

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

POLICY DOCUMENT

This Policy is issued on the basis of the information given and declaration 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 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. **"Accident"** means bodily injury caused by external, violent and visible means and such injury shall within 180 (one hundred and eighty) days, of its occurrence, solely, directly and independently of any other cause result in the Life Assured's death.
- c. **"Annual Premium"** is an amount of Regular Premium payable by the Policyholder in a Policy Year.
- d. **"Business Day"** is the common working day of the Corporate Office of the Company.
- e. **"Charges"** means the charges applicable to this Policy as detailed in Section 35 and Section 36 below.
- f. **"Company"** refers to BAJAJ ALLIANZ LIFE INSURANCE COMPANY LIMITED.
- g. **"Current Assets"** include cash balance, bank Fixed Deposits and CDs, commercial papers, accrued investment income (not due and due but not received) and other receivables if any.
- h. **"Current Liabilities and Provisions"** includes any amount payable for the investments, the expenses for the brokerage and transaction cost, non performing assets, Fund Management Charges and any other Charge as approved by the Insurance Regulatory and Development Authority (IRDA) including any applicable service tax.
- i. **"Date of Commencement of Risk"** means the date specified in the Schedule from which the risk cover of the Life Assured commences under the Policy.
- j. **"Date of Discontinuance"** means the date on which the Company receives the written communication from the Policyholder, as per section 5 a) below, to discontinue the Policy (Option II) OR if the Company does not receive any written communication from the Policyholder then the date at the expiry of 30 days from the date of receipt of the discontinuance notice by the Policyholder in accordance with Section 15 below.
- k. **"Discontinued Policy"** means the Policy wherein the Policyholder has discontinued the payment of Regular Premium and as a result of that the Policy has been subject to the action as per Section 5 below.
- l. **"Discontinued Policy Fund"** means a segregated fund, maintained by the Company, that is set aside and is constituted by the discontinuance fund value of the Discontinued Policies, determined in accordance with the IRDA (Treatment of Discontinued Linked Insurance Policies) Regulation 2010 and any subsequent modification made therein by the IRDA.
- m. **"Fund"** means separately identifiable investment linked fund, set up by the Company and specified in the Schedule of Investment Fund.
- n. **"Life Assured"** means the person named in the Schedule whose life is assured under this Policy.
- o. **"Maturity Date"** means the date specified in the Schedule on which the Maturity Benefit as per Section 8 b) below shall become payable to the Policyholder.
- p. **"Monthly Due Date"** means the date corresponding numerically with the Policy Commencement Date in each subsequent month.

- q. **"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 mentioned in Section 8 a) below.
- r. **"Policy"** means the arrangements established by the Policy Document.
- s. **"Policy Anniversary"** means the date corresponding numerically with the Policy Commencement Date in each subsequent year during the Policy Term.
- t. **"Policy Commencement Date"** means the date of commencement of the Policy as specified in the Schedule.
- u. **"Policy Document"** means this policy wording and that of the Additional Rider Benefits, if any, 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.
- v. **"Policyholder"** means the adult person named in the Schedule who has concluded the Policy with the Company.
- w. **"Policy Term"** means the period between the Policy Commencement Date and the Maturity Date as specified in the Schedule.
- x. **"Policy Year"** means the year commencing on the Policy Commencement Date or a Policy Anniversary thereof.
- y. **"Premium Allocation Rate"** means the rate specified in the Schedule at which the premium will be applied to arrive at the Units to be allocated in the Unit Account in respect of any Regular Premium or Top Up Premium paid by the Policyholder.
- z. **"Premium Paying Term"** means the period specified in the Schedule during which the Regular Premium is payable.
- aa. **"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.
- bb. **"Regular Premium"** means the premium payable by the Policyholder at regular intervals during the Premium Paying Term in the amounts and at the frequency, both, as specified in the Schedule.
- cc. **"Regular Premium Fund Value"** is equal to the total number of Units pertaining to the Regular Premium existing in each Fund under this Policy multiplied by their respective Unit Price.
- dd. **"Sum Assured"** is the amount as specified in the Schedule, which is referred to, to determine the amount payable to the Nominee as per Section 8 a) below upon the death of the Life Assured after the Date of Commencement of Risk. The Sum Assured mentioned in the schedule shall increase automatically by an amount equal to one annual premium at each Policy Anniversary, starting from the sixth (6th) Policy Anniversary.
- ee. **"Top Up Premium"** means the amount of additional premium paid over and above the Regular Premium payable under the Policy.
- ff. **"Top Up Premium Fund Value"** is equal to the total number of Units pertaining to the Top Up Premium existing in each Fund under this Policy multiplied by their respective Unit Price.
- gg. **"Top Up Sum Assured"** means the additional sum assured which is referred-to, to determine the amount payable to the Nominee as per Section 8 a) below upon the death of the Life Assured after the Date of Commencement of Risk and calculated in accordance with Section 9 b) below.
- hh. **"Unit"** means a proportionate part of a Fund created to determine the Unit Price.
- ii. **"Unit Account"** means individual account created and administered by the Company for a Policy and consisting of Units, which are valued by reference to the Unit Price of a Fund.
- jj. **"Unit Price"** means the value per Unit calculated in Rupees as follows:
Unit Price = Net Asset Value ('NAV') divided by the total number of Units existing in the Fund as at the Valuation Date. This calculation will be done before creation/redemption of units.

