



# Enjoy a fulfilling Retirement life with NPS Annuity.



Securing a regular stream of income for your future is important to maintain your lifestyle post retirement, ensuring long-term financial well-being and peace of mind.

We at SBI Life Insurance understand your concerns the best, we present to you, **SBI Life – Smart Annuity Income**, an Individual, Non-Linked, Non-Participating, General Annuity Product. With payment of one-time premium, you receive fixed annuity payments throughout your life, irrespective of future market conditions safeguarding your financial future post retirement.

The product will only be offered to the subscribers of the National Pension System (NPS) regulated by the Pension Fund Regulatory and Development Authority (PFRDA).

## Key Features

- Pay One time and financially secure your future
- Guaranteed Lifelong Regular Income
- Flexibility to choose from Five Annuity Options based on your needs
- Incentive for High Purchase Price
- Flexibility to choose frequency of annuity payouts as per your requirement.

## Eligibility Criteria

- **Entry Age:** This product is available for sales for NPS subscribers in case of “Joint Life Annuity” annuity options, the maximum age difference allowed between primary and secondary annuitant is 30 years subject to the minimum and maximum entry age of both annuitants.
- **Premium/ Purchase Price:** Minimum premium/ purchase price for any type of annuity will be such that the annuitant(s) can be paid minimum annuity as per the annuity payment mode and as per Pension Fund Regulatory and Development Authority (PFRDA) guidelines for National Pension System (NPS) subscribers. There is no limit for maximum premium/purchase price under the product.

Premium/ Purchase Price refers to the lumpsum amount used to purchase annuity, it does not include applicable taxes and other statutory levies. The amount in respect of applicable taxes and other statutory levies is charged in addition to the purchase price/premium, at the rate notified by the Government from time to time.

- **Minimum Annuity:**

Annuity Pay Mode	Minimum Annuity Per Instalment
Monthly	INR 1,000
Quarterly	INR 3,000
Half-Yearly	INR 6,000
Annual	INR 12,000

The minimum annuity may go below the limits as mentioned above, for the subscribers of the National Pension System (NPS) regulated by the Pension Fund Regulatory and Development Authority (PFRDA).

- **Maximum Annuity:** There is no limit on maximum annuities payable and shall be subject to Board Approved Underwriting Policy.
- **Annuity Frequencies:** Annuity payout frequencies available are - Yearly, Half-Yearly, Quarterly and Monthly.
- **Annuity Options:** Choice of Single Life and Joint Life annuities available. For Joint Life annuity options, second annuitant could be spouse, children, parents, parents-in-laws or siblings as per extant of PFRDA guidelines, who will be entitled to receive the Annuity Payout in the event of death of the Primary Annuitant. The Secondary Annuitant has to have an insurable interest with the Primary Annuitant.

## Plan Benefits

Benefits available under the product vary based on Annuity Options and Annuity option once selected cannot be changed.

- 1. Single Life Annuity:** Annuity is payable at a constant rate till the annuitant is alive. On death of Annuitant, no death benefit is payable, annuity payments cease and the policy contract terminates.
- 2. Single Life Annuity with Return of Purchase Price:** Annuity is payable at a constant rate till the annuitant is alive. On death of Annuitant, the purchase price is payable to the nominee, annuity payments cease and the contract terminates.
- 3. Joint Life Annuity:** Annuity is payable at a constant rate till one of the annuitants is alive. On death of Primary Annuitant, 100% of the annuity payments will continue at a constant rate till the secondary annuitant is alive. If the secondary annuitant pre-deceases the primary annuitant, annuity payments cease on the death of the primary annuitant. On death of both Annuitants, no death benefit is payable, annuity payments cease and the policy contract terminates.
- 4. Joint Life Annuity with Return of Purchase Price:** On survival of Annuitants, Annuity is payable at a constant rate till one of the annuitants is alive. On death of the Primary Annuitant, 100% of the annuity payment will continue throughout the life of the surviving secondary annuitant. If the secondary annuitant pre-deceases the primary annuitant, annuity payments cease on the death of the primary annuitant. On the death of last survivor, purchase price is refunded to the nominee, all future annuity payouts cease immediately and the contract terminates.
- 5. Family Income:** The annuity benefits will be payable for life of the Annuitant (Subscriber under the NPS) and his/her spouse as per the annuity option “Single Life Annuity with Return of Purchase Price” or “Joint Life Annuity with Return of Purchase Price” as the case may be. In case the subscriber does not have a spouse, the annuity benefits will be payable for life of the subscriber as per the annuity option “Single Life Annuity with Return of Purchase Price”.

