

Annexure - 3

SBI Life Insurance Company Limited
(Regd. Office: State Bank Bhavan, Corporate Centre, Madame Cama Road,
Mumbai 400 021)
Corporate Office: Turner Morrison Building, G.N. Vaidya Marg, Mumbai 400 023

SBI Life – ‘HORIZON II’**IN THIS POLICY, THE INVESTMENT RISK IN INVESTMENT PORTFOLIO IS BORNE BY THE POLICYHOLDER.**

The Proposer and Life Assured named in the Schedule of this Policy have submitted a proposal together with a personal statement and have paid the first instalment of premium specified herein to the ***SBI Life Insurance Company Limited*** (the “Company”, which expression includes its assigns and successors) for grant of the insurance benefits specified in the Schedule. It is agreed that the proposal and the personal statement together with any report or other document leading to the issue of this Policy shall form the basis of this contract of insurance and that all benefits are subject to the schedules, and the terms and conditions and annexures of this document. It is agreed that in consideration of the premium received and subject to receipt of future premiums as herein stated, the Company will pay the appropriate benefits (without interest), as herein stated to the Beneficiary (hereinafter defined), on proof to the complete satisfaction of the Company, in its sole discretion, of the benefits under the Policy having become payable.

This policy including the premium and benefits under this policy will be subject to taxes and other statutory levies as may be applicable from time to time, and such taxes, levies etc. will be recovered, directly and completely from the policyholder.

It is further declared that every endorsement placed on the Policy by the Company shall be deemed part of the Policy. This Policy is subject to prevailing laws and may be amended from time to time to comply with regulatory changes.

Unit Linked Life Insurance products are different from the traditional insurance products and are subject to risk factors. The premium paid in Unit Linked Life Insurance policies are subject to investment risks associated with capital markets and the NAVs of the units may go up or down based on the performance of Fund and factors influencing the capital market and the Policyholder is responsible for his/her decisions. SBI Life is only the name of the Insurance Company and Horizon II is only the name of the unit linked life insurance contract and does not in any way indicate the quality of the contract, its future prospects or returns.

This policy document, together with the terms, schedules contained in the annexure enclosed and any endorsements, from time to time, shall together form a single agreement ‘**Horizon II Plan-**_____’,

“HORIZON II”**Schedule - I**
Policy Details

Policy No. <<>>

Date of Proposal: <<DD/MM/YYYY>>

Proposal Number: <<>>

Client I.D.:<<>>

Proposer /Policyholder: <<Title/First name/Surname

Product: Unit Linked contract

Address**Address****Address****City Pin-code****State>>**

Life Assured: <<Title/First name/Surname

Date of Birth: <<DD/MM/YYYY>>

Address

Age Admitted: <<Yes/No>>

Address

Gender: <<Male/Female>>

Address**City Pin-code****State>>**

Date of Commencement of Risk:		Date of Maturity:	Date of Issue:	Term	
<<DD/MM/YYYY>> or for minor lives below 7 years of age <<The first working day of the policy month following the date the life assured attains the age of 7 years >>		<<DD/MM/YY YY>>	<<DD/MM/YYYY>>	<<>>	
Basic premium (Rs.)	Premium Periodicit y	Date of Commenceme nt of Policy:	Due date of last premium payable	Policy Anniversary Date	Allocation Grid Selected
<<>>	<<>>	<<DD/MM/Y YYY>>	<<DD/MM/YY YY>>	<<DD/MM/YYYY>> and annually thereafter	<< Allocation Grid Plan A: Dynamic / Allocation Grid Plan B: Growth >>
Basic Sum Assured	Type of Product:				
<<>>	Non Participati ng				

Benefits payable**a. On Death**

The Basic Death Benefit will be payable in event of death of the Life Assured whilst the Policy is in full force, after deducting unpaid mortality charges for the entire policy year in which death occurs.