Bajaj Allianz iGain-III Insurance Plan
UIN: 116L099V01

The NAV of the Fund shall be computed as the market value of the investment existing in the Fund plus value of Current Assets less value of Current Liabilities and Provisions, if any.

kk. "**Valuation Date**" refers to the date when the Unit Price of the Fund is determined.

2) Policy Description

- a) The Policy is a limited premium payment, regular premium, unit linked, endowment plan.
- b) On the Policy Commencement Date, the Company shall open a Unit Account. The Regular Premium and Top Up Premium, if any, paid by the Policyholder will be used to allocate Units in the Unit Account after applying the Premium Allocation Rate specified in the Schedule, in one or more of the available Funds and in the proportions as applicable to the Portfolio Strategy (as per Section 29 below) specified by the Policyholder in the Proposal Form or as subsequently notified by the Policyholder to the Company through a written application from time to time per Section 9 f) below. Switches between the Funds/Portfolio Strategy may be made by the Policyholder per Section 9 g) below.
- c) The Premium Allocation Rate may vary according to the Policy Year of the due date of Regular Premium and based on whether it is Regular Premium or Top Up Premium
- d) The Policy enables the Policyholder to participate only in the investment performance of the Funds 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 assets, the profits or surplus of the business of the Company.
- e) The Policy provides additional cover on death of the Life Assured due to an Accident

3) Regular Premium

- a) Regular Premium is payable in full by the due date during the Premium Paying Term. The Company does not have any obligation to issue a notice that Regular Premium is due or for the amount that is due.
- b) The Company will not accept any amount less than the Regular Premium due as the Regular Premium.
- c) The Regular Premium once chosen at the Policy Commencement Date cannot be changed subsequently.

4) Premium Allocation

Units are allocated under the Policy depending on the amount of Regular Premium and Top Up Premium received, the Premium Allocation Rate and the Unit Price of each Unit on the date of allocation. Such allocations may be made up to 1/10,000th of a Unit or such other fraction as the Company may decide from time to time.

5) Non payment of Regular Premium and Forfeiture

- a) If a Regular Premium is not paid before the expiry of the grace period, which is 15 days for monthly mode and 30 days for other modes, a discontinuance notice will be sent by the Company to the Policyholder within 15 days from the date of expiry of the grace period. The Policyholder shall be required to choose and comply with one of the following options within 30 days of receipt of such discontinuance notice in accordance with Section 15 below.
 - (i) Option (I) - Pay all due Regular Premiums and keep the Policy in force, OR
 - (ii) Option (II) - Convert to Discontinued Policy without any risk cover.Option (II) will be the default option in case the Policyholder does not comply with the Option (I).
- b) If five (5) full years' Regular Premiums have not been paid, then on the Date of Discontinuance of the Policy, all the insurance cover will cease immediately and the Regular Premium Fund Value less the Discontinuance Charge, if any as per Section 35 below, plus the Top Up Premium Fund Value, if any, will be transferred to the Discontinued Policy Fund. Such a Discontinued Policy can be revived as per Section 6 below otherwise the Discontinuance Value as per section 8d) below shall be payable.

