

**L-42- Valuation Basis (Group Business )**  
**Chapter on Valuation Basis**

**a. How the policy data needed for valuation is accessed.**

The data is extracted by the branch offices using the extraction software programs given by the Central Office. The extracted data is submitted by the branches to Central Offices through the Zonal Offices.

**b. How the valuation bases are supplied to the system**

This is done by making changes in the software programs directly at Central Office.

I) Interest Rate		2021-22: Year ending 31.03.2022		2020-21: Year ending 31.03.2021	
		Maximum	Minimum	Maximum	Minimum
<b>Par</b>	<b>Non-Linked -VIP</b>				
	Life			Not Applicable	
	General Annuity			Not Applicable	
	Pension			Not Applicable	
	Health			Not Applicable	
	<b>Non-Linked -Others</b>				
	Life			Not Applicable	
	General Annuity			Not Applicable	
	Pension			Not Applicable	
	Health			Not Applicable	
	<b>Linked -VIP</b>				
	Life			Not Applicable	
	General Annuity			Not Applicable	
	Pension			Not Applicable	
	Health			Not Applicable	
	<b>Linked-Others</b>				
	Life			Not Applicable	
	General Annuity			Not Applicable	
	Pension			Not Applicable	
	Health			Not Applicable	
<b>Non-Par</b>	<b>Non-Linked -VIP</b>				
	Life	7.3% p.a. for first 5 years 6.6% p.a. thereafter	6.4% p.a. for first 5 years 5.7% p.a. thereafter	6.7% p.a.	6.25% p.a.
	General Annuity			Not Applicable	
	Pension	7.25% p.a. for first 5 years 6.55% p.a. thereafter	7.25% p.a. for first 5 years 6.55% p.a. thereafter	6.7% p.a.	6.7% p.a.
	Health			Not Applicable	
	<b>Non-Linked -Others</b>				
	Life	6.80% p.a. for first 5 years 6.10% p.a. thereafter	6.80% p.a. for first 5 years 6.10% p.a. thereafter	7.8% p.a.	7.6% p.a.
	General Annuity			Not Applicable	
	Pension	6.70% p.a. for first 5 years 6.00% p.a. thereafter	6.70% p.a. for first 5 years 6.00% p.a. thereafter	7.40%	6.80%
	Health			Not Applicable	
	<b>Linked -VIP</b>				
	Life			Not Applicable	
	General Annuity			Not Applicable	
	Pension			Not Applicable	
	Health			Not Applicable	
	<b>Linked -Others</b>				
	Life	5.90% p.a. for first 5 years 5.20% p.a. thereafter	5.90% p.a. for first 5 years 5.20% p.a. thereafter	5.5% p.a.	5.5% p.a.
	General Annuity			Not Applicable	
	Pension			Not Applicable	
	Health			Not Applicable	

II) Mortality Rate		2021-22: Year ending 31.03.2022	2020-21: Year ending 31.03.2021
<b>Par</b>	<b>Non-Linked -VIP</b>		
	Life	Not Applicable	
	General Annuity	Not Applicable	
	Pension	Not Applicable	
	Health	Not Applicable	
	<b>Non-Linked -Others</b>		
	Life	Not Applicable	
	General Annuity	Not Applicable	
	Pension	Not Applicable	
	Health	Not Applicable	
	<b>Linked -VIP</b>		
	Life	Not Applicable	
	General Annuity	Not Applicable	
	Pension	Not Applicable	
	Health	Not Applicable	
	<b>Linked -Others</b>		
Life	Not Applicable		
General Annuity	Not Applicable		
Pension	Not Applicable		
Health	Not Applicable		
<b>Non-Par</b>	<b>Non-Linked -VIP</b>		
	Life	145 % IALM (2012-14) Ult.	145 % IALM (2012-14) Ult.
	General Annuity	Not Applicable	
	Pension	145 % IALM (2012-14) Ult.	145 % IALM (2012-14) Ult.
	Health	Not Applicable	
	<b>Non-Linked -Others</b>		
	Life	145 % IALM (2012-14) Ult.	145 % IALM (2012-14) Ult.
	General Annuity	Not Applicable	
	Pension	IIAM (2012-15) Rated down by 3 years	LIC (96-98) rated down by 6 years
	Health	Not Applicable	
	<b>Linked -VIP</b>		
	Life	Not Applicable	
	General Annuity	Not Applicable	
	Pension	Not Applicable	
	Health	Not Applicable	
	<b>Linked -Others</b>		
Life	145 % IALM (2012-14) Ult.	145 % IALM (2012-14) Ult.	
General Annuity	Not Applicable		
Pension	Not Applicable		
Health	Not Applicable		

<b>III) Morbidity Rate</b>		Not Applicable			
<b>IV) Fixed Expenses</b>		<b>2021-22: Year ending 31.03.2022</b>		<b>2020-21: Year ending 31.03.2021</b>	
		<b>Maximum</b>	<b>Minimum</b>	<b>Maximum</b>	<b>Minimum</b>
<b>Par</b>	<b>Non-Linked -VIP</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
	<b>Non-Linked -Others</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
	<b>Linked -VIP</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
	<b>Linked-Others</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
<b>Non-Par</b>	<b>Non-Linked -VIP</b>				
	Life	43000 (per policy)	42000 (per policy)	31000(per policy)	30000(per policy)
	General Annuity	Not Applicable			
	Pension	50000 (per policy)	50000 (per policy)	36000 (per policy)	36000 (per policy)
	Health	Not Applicable			
	<b>Non-Linked -Others</b>				
	Life	345 (per life)	220 (per life)	310 (per life)	153 (per life)
	General Annuity	Not Applicable			
	Pension	370 (per life)	260 (per life)	342 (per life)	191 (per life)
	Health	Not Applicable			
	<b>Linked -VIP</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
	<b>Linked -Others</b>				
	Life	400 (per life)	400 (per life)	365 (per life)	365 (per life)
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			

<b>V) Variable Expenses</b>		Not Applicable			
<b>VI) Inflation</b>		<b>2021-22: Year ending 31.03.2022</b>		<b>2020-21: Year ending 31.03.2021</b>	
		<b>Maximum</b>	<b>Minimum</b>	<b>Maximum</b>	<b>Minimum</b>
<b>Par</b>	<b>Non-Linked -VIP</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
	<b>Non-Linked -Others</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
	<b>Linked -VIP</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
	<b>Linked-Others</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
<b>Non-Par</b>	<b>Non-Linked -VIP</b>				
	Life	8% p.a.	8% p.a.	3%	3%
	General Annuity	Not Applicable			
	Pension	8% p.a.	8% p.a.	3%	3%
	Health	Not Applicable			
	<b>Non-Linked -Others</b>				
	Life	8% p.a.	8% p.a.	3%	3%
	General Annuity	Not Applicable			
	Pension	8% p.a.	8% p.a.	3%	3%
	Health	Not Applicable			
	<b>Linked -VIP</b>				
	Life	Not Applicable			
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
	<b>Linked -Others</b>				
	Life	8% p.a.	8% p.a.	3%	3%
	General Annuity	Not Applicable			
	Pension	Not Applicable			
	Health	Not Applicable			
<b>VII) Withdrawl Rates</b>		Not Applicable			
<b>VIII) Future Bonus Rates (Assumption)</b>		Not Applicable			