The Basic Death Benefit is equal to the Basic Sum Assured hereinabove mentioned plus the Fund Value

Where the Life Assured is a minor and death occurs before the first working day of the policy month following the date the Life Assured attains the age of 7 years, the Basic Death Benefit will be equal to the Fund Value.

The Fund Value will be based on:

- the NAV prevailing on the date on which the claim intimation along with primary documents are received by the Company, provided these are received by the Company before 4.15 p.m. on that day; or
- the closing NAV prevailing on the working day immediately following the date on which the claim intimation along with primary documents are received by the Company, where these are received by the Company after 4.15 p.m. on any day.

On admission of a claim under this Basic Death Benefit by the Company, all rights and benefits under this policy will automatically cease.

b. At Maturity

Where the Life Assured is alive on the Date of Maturity hereinbefore stated, the Maturity Benefit will become payable. The Maturity Benefit is equal to the Fund Value (based on the NAV prevailing on the Date of Maturity).

At maturity, all future rights and benefits under this policy will automatically cease.

Nominee: << Title/First Name/Surname >>

Relationship to the Policyholder (who is also the Life Assured):<<_____>>

Appointee (If nominee is a Minor): <<Title/First Name/Surname>>

Beneficiary: The benefits under this policy are payable to:

- the Policyholder, or
- the assignee where a valid assignment has been recorded, or
- the nominee where a valid nomination has been registered by the Company, or
- in the event of death of the Policyholder without making a valid nomination; the Executors, Administrators or other legal representatives of the Policyholder, or
- to such person as directed by a court of competent jurisdiction in India.

Special Provisions (if any):

Signed for and on behalf of the SBI Life Insurance Company Limited at Mumbai.

Authorised Signatory

Name:<<>>

Designation: <<>>

Date:<<_____>>

Schedule II
Terms and conditions

1. Age:

- a. The Admitted Age of the Life Assured is the age derived from the Date of Birth declared on the proposal. In the event the Admitted Age is found to be incorrect at any time, the correct age being such that it would have rendered the Life Assured ineligible for any of the benefits under this Policy, this Policy shall stand cancelled from inception, and, the lower of

- i) the premiums paid (net of expenses incurred by the Company) and
- ii) the Fund Value (net of expenses incurred by the Company).

will be refunded to the Policyholder without interest.

- b. In the event the Admitted Age is found to be incorrect at any time, the correct age being such that the Life Assured remains capable of being insured under this Policy, the mortality charges under this Policy may be altered corresponding to the correct age of the Life Assured under the Policy, and the difference arising out of incorrect mortality charges having being charged in the past, with interest at the prevailing Prime Lending Rate of the State Bank of India will be recovered by liquidating appropriate number of units from the relevant fund(s) based on the proportionate value of each fund, provided that the Fund Value at that time is sufficient to cover these expenses and interest.
- c. Where the correct age of the Life Assured is found to be lower than the Admitted Age, the mortality charges will be recalculated based on the correct age and the Company will credit, without interest, to the Fund value, the difference, if any, between the mortality charges for the correct age and the mortality charges calculated on the basis of the Admitted Age declared in the proposal. This will be done by allocating additional units to the relevant fund based on the Allocation Percentage and NAV then prevalent.

2. Basic Premiums:

- a. A grace period of 30 days will be allowed for payment of quarterly/half-yearly/yearly premiums and a grace period of 15 days will be allowed where premiums are paid monthly.

In the event of death during the grace period, the Basic Death Benefit (as stated in Schedule-I) will be paid after deducting mortality charges then due and all mortality charges falling due during that Policy Year.

- b. If, within the first three years following the Date of Commencement of Policy, the premium is not paid within the grace period, all insurance cover will automatically lapse. Thereafter, Mortality Charges will cease to be charged, but Fund Management Charges and Policy Administration Charges will continue to be levied in accordance with Annexure-Charges. The Policyholder will have the option to revive the policy in accordance with the terms contained in clause 8 of this document.