- c) If at least five (5) full years Regular Premiums have been paid but any of the subsequent Regular Premiums is unpaid then on the Date of Discontinuance of the Policy, the Surrender Value as per Section 8 c) below shall be paid to the Policyholder and the Policy will terminate. Such a Discontinued Policy cannot be revived
- d) From the due date of first unpaid Regular Premium till the Date of Discontinuance of the Policy all the insurance cover shall continue subject to deduction of all the applicable Charges per Section 35 and Section 36 below.

6) Revival

- i) The Discontinued Policy under Section 5b) above can be revived subject to the following:
 - a) The Company receives the request for revival by the Policyholder within two (2) years from the Date of Discontinuance of the Policy but before the fifth (5th) Policy Anniversary i.e. before the expiry of the lock-in period
 - b) All the due but unpaid Regular Premiums are paid and
 - c) Such information and documentation as may be requested by the Company is submitted by the Policyholder at his own expense.
 - d) The Company may disallow the revival of the Policy on the original Policy Terms and Conditions.
- ii) On revival of the Discontinued Policy under Section 5b) above, the Discontinuance Value of the Policy together with the amount of Discontinuance Charge (without any interest) as deducted by the Company on the Date of Discontinuance of the Policy, shall be split into Regular Premium Fund Value and the Top Up Premium Fund Value, if any, in the same proportion as existed on the Date of Discontinuance and will be allocated across the various Funds at their prevailing Unit Price again in the same proportion as it existed on the Date of Discontinuance.

7) Foreclosure

After five (5) Policy Years, if the Regular Premium Fund Value becomes insufficient for deduction of all applicable charges as per Section 35 and Section 36 below, the Policy will be foreclosed with immediate effect and surrender value as on the date of foreclosure shall be paid to the Policyholder.

8) Policy Benefits

a) Death Benefit

- 1) On the death of the Life Assured before the Maturity Date, the Company, subject to Sub Section 2), Section 13 and Section 20 below, provided the Policy has not been terminated per Section 27 below, shall pay the following amount to the Nominee/Policyholder:

i) If the Life Assured dies before attaining Age 60 years

Higher of:

- The Sum Assured in respect of Regular Premium less the Regular Premium Fund Value withdrawn by all Partial Withdrawals, per Section 9 a) below, in the 24 months immediately prior to the date of death
- Or
- The Regular Premium Fund Value as on the date of receipt of intimation of death at the Company's office.

Plus, higher of:

- The Top Up Sum Assured, if any, less the Top Up Premium Fund Value withdrawn by all Partial Withdrawals, per Section 9 a) below, in the 24 months immediately prior to the date of death.

Or

- The Top Up Premium Fund Value, if any, as on the date of receipt of intimation of death at the Company's office.

ii) If the Life Assured dies on or after attaining Age 60 years

Higher of:

- The Sum Assured in respect of Regular Premium less the Regular Premium Fund Value withdrawn by all Partial Withdrawals, per Section 9 a) below, within 24 months immediately prior to attaining Age 60 years and all subsequent Partial Withdrawals of Regular Premium Units made after attaining Age 60 years.

Or

- The Regular Premium Fund Value as on the date of receipt of intimation of death at the Company's office.

Plus, higher of:

- The Top Up Sum Assured, if any, less the Top Up Premium Fund Value withdrawn by all Partial Withdrawals, per Section 9 a) below, within 24 months immediately prior to attaining Age 60 years and all subsequent Partial Withdrawals of Top Up Premium Units made after attaining Age 60 years.

Or

- The Top Up Premium Fund Value, if any, as on the date of receipt of intimation of death at the Company's office.

iii) If death of the Life Assured occurs after attaining Age of 7 years but due to an Accident, during the Policy Term and provided payment of Regular Premiums have not been discontinued, an additional benefit, equal to the prevailing Regular Premium Sum Assured and the Top Up Premium Sum Assured, if any shall be payable.

