

INFORMATION TO BE PROVIDED IN SALES BROCHURE OF

LIC's SINGLE PREMIUM ENDOWMENT PLAN (UIN: 512N283V01)

LIC's Single Premium Endowment Plan is a participating non-linked savings cum protection plan, where premium is paid in lump sum at the outset of the policy. This combination provides financial protection against death during the policy term with the provision of payment of lumpsum at the end of the selected policy term in case of his/her survival. This plan also takes care of liquidity needs through its loan facility.

1. BENEFITS :

Death Benefit:

- a) **On death during the policy term before the date of commencement of risk:** Return of single premium excluding service tax and extra premium, if any, without interest.
- b) **On death during the policy term after the date of commencement of risk:** Sum Assured along with vested Simple Reversionary Bonuses and Final Additional Bonus, if any.

Maturity Benefit: Sum Assured, along with vested Simple Reversionary Bonuses and Final Additional Bonus, if any, shall be payable.

Participation in profits: The policy shall participate in profits of the Corporation and shall be entitled to receive Simple Reversionary Bonuses declared as per the experience of the Corporation.

Final (Additional) Bonus may also be declared under the policy in the year when the policy results into a claim either by death or maturity on such terms and conditions as may be declared by the Corporation from time to time.

2. ELIGIBILITY CONDITIONS AND OTHER RESTRICTIONS :

- a) Minimum entry age : 90 days (completed)
- b) Maximum entry age : 65 years (nearest birthday)
- c) Maximum maturity age: : 75 years (nearest birthday)
- d) Minimum policy term : 10 years
- e) Minimum age at maturity : 18 years (completed)
- f) Maximum policy term : 25 years
- g) Minimum Sum Assured : Rs.50,000
- h) Maximum Sum assured : No limit
Sum Assured will be in multiples of Rs.5,000 /- only.
- i) Premium payment mode : Single Premium only

Date of Commencement of risk: In case the age of Life Assured at entry is less than 8 years, risk under this plan will commence either 2 years from the date of commencement or from the policy anniversary coinciding with or immediately following the attainment of 8 years of age, whichever is earlier. For those aged 8 years or more, risk will commence immediately.

3. SAMPLE PREMIUM RATES:

The sample premium rates (exclusive of taxes) are as under: -

Single Premium per 1000 Sum Assured			
Age (Nearest birthday)	Term		
	10	15	25
10	756.90	640.30	463.10
20	757.60	641.55	465.85
30	757.95	642.60	470.90
40	759.75	647.65.	488.35
50	766.05	662.25	527.35
60	777.50	688.60	-

4. REBATE FOR HIGH SUM ASSURED :

High Sum Assured Rebates:

<u>Sum Assured (S.A)</u>	<u>Rebate (Rs.)</u>
50,000 to 95,000	Nil
1, 00,000 to 1, 95,000	18%o S.A.
2, 00,000 to 2, 95,000	25%o S.A.
3, 00,000 and above	30%o S.A.

5. LOAN :

Loan can be availed under this plan any time after completion of first policy year and subject to terms and conditions as the company may specify from time to time.

6. SURRENDER VALUE:

Buying a life insurance contract is a long term commitment. However, surrender value is available under the plan on earlier termination of the contract.

The Guaranteed Surrender Value allowable shall be as under:

- First year: 70% of the Single premium excluding service tax and extra premium, if any
- Thereafter: 90% of the Single premium excluding service tax and extra premium, if any.

In addition, the surrender value of vested simple reversionary bonuses, if any, shall also be payable, which is equal to vested bonuses multiplied by the surrender value factor applicable to vested bonuses. These factors will depend on the policy term and policy year in which the policy is surrendered and specified as below:

Surrender value factor applicable to vested bonuses (in percentage)																
Policy Term-->																
Policy Year	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25
1	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58	16.22	15.93	15.72	15.55	15.42	15.28	15.13	14.94
2	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58	16.22	15.93	15.72	15.55	15.42	15.28	15.13
3	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58	16.22	15.93	15.72	15.55	15.42	15.28
4	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58	16.22	15.93	15.72	15.55	15.42
5	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58	16.22	15.93	15.72	15.55
6	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58	16.22	15.93	15.72
7	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58	16.22	15.93
8	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58	16.22
9	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03	16.58
10	35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58	17.03
11		35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58	17.58
12			35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66	17.58
13				35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85	17.66
14					35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16	17.85
15						35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60	18.16
16							35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18	18.60
17								35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93	19.18
18									35.00	30.00	27.06	25.05	23.38	21.99	20.85	19.93
19										35.00	30.00	27.06	25.05	23.38	21.99	20.85
20											35.00	30.00	27.06	25.05	23.38	21.99
21												35.00	30.00	27.06	25.05	23.38
22													35.00	30.00	27.06	25.05
23														35.00	30.00	27.06
24															35.00	30.00
25																35.00

The Corporation may, however, pay Special Surrender Value as applicable as on date of surrender provided the same is higher than Guaranteed Surrender Value.