In the event of death after the grace period but before the lapse of the revival period, the Fund Value will be paid to the beneficiary. At the end of the revival period, this policy will automatically be terminated and the Surrender Value will be paid provided this Policy has acquired a Surrender Value.

- c. If premiums have been paid regularly for three consecutive years following the Date of Commencement of Policy, and subsequently, any premium is not paid within the grace period, Charges (please refer to Annexure Charges for details) will continue to be deducted up to the end of the revival period and this policy shall remain in force until the end of the revival period contained in clause 8 of this document or up to such time that the Fund Value becomes equal to or falls below a minimum rupee value of at least one years annual premium, whichever is earlier. Thereafter, the Surrender Value will be paid and the policy will lapse, unless the option referred to in 2(d) is exercised. If, during the revival period the Fund Value becomes equal to or falls below a minimum rupee value of at least one years annual premium, this policy will automatically terminate and the Fund Value will be paid to the beneficiary. No Top-up Premiums will be accepted unless the Policy is revived.

If death occurs during this revival period, and the claim is admitted, the Basic Death Benefit (as stated in Schedule-I) will be paid after deduction of all mortality charges falling due during that Policy Year.

- d. The Policyholder has the option, to be exercised in writing, to continue the policy at the end of the revival period, subject to the levy of appropriate charges, up to such time that the Fund Value becomes equal to or falls below a minimum rupee value of at least one year annual premium. When the Fund Value reaches this level, the policy will automatically terminate and the Fund Value will be paid to the beneficiary. The Policyholder shall have the option to revive the Policy at any time after the first unpaid premium subject to the terms contained in clause 8 of this policy.
- e. If the Fund value falls below Rs.10,000/- at the time of deduction of the charges, the policy will immediately terminate and the Fund value without deduction of any charges will be paid to the policyholder and all rights and benefits under the policy will automatically cease.
- f. Where premiums are received in advance, units will only be allocated on the relevant Due Date for such premiums subject to the terms contained in clause 4 of this policy.
- g. The Policyholder will be liable to pay all applicable taxes as levied by the Government from time to time.

3. Top –up Premiums:

- a. The Policyholder may make top-up premiums to the Policy, at any time whilst the Policy is in force and there is no unpaid premium after the grace period is over. Currently, the minimum top-up premium at any one instance is Rs. 1000, and the cumulative top-up premium on this Policy at any point of time cannot exceed 25% of the cumulative premium paid and allocated up to the date the top-up is made (excluding advance premiums, if any).

- b. In the event any basic premium is due but not paid, as on the date the top-up premium is made, any such payment made towards a top-up will first be adjusted towards this unpaid basic premium, irrespective of the mode of payment of premium. This adjustment of top-up premium towards basic premium will only be made if the top up is equal to or more than the aggregate basic premium due on the date the top up is made. The balance of such payment, if any, after such adjustment will be treated as a top-up premium subject to applicable limits. In the event that the top-up is less than the aggregate basic premium due, this amount will be refunded to the policyholder.
- c. A lock-in period of three years from the date of payment shall apply to each top-up premium, except where the top-up is made during the last three policy years of this insurance contract.

4. Creation of Units

- a. The Horizon II Fund comprises three Investment Funds viz. the Equity Fund, the Bond Fund and the Money Market Fund. The Company will declare NAVs for each Investment Fund periodically. The value of each Investment Fund is the number of units of that Fund multiplied by the relevant NAV for that Fund. The Fund Value will be the aggregate of the values of each Investment Fund. The Net Asset Value (NAV) of each of the three funds will be computed automatically on a daily basis in accordance with the following formula:

$$\frac{\text{Market Value of Investments} + \text{Current Assets} - \text{Current Liabilities and Provisions}}{\text{Number of units outstanding}}$$