2) For a Discontinued Policy, the Discontinuance Value as on date of intimation of death of the Life Assured will be payable to the Nominee/Policyholder , subject to Section 20 below, provided the Policy has not been terminated as per Section 27 below.

b) Maturity Benefit

If the Policy has not been terminated as per Section 27 below, then the Regular Premium Fund Value and the Top up Premium Fund Value , if any, as on Maturity Date shall be payable to the Policyholder as a maturity benefit.

c) Surrender Value

i) If five (5) Policy Years' Regular Premiums have been paid in full, then from the sixth Policy Year the Policyholder may, at any time, surrender the Policy and avail Surrender Value. The Policy surrender is not allowed before the fifth Policy Anniversary.

ii) The Surrender Value will be equal to the Regular Premium Fund Value plus the Top Up Premium Fund Value, if any.

iii) The Regular Premium Fund Value and the Top Up Premium Fund Value, if any, shall be calculated at the prevailing Unit Price across all Funds as on date of surrender of the Policy.

d) Discontinuance Value

i) The Discontinuance Value of the Policy will be the higher of

a) The Regular Premium Fund Value less the Discontinuance Charge, if any, per Section 35 below, plus the Top Up Premium Fund Value, if any, all as on Date of Discontinuance, accumulated at the rate of return earned on the Discontinuance Policy Fund net of Fund Management Charge (FMC)

OR

b) The Regular Premium Fund Value less the Discontinuance Charge, if any, per Section 35 below, plus the Top Up Premium Fund Value, if any, all as on Date of Discontinuance, accumulated at the minimum guaranteed rates of investment return. The minimum guaranteed rates of investment return is same as the rates of interest as applicable to the Savings Bank Account of State Bank of India during the period the Policy was in discontinuance.

ii) The Discontinuance Value shall be payable to the Policyholder after the lock-in period of five (5) years, i.e., after the fifth (5th) Policy Year or on death of the Life Assured, whichever is earlier, provided the Policy has not been revived as per Section 6 above.

iii) As per the "IRDA (Treatment of Discontinued Linked Insurance Policies) Regulation, 2010", the current Fund Management Charge on the Discontinuance Policy Fund is 0.50% per annum.

iv) The Fund Management Charge as mentioned in Sub-Section i)a) above and the minimum guaranteed rates of investment return as mentioned in Sub-Section i)b) above, for the calculation of the Discontinuance Value may change from time to time as per the IRDA guidelines in future.

e) Additional Rider Benefits

The Additional Rider Benefits, if any, as specified in the Schedule shall be subject to the terms, conditions and exclusions of the respective Rider(s).

9) Flexibilities

The Policyholder may, subject to the approval of the Company, exercise any of the following options by using the application form specified by the Company and meeting the conditions set out therein:

a) Partial Withdrawal

i) The partial withdrawal of Units at the prevailing Unit Price is allowed anytime after the completion of five years from the Policy Commencement Date provided:

(1) The Regular Premiums for first five full Policy Years have been paid in full.

(2) The Company has received a written notice from the Policyholder specifying the amount to be withdrawn.

(3) The minimum amount of withdrawal is Rs.5,000/- and the remaining balance of Regular Premium Fund Value after the proposed partial withdrawal is at least three times of the Annual Premium.

(4) The Life Assured is not a minor.

ii) If the Life Assured is a minor, the partial withdrawals shall be allowed only after the Life Assured attains the Age 18 years.

iii) For the purpose of partial withdrawals, each payment of Top Up Premium shall have a lock-in period of five years from the date of payment of such Top Up Premium.

- iv) All partial withdrawals will be first made from eligible Top Up Premium Fund Value, if any, on First in First out (FIFO) basis. Once the eligible Top Up Premium Fund Value is exhausted, further partial withdrawals will be made from the Regular Premiums Fund Value subject to the condition per Sub-Section (i) above.
- v) The Company may at any time vary the minimum value of Units to be withdrawn and/or the minimum balance of value of Units to be maintained after such partial withdrawals upon giving a written advance notice of three months, subject to prior approval from the IRDA
- vi) A Miscellaneous Charge as per Section 35 f) and Section 36 below shall be charged on each partial withdrawal.

b) Top Up Premium

- i) Except during the last 5 Policy Years, the Policyholder shall have the option to pay unlimited Top Up Premium at any time subject to Sub-Section iii) below, provided all due Regular Premiums have been paid.
- ii) The amount of Top Up Premium paid shall determine the Top Up Sum Assured. The chosen Top Up Sum Assured should fall between 1.25 to 5 times of Top Up Premium paid for current Age less than 45 years and 1.1 to 5 times of Top Up Premium paid for other ages (the default choice is 1.25 times for current Age less than 45 years & 1.1 times for other ages).
- iii) The Company reserves the right to call upon and request for any information/ documentation to verify the good health of the Life Assured and may require the Life Assured to undergo any medical examination for this purpose and may refuse to accept the Top Up Premium under the Policy. The Top Up Sum Assured will be subject to the acceptance of risk by the Company and communication to the Policyholder.
- iv) The minimum Top Up Premium payable is Rs. 5,000, subject always to the Company's right to alter this minimum amount payable from time to time, subject to prior approval from the IRDA.
- v) There would be a 5-years lock-in period for each Top Up Premiums. The lock-in period for each Top Up Premium shall be applicable from the date of payment of the Top Up Premium. Payment of Top Up Premium is not permitted during the last five Policy Years

c) Option to change the Premium Paying Term

The Policyholder may change the Premium Paying Term at any time subject to the minimum and maximum Premium Paying Term and subject to the minimum premium allowed under this Policy, provided

- i) All due Regular Premium till the date of such request are paid.
- ii) The revised Premium Paying Term is an integral number.
- iii) Such option is exercised before the expiry of the existing Premium Paying Term.
- iv) Miscellaneous charge, as mentioned in Section 35 f) and Section 36 below, will be applicable for the option.

d) Option to Decrease Sum Assured

The Policyholder may decrease the Sum Assured with respect to the Regular Premium and/or Top-up Premium under the Policy at any Policy Anniversary subject to the following:

- i) All due Regular Premiums have been paid.
- ii) The reduced Sum Assured (with respect to Regular Premium) should not fall below the higher of 115% of the total Regular Premium paid or the minimum Sum Assured allowed under the product.
- iii) The reduced Top Up Sum Assured should not fall below 1.25 times of the Top Up Premium for Age less than 45 years and 1.1 times of the Top Up Premium for the other Ages. Where Age refers to age of the Life Assured when the Top-up Premium was paid.

- iv) Miscellaneous charge, as mentioned in Section 35 f) and Section 36 below, will be applicable for the option.

e) Option to change the Regular Premium payment frequency

- a. The Policyholder may change the Regular Premium payment frequency to yearly, half yearly, quarterly or monthly, subject to the minimum Regular Premium for the respective frequency of payment allowed under the plan.
- b. Monthly frequency is allowed only for salary deductions scheme and Electronic clearing service.
- c. Miscellaneous charge, as mentioned in Section 35 f) and Section 36 below, will be applicable for the option.

f) Premium Apportionment

- i) If the Policyholder has chosen the 'Investor Selectable Portfolio Strategy' per Section 29 a) below :
 - 1) The Policyholder may at any Policy Anniversary change the apportionment of Regular Premium and/or Top Up Premium (allocated to each fund) among various Funds as offered by the Company by giving a written notice to the Company in writing at least 30 days before the Policy Anniversary.
 - 2) The minimum Regular Premium proportion to any Fund is 5%. The Company reserves the right to revise the minimum proportion upon giving a written notice of not less than three months, subject to prior approval from the IRDA.
- ii) If the Policyholder has chosen the Wheel of Life Portfolio Strategy, per Section 29 b) below, the Policyholder will not have the option to choose the proportion. The apportionment of the allocated premium will be as per the Wheel of Life Portfolio Strategy table, under Section 29 b) below

g) Switching between Portfolio Strategies / Funds

- i) The Policyholder may switch Units from one Portfolio Strategy to another, by giving 30 days advance written notice to the Company, provided all due Regular Premiums have been paid.
- ii) The Policyholder may exercise the option to switch out of one Portfolio Strategy to another only at a Policy Anniversary.
- iii) If the Policyholder has chosen the Investor Selectable Portfolio Strategy,
 - 1) The Policyholder can switch Units from one Fund to other, by informing to the Company in writing.
 - 2) The minimum switching amount is Rs.5, 000 from one Fund or the total value of Units held by the Policyholder in the Fund to be switched-from, whichever is lower.
- iv) Switching of Units between Funds under Wheel of Life Portfolio Strategy shall not be allowed.
- v) The Company shall effect the switch by redeeming Units from the Portfolio Strategy / Fund to be switched from and allocating new Units in the Portfolio Strategy / Fund being switched to at their respective Unit Price.
- vi) The Policyholder may exercise unlimited free switches during the Policy Term.
- vii) If the Policyholder has switched to Wheel of Life Portfolio Strategy at any subsequent Policy Anniversary
 - 1) The Company will reallocate the Regular Premium Fund Value and Top Up Premium Fund Value, if any, among various funds in the proportion mentioned in the table in Section 29 (b) below depending on the outstanding Years to Maturity of the Policy
 - 2) The Regular Premiums and the Top Up premiums, if any, paid in that particular Policy Year will also be allocated in the same proportion.

h) 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 exercising the Settlement Option and the Company has accepted the request, the Maturity Benefit as specified in Section 8 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 Settlement Option can only be exercised by the Policyholder.
- iii) The amount paid out to the Policyholder in each instalment will be the outstanding Regular Premium Fund Value and Top Up Premium Fund Value, if any, at that date divided by the number of outstanding instalments.
- iv) Instalment payments will be made by redeeming Units from 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.
- v) All Charges (except the Mortality Charge and Rider Premium Charge, if any) shall be deducted as per Section 35 and Section 36 below during the period of the Settlement Option. If the value of Units in any Fund falls to the extent that it is insufficient to support the deduction of proportionate monthly Charges, then the same shall be deducted proportionately from other Funds.
- vi) No Death Benefit or Additional Rider Benefit will be available to the Life Assured during the period of the Settlement Option.
- vii) In case of death during the period of Settlement Option, the Regular Premium Fund Value and Top Up Premium Fund Value, if any, shall be paid to the Nominee and the Policy will terminate.
- viii) No Partial withdrawals or Switches are allowed during the period of the Settlement Option.
- ix) The Policyholder has the option to withdraw the Regular Premium Fund Value and the Top Up Premium Fund Value, if any, completely, at anytime during the period of Settlement Option at the applicable Unit Price.

PART "A" - GENERAL CONDITIONS

10) Age Proof

- a) The Mortality Charge payable under the Policy is calculated on the basis of the Life Assured's Age and gender 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 shall 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 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 discontinued/terminated with immediate effect by the Company and:
 - (1) If the Policy is discontinued before the fifth (5th) Policy Anniversary, the Discontinuance Value, per Section 8 d) above, shall become payable at the end of the fifth (5th) Policy Year,
 - (2) If the Policy is terminated after the fifth (5th) Policy Year, the Surrender Value, as per Section 8c) above, shall be payable immediately.
 - 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.
 - iii) If the Life Assured's correct Age is lower 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") from the next Monthly Due Date.

11) Assignment and Nomination

- a) Subject to the provisions as contained in Section 38 of the Insurance Act, 1938, no assignment shall be operative as against the Company unless and until the Company receives a written notice of assignment along with the endorsement upon the Policy or instrument of assignment or a copy thereof certified to be true by both assignor and assignee or their duly authorised agent.
- b) If the Policyholder and the Life Assured is the same person, the Policyholder may at any time specify in writing a Nominee, whose details will be specified in the Schedule, to receive benefits payable under Section 8 a) above upon the Life Assured's death. If the Nominee is a minor, the Policyholder shall also appoint a person to receive the money during the minority of the Nominee, as specified in the Schedule. 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 of the Policyholder.
- d) Any assignment shall automatically cancel any nomination.

- e) The Company assumes no responsibility or liability for the validity or sufficiency of any assignment or nomination or, if the assignment or nomination is not notified to the Company in writing, in recording the assignment or registering the nomination or change in assignment or nomination.
- f) Assignment will not be permitted where the Policy is issued under the Married Women's Property Act 1874.

12) Policy Loans

No Policy Loan is available under this Policy.

13) Exclusions

a) **Suicide Exclusion**

If the Life Assured attempts suicide whether sane or insane, within one year from the Date of Commencement of Risk or from the date of latest revival then irrespective of whether the death of the Life Assured actually occurs within the said period of one year or beyond the period of one year from the Date of Commencement of Risk or from the date of latest revival as a result of the said attempt of suicide, the Company's liability shall be limited to the extent of the Regular Premium Fund Value and Top Up Premium Fund Value, if any, as on the date of intimation of death of the Life Assured at the Company's office.

b) **Other Exclusion**

The Company shall have no obligation to make payment of an additional Sum Assured per Section 8 a) 2) above, in case of death due to an Accident of the Life Assured if Accident is directly or indirectly caused by, related to, or arises from:

- Committing any breach of law;
- Being under the influence of alcohol or drugs other than prescribed by and taken in accordance with the directions of a registered medical practitioner;
- Self-inflicted injuries whilst sane or insane;
- Participation in any naval, military or air force operation;
- Participating in or training for any dangerous or hazardous sport or competition or riding or driving in any form of race or competition;
- Suicide;
- Participation in aviation, gliding or any form of aerial flight other than as a fare paying passenger of a recognized airline on regular routes and on a scheduled timetable;
- Failure to seek or follow medical advice;
- War, invasion, civil war, rebellion, riot;
- If the age of the Life assured is of less than 7 years

14) Non-disclosure & Fraud

- a) If the Policyholder has either not disclosed all facts or has misrepresented facts (in the Proposal Form, 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 paid under or in respect of the Policy.
- b) 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.

15) **Notices**

Any notice (including discontinuance notice under Section 5 a) above, direction or instruction under this Policy shall be in writing and if it is to:

a) The Policyholder or the Life Assured:

1. 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.
2. Notice and instructions shall be deemed served to 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, whichever is earlier.
3. The Company shall not be responsible for any consequences arising out of non-intimation of change of the Policyholder's address. In case the notice comes back to the Company undelivered to the Policyholder due to any reason, the notice shall be deemed to have been served to the Policyholder on the 7th (seventh) day from the date of dispatch of the notice by the Company, without any obligation upon the Company to make any attempt again towards dispatch of the notice which was returned undelivered.

b) The Company, shall be submitted by hand, post, facsimile or e-mail to:

Bajaj Allianz Life Insurance Company,
GE Plaza, Airport Road,
Yerawada, Pune - 411006
Toll Free No. 1800225858
Email: life@bajajallianz.co.in

16) **Electronic Transactions**

Subject to Section 15 above, the Policyholder agrees to adhere to and comply with all such terms and conditions as the Company may prescribe from time to time with regard to all transactions and hereby agrees and confirms that all transactions (other than those requiring a written notice or communication under this Policy) effected by or through facilities for conducting remote transactions including the Internet, World Wide Web, electronic data interchange, call centers, tele-service 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.

17) **Free Look Period**

Within fifteen (15) days [thirty (30) days in case this Policy is issued under the provisions of IRDA Guidelines on Distance Marketing of Insurance Products] of the receipt of this Policy, the Policyholder may, if dissatisfied with

any of the terms and conditions for any reason, give the Company a written notice of cancellation along with reasons for the same, and return the Policy Document to the Company, subject to which the Company shall send the Policyholder a refund comprising the first Regular Premium and the Top Up Premium, if any, paid less the proportionate risk premium for the period the Life Assured was on cover and the expenses incurred on medical examination and stamp duty charges. The refund paid to the Policyholder will also be reduced or increased (as applicable) by the amount of any reduction or increase in the Regular Premium Fund Value and Top Up Premium Fund Value, if any, due to a fall or rise in the Unit Price between the date of allocation and redemption of Units (without reference to any Premium Allocation Rate or Charges). Financial constraint shall not be construed as a sufficient reason for cancellation of Policy within the Free Look Period.

18) Currency

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

19) 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 the purpose.

20) Payment of claim

The Company shall be under no obligation to make any payment under Section 8 a) above unless and until the Company has received from the Policyholder (or the Nominee, or legal heirs, and at no expense to the Company) any information and documentation it requests, including but not limited to:

- i) Written notice as soon as possible and in any event within 180 days of the death of the Life Assured, and the circumstances resulting to the death of the Life Assured.
- ii) The claimant's proof of entitlement to receive payment under the Policy.
- iii) Original Policy Document.
- iv) Original death certificate of the Life Assured issued by a competent authority.
- v) Medical cause of death certificate from the doctor who last attended to the Life Assured or from the hospital in which the death occurred.
- vi) If the death is an Accidental Death; a copy of First Information Report (FIR) and Post Mortem Report (PMR). Post Mortem Report is mandatory for claiming the death benefit due to an Accident under the Policy.
- vii) Any other document as asked for by the Company depending on the facts and circumstances of each case.

21) 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 document. The Company will charge a miscellaneous charge specified in Section 35 f) and Section 36 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.

22) Grievance Redressal

In case you have any query or compliant/grievance, you may contact any nearest Customer Care Center during the Company's office hours from 9 am to 6 pm. Alternatively, you 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 at: Toll Free No. 1800225858

By Fax at: 020-6602-6789

By Email: life@bajajallianz.co.in

In case you are not satisfied with the resolution provided to you by the above office, or have not received any response within 10 days, or you have any suggestion in respect of this Policy or on the functioning of the office, you may contact the following official for resolution:

Grievance Redressal Officer
Bajaj Allianz Life Insurance Company Ltd.
GE Plaza, Airport Road, Yerawada, Pune - 411006
Contact No: _____
Fax No. _____

23) Ombudsman

- a) In case you are not satisfied with the decision/resolution of the Company, you may approach the Insurance Ombudsman if your grievance pertains to any of the following:
 - Insurance claim that has been rejected or dispute of a claim on legal construction of the Policy
 - Delay in settlement of claim
 - Dispute with regard to premium
 - Non-receipt of your insurance document
- b) The address of the Insurance Ombudsman is provided as Annexure 2 attached herewith. For the latest list of insurance ombudsman, please refer to the IRDA website at http://www.irdaindia.org/ins_ombusman.htm.
- c) The complaint should be made in writing and duly signed by the complainant or by his legal heirs with full details of the complaint and the contact information of complainant.
- d) Also please note that as per provision 13(3) of the Redressal of Public Grievances Rules 1998, the complaint to the Ombudsman can be made

- Only if the grievance has been rejected by the grievance redressal mechanism of the Company
- The complaint should be filed within a period of one year from the date of rejection by the Company
- The complaint should not be simultaneously under any litigation

24) 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.

25) Taxation

The Policyholder agrees to pay or allows the Company to deduct from the Unit Account or any of the benefits payable under this Policy, a sum on account of any tax or other payment which may be imposed by any legislation, order, regulation or otherwise, upon the Company, Policyholder or any other beneficiary, which in the opinion of the Company is necessary and appropriate.

26) Status of Insurance Agent

The insurance agent is only authorized by the Company to arrange completion and submission of the Proposal Form. The insurance agent is not authorized to act as the Company's legal representative or act in any other way on behalf of the Company. Information or payment given to the insurance agent should not be considered as having been given to the Company.

27) Termination Conditions

This Policy shall immediately and automatically terminate on the earliest occurrence of any of the following events:

- i) The Units in the Unit Account of the Policy are fully surrendered;
- ii) On receipt of intimation of death of the Life Assured at the Company's office.
- iii) On the Maturity Date, unless the Policyholder has opted for the Settlement Option
- iv) The expiry of the period for the Settlement Option
- v) On payment of Discontinuance Value.
- vi) On foreclosure of the policy

28) 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.

Bajaj Allianz iGain-III Insurance Plan
UIN: 116L099V01

Provided that nothing in the 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 Insured was incorrectly stated in the proposal.

PART "B" - SCHEDULE OF INVESTMENT FUNDS

29) The Policyholder will have the option to choose any one of the two Portfolio Strategies under this Policy effective from the Policy Commencement Date.

a) Investor Selectable Portfolio Strategy

Under this Portfolio Strategy, the Policyholder will have the following seven (7) Funds to choose from at the Policy Commencement Date:

Type of Funds

i) The following Funds are available as at the Policy Commencement Date:

1. Accelerator Mid-Cap Fund II
2. Equity Growth Fund II
3. Pure Stock Fund
4. Asset Allocation Fund
5. Blue chip Equity Fund
6. Bond Fund
7. Liquid Fund

ii) The Company may add, close, merge, modify or consolidate the Funds under this Policy with prior approval from the IRDA.

b) Wheel of Life Portfolio Strategy

Under this Portfolio Strategy, the Company will allocate the Regular Premiums and the Top Up Premiums, if any, as and when paid by the Policyholder after applying the Premium Allocation Rate and reