

Jeevan Rekha Plan – (UIN:512N211V01)

Product summary

This is a Money Back Whole Life plan. It provides financial protection against death throughout the lifetime with regular flow of survival benefits at five yearly intervals.

Premium :

Premiums are payable yearly, half-yearly, quarterly, monthly or through salary deduction, as opted by you. The premium paying terms available are 5, 10, 15, 20, 25 years or for life. Alternatively, the premium may be paid in one lump sum (single premium).

Bonuses:

This is a with-profit plan and participates in the profits of the Corporation's life insurance business. It gets a share of the profits in the form of bonuses. Simple Reversionary Bonuses are declared per thousand Sum Assured annually at the end of each financial year. Once declared, they form part of the guaranteed benefits of the plan. A Final (Additional) Bonus may also be payable provided the policy has run for certain minimum period.

Survival Benefits:

10% of the Basic Sum Assured will be paid throughout your lifetime after every 5 years. First such payment will be made after five years from the date of commencement.

Death Benefit::

The Sum Assured along with all vested bonuses is payable in a lump sum upon the death of the life assured, whenever it occurs.

Supplementary/Extra Benefits : These are the optional benefits that can be added to your basic plan for extra protection/option. An additional premium is required to be paid for these benefits.

Surrender Value:

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

Guaranteed Surrender Value:

The policy may be surrendered after it has been in force for 3 years or more. The guaranteed surrender value is 30% of the basic premiums paid excluding the first year's premium. In case of a single premium policy the guaranteed surrender value is 90% of the single premium paid.

Corporation's policy on surrenders:

In practice, the Corporation will pay a Special Surrender Value – which is either equal to or more than the Guaranteed Surrender Value. The benefit payable on surrender reflects the discounted value of the reduced claim amount that would be payable on death. This value will depend on the duration for which premiums have been paid and the policy duration at the date of surrender. In some circumstances, in case of early termination of the policy, the surrender value payable may be less than the total premium paid.

The Corporation reviews the surrender value payable under its plans from time to time depending on the economic environment, experience and other factors.

Note: The above is the product summary giving the key features of the plan. This is for illustrative purpose only. This does not represent a contract and for details please refer to your policy document.

Benefit Illustration :

Statutory warning

“Some benefits are guaranteed and some benefits are variable with returns based on the future performance of your insurer carrying on life insurance business. 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 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.”

Illustration 1:

Age at entry: 35 years

Sum Assured: Rs.2,00,000/-

Premium paying term: One

Single Premium: Rs.1,04,850/-

End of Year	Total premium paid till end of year	Survival Benefit at end of year	Benefit payable on death during the year				
			Guaranteed	Variable		Total	
				Scenario 1	Scenario 2	Scenario 1	Scenario 2
1	1,04,850	0	2,00,000	3,200	31,200	2,03,200	2,31,200
2	1,04,850	0	2,00,000	6,400	62,400	2,06,400	2,62,400
3	1,04,850	0	2,00,000	9,600	93,600	2,09,600	2,93,600
4	1,04,850	0	2,00,000	12,800	1,24,800	2,12,800	3,24,800
5	1,04,850	20,000	2,00,000	16,000	1,56,000	2,16,000	3,56,000
6	1,04,850	0	2,00,000	19,200	1,87,200	2,19,200	3,87,200
7	1,04,850	0	2,00,000	22,400	2,18,400	2,22,400	4,18,400
8	1,04,850	0	2,00,000	25,600	2,49,600	2,25,600	4,49,600
9	1,04,850	0	2,00,000	28,800	2,80,800	2,28,800	4,80,800
10	1,04,850	20,000	2,00,000	32,000	3,12,000	2,32,000	5,12,000
15	1,04,850	20,000	2,00,000	48,000	4,68,000	2,48,000	6,68,000
20	1,04,850	20,000	2,00,000	84,000	8,32,000	2,84,000	10,32,000
25	1,04,850	20,000	2,00,000	1,05,000	10,40,000	3,05,000	12,40,000
30	1,04,850	20,000	2,00,000	1,26,000	12,48,000	3,26,000	14,48,000

Illustration 2:**Age at entry: 35 years****Sum Assured: Rs.2,00,000/-****Premium paying term: 25 years****Annual Premium: Rs.8,488/-**

End of Year	Total premium paid till end of year	Survival Benefit at end of year	Benefit payable on death during the year				
			Guaranteed	Variable		Total	
				Scenario 1	Scenario 2	Scenario 1	Scenario 2
1	8,488	0	2,00,000	2,800	15,800	2,02,800	2,15,800
2	16,976	0	2,00,000	5,600	31,600	2,05,600	2,31,600
3	25,464	0	2,00,000	8,400	47,400	2,08,400	2,47,400
4	33,952	0	2,00,000	11,200	63,200	2,11,200	2,63,200
5	42,440	20,000	2,00,000	14,000	79,000	2,14,000	2,79,000
6	50,928	0	2,00,000	16,800	94,800	2,16,800	2,94,800
7	59,416	0	2,00,000	19,600	1,10,600	2,19,600	3,10,600
8	67,904	0	2,00,000	22,400	1,26,400	2,22,400	3,26,400
9	76,392	0	2,00,000	25,200	1,42,200	2,25,200	3,42,200
10	84,880	20,000	2,00,000	28,000	1,58,000	2,28,000	3,58,000
15	1,27,320	20,000	2,00,000	42,000	2,37,000	2,42,000	4,37,000
20	1,69,760	20,000	2,00,000	72,000	4,20,000	2,72,000	6,20,000
25	2,12,200	20,000	2,00,000	90,000	5,25,000	2,90,000	7,25,000
30	2,12,200	20,000	2,00,000	1,08,000	6,30,000	3,08,000	8,30,000

i) The above 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 6% p.a.(Scenario 1) and 10% 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 6% p.a. or 10% 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.

iv) Future bonus will depend on future profits and as such is not guaranteed. However, once bonus is declared in any year and added to the policy, the bonus so added is guaranteed.

v) The flow of benefits, in above illustrations, have been shown for first 30 years. In practice, the benefits will continue so long the policyholder survives.