- b. From the initial premium paid (excluding taxes (if any), and Premium Allocation Charges (please refer to Annexure-Charges for details and other expenses) will be deducted, and the balance will be used by the Company to buy appropriate number of units of each Investment Fund in accordance with the allocation grid selected (please refer to Schedule-I and the relevant Allocation Grid).
- c. For the initial premium and top-up at inception, units will be computed in the following manner:
 - The Closing NAV prevailing on the date of acceptance of the proposal or the Closing NAV prevailing on the date of realization, which ever is later, will apply.
- d. Subsequent basic premiums paid, and top-up premiums paid, (excluding taxes (if any), Premium Allocation Charges (please refer to Annexure-Charges for details of these and other expenses), are used by the Company to buy appropriate number of units of each Investment Fund in accordance with the allocation grid then prevalent.
- e. Units in respect of subsequent premiums and Top-up Premiums will be purchased at the relevant NAV as elucidated below:
 - In respect of premiums received up to 4.15 p.m. by the Company along with a local cheque or a demand draft payable at par at the place where the premium is received, the Closing NAV of the day on which premium is received shall be applicable.

- In respect of premiums received after 4.15 p.m. by the Company along with a local cheque or a demand draft payable at par at the place where the premium is received, the closing NAV of the next business day shall be applicable.
 - In respect of premiums received with outstation cheques / demand drafts at the place where the premium is received, Standing Instruction on Bank / Credit Card account, ECS facility, the closing NAV of the day on which cheques/demand draft is realized shall be applicable.
- f. The Company will periodically liquidate such number of units from each Investment Fund as are necessary to meet certain expenses/charges referred to in Annexure (Charges).
- g. On the first working day of the month in which the Policy Anniversary Date falls, the units in each Investment Fund will be rebalanced in accordance with the allocation grid applicable for the next policy year (please refer to Annexure-Allocation Grid for details). Rebalancing will be carried out at the prevailing NAV of the relevant Investment Fund prevalent at that date.

5. Investment of Funds

Selection of investments, including derivatives and units of mutual funds, for each fund shall be made by the Company in accordance with the aforementioned Allocation Grid selected and the IRDA Regulations in that behalf. All assets relating to the funds shall be and shall remain in the absolute beneficial ownership of the Company.

The investments in the Units are subject to market and other risks and there is no assurance that the objectives of the “Horizon II” product will be achieved.

The NAV of the units of each fund may fluctuate depending on the factors and forces affecting the markets from time to time and may also be affected by changes in the prevalent rates of interest.

There is no guaranteed return on this product.

6. Surrender

- a. This Policy will acquire a Surrender Value provided that at least one entire policy years’ premiums have been paid. The Surrender Value will be paid in the following manner:
- i. Where premiums have been paid regularly for at least three consecutive years following the Date of Commencement of Policy, the Policyholder may surrender this policy for the Surrender Value at any time;
 - ii. Where premiums have not been paid regularly for three consecutive years following the Date of Commencement of Policy, the Surrender Value will only be payable at the end of the third year following the Date of Commencement of Policy.

The Surrender Value will be equal to the Fund Value after deducting applicable Surrender Charges (please refer to Annexure- Charges).

- b. On surrender, the units of each Fund will be liquidated at the NAV as follows:

If the surrender request is received before 4.15 pm of any day, - the Closing NAV of the same day will be applicable.

If the surrender request is received after 4.15 pm of any day, the Closing NAV of the next working day will be applicable.

- c. On surrender of this Policy, all rights and benefits under this Policy will automatically cease.
- d. All surrender requests should be made in writing and in the format prescribed by the Company and be accompanied by the policy document.
- e. The Company may, in the interest of the holders of unit linked policies and keeping in view exceptional circumstances/unusual market conditions, limit the total number of units surrendered on any day to 5% of the total number of units then outstanding in all investment funds.

