

LIC's NEW ONE YEAR RENEWABLE GROUP TERM ASSURANCE PLAN-I(UIN:512N275V01)

LIC's New One Year Renewal Group Term Assurance Plan - I is a non-linked non-participating yearly renewable group term insurance plan. It provides valuable life cover to the employees/members of a homogeneous group at attractive premium rates.

The amount of life cover in respect of each member shall be guided by the scheme rules of the group. The total premium payable at commencement and subsequent renewals shall be equal to the sum of premium in respect of individual members of the group.

1. SALIENT FEATURES

- Ensures financial security for member's family at very attractive rates.
- Premium rates dependant on the size and risk profile of the group.
- Scope of reviewability of premium rates at each Annual Renewal Date (ARD).

2. BENEFITS

In case of unfortunate death of a member, a lump sum (Sum Assured) shall be paid.

3. ELIGIBILITY CONDITIONS AND OTHER RESTRICTIONS

- a) Minimum Entry Age : 8 years (completed)
- b) Maximum Entry Age : 75 years (nearest birthday)
- c) Maximum Age at renewal : 80 years (nearest birthday)
- d) Minimum Sum Assured : Rs.1000/-
- e) Maximum Sum Assured : No limit
- f) Policy Term : Annually Renewable
- g) Minimum group size for employer-employee group: 25
- h) Minimum group size for non employer-employee group: 50

4. MODE OF PAYMENT OF PREMIUMS :

The Policyholder may pay the premium in yearly, half-yearly, quarterly and monthly mode. If a member joins in between, the Policyholder would need to pay the proportionate amount of premium based on the yearly premium for the unexpired period in respect of that member.

Where the mode of payment of premium is other than yearly, the tabular premium for a year shall be multiplied by the factor given below to arrive at the corresponding instalment premium:

<u>Mode of payment</u>	<u>Factor</u>
Half yearly	0.5108
Quarterly	0.2582
Monthly	0.0867

5. LOAN:

No loan is available under this plan.

6. SURRENDER VALUE:

A policy under this plan will not acquire any surrender value or paid-up value.

7. **SERVICE TAX:** Service tax, if any, shall be as per the Service Tax laws and the rate of service tax as applicable from time to time.

8. **GRACE PERIOD FOR PREMIUM PAYMENT:**

A grace period of 30 days from due date of premium will be allowed for payment of premiums for half-yearly and quarterly mode of premium payment. For monthly mode of premium payment, the grace period shall be 15 days. Upon non-payment of premium within the grace period the Policy shall be treated as lapsed and nothing shall be payable in the event of death. If any death occurs during the grace period, the Sum Assured shall be payable after deduction of due but unpaid premium.

9. **REVIVAL OF POLICY:**

If the policy has lapsed, it may be revived within a period of 3 months from the date of first unpaid premium or the next Annual Renewal Date whichever is earlier, on payment of arrears of premium together with interest (compounding half-yearly) at such rate as may be prevailing at the time of the payment.

The Corporation reserves the right to accept or decline the revival of a discontinued policy. The revival of a discontinued policy shall take effect only after the same is approved by the Corporation and is specifically communicated in writing to the Policyholder.

10. **REVIEWABILITY OF PREMIUM:**

Under this plan, the premium at each Annual Renewal Date will be reviewed based on the past mortality experience of the policy. The premium rates may be adjusted upward or downward based on past experience.

11. **WAITING PERIOD:**

For employer-employee groups there will be no waiting period. However, for non employer-employee groups waiting period will be 45 days from the date of commencement. During this waiting period no death benefit shall be payable.

12. **SUICIDE:**

In case of death of a member due to suicide, within 12 months from the date of inception of the policy or date of entry of the member into the scheme whichever is later, claim payable shall be 80% of the premium paid in respect of that member. However, in case of employer-employee groups where the participation is compulsory, this clause shall not be applicable.

13. **COOLING-OFF PERIOD:**

If policyholder is not satisfied with the "Terms and Conditions" of the policy, he/ she may return the policy to the Corporation within 15 days from the date of receipt of the policy stating the reasons of objection. On receipt of the same the Corporation shall cancel the policy and return the amount of premium deposited after deduction in respect of the following:

- a. Recovery of proportionate charges towards risk premium.
- b. The stamp duty.

SECTION 45 OF INSURANCE ACT, 1938:

No policy of life insurance 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 inaccurate or false, unless the insurer shows that such statement was on a material matter or suppressed facts which it was material to disclose and that it was fraudulently made by the policyholder and that the policyholder 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 assured was incorrectly stated in the proposal.

SECTION 41 OF INSURANCE ACT 1938

(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 punishable with fine which may extend to five hundred rupees.

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

“Insurance is the subject matter of solicitation.”

Registered Office:
Life Insurance Corporation of India
Central Office, Yogakshema ,
Jeevan Bima Marg,
Mumbai-400021
Website: www.licindia.in
Registration Number: 512