7. TAXES:

Taxes, if any, shall be as per the Tax laws and the rate of tax as applicable from time to time.

The amount of tax payable as per the prevailing rates shall be payable by the policyholder on premiums including extra premiums, if any. The amount of Tax paid shall not be considered for the calculation of benefits payable under the plan.

8. COOLING-OFF PERIOD:

If the policyholder is not satisfied with the “Terms and Conditions” of the policy, the policy may be returned to the Corporation within 15 days from the date of receipt of the policy stating the reason of objections. On receipt of the same the Corporation shall cancel the policy and return the amount of single premium deposited after deducting the proportionate risk premium for the period on cover, charges for medical examination, special reports, if any, and stamp duty.

9. EXCLUSIONS:

The policy shall be void if the Life Assured (whether sane or insane) commits suicide at any time within 12 months from the date of commencement of risk and the Corporation will not

entertain any claim under this policy except to the extent of 90% of the single premium paid excluding taxes and any extra premium paid.

BENEFIT ILLUSTRATION:

Statutory warning:

“Some benefits are guaranteed and some benefits are variable with returns based on the future performance of the corporation. If your policy offers guaranteed returns then these will be clearly marked “guaranteed” in the illustration table on this page. If your policy offers variable returns then the illustrations on this page will show two different rates of assumed future investment returns. These assumed rates of return are not guaranteed and they are not the upper or lower limits of what you might get back, as the value of your policy is dependent on a number of factors including future investment performance.”

LIC’s Single Premium Endowment Plan

Particulars		Benefit Illustration									
Age at entry		30		UIN: 512N283V01							
Policy term		25									
Sum Assured		50000									
Amount of Single premium *		23545		Variable scenario 1: Gross Investment return @4% p.a.							
				Variable scenario 2: Gross Investment return @8% p.a.							
End of year	Total premiums paid till end of year	Amount payable on Death during the Year / Maturity					Amount payable on surrender during the year**				
		Guaranteed	Variable		Total		Guaranteed surrender value	Surrender value of bonus		Total Guaranteed Surrender Value	
			Scenario 1	Scenario 2	Scenario 1	Scenario 2		Scenario 1	Scenario 2	Scenario 1	Scenario 2
1	23545	50000	0	1900	50000	51900	16482	0	284	16482	16765
2	23545	50000	0	3800	50000	53800	21191	0	575	21191	21765
3	23545	50000	0	5700	50000	55700	21191	0	871	21191	22061
4	23545	50000	0	7600	50000	57600	21191	0	1172	21191	22362
5	23545	50000	0	9500	50000	59500	21191	0	1477	21191	22668
6	23545	50000	0	11400	50000	61400	21191	0	1792	21191	22983
7	23545	50000	0	13300	50000	63300	21191	0	2119	21191	23309
8	23545	50000	0	15200	50000	65200	21191	0	2465	21191	23656
9	23545	50000	0	17100	50000	67100	21191	0	2835	21191	24026
10	23545	50000	0	19000	50000	69000	21191	0	3236	21191	24426
11	23545	50000	0	20900	50000	70900	21191	0	3674	21191	24865
12	23545	50000	0	22800	50000	72800	21191	0	4008	21191	25199
13	23545	50000	0	24700	50000	74700	21191	0	4362	21191	25553
14	23545	50000	0	26600	50000	76600	21191	0	4748	21191	25939
15	23545	50000	0	28750	50000	78750	21191	0	5176	21191	26366
16	23545	50000	0	30650	50000	80650	21191	0	5654	21191	26845
17	23545	50000	0	32800	50000	82800	21191	0	6195	21191	27386
18	23545	50000	0	34950	50000	84950	21191	0	6816	21191	28007
19	23545	50000	0	37100	50000	87100	21191	0	7527	21191	28717
20	23545	50000	0	39250	50000	89250	21191	0	8356	21191	29547
21	23545	50000	0	41400	50000	91400	21191	0	9329	21191	30519
22	23545	50000	0	44050	50000	94050	21191	0	10471	21191	31661
23	23545	50000	0	46700	50000	96700	21191	0	11825	21191	33016
24	23545	50000	0	49350	50000	99350	21191	0	13680	21191	34871
25	23545	50000	0	52500	50000	102500	21191	0	16625	21191	37816

* The single premium shown above is exclusive of Tax and extra premium, if any.