7. Withdrawal Facility:

A. Partial Withdrawal Facility:

The Policyholder may avail of the Partial Withdrawal Facility subject to the conditions stipulated below:

- (a) This facility is only available from the later of
- the third policy anniversary date (calculated from the Date of Commencement of Policy), and
 - the Life Assured attaining the age of 18 years.
- (b) The maximum amount available for partial withdrawal is arrived at after deducting
- 125% of the Annualized Premium amount, and
 - the cumulative top-up premiums made during the 36 calendar months immediately preceding the date the withdrawal request is received by the Company
- from the Fund Value.
- (c) A partial withdrawal may be made by liquidating the appropriate number of units of each Fund. Units will be liquidated in the ratio of the value of that Fund to the Fund Value. The amount payable on partial withdrawal will be subject to deduction of Partial Withdrawal Charges (if applicable) by the Company, which will be recovered at the time the Withdrawal is made from the amount withdrawn. Once a partial withdrawal is made, the Fund Value will automatically reduce to that extent.
- (d) Two Partial Withdrawals in the course of one Policy Year (i.e the period between two Policy Anniversary Dates) shall be free of charge. A Partial Withdrawal Charge of 1% of the withdrawal amount will be levied on

each Partial Withdrawal in excess of two within the same Policy Year. Partial Withdrawal Charges will be deducted by the Company from the Withdrawals made by the Policyholder. A free unutilised Withdrawal cannot be carried forward to a future Policy Year.

- (e) Partial withdrawals are subject to administrative limits prescribed by the Company from time to time. Currently, the minimum partial withdrawal allowed is Rs. 10,000. All partial withdrawals must be in multiples of Rs. 1,000.
- (f) The Fund Value will be subject to levy of withdrawal charges, if any, for the balance period of policy year and will be calculated on the following basis

If the request is received by the Company before 4.15 pm of any day, - the Closing NAV of the same day will apply for the calculation of the Fund Value; and

If the request is received by the Company after 4.15 pm of any day, the Closing NAV of the next working day will apply for the calculation of the Fund Value.

- (g) The redemption of units of each fund will be based on the fund value percentage to the total Fund value as on the date of receipt of the request.

B. Withdrawal Requests:

All withdrawal requests should be made in writing and in the format prescribed by the Company.

C. Limits on Withdrawals:

The Company may, in the interest of the holders of unit linked policies and keeping in view exceptional circumstances/ unusual market conditions, limit the total number of units withdrawn on any day to 5% of the total number of units then outstanding in all investment funds.

8. Revival of the Policy

- i. The Policyholder may revive the lapsed policy by making a written application within a period of 5 years from the due date of the first unpaid premium. The Company may, at its absolute discretion accept or decline the request for revival of the lapsed policy, or accept the request for revival on such terms and conditions as it deems fit. At the end of the revival period, the Policy will be terminated unless the option elucidated in clause 2 of this document is exercised.
- ii. The revival of the policy will be effective after the Company's approval is communicated in writing to the Life Insured.

9. Loan

No loan will be granted by the Company against this Policy.

10. Automatic Vesting

Where the Life Assured is a minor, on the policy anniversary date immediately following the date the minor Life Assured becomes a major, the Policy shall automatically vest absolutely in the name of such Life Assured. Such Life Assured shall thereafter be treated as the Policyholder.

11. Assignment

An assignment of this Policy shall be effective, as against the Company, from the date that the Company receives a written notice of the assignment in accordance with section 38 of the Insurance Act, 1938.

12. Nomination

Where the holder of this policy is also the Life Assured hereunder, he/she may make a nomination at any time before the Maturity Date. Any nomination/ change in nomination, may be made by an endorsement on the Policy, and provided a notice in writing is given to the Company, in accordance with section 39 of the Insurance Act, 1938.

The Company does not express itself upon the validity or accept any responsibility in respect of any assignment or nomination made by the Policyholder.

13. Forfeiture

In the event it is found that any statement in the proposal for insurance or in the personal statement or in any reports or documents leading to the issue of this Policy is inaccurate or false, or, any material information has been withheld, then and in every such case, but subject to the provisions of section 45 of the Insurance Act, 1938, this Policy shall be void and all benefits hereunder shall cease and all moneys that have been paid in consequence hereof shall belong to the Company.

