

"IN THIS POLICY, THE INVESTMENT RISK IN INVESTMENT PORTFOLIO IS BORNE BY THE POLICYHOLDER"

Policy Document

This Policy is issued on the basis of the information given and declarations made by the Policyholder in the Proposal Form, which is incorporated herein and forms the basis of this Policy.

1. Definitions:

The following terms shall have the meaning assigned to them as below. The singular includes the plural and references to the male include the female where the context so permits:

- a) **"Age"** means Age at last birthday.
- b) **"Business Day"** is the common working day of the Corporate Office of the Company
- c) **"Charges"** means the charges applicable to this Policy as detailed in Section 31 and Section 32 below.
- d) **"Company"** means BAJAJ ALLIANZ LIFE INSURANCE COMPANY LIMITED.
- e) **"Current Assets"** include cash balance, bank FD's and CD's, commercial papers, accrued investment income (not due and due but not received) and other receivables if any.
- f) **"Current Liabilities and Provisions"** include brokerage and stamp duty payable, custodian and fund accounting expenses payable and other payables, if any.
- g) **"Date of Commencement of Risk"** means the Policy Commencement Date, unless the Life Assured is a minor, in which case this will mean the Monthly Due Date following the Life Assured attaining Age 7 and as specified in the Schedule unless the Company informs the Policyholder otherwise.
- h) **"Funds"** means separately identifiable investment-linked funds set up by the Company and as specified in the Schedule of the Investment Funds.
- i) **"Fund Value"** means the number of Units held by the Policyholder under this Policy multiplied by their respective Unit Price.
- j) **"IRDA"** means the Insurance Regulatory & Development Authority, which is the regulatory body for Insurance in India.
- k) **"Life Assured"** means the person whose life is insured under this Policy.
- l) **"Maturity Date"** means the Date specified in the schedule on which the maturity benefit specified in Section 4)b) below is payable to the Policyholder.
- m) **"Monthly Due Date"** means the date corresponding numerically with the Policy Commencement Date in each subsequent month.
- n) **"Nominee"** means the person specified in the Schedule who has been nominated in writing to the Company by the Policyholder who is entitled to receive the benefits under the Policy upon the death of the Life Assured as per Section 39 of Insurance Act 1938.
- o) **"Policy"** means the arrangements established by this Policy Document.
- p) **"Policy Anniversary"** means the date corresponding numerically with the Policy Commencement Date in each subsequent year during the Policy Term.
- q) **"Policy Commencement Date"** means the date of commencement of the Policy as specified in the Schedule.
- r) **"Policy Document"** means this policy wording, the Schedule (which is attached to and forms part of this Policy and includes any annexure or endorsement to it and if more than one then the latest in time) and the Proposal Form.
- s) **"Policyholder"** means the person named in the schedule who has concluded the Policy with the Company.

- t) **“Policy Term”** means the period between the Policy Commencement Date and the Maturity Date as specified in the Schedule.
- u) **“Policy Year”** means the year commencing on the Policy Commencement Date or a Policy Anniversary thereof.
- v) **“Premium Allocation Rate”** means the rate specified in the Schedule at which the Single Premium will be applied to arrive at the number of Units to be allocated in the Unit Account in respect of the Single Premium paid by the Policyholder.
- w) **“Proposal Form”** means the Policyholder’s statements in the proposal for this Policy submitted by or on behalf of the Policyholder along with any other information or documentation provided to the Company prior to inception of the Policy.
- x) **“Schedule”** means the attached document that gives the details of this Policy as chosen by the Policyholder and includes any annexure or endorsement to it and, if more than one, then the latest in time.
- y) **“Single Premium”** means the amount of premium specified in the Schedule, paid by the Policyholder as a one time payment or lump-sum, prior to the Policy Commencement Date.
- z) **“Sum Assured”** means the amount specified in the Schedule, which is referred-to to determine the amount payable per Section 5) a below upon the Life Assured’s death after the Date of Commencement of Risk.
- aa) **“Unit”** means a proportionate part of a Fund created to determine the Unit Price.
- bb) **“Unit Account”** means the account created and administered by the Company for a Policy and consisting of Units, which are valued by referring to the underlying assets of the Fund.
- cc) **“Unit Price”** means the value per unit calculated in Rupees which is calculated as follows: $\text{Unit Price} = \frac{\text{Net Asset Value ('NAV')}}{\text{total number of units held in the Fund as at the Valuation Date}}$. The NAV can be calculated at the Valuation Date by either of the following methods:
 - When appropriation price is applied:** The (‘NAV’) of a Unit Linked Fund shall be computed as market value of investments held by the Fund plus the expenses incurred in the purchase of the assets plus the value of any Current Assets plus any accrued income net of Fund Management Charge less the value of any Current Liabilities and Provisions, if any. This is applicable when the Company is required to purchase assets to allocate units at the valuation date.
 - When expropriation price is applied:** The NAV of a Unit Linked Fund shall be computed as market value of investment held by the fund less the expenses incurred in the sale of the assets plus the value of any Current Assets plus any accrued income net of fund management charges less the value of any Current Liabilities and Provision, if any. This is applicable when the Company is required to sell assets to redeem units at the valuation date.
- dd) **“Valuation Date”** means the date when the assets of the Fund are valued and the Net Asset Value is determined by the Company.

2. Policy Description:

- a) The Policy has been issued under a Unit Linked Endowment (Single Premium) Plan.
- b) The Single Premium paid by the Policyholder after applying the Premium Allocation Rate will be used to allocate Units in the Unit Account between one or more of the available Funds of the Company in the proportion as specified by the Policyholder prior to the Policy Commencement Date in the Proposal Form. Switches between Funds may be made by the Policyholder in accordance with Section 6) a) below.
- c) The Policy enables the Policyholder to participate only in the investment performance of the Fund(s), to the extent of allocated Units and does not in any way confer any right whatsoever on the Policyholder or the Life Assured to otherwise share in the profits or surplus of the Business of the Company.

3. Premium Allocation

Units are allocated under the Policy depending on the amount of Single Premium received, The Premium Allocation Rate and the Unit Price of each Unit on date of allocation. Such allocations may be made in to Units up to 1/10,000th of a Unit.

4. Foreclosure:

If the Fund Value at any time falls below one tenth of the Single Premium paid, the Policy will be foreclosed and the value of the Units, if any, would be paid upon such termination subject to surrender charge, if applicable.

5. Policy Benefits

a) **Death Benefit**

- i) On death before attaining Age 7 years: The death benefit will be the Fund Value as on date of receipt of intimation of death at the Company'. The policy terminates on the death of the Life Assured.
- ii) On death on or after attaining Age 7 years and before attaining Age of 60 years: The death benefit will be the higher of the Sum Assured less the value of the units withdrawn by partial withdrawals in the last 24 months prior to the date of death or the Fund Value as on date of receipt of intimation of death at the Company.
- iii) On death of the life assured on or after attaining Age 60 years: The death benefit will be the higher of the Sum Assured less all partial withdrawals made within two years before attaining Age 60 years and all the withdrawals made after attaining Age 60 years or the Fund Value as on date of receipt of intimation of death at the Company.

b) **Maturity Benefits**

- i) On maturity, the Fund Value, as at the Maturity Date will be paid to the Policyholder as Maturity Benefit.
- ii) Alternatively Policyholder can draw Maturity Benefits as a series of payments at regular intervals spanned over maximum period of five years through Settlement Option as per Section 6) c) below.

c) **Surrender Value**

- i) The Policyholder may surrender the Policy by redeeming all the units held.
- ii) The Surrender Value of the Policy will be equal to the Fund Value less Surrender Charge, as per Section 31) e) below.
- iii) The Company shall terminate the Policy upon payment of the full Surrender Value.

- iv) The Policy will acquire a Surrender Value after three years from the Policy Commencement Date. During first three policy years, Surrender is not allowed.

6. **Flexibilities**

Whilst the Policy is in force, the Policyholder may, subject to the approval of the Company, exercise any of the following options by using the prescribed application form and meeting the conditions set out therein.

a). **Fund Switching**

The Company offers the Policyholder the option to switch between Funds at such price and subject to such terms and conditions as may be imposed by the Company at that time. The Policyholder may transfer or "Switch" any of the Units in any Fund, to another existing Fund or new Fund established by the Company provided:

- i). The Company has received from the Policyholder a written notice setting out the proposed amount of switch the Fund to be switched from and the Funds to be switched to.
- ii). The minimum switching amount is Rs. 5000 or the value of total units held by the Policyholder in the Fund to be "switched" from, whichever is lower.
- iii). The Company shall effect the "switch" by redeeming units from the Fund to be "switched" from and allocating new units in the Fund being "switched" to at their respective Unit Price.
- iv). The Policyholder may exercise three free switches during each Policy Year. For subsequent switches, the Company will charge a Switching Charge as specified in Section 31) c below

b). **Partial Withdrawal**

- i). Partial Withdrawal of units net of Surrender Charges, if any, are allowed after three years from the Policy Commencement Date.
- ii). In case of partial withdrawals, a minimum balance of Rs.20,000/- or one-tenth of the Single Premium, whichever is higher, across all Funds should be maintained after withdrawal. The minimum amount of withdrawal is Rs.5000/-. The partial withdrawals shall attract the Surrender Charge as stated in Section 31) e) below.
- iii). In case the Policy is taken on the life of a minor, the partial withdrawals shall not be allowed until the minor (Life Assured) attains majority (ie. On or after attainment of Age 18).
- iv). The Company reserves the right at any time and from time to time to vary the minimum value of Units to be withdrawn and/or the minimum balance of value of Units by giving written notice of three (3) months in advance.

c). **Settlement Option:**

- i). Provided the Company has received a written application duly signed by the Policyholder at least 90 days prior to the Maturity Date for exercising the Settlement Option, the Life Assured is still alive and the Company has accepted the request, the Maturity Benefit as specified in Section 5)b) above is payable by the Company to the Policyholder in instalments (yearly, half yearly, quarterly or monthly, at the Policyholder's option) spread over a maximum period of 5 years.
- ii). The amount paid out to the Policyholder in each instalment will be the outstanding Fund Value at the instalment date divided by the number of outstanding instalments.

- iii). Instalment payments will be made by redeeming Units from all the Funds at the Unit Price applicable as at the instalment date. The redemption of Units will be effected in the same proportion as the value of Units held in each Fund on the instalment date. If the value of Units in any Fund falls to the extent that it is insufficient to support the proportionate monthly Charges, then the same shall be deducted proportionately from other Funds.
- iv). All charges except the Mortality Charge shall be deducted per Section 31 and Section 32 during the period of the Settlement Option .
- v). No Death Benefit will be available to the Life Assured's during the period of the Settlement Option.
- vi). The Settlement Option can only be exercised by the Policyholder.
- vii). No Partial withdrawals or Switches are allowed during the subsistence of the period of the Settlement Option.
- viii). The Policyholder has the option to withdraw the Fund Value completely at any time during the period of Settlement Option.

PART "A"- General Conditions

7. Age Proof:

- a) The Mortality Charge payable under the Policy is calculated on the basis of the Life Assured's Age as declared in the Proposal Form. If the Life Assured's Age has not been admitted by the Company, the Policyholder shall furnish such proof of the Life Assured's Age as is acceptable to the Company and have the Age admitted.
- b) If the Age so admitted (the "correct Age") is found to be different from the Age declared in the Proposal Form, then without prejudice to the Company's other rights and remedies including those under the Insurance Act 1938, the following actions may be taken:
 - i) If the correct Age is such as would have made the Life Assured uninsurable under this Policy, the plan of assurance shall stand altered to such a plan of assurance as is generally granted by the Company for the Life Assured's correct Age, which will be subject to the terms and conditions that are applicable to that other plan of assurance. If it is not possible to grant any other plan of assurance, the Policy shall stand cancelled with immediate effect by the Company and the Surrender Value per Section 5) c) ii) shall become payable.
 - ii) If the Life Assured's correct Age is higher than the Age declared in the Proposal Form, the Mortality Charge payable under the Policy shall be altered corresponding to the correct Age of the Life Assured (the "corrected Mortality Charge") and the accumulated difference between the corrected Mortality Charge and the original Mortality Charge from the Policy Commencement Date up to the date of such payment shall be recovered by the redemption of Units.

8. Assignment and Nomination:

- a) No assignment shall be effective unless and until the Company receives written notice from the Policyholder along with the original or duplicate copy of this Policy Document and the assignment deed.
- b) If the Policyholder and the Life Assured are the same person, the Policyholder may at any time specify in writing a Nominee, as specified in the Schedule, to receive the benefits payable under Section 4)a) upon his death. If the Nominee is a minor, the Policyholder shall also appoint a person to receive the money during the minority of the Nominee. No nomination shall be effective unless and until evidenced by an endorsement on the Policy by the Company.
- c) If there is no Nominee or if all the Nominees have predeceased the Policyholder, the benefits payable under the Policy will be paid to the legal heirs or representatives of the Policyholder
- d) Any assignment shall automatically cancel any existing nomination.
- e) The Company assumes no responsibility or liability for the validity of any assignment or nomination or in recording the assignment or registering the nomination or change in assignment or nomination.
- f) Assignment will not be permitted where the Policy is under the Married Women's Property Act 1874.

9. Loans:

No loan is available under this Policy.

10. Suicide:

If the Life Assured whether sane or insane commits suicide, within one year from the Date of Commencement of Risk, the Company's liability shall be limited to the extent of the Fund Value as on the date of intimation of death of the Life Assured at the Company.

11. Non-disclosure & Fraud

- c) If the Policyholder has either not disclosed all facts or has misrepresented facts (in the proposal form, revival application, if any, or any other statements or declarations) relevant to all persons proposed to be insured that may have affected the Company's decision to issue the Policy or its price, terms, conditions and exclusions, then the Company shall have the right, subject to section 45 of the Insurance Act 1938, to avoid the Policy and shall not make any payment including premium under or in respect of the Policy.
- d) If the Policyholder or anyone acting at his direction or with his knowledge makes or advances any claim under this Policy knowing it to be false or fraudulent in any respect, the Policy shall be null and void and any benefit actually paid or potentially payable under or in respect of the Policy shall be forfeited and no refund of premium shall be made.

12. Notices:

Any notice, direction or instruction under this Policy shall be in writing and if it is to:

- a) The Policyholder or the Life Assured:
- i) Shall be sent by hand, post, facsimile or e-mail to the Policyholder as per the details specified by the Policyholder in the Proposal Form or as per subsequent change of address intimation submitted by him to the Company.
 - ii) Notice and instructions shall be deemed served on the Policyholder on the 7th (seventh) day of posting, hand delivery, facsimile or e-mail of it being sent to the Policyholder's address or immediately upon actual receipt.
 - iii) The Company shall not be responsible for any consequences arising out of non-intimation of change of the Policyholder's address.
- b) The Company, shall be submitted by hand, post, facsimile or E-mail to the address of the Company as specified in the Schedule

13. Electronic Transactions:

The Policyholder agrees to adhere to and comply with all such terms and conditions as the Company may prescribe from time to time and hereby agrees and confirms that all transactions effected by or through facilities for conduction remote transactions including the Internet, World Wide Web, electronic data interchange, call centres, teleservice operations (whether voice, video, data or combination thereof) or by means of electronic, computer, automated machines network or through other means of telecommunication, established by or on behalf of the Company, for and in respect of the Policy or its terms, or the Company's other products and services, shall constitute legally binding and valid transactions when done in adherence to and in compliance with the Company's terms and conditions for such facilities, as may be prescribed from time to time.

14. Free Look Period:

Within 15 days from the date of receipt of the policy, you have the option to review the terms and conditions and return the policy, if you disagree to any of the terms & conditions, stating the reasons for your objections. You will be entitled to a refund of the premium paid, subject only to a deduction of a proportionate risk premium for the period on cover and the expenses incurred on medical examination and stamp duty charges. The refund paid to the Policyholder will also be reduced by the amount of any reduction in the Fund Value between the date of allocation and redemption of units (without reference to any premium allocation rate or Charges).

15. Currency:

All amounts payable either to or by the Company shall be payable in India and in Indian Currency.

16. Modifications:

This Policy Document constitutes the complete contract of insurance. This Policy Document cannot be changed or varied except by an endorsement to the Policy in writing and signed by an officer of the Company authorized for this purpose.

17. Payment of claim:

The Company requires the following documents before establishing the right of the claimant or claimants to receive payment:

- a) Original Insurance Policy
- b) Claimants statement
- c) Death certificate issued by the local medical authority.
- d) Any other relevant documents or information as may be required by the Company for the processing of the claim depending upon the cause of the claim.

