

**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’**

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 document, together with the terms and schedules contained in the annexure enclosed and any endorsements, from time to time, shall together form a single

**“HORIZON”**

**Schedule – I**

**Policy Details**

Policy No : \_\_\_\_\_ Date of Proposal : \_\_\_\_\_  
Proposal Number: \_\_\_\_\_ Client I.D. : \_\_\_\_\_  
Product : Unit Linked Contract

Proposer /  
Policyholder : \_\_\_\_\_

Life Assured : \_\_\_\_\_ Date of Birth : \_\_\_\_\_  
Age Admitted : \_\_\_\_\_  
Gender : \_\_\_\_\_

Date of Commencement of Risk:			Date of Maturity:	Date of Issue:	Term (Yr.)
Basic premium (Rs.)	Premium Periodicity :	Due date of last premium payable	Policy Anniversary Date	Allocation Grid Selected :	Type of product:

**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

\_\_\_\_\_ plus Policy Investment Value (based on the NAV prevailing on the first working day following the date when the claim intimation along with supporting documents is first received by the Company).

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 Policy Investment Value (based on the NAV prevailing on the Date of Maturity).

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

Name of Nominee :

Relationship to the Policyholder :

Appointee (If nominee is a Minor) :

**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 this day of

**04 March, 2005**



**Authorised Signatory**

The Stamp Duty of Rs. /-  
paid by pay order, vide receipt no. \_\_\_\_\_ dated the  
Government Notification Revenue and Forest Department No. Mudrank 2004/4125/CR690/M-1, dated 31.12.2004.

(Signature)  
Proper Officer

## HORIZON

### 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 Policy Investment 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 Policy Investment Value at that time is sufficient to cover these expenses and interest.

c. here 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 policy investment 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.
- b. If within the first year following the Date of Commencement of Risk, the premium is not paid within the grace period, the Policy will automatically lapse, and all moneys paid under the policy will be forfeited to the Company.
- c. If, after the first year following the Date of Commencement of Risk, the premium is not paid within the grace period, the policy will continue to remain in force subject to the clause 7 of this document. If premium payments are subsequently made, such payments will be allocated in the first instance to the first unpaid premium and chronologically thereafter.
- d. If death occurs during the grace period, and the claim is admitted, the death benefit (as stated in Schedule-I) will be paid after deduction of the mortality charges then due and all mortality charges falling due during that Policy Year.
- e. 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. Currently, the minimum top-up premium at any one instance is Rs. 1000, and the cumulative top-up premium in a single Policy year cannot exceed the basic premiums payable for that year on this Policy.
- b. In the event any basic premium is due but not paid up to the date the top-up premium is made, any payment made towards a top-up will first be considered as payment of this unpaid basic premium, irrespective of the mode of payment of premium.

#### **4. Creation of Units**

- ii. The Horizon 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 Policy Investment Value will be the aggregate of the values of each Investment Fund.
- iii. From the initial premium paid (excluding taxes (if any), and Contribution 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).
- iv. For initial premium, units will be purchased at the relevant NAV prevalent on the later of:
  - a. the first working day following the date of realization of the initial premium, and
  - b. the first working day following the date of acceptance of risk.
- v. Subsequent basic premiums paid, and top-up premiums paid, (excluding taxes (if any), Contribution 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.
- vi. Units in respect of subsequent premiums and top-up premiums will be purchased at the NAV of the relevant Investment Fund, prevalent on the first working day following the date of realization of the subsequent or top-up premiums.
- vii. 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).
- viii. On the last 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 Policy:**

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" 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. Surrenders:**

- a. During the first year from the Date of Commencement of Risk, no surrender value is available on this policy.
- b. During the second and third year (calculated from the Date of Commencement of Risk), total surrender may be allowed and this would be free of charge.

In the second year, the surrender value will be equal to 90% the Policy Investment Value calculated based on the NAV prevailing on the first working day following the date the Company receives the request for surrender, subject to deduction of Surrender Charges and Mortality Charges for the entire policy year.