14. Suicide

If the Life Assured, whether sane or insane, commits suicide, within one year from the Date of Issue of the Policy, the Policy shall be void. In such event, the Fund Value shall be paid to the beneficiary, and all benefits under the policy will cease.

- If the suicide intimation is received by the Company before 4.15 pm of any day, - the Closing NAV of the same day will apply for the calculation of the Fund Value; and
- If the suicide intimation is received by the Company after 4.15 pm of any day, the Closing NAV of the next working day will apply for the calculation of the Fund Value.

15. Claims

A claim must be intimated to the Company by notice in writing to the Company. In the event of a death claim under the Policy the following supporting documents are normally required to be submitted to the Company along with the claim intimation:

- 1) Original Policy Document.
- 2) Original Death Certificate from Municipal/Local Authorities.
- 3) Claim forms duly filled in.
- 4) Certificate from the Physician who last attended the Life Assured along with the Hospital Reports.
- 5) Police Panchnama, and FIR copy, etc where applicable

All claims shall be subject to such other requirements as stipulated by the Company and the legal title of the claimant, satisfactory to the Company. The Company reserves the right to call for any additional information and documents required to satisfy itself, in its sole discretion, as to the validity of a claim.

In event that a claim intimation is received, but the validity of the claim rejected or the claim is repudiated, the Fund Value prevalent on the first working day following the date the claim intimation has been received by the Company, subject to deduction of appropriate expenses, shall be refunded, and the policy will automatically terminate.

16. Payment of Benefits

The benefits payable under this Policy shall be paid only in Indian Rupees in India, at the office of the Company situated in Mumbai. The Company may, at its absolute discretion fix an alternative place in India for payment for the benefits at any time before or after the policy has become a claim.

17. Free look period

The Policyholder has a period of 15 days from the date of the receipt of the policy document to review the terms and conditions of the policy and where the insured disagrees to any of those terms or conditions, he has the option to return the policy stating the reasons for his objection, when he shall be entitled to a refund of the amount as follows:

Currently, the amount payable on free look cancellations would be the lower of:

- the Premiums paid (including basic premiums and Top Up premiums), and
- Fund Value + (Premium Allocation Charges + Mortality Charges + Policy Administration already deducted)

MINUS (Stamp Duty + Medical Expenses)

On free-look cancellations, the units of each Fund will be liquidated at the NAV as follows:

- If the request is received before 4.15 pm of any day, - the Closing NAV of the same day will be applicable.
- If the request is received after 4.15 pm of any day, the Closing NAV of the next working day will be applicable.

18. Grievance Redressal Procedure

Any grievance may be addressed to

Customer Service Desk ,
SBI Life Insurance Company Ltd.,
Corporate Office,
Turner Morrison Building,
G.N.Vaidya Marg, Fort, Mumbai-400 023.
Phone: 022-5639 2000.
Fax: 5639 2058.

Section 41 of the Insurance Act, 1938: “No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take out or renew or continue an insurance in respect of any kind of risk relating to lives or property in India, any rebate of the whole or part of the commission payable or any rebate of the premium shown on the policy, nor shall any person taking out or renewing or continuing a policy accept any rebate, except such rebate as may be allowed in accordance with the published prospectus or tables of the insurer.”

“Section 45 of Insurance Act, 1938: No Policy of life insurance effected before the commencement of this Act shall after the expiry of two years from the date of commencement of this Act and no policy of life insurance effected after the coming into force of this Act shall, after the expiry of two years from the date on which it was effected, be called in question by an insurer on the ground that a statement made in the proposal for insurance or in any report of a medical officer, or referee, or friend of the insured, or in any other document leading to the issue of the policy, was material matter or suppressed facts which it was material to disclose and that it was fraudulently made by the policy-holder and that the policy holder knew at the time of making it that the statement was false or that it suppressed facts which it was material do disclose; Provided that nothing in this section shall prevent the insurer from calling for proof of age at any time if he is entitled to do so, and no policy shall be deemed to be called in question merely because the terms of the policy are adjusted on subsequent proof that the age of the life insured was incorrectly stated in the proposal.”