18. Loss of Policy Document

- a) If the Policy Document is lost or destroyed, then subject to Sub-Section c), at the request of the Policyholder, the Company, if satisfied that the Policy Document has been lost or destroyed, will issue a copy of the Policy Document duly endorsed to show that it is issued following the loss or destruction of the original Policy Document. The Company will charge a Miscellaneous Charge specified in Section 31) f) below for the issuance of a copy of the Policy Document.
- b) Upon the issue of a copy of the Policy Document, the original Policy Document will cease to have any legal effect.
- c) The Company reserves the right to make such investigations into and call for such evidence of the loss or destruction of the Policy Document at the expense of the Policyholder, as it considers necessary before issuing a copy of the Policy Document.
- d) It is hereby understood and agreed that the Policyholder will protect the Company and hold the Company harmless from and against any claims, costs, expenses, awards or judgments arising out of or howsoever connected with the original Policy Document or arising out of the issuance of a copy of the Policy Document

19. Grievance Redressal

For any assistance pertaining to the servicing of the Policy, the Policyholder may contact any Customer Care Center during the Company's office hours from 9 am to 6 pm. Alternatively, the Policyholder may communicate with the Company:

By post at: Customer Care Desk,
Bajaj Allianz Life Insurance Company Ltd.
GE Plaza, Airport Road, Yerawada, Pune - 411006

By Phone: 020 66026777 (Ext 741)
Toll Free No. 1800225858

By Fax: 020 66026772

By e-mail: life@bajajallianz.co.in

Grievance Redressal Committee

Any grievance or complaint or dispute or suggestion in respect of this Policy or on the functioning of the office may be sent to the above email address/fax/phone or by post addressed to:

Grievance Redressal Officer
Bajaj Allianz Life Insurance Company Ltd.
GE Plaza, Airport Road, Yerawada, Pune - 411006

20. Ombudsman:

If you are not satisfied with the decision/resolution of the Company on insurance claims, delay in settlement, dispute with regard to premium or non-receipt of insurance document then it may be referred in writing to the office of the insurance ombudsman whose details are in the Annexure 2 attached. For the latest list of insurance ombudsman, please refer to the IRDA website at http://www.irdaindia.org/ins_ombusman.htm

21. Governing Law

Any and all disputes arising out of and under this Policy shall be governed by and determined in accordance with Indian law and by the Indian Courts.

22. Taxation

The Company shall be entitled to make such deductions, which in its opinion are necessary and appropriate, for the services availed by the Policyholder under this Policy or from any of the benefits receivable under this Policy, on account of any tax or other payment which may be imposed by any legislation, order, regulation or otherwise, upon the Company, Policyholder or Nominee.

23. Termination Conditions

This Policy shall automatically terminate on the earlier occurrence of either of the following events:

- i).The Units in the Policy are fully surrendered as mentioned in Section 5) c;
- ii).The Fund Value becomes equal to one tenth of the Single Premium paid or becomes insufficient to meet the Charges;
- iii).The receipt of intimation of the death of the Life Assured at the company's office.

- iv).The Maturity Date,unless the Policyholder has opted for the settlement option.
- v).The expiry of the period for the Settlement Option or
- vi).The Policyholder completely withdrawing the Fund Value during the period of settlement option.

24. Section 45

The Policy is subject to the provisions of Section 45 of the Insurance Act 1938 which states as follows:

Section 45 of the Insurance Act 1938

No Policy of life insurance effected after the coming into force of this Act 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.

Part B - SCHEDULE OF INVESTMENT FUNDS

25. Type of Funds

Premier Equity Index Fund, Premier Equity Growth Fund and Premier Bond Fund.

26. Valuation Date

The Company will value the Funds on each day that the financial markets are open under normal circumstances. However, the Company may value the Funds less frequently in circumstances where the value of the assets is too uncertain. In such circumstances, the Company may defer the valuation of assets for upto 30 days until the Company feels that certainty as to the value of assets has been resumed. The deferment of the valuation of assets will be with prior consultation with the IRDA. Examples of such circumstances are:

- i) When one or more stock exchanges which provide a basis for valuation for a substantial portion of the assets of the Fund are closed otherwise than for ordinary holidays.
- ii) When, as a result of political, economic, monetary or any circumstances out of the control of the Company, the disposal of the assets of the Fund are not reasonable or would not reasonably be practicable without being detrimental to the interests of the remaining policyholders.
- iii) During periods of extreme volatility of markets during which surrenders and switches would, in the opinion of the Company, be detrimental to the interests of the remaining policyholders.
- iv) In the case of natural calamities, strikes, war, civil unrest, riots and bandhs.
- v) In the event of any force majeure or disaster that affects the normal functioning of the Company.
- vi) If so directed by the IRDA.

The Company shall send notice to the Policyholder of such a situation if it arises.

27. Fund Management

All the Funds are managed by the Company.

28. Investment Objective

The following three funds offered are as under

1. **Premier Equity Index Fund** - The objective of this fund is to provide capital appreciation through investment in equities forming part of NSE NIFTY.

Indicative Portfolio Allocation

This fund will have an exposure of maximum 40% in Bank Deposits and Money Market Instruments and minimum 60% in Equities.

The exposure to money market securities may be increased to 100%, keeping in view market conditions, market opportunities, and political, economic and other factors, depending on the perception of the Investment Manager. All changes in the asset allocation will be with the intention of protecting the interests of the Policyholders.

2. **Premier Equity Growth Fund** - The objective of this fund is to provide capital appreciation through investment in selected equity stocks that have the potential for capital appreciation.

Indicative Portfolio Allocation

Equity: Not less than 60%

Bank Deposits & Money Market Instrument: Not more than 40%

The exposure to money market securities may be increased to 100%, keeping in view market conditions, market opportunities, and political, economic and other factors, depending on the perception of the Investment Manager. All changes in the asset allocation will be with the intention of protecting the interests of the Policyholders.

3. **Premier Bond Fund** – The objective of this fund is to provide accumulation of income through investment in high quality fixed income securities. .

Indicative Portfolio Allocation

G-Secs, Bonds, Fixed Deposits and Money Market Instruments – 100%

29. Risk Profile

The investment risk profiles of the Funds based on the nature of assets held in each Fund are as follows:-

Funds	Risk Profile
Premier Equity Growth Fund	Very High
Premier Equity Index Fund	High
Premier Bond Fund	Moderate

30. Fund Provisions

a) Purpose of the Funds

The Company established the Funds set out in Schedule of Investment Funds hereto, from which part or all of the benefits payable will be made under this Policy.

b) Investment of the Funds

The selection of the underlying investments of each Fund established by the Company shall be such as the Company, in its absolute discretion, may from time to time determine and it is further provided that the assets of each Fund may comprise in such proportion as the Company may determine including un-invested cash or any other asset whether or not this produces income.

All assets relating to the Fund shall be and shall remain in the absolute beneficial ownership of the Company. There is no trust created, whether expressly or impliedly, by the Company in respect of the investments.

31. Charges

All the charges mentioned below except Surrender Charge will be subject to applicable Service Tax.

a) Policy Administration Charge

The Policy administration Charge as mentioned in the Policy Schedule, will be deducted at each monthly anniversary throughout the Policy Term by cancellation of Units. This Charge is not subject to revision.

b) Fund Management Charge

The Fund Management charge will be 2.75% per annum of the net assets value of the Funds. This charge would be adjusted in Unit Price. This Charge is subject to revision per Section 33) a).

c) Switching Charge

Three free switches would be allowed every Policy Year. Subsequent switches would be charged @ 5% of switching amount or Rs. 100, whichever is lower. This Charge is subject to revision per Section 33) c).

d) Mortality Charge

i). The Mortality charge depends on the following factors:

1. The amount of Sum Assured and the current Fund Value.
2. The attained Age of the Life Assured
3. The occupation of the Life Assured
4. The health of the Life Assured

ii). The mortality charge will be deducted at monthly intervals at the rate as applicable to the attained Age of the Life Assured, through cancellation of units at the prevailing Unit Price on the Date of Commencement of Risk and on subsequent Monthly Due Dates whilst the Policy remains in-force. The Mortality charge may vary from year to year according to the attained Age of the Life Assured at the time of deduction of the same.

iii). The Mortality charge is given in Annexure -1. The Mortality charge is applied at Sum at Risk, which is Sum Assured minus the Fund Value.

iv). The Mortality charge by attained Age is guaranteed throughout the policy term.

e) Surrender Charge

Surrender Charge would be applied on Fund Value in case of partial withdrawals or full surrender of Policy, at the rate given below in the table.