In case the Subscriber has a spouse, and demise of the subscriber before the vesting of annuity, the annuity benefits will be payable for life of the spouse as per the annuity option “Joint Life Annuity with Return of Purchase Price”.

On death of the annuitant(s), the annuity payment would cease and the refund of

purchase price shall be utilized to purchase an annuity contract afresh for parents (if any) as per the order specified below:

- a) Mother of the deceased subscriber;
- b) Father of the deceased subscriber.

However, the annuity amount would be revised and determined as per the annuity option “Single Life Annuity with Return of Purchase Price” on a Single Life basis using the annuity rate, applicable for the age of that member, prevalent at the time of purchase of such annuity by utilizing the premiums required to be refunded to the nominee under the annuity contract.

The annuity would continue until all such family members in the order specified above are covered. After the coverage of all the family members, the purchase price shall be refunded to the surviving children of the subscriber and in the absence of children, the legal heirs of the subscriber, as may be applicable.

In case no such family member exists upon the death of the last survivor, there would be a refund of purchase price to the nominee.

## Sample Illustration

Monthly Annuity Payouts @ Age 60 Years for Purchase Price of ₹10 Lakh			
Option No.	Annuity Option	Monthly Annuity Amount (₹)	Death Benefit (death of single or both annuitants, as applicable)
1.	Single Life Annuity	6,423	-
2.	Single Life Annuity with Return of Purchase Price	5,433	10,00,000
3.	Joint Life Annuity	5,890	-
4.	Joint Life Annuity with Return of Purchase Price	5,419	10,00,000
5.	Family Income – Single Life	5,433	10,00,000
	Family Income – Joint Life	5,419	10,00,000

*\*For Joint Life Option considering both annuitants of same age*

## Surrender Benefit

Surrender is not allowed under the product

If an annuity policy is taken from NPS corpus, then surrender or cancellation of such policy shall be subject to specific guidelines issued by PFRDA from time to time.

## Policy Loan

Policy Loan is only available for Single Life Annuity with Return of Purchase Price and Joint Life Annuity with Return of Purchase Price.

Loan can be availed any time after six months from the date of commencement of the policy. Maximum amount of loan that can be granted under the policy shall be such that the effective annual interest amount payable on loan does not exceed 50% of the annual annuity amount payable under the policy at the time of availing the loan. Under joint life option, the loan can be availed by the primary annuitant and on death of the primary annuitant, it can be availed by the secondary annuitant.

The interest on loan shall be at 10-year G-Sec rate as at 1<sup>st</sup> April of the relevant financial year, plus not more than 200 bps and shall be applicable for all loans granted during the period of twelve months, beginning 1<sup>st</sup> May of the relevant financial year. The interest rate would be rounded to nearest multiple of 25 basis points and interest amount would be rounded nearest to ₹1. The current interest rate applicable for policy loan for the financial year 2025-2026 is 8.50% compounded half-yearly.

The loan interest will be recovered from the annuity amount payable under the policy. The loan interest will accrue as per the frequency of annuity payment under the policy and it will be due on the date of annuity. The loan outstanding shall be recovered from the claim proceeds under the policy. However, the annuitant has the flexibility to repay the loan principal at any time during the currency of the annuity payments.

Any change in the basis for determining interest rate for policy loan shall be made subject to prior approval of the Authority.

## Incentive for higher purchase price

For higher purchase price the incentive will be in the form of additional annuity  
The additional annualized annuity rates per ₹1,000 purchase price would be as follows:

Purchase Price Range (₹)	All other options
10,00,000 – 24,99,999	1.50
25,00,000 – 49,99,999	2.10
50,00,000 – 99,99,999	2.35
1,00,00,000 and above	2.50

## Annuity payment Modes

You will have an option to avail Annuity payments as Monthly, Quarterly, Half-yearly or Yearly payments. Payments shall be in arrears only, which means that the first annuity payment will start after the modal duration. You can choose any one of the Annuity Payments Modes at the inception of the policy.