In the third year, the surrender value will be equal to 95% the Policy Investment Value calculated based on the NAV prevailing on the first working day following the date the Company receives the request for surrender, subject to deduction of Surrender Charges and Mortality Charges for the entire policy year.

On total surrender of this policy all rights and benefits under this policy will automatically cease.

- c. From the fourth year onwards (calculated from the Date of Commencement of Risk), partial surrender or total surrender may be allowed.

#### **Partial Surrender:**

- a. A partial surrender 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 Policy Investment Value. The amount payable on partial surrender will be subject to deduction of Surrender Charges by the Company. Once a partial surrender is made,

- the Policy Investment Value will automatically reduce to that extent.
- ii. For the policy to remain in force, the minimum Policy Investment Value immediately after any such partial surrender should be Rs. 10,000.
  - iii. Partial surrenders are subject to administrative limits prescribed by the Company from time to time. Currently, the minimum partial surrender allowed is Rs. ₹10,000. Partial surrenders will be carried out at the NAV prevailing on the first working day following the date the Company receives the request for partial surrenders.

**Total Surrender:**

- a. A total surrender may be made by liquidating the units of each Fund. The surrender value will be equal to the Policy Investment Value calculated based on the NAV prevailing on the first working day following the date the Company receives the request for surrender, subject to deduction of Surrender Charges and Mortality Charges for the entire policy year. On total surrender of this policy all rights and benefits under this policy will automatically cease.
- b. All surrender requests should be made in writing and in the format prescribed by the Company. All requests for total surrender should be accompanied with the policy document.
- c. 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. Revival of the Policy:**

No revival of a lapsed policy is permitted under this policy.

**8. Paid-up value:**

If , after the first year of the policy, the premium is not paid within the grace period, the Company will continue to liquidate an appropriate number of units to meet the mortality and other expenses to keep the policy in force upto such time that Policy Investment Value does not fall below Rs.10,000, as on the date on which units are so liquidated.

If the Policy Investment Value falls below Rs. 10,000, the policy will lapse and the policy investment value will be paid to the policyholder after deducting Rs.500 towards administrative expenses and all rights and benefits under the policy will automatically cease.

No Paid-up value is available under this policy for life cover.

**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 Policy Investment Value, prevalent on the first working day following the date

the intimation has been received by the Company, subject to deduction of appropriate expenses i.e stamp duty expenses, medical expenses, actual commission paid and Rs. 200 towards administrative expenses shall be refunded, and all benefits under the policy will cease.

**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 Policy Investment 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 at the sole discretion of the Company, 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:**

If the Policyholder is not satisfied with the features of the policy, she/he can return it within 15 days from the date of receipt of the policy stating the reasons for his objection and return of the policy. Such amounts will be refunded after making the necessary deductions in accordance with the Insurance Act, 1938 and Regulations made thereunder.

**18. Grievance Redressal Procedure:**

Any grievance may be addressed to  
The Compliance Officer,  
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 to disclose; Provided that nothing in this section shall prevent the insurer from calling for proof of age at any time if he is entitled to do so, and no policy shall be deemed to be called in question merely because the terms of the policy are adjusted on subsequent proof that the age of the life insured was incorrectly stated in the proposal."

Annexure - Allocation Grid Plan A: Dynamic

Number of years till maturity	Equity		Bond		Money Market	
	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%	40%	80%	0%	20%
3	5%	25%	35%	75%	0%	20%
2	0%	20%	40%	80%	0%	20%
1	0%	15%	45%	85%	0%	20%

*In extreme market conditions, the Company reserves the right to alter the Allocation Grid with prior IRDA's approval.*

Annexure - Allocation Grid Plan B: Growth

Number of years till maturity	Equity		Bond		Money Market	
	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%	29%	69%	0%	20%
8	16%	36%	28%	68%	0%	20%
7	9%	29%	31%	71%	0%	20%
6	2%	22%	38%	78%	0%	20%
5	0%	15%	45%	85%	0%	20%
4	0%	13%	47%	87%	0%	20%
3	0%	10%	50%	90%	0%	20%
2	0%	8%	52%	92%	0%	20%
1	0%	5%	55%	95%	0%	20%

*In extreme market conditions, the Company reserves the right to alter the Allocation Grid with prior IRDA's approval.*

## Annexure -Charges

1. **Contribution charges** Contribution charges are levied on all premiums received, whether these are initial premiums, regular premiums or top-up premiums.

