	
Maturity amount at end of Policy Term, provided all due premiums have been paid	22,89,681

Table 1

Polic y Year	Tabular Annual Premium in respect of premiums paid	Total Annual Premiums Paid	Accrued GA at the end of the year	Cumulative Accrued GA
1	119550	119550	8906.48	8906.48
2	119550	239100	17812.95	26719.43
3	119550	358650	26719.43	53438.85
4	119550	478200	35625.90	89064.75
5	119550/2 = 59775	537975		
	102850/2 = 51425	589400	43910.30	132975.05
6	102850	692250	51572.63	184547.68
7	102850	795100	59234.95	243782.63
8	102850	897950	66897.28	310679.90
9	102850	1000800	74559.60	385239.50
10	102850	1103650	82221.93	467461.43
11	0	1103650	82221.93	549683.35
12	0	1103650	82221.93	631905.28
13	0	1103650	82221.93	714127.20
14	0	1103650	82221.93	796349.13
15	0	1103650	82221.93	878571.05
16	0	1103650	82221.93	960792.98
17	0	1103650	82221.93	1043014.90
18	0	1103650	82221.93	1125236.83
19	0	1103650	82221.93	1207458.75
20	0	1103650	82221.93	1289680.68

16. LOAN:

Loan shall be available under the plan, within the surrender value of the policy, subject to the following terms and conditions:

- i. Loan can be availed by the Policyholder under both Option I and Option II after completion of first policy year provided atleast one full year's premium has been paid.
- ii. The maximum loan that can be allowed under the policy as a percentage of Surrender Value shall be as under:
 - For inforce policies: upto 75%
 - For paid-up policies: upto 50%
- iii. The rate of interest to be charged for the loan amount would be determined by the Corporation from time to time.
- iv. In the event of default in payment of loan interest on the due dates and when the outstanding loan amount along with interest is to exceed the surrender value, the Corporation would be entitled to foreclose such policies. Such policies when being

foreclosed shall be entitled to payment of the difference of surrender value and the outstanding loan amount along with interest, if any

- v. In case the policy shall mature or is surrendered or becomes a claim by death, the amount of outstanding Loan together with all interest shall be recovered from the claim benefit payment.

Further conditions regarding loan shall be as per the instructions issued by CRM/PS Department, Central Office from time to time.

Instructions regarding the applicable interest rate shall be issued by Actuarial Department, Central Office.

17. TERMINATION OF POLICY:

The policy shall immediately and automatically terminate on the earliest occurrence of any of the following events:

- a) The date on which lump sum death benefit/final instalment of death benefit is paid in respect of second death, whichever is later; or
- b) The date on which surrender benefits are settled under the policy; or
- c) The date of maturity if Settlement Option is not exercised; or
- d) On payment of final instalments under Settlement Option; or
- e) In the event of default in payment of loan interest as specified in Para 16; or
- f) On expiry of Revival Period if the policy which has not acquired paid-up status, has not been revived within the revival period; or
- g) On payment of free look cancellation amount; or
- h) In the event of forfeiture as specified in Para 21 below.
- i) In the event of the repudiation of the death claim on either lives assured for whatsoever reason.

18. ONLINE SALE OF POLICIES:

Instructions relating to online sale of policies, if any, will be issued by Digital Marketing Department, Central Office.

19. UNDERWRITING, AGE PROOF AND MEDICAL REQUIREMENTS:

NB & R department, Central Office will issue instructions in this regard.

20. SUICIDE CLAUSE:

Notwithstanding the provision of benefits payable on death mentioned anywhere in this Document, the provisions related to claim payment in case of death due to suicide shall be subject to the conditions as specified herein under:

In case of death due to suicide of either Life Assured or both Lives Assured simultaneously within 12 months from the date of commencement of risk under the policy or from the date of revival of the policy as applicable, the Nominee or Beneficiary of the Policyholder shall be entitled to 80% of the total premiums paid till the date of death or the surrender value available as on the date of death, whichever is higher, provided the policy is in-force.

The surviving Life Assured/beneficiary (ies) as applicable shall not be entitled to any other claim under the policy and the policy shall terminate.

Note:

- a) This clause shall also be applicable for paid-up policies.
- b) For a policy lapsed without acquiring paid-up value nothing shall be payable under such policies.
- c) Premium referred above shall not include any taxes, extra premium and Rider premium(s) other than Term Assurance Rider premium, if any.
- d) The relaxation (claim concession) mentioned above under Paid-up Value provisions (Para 12) shall not be applicable in case of death due to suicide.

21. FORFEITURE IN CERTAIN EVENTS:

In case it is found that any untrue or incorrect statement is contained in the proposal, personal statement, declaration and connected documents or any material information is withheld, then and in every such case, the policy shall be void and all claims to any benefit by virtue thereof shall be subject to the provisions of Section 45 of the Insurance Act, 1938 as amended from time to time.

22. TAXES:

Statutory Taxes, if any, imposed on such insurance plans by the Government of India or any other constitutional tax Authority of India shall be as per the Tax laws and the rate of tax as applicable from time to time.

The amount of applicable taxes as per the prevailing rates, shall be payable by the policyholder on premiums (for base policy and Rider(s), if any) including extra premiums, which shall be collected separately over and above in addition to the premiums payable by the policyholder. The amount of tax paid, if any, shall not be considered for the calculation of benefits payable under the plan.

The instructions regarding issues related to taxes will be issued by Finance & Accounts Department, Central Office, separately, as applicable from time to time.

23. FREE LOOK PERIOD:

If a Policyholder is not satisfied with the "Terms and Conditions" of the policy, he/she may return the policy to the Corporation stating the reasons of objections, within 30 days from the date of receipt of the electronic or physical mode of the Policy Document, whichever is earlier.