Policy Year	Surrender Charge %
1	Surrender/Withdrawal not allowed
2	Surrender/Withdrawal not allowed
3	Surrender/Withdrawal not allowed
4	6%
5	4%
6	2%
7 onwards	0%

This Charge is not subject to revision.

f) Miscellaneous Charge

The Company reserves the right to charge a miscellaneous charge at the rate of Rs.100/- per transaction in respect of partial withdrawals of the units subject to prior IRDA approval. This charge is currently nil. This Charge is subject to revision per Section 33) b).

g) Premium Allocation Charge

- There is no Premium Allocation Charge
- This Charge is not subject to revision

32. Recovery of Charges

The Fund Management Charge will be deducted from the net asset value of the Funds while calculating the Unit Price. The Policy Administration Charge and Mortality Charge would be recovered monthly by cancellation of units at Monthly Due Dates at prevailing Unit Price. In the event that the Units are held in more than one Fund, the cancellation of Units will be effected in the same proportion as the value of units held in each Fund under the Policy. In case the value of units in any Fund goes down to the extent that it is not sufficient to support the proportionate monthly charges, then the same shall be deducted from the value of units of the other Funds.

33. Change in rate of Charges

- a) The Company reserves the right to revise the Fund Management Charge at any time with prior approval from the IRDA up to a maximum of 3.50 % per annum of the net assets for each of the Funds.
- b) The Company reserves the right to revise the miscellaneous charge given in Section 27(f) up to a maximum of Rs.200 per transaction with prior approval from IRDA.
- c) The Company reserves the right to revise the switching charge at any time with prior approval from IRDA to a maximum of Rs.200 per switch or 5% of switching amount, whichever is lower.
- d) The Company will give a notice of three months to the Policyholders for any of the above-mentioned changes in Charges. The Policyholder/Life Assured who does not agree with the modified Charges shall be allowed to withdraw the units under the Policy at the then prevailing Unit Price and terminate the Policy.

34. Unit Transactions

Units in any of the Funds of the Company may be allocated only if there is, added to that Fund, assets equal in value to the value of the units allocated.

- a) Allocation of units
 - i). In respect of requests for Fund switches received by the Company on a day by a cut off time as set by the Insurance Regulatory and Development Authority (IRDA), the closing Unit Price of the same day shall be applicable. The cut off time prescribed by the IRDA as at the Policy Commencement Date is 3.00 pm.
 - ii). In respect of request for Fund switches received by the Company on a day after a cut off time as set by the IRDA, the closing Unit Price of the next business day shall be applicable. The cut off time prescribed by the IRDA as at the Policy Commencement Date is 3.00 pm.
- b) Redemption of units
 - i). In respect of valid applications received by the Company for surrender, partial withdrawal or switch out on a day by a cut off time as set by the IRDA, the same day's closing Unit Price shall be applicable. The cut off time prescribed by the IRDA as at the Policy Commencement Date is 3.00 pm.
 - ii). In respect of valid applications received by the Company for surrender, partial withdrawal or switch out on a day after a cut off time as set by the IRDA, the closing Unit Price of the next business day shall be applicable. The cut off time prescribed by the IRDA as at the Policy Commencement Date is 3.00 pm.

35. Right to Defer the Unit Transactions

The interests of the policyholders holding Units but not involved in transactions shall not be affected while establishing the Unit Price for transactions into and out of a Fund. If in the opinion of the Company, the exercise of any transaction by a policyholder at a Unit Price determined by the procedures given herein above in Section 1,

would be materially unfair to the remaining policyholders, then all transactions to and from such Funds will be suspended for upto 30 days to allow the transactions to be exercised at a Unit Price that would not be materially unfair. The deferment of transactions will be with prior consultation with the IRDA. If the Company defers the transaction, then the Company will use the Unit Price of the day on which the transaction actually takes place. The Company shall send notice to the Policyholder should such a situation arise.

36. Non-Participation in Profit

This Policy shall participate only in the performance of the underlying Funds.

37. Fund Closure:

Although the Funds are open ended, the Company may, in its sole discretion close any of the Funds on the happening of any event, which in the sole opinion of the Company required the said Fund to be closed. The Policyholder/Life Assured shall be given at least three months prior written notice of the Company's intention to close any of the Funds and on and from the date of such closure, the Company shall cease to issue, redeem and cancel Units of the said Fund and cease to carry on business activities in respect of the said Fund. In such an event if the Units are not withdrawn or switched to another Fund by the Policyholder/Life Assured, the Company will switch the said units to any another Fund at its sole discretion. However no fee would be charged for switching to another Fund in the event of such closure of Funds.

38. Unit Statement

The Company will issue Unit Statement to the Policyholder at every Policy Anniversary or on the happening of any Unit transaction under the Policy except due to deduction of the Charges as mentioned in Section 33

Dated at _____ this ___Day of _____200 .

For and behalf of Bajaj Allianz Life Insurance Insurer

Authorised Signatory