Annexure - Allocation Grid Plan A: Dynamic

Number of years till maturity	Equity Fund		Bond Fund		Money Market Fund	
	Minimum	Maximum	Minimum	Maximum	Minimum	Maximum
≥20	80%	100%	0%	20%	0%	20%
19	80%	100%	0%	20%	0%	20%
18	80%	100%	0%	20%	0%	20%
17	75%	95%	0%	25%	0%	20%
16	70%	90%	0%	30%	0%	20%
15	65%	85%	0%	35%	0%	20%
14	60%	80%	0%	40%	0%	20%
13	55%	75%	5%	45%	0%	20%
12	50%	70%	10%	50%	0%	20%
11	45%	65%	15%	55%	0%	20%
10	40%	60%	20%	60%	0%	20%
9	35%	55%	25%	65%	0%	20%
8	30%	50%	30%	70%	0%	20%
7	25%	45%	35%	75%	0%	20%
6	20%	40%	40%	80%	0%	20%
5	15%	35%	45%	85%	0%	20%
4	10%	30%	50%	90%	0%	20%
3	5%	25%	55%	95%	0%	20%
2	0%	20%	60%	100%	0%	20%
1	0%	15%	65%	100%	0%	20%

In extreme market conditions, the Company reserves the right to alter the Allocation Grid with the approval of IRDA.

Annexure-Allocation Grid Plan B: Growth

Number of years till maturity	Equity Fund		Bond Fund		Money Market Fund	
	Minimum	Maximum	Minimum	Maximum	Minimum	Maximum
≥20	55%	75%	5%	45%	0%	20%
19	55%	75%	5%	45%	0%	20%
18	55%	75%	5%	45%	0%	20%
17	50%	70%	10%	50%	0%	20%
16	50%	70%	10%	50%	0%	20%
15	50%	70%	10%	50%	0%	20%
14	46%	66%	14%	54%	0%	20%
13	42%	62%	18%	58%	0%	20%
12	38%	58%	22%	62%	0%	20%
11	34%	54%	26%	66%	0%	20%
10	30%	50%	30%	70%	0%	20%
9	23%	43%	37%	77%	0%	20%
8	16%	36%	44%	84%	0%	20%
7	9%	29%	51%	91%	0%	20%
6	2%	22%	58%	98%	0%	20%
5	0%	15%	65%	100%	0%	20%
4	0%	13%	67%	100%	0%	20%
3	0%	10%	70%	100%	0%	20%
2	0%	8%	72%	100%	0%	20%
1	0%	5%	75%	100%	0%	20%

In extreme market conditions, the Company reserves the right to alter the Allocation Grid with the approval of IRDA.

Annexure-Funds

Equity Fund:

Assets	Minimum	Maximum	Risk Profile
Equity and Equity related instruments	80%	100%	High
Debt and Money Market Instruments	Nil	20%	

Bond Fund:

Assets	Minimum	Maximum	Risk Profile
Debt instruments	80%	100%	Low to medium
Money Market Instruments	Nil	20%	

Money Market Fund: Indicative allocation:

Assets	Minimum	Maximum	Risk profile
Debt Instrument	Nil	20%	Low
Money market Instruments	80%	100%	

The Company shall select the investments, including derivatives and units of mutual funds, by each fund at its sole discretion subject to the investment objectives of the respective plan and the IRDA regulations.

The Fund Value is the product of number of units held under a fund multiplied by the NAV of that fund.

The Company reserves the right to add new funds option to or close any of the above mentioned funds.