The refund of premium to the Policyholder shall be subject to following deductions:

1. Stamp duty on policy;
2. Actual cost of medical examination (including special reports, if any);
3. Proportionate risk premium (in respect of Base policy and Rider, if opted for) for the period of cover as per C.O. Circular Ref: CO/ PD/ 39 dated 31st December, 2013 and CO Circular Ref: CO/PD/286 dated 3rd July, 2025. This proportionate risk premium shall be calculated based on the age at entry nearer birthday for each life assured as per aforesaid circulars and total proportionate risk premium shall be deducted for both the lives assured.

24. BACK-DATING INTEREST:

The policies can be dated back within the same financial year but not before the Date of Introduction of this Plan. Back-dating interest shall be charged at the rate determined by the Corporation from time to time as applicable at the time of completion of the policy will be charged for the period in excess of one month. However, if the policy is back dated to lean months, viz. April, May, July and August, interest is to be charged for period in excess of three months. The period up to 14 days is to be ignored and 15 days or more is to be rounded to a month for this calculation.

Any further instructions shall be issued by Actuarial Department, Central Office, as applicable from time to time.

25. POLICY STAMPING:

For Base Plan, policy stamping charges will be at the rate of 20 paise per thousand "Sum Assured on Death".

For Rider, policy stamping charges will be at the rate of 20 paise per thousand Rider Sum Assured for each life, if opted for.

Any updates in this regard shall be issued by Legal Department, Central Office.

26. REINSURANCE:

Normal procedure for Reinsurance shall apply as per applicable Reinsurance Treaty.

27. ASSIGNMENTS/NOMINATIONS:

a) Assignments: Assignment is allowed under this plan as per Section 38 of Insurance Act, 1938, as amended from time to time.

The notice of assignment should be submitted for registration to the office of the Corporation, where the policy is serviced.

b) Nominations: Nomination by the holder of a policy of life assurance on his/her own life is required as per Section 39 of the Insurance Act, 1938, as amended from time to time. Each of the Life Assured would be the natural nominee for other life assured. However, both the Life assureds shall nominate a person to whom the money secured within the policy shall be paid in the event of death of both of the lives simultaneously or one after other at any time before the date of maturity under the policy. Subsequent to the first death, the surviving life assured may retain the earlier nomination or make a fresh nomination.

The notice of nomination or change of nomination should be submitted for registration to any Branch/Satellite office of the Corporation. In registering nomination, the Corporation does not accept any responsibility or express any opinion as to its validity or legal effect.

28. NORMAL REQUIREMENTS FOR CLAIM:

a) Death Claim: The normal documents which the claimant shall submit while lodging the claim in case of death of the Life Assured(s) shall be claim forms, as prescribed by the Corporation, accompanied with original policy document, NEFT mandate from the claimant for direct credit of the claim amount to the bank account, proof of title, proof of death, medical treatment prior to the death (if any), school/college/employer's certificate, whichever is applicable, to the satisfaction of the Corporation. If the age is not admitted under the policy, the proof of age of the Life assured shall also be submitted.

In case of unnatural death or death on account of or arising from an accident, the Corporation may call for the copies of First Information Report (FIR), Panchnama and Post Mortem report. The Corporation may also call for additional documents as may be required by them.

Policyholder or the claimant, as applicable, is required to intimate the Corporation, about the happening of the insured event resulting into a claim under the policy, at the earliest possible time.

- b) Maturity Claim/ Surrender: In case of maturity claim/ surrender of the policy, the Policyholder shall submit the discharge form along with the original policy document, NEFT mandate from the claimant for direct credit of the claim amount to the bank account besides proof of age, if the age is not admitted earlier.
- c) Claim under Rider(s): In case of claim under Rider(s), the respective rider circular may be referred to.

In addition to above, any requirement mandated under any statutory provision or as may be required as per law or any instructions issued by CRM/Claims Department, Central Office in this regard shall also be required to be submitted.

29. ACCOUNTING OF INCOME AND OUTGO:

Instructions regarding the accounting procedure to be followed under the plan shall be issued separately by Finance & Accounts Department, Central Office.

30. PROPOSAL FORM:

Revised Proposal Form No. 300 (Rev 2025) along with Addendum to Proposal Form as issued by NB&R Department, Central Office shall be used under this plan.

Revised Proposal Form No 300 (Rev 2025) shall have to be submitted separately by both Primary Life Assured and Secondary Life Assured.

31. POLICY DOCUMENT, CUSTOMER INFORMATION SHEET AND SALES BROCHURE:

The specimen Policy Document, Customer Information Sheet and Sales Brochure will be sent by the Corporate Communications Department, Central Office.

This Circular has to be read in conjunction with the Policy Document and Sales Brochure.

32. DISCLOSURES:

At the time of sale, a Customized Benefit Illustration shall be provided to the prospective Policyholder. Such Benefit Illustration shall be signed by both the prospective lives assured and intermediary and shall form part of the Policy Document.

Suitability information to be collected, including recommendations to be made, and such need analysis document shall be a part of the Policy Document.

Separate instructions on the above shall be issued by Marketing Department, Central Office.

33. ADDRESS OF OMBUDSMAN:

At the stage of issuance of policy, the address and contact details of the nearest Insurance Ombudsman is to be mentioned in the Policy Document. In case of any change in address by policyholder, the address and contact details of the nearest Insurance

Ombudsman from the transferring in branch has to be informed to the policyholder along with confirmation of change in address.

Further instructions in this regard to be issued by CRM/Claims Department, Central Office.

AJAY KUMAR Digitally signed by AJAY
KUMAR SRIVASTAVA
SRIVASTAVA Date: 2026.05.22
09:36:47 +05'30'

Executive Director (Actuarial)

Encl – Annexure 1 to 11

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