The modal factors depending on the annuity payment modes are as follows:

Annuity Pay Mode	Modal Factor
Monthly	1.0000
Quarterly	1.0050
Half-Yearly	1.0125
Annual	1.0275

**Lapse:** Not Applicable.

**Paid –up Value:** Not Applicable

## Free Look Period

The policyholder, has a free look period of 30 days beginning from the date of receipt of policy document, whether received electronically or otherwise, to review the terms and conditions of the policy. In the event a policyholder disagrees to any of the policy terms or conditions, or otherwise and has not made any claim, the policyholder has the option to return the policy to the company for cancellation, stating the reasons for the same.

Irrespective of the reasons mentioned, the policyholder shall be entitled to a refund of the premium paid subject only to a deduction of a stamp duty paid and annuity instalments paid, if any. Also the proceeds from cancellation shall only be transferred back to the **NPS Trust** account from where the money was received.

## General Terms and conditions

**Applicable taxes:** Any applicable taxes and/ or any other statutory levy/ duty/ surcharge on your premiums, as notified by the Central and/or State Government will be applicable from time to time as per the provisions of the prevalent tax laws.

**Nomination** shall be as per Section 39 of the Insurance Act, 1938 as amended from time to time. For NPS -Family Income option, dependents' nomination would be as per the rules governed by PFRDA.

**Assignment** shall be as per provisions of Section 38 of the Insurance Act, 1938 as amended from time to time.

## Grievance Redressal

To deliver excellence in customer service, we have put in place a prompt, accessible and responsive mechanism for addressing your grievances and suggestions. You can approach us through below touch points.

- Toll-free Number: 1800 267 9090 (Customer Service Timing: 24 X 7)
- NRI Helpline No : +91-22 6928 9090 (Customer Service Timing: 24 X 7)
- By sending email on [wecare@sbilife.co.in](mailto:wecare@sbilife.co.in)
- Submit your grievance through digital form available on website / Customer Service App (Smart Care)
- You may approach any of our offices.

## Prohibition of Rebate

**Section 41 of Insurance Act, 1938, as amended from time to time, states:**

- a) No person shall allow or offer to allow, either directly or indirectly, as an inducement to any person to take or renew or continue an insurance in respect of any kind of risk relating to lives or property in India, any rebate of the whole or part of the commission payable or any rebate of the premium shown on the policy, nor shall any person taking out or renewing or continuing a policy accept any rebate, except such rebate as may be allowed in accordance with the published prospectuses or tables of the insurer.
- b) Any person making default in complying with the provisions of this section shall be liable for a penalty which may extend to ten lakh rupees.

## Non-Disclosures

### Extract of Section 45 of Insurance Act, 1938, as amended from time to time, states:

- a) No policy of life insurance shall be called in question on any ground whatsoever after the expiry of three years from the date of the policy. A policy of life insurance may be called in question at any time within three years from the date of the policy, on the ground of fraud or on the ground that any statement of or suppression of a fact material to the expectancy of the life of the insured was incorrectly made in the proposal or other document on the basis of which the policy was issued or revived or rider issued. The insurer shall have to communicate in writing to the insured or the legal representatives or claimants or assignees of the insured, the grounds and materials on which such decision is based.
- b) No insurer shall repudiate a life insurance policy on the ground of fraud if the insured can prove that the mis-statement or suppression of a material fact was true to the best of his knowledge and belief or that there was no deliberate intention to suppress the fact or that such mis-statement or suppression are within the knowledge of the insurer. In case of fraud, the onus of disproving lies upon the beneficiaries, in case the policyholder is not alive.
- c) In case of repudiation of the policy on the ground of misstatement or suppression of a material fact, and not on the grounds of fraud, the premiums collected on the policy till the date of repudiation shall be paid.
- d) 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.

For complete details of the section and the definition of 'date of policy', please refer Section 45 of the Insurance Act, 1938, as amended from time to time.

**Note:** This document does not purport to contain all conditions governing this product. The contract will be governed by the terms expressed in the policy document. Please refer to the sample policy document available on our website for further details.



**Toll free No.:** 1800 267 9090  
(Customer Service Timing: 24X7)

**NRI Helpline No.:** +91 22 6928 9090  
(Customer Service Timing: 24X7)

**SBI Life Insurance Company Limited and SBI are separate legal entities.**



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