Annexure – Charges

If the fund value falls below Rs.10,000/- at the time of deduction of the charges, the policy will immediately terminate and the Fund value without deduction of any charges will be paid to the policyholder and all rights and benefits under the policy will automatically cease.

1. Mortality Charges:

Mortality Charges depend upon the age of the Life Assured, and the term of the Policy. Mortality Charges applicable are deducted from the first premium (i.e. the premium received at inception) before allocation to the relevant funds. Subsequently, mortality charges are met by liquidating appropriate number of units from each Fund. They are recovered in advance on the first working day of each policy month based on the closing NAV of that day and will vary for each policy year in accordance with the table below. Where the Life Assured has not attained the age of seven years, mortality charges will only be deducted from the first working day of the policy month following the date the Life Assured attains 7 year of age.

Age of the Life Assured	Annual Mortality Charge per Rs 1,000 Sum Assured	Age of the Life Assured	Annual Mortality Charge per Rs 1,000 Sum Assured	Age of the Life Assured	Annual Mortality Charge per Rs 1,000 Sum Assured
7	0.50	28	1.46	49	5.90
8	0.50	29	1.46	50	6.56
9	0.50	30	1.46	51	7.27
10	0.48	31	1.46	52	8.05
11	0.56	32	1.50	53	8.90
12	0.66	33	1.56	54	9.80
13	0.81	34	1.64	55	10.76
14	0.89	35	1.73	56	11.79
15	0.96	36	1.85	57	12.87
16	1.03	37	1.99	58	13.78
17	1.09	38	2.15	59	14.94
18	1.15	39	2.33	60	16.34
19	1.20	40	2.57	61	17.99
20	1.25	41	2.81	62	19.88
21	1.29	42	3.02	63	22.02
22	1.33	43	3.25	64	24.40
23	1.36	44	3.54	65	27.02
24	1.39	45	3.89	66	28.41
25	1.42	46	4.30	67	32.02
26	1.43	47	4.77	68	36.03
27	1.45	48	5.30	69	40.47

2. Premium Allocation charges

A Premium Allocation Charge will be levied as a percentage of premiums at the rates mentioned below:

- Regular premiums will be charged as follows:

First year	15% subject to maximum of Rs.60,000/- per year
Second and third year	10% subject to maximum of Rs.40,000/- per year
Fourth year onwards	5% subject to maximum of Rs.20,000/- per year
- Top-up will be charged 1%, subject to maximum of Rs.50,000/- per year

3. Policy Administration charges

Policy administrative charges will be levied in advance on the first working day of each policy month at the rates mentioned below. This will be levied by canceling an appropriate number of units and will be subject to a maximum of Rs. 300/- per month.

Administrative Charges	Currently Applicable Charges
Plan A and Plan B	Rs.70 per month for the Financial Year 2006-07. This rate will be increased @ of 2% p.a. for each subsequent year.

4. Fund Management charges

The Annual Fund Management Charges for each Fund are as follows:

Equity fund	1.5%
Bond fund	1.0%
Money Market fund	0.25%

Fund Management Charges are calculated and recovered on a daily basis from the Fund Value before the calculation of the NAV of each corresponding fund, and will be subject to maximum of 2% of the Fund Value.

5. Surrender charges

Where this Policy is surrendered, 1% of the Fund Value will be levied as a Surrender Charge.

6. Medical Expenses on Revival

In the event a Policyholder requests a revival in accordance with clause 8 of the Terms and Conditions of this Policy, the consequent medical expenses, if any, would be recovered from the customer by liquidating an appropriate number of units from each Fund. Currently, these medical expenses will not exceed Rs. 3,000 for each revival.

7. Partial withdrawal charges

First two withdrawals in a policy year will be free of charge. A fee of 1% will be deducted from the third and subsequent withdrawal amounts.

8. Revision of charges

The Company reserves the right to review the aforementioned charges and/or introduce new charges subject to the approval of the Insurance Regulatory and Development Authority.