** Special Surrender Value may however be payable, if it is more favourable to the Policyholder.

Notes :

- i) *This illustration is applicable to a non-smoker male/female standard (from medical, life style and occupation point of view) life.*
- ii) *The non-guaranteed benefits (1) and (2) in above illustration are calculated so that they are consistent with the Projected Investment Rate of Return assumption of 4% p.a.(Scenario 1) and 8% p.a. (Scenario 2) respectively. In other words, in preparing this benefit illustration, it is assumed that the Projected Investment Rate of Return that LIC will be able to earn **throughout the term of the policy** will be 4% p.a. or 8% p.a., as the case may be. The Projected Investment Rate of Return is **not guaranteed**.*
- iii) *The main objective of the illustration is that the client is able to appreciate the features of the product and the flow of benefits in different circumstances with some level of quantification.*

SECTION 45 OF THE INSURANCE ACT, 1938:

The provision of Section 45 of the Insurance Act, 1938 shall be as amended from time to time. The simplified version of this provision is as under:

Provisions regarding policy not being called into question in terms of Section 45 of the Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 are as follows:

1. No Policy of Life Insurance shall be called in question on any ground whatsoever after expiry of 3 yrs from
 - a. the date of issuance of policy or
 - b. the date of commencement of risk or
 - c. the date of revival of policy or
 - d. the date of rider to the policywhichever is later.
2. On the ground of fraud, a policy of Life Insurance may be called in question within 3 years from
 - a. the date of issuance of policy or
 - b. the date of commencement of risk or
 - c. the date of revival of policy or
 - d. the date of rider to the policywhichever is later.

For this, the insurer should communicate in writing to the insured or legal representative or nominee or assignees of insured, as applicable, mentioning the ground and materials on which such decision is based.

3. Fraud means any of the following acts committed by insured or by his agent, with the intent to deceive the insurer or to induce the insurer to issue a life insurance policy:
 - a. The suggestion, as a fact of that which is not true and which the insured does not believe to be true;
 - b. The active concealment of a fact by the insured having knowledge or belief of the fact;
 - c. Any other act fitted to deceive; and
 - d. Any such act or omission as the law specifically declares to be fraudulent.

4. Mere silence is not fraud unless, depending on circumstances of the case, it is the duty of the insured or his agent keeping silence to speak or silence is in itself equivalent to speak.
5. No Insurer shall repudiate a life insurance Policy on the ground of Fraud, if the Insured / beneficiary can prove that the misstatement was true to the best of his knowledge and there was no deliberate intention to suppress the fact or that such mis-statement of or suppression of material fact are within the knowledge of the insurer. Onus of disproving is upon the policyholder, if alive, or beneficiaries.
6. Life insurance Policy can be called in question within 3 years on the ground that any statement of or suppression of a fact material to expectancy of life of the insured was incorrectly made in the proposal or other document basis which policy was issued or revived or rider issued. For this, the insurer should communicate in writing to the insured or legal representative or nominee or assignees of insured, as applicable, mentioning the ground and materials on which decision to repudiate the policy of life insurance is based.
7. In case repudiation is on ground of mis-statement and not on fraud, the premium collected on policy till the date of repudiation shall be paid to the insured or legal representative or nominee or assignees of insured, within a period of 90 days from the date of repudiation.
8. Fact shall not be considered material unless it has a direct bearing on the risk undertaken by the insurer. The onus is on insurer to show that if the insurer had been aware of the said fact, no life insurance policy would have been issued to the insured.
9. The insurer can call 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 of age of life insured. So, this Section will not be applicable for questioning age or adjustment based on proof of age submitted subsequently.

[Disclaimer: This is not a comprehensive list of Section 45 of the Insurance Act, 1938 as amended by Insurance Laws (Amendment) Act, 2015 and only a simplified version prepared for general information. Policy Holders are advised to refer to the Insurance Laws (Amendment) Act, 2015, for complete and accurate details.]

PROHIBITION OF REBATES SECTION 41 OF THE INSURANCE ACT, 1938 AS AMENDED BY INSURANCE LAWS (AMENDMENT) ACT, 2015:

- 1) 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 prospectuses or tables of the insurer: provided that acceptance by an insurance agent of commission in connection with a policy of life insurance taken out by himself on his own life shall not be deemed to be acceptance of a rebate of premium within the meaning of this sub-section if at the time of such acceptance the insurance agent satisfies the prescribed conditions establishing that he is a bona fide insurance agent employed by the insurer.

- 2) 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.

Note: “Conditions apply” for which please refer to the Policy document or contact our nearest Branch Office.

BEWARE OF SPURIOUS PHONE CALLS AND FICTITIOUS / FRAUDULENT OFFERS

IRDAI clarifies to public that

- **IRDAI or its officials do not involve in activities like sale of any kind of insurance or financial products nor invest premiums.**
- **IRDAI does not announce any bonus.**

Public receiving such phone calls are requested to lodge a police complaint along with details of phone call, number.

“Insurance is the subject matter of solicitation”

Registered Office:

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Jeevan Bima Marg,
Mumbai - 400021.
Website: www.licindia.in
Registration Number : 512