The Contribution Charges for regular premiums will be as follows:

<b>Regular Premiums</b>	<b>Contribution Charges currently applicable*</b>
First year	15%
Second and third year	10%
Fourth year onwards	5%

\*These charges may be increased with prior notice to the Policyholder up to the following maximum limits:

<b>Regular Premiums</b>	<b>Maximum Limits</b>
First year	25%
Second and third year	20%
Fourth year onwards	10%

The Contribution Charges for Top-up premiums currently applicable are 1% of the relevant top-up premium and may be increased with prior notice to the Policyholder up to a maximum of 3% of the Top-up premium.

For top-ups, the above charge will be levied on the entire top-up amount.

2. **Administrative charges**

Administrative charges are required to meet administration expenses. They are met by liquidating appropriate number of units from each Fund in the ratio of the value of the respective Fund to the Policy Investment Value. Administrative charges are calculated and deducted on the last day of each month. For determining the number of units to be liquidated, the NAV prevailing on the last day the relevant month will be considered.

The monthly administrative charges are equal to Rs.70 per month increasing with the inflation rate as that of Wholesale Price Index (WPI) subject to a ceiling of Rs. 90 per month.

3. **Fund management charges**

Fund Management charges are charges levied as a percentage of the relevant Fund and will be reflected in the NAV of the respective Fund. Currently, the annual Fund Management charge\* for each fund is as follows:

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

\*These charges may be increased with prior notice to the Policyholder up to a maximum of 2% of the Policy Investment Value.

4. **Surrender Charges**

Surrender charges are levied on the Total Surrender Value or the Partial Surrender Value as the case may be and will be deducted before paying the same.

Total Surrenders-

- i No total surrender is allowed in the first year from the Date of Commencement of Risk.
- ii For the second and third years from the Date of Commencement of Risk, only total surrender may be allowed and this will be free of charge.
- iii From the fourth year from the Date of Commencement of Risk partial or total surrenders may be allowed. The first two partial surrenders in a policy year will be free of charge. A fee of 1% of the surrender amount will be charged for the third and subsequent partial surrenders. A fee of 1% of the surrender amount will be charged for total surrenders.



5. **Mortality Charges**

Mortality charges are charges for life cover calculated in accordance with the table below. These charges are met by liquidating appropriate number of units from each Fund. They are recovered in advance on the first of each calendar month (for one policy month) and will vary for each policy year in accordance with the table below. The mortality charges for the first policy month of the policy will be recovered on the Date of Commencement of Risk by liquidating appropriate number of units from each Fund.

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
14	0.89	42	3.02
15	0.96	43	3.25
16	1.03	44	3.54
17	1.09	45	3.89
18	1.15	46	4.30
19	1.20	47	4.77
20	1.25	48	5.30
21	1.29	49	5.90
22	1.33	50	6.55
23	1.36	51	7.27
24	1.39	52	8.05
25	1.42	53	8.90
26	1.43	54	9.80
27	1.45	55	10.76
28	1.46	56	11.79
29	1.46	57	12.87
30	1.46	58	13.78
31	1.46	59	14.94
32	1.50	60	16.34
33	1.56	61	17.99
34	1.64	62	19.88
35	1.73	63	22.01
36	1.85	64	24.40
37	1.99	65	27.02
38	2.15	66	28.41
39	2.33	67	32.02
40	2.57	68	36.03
41	2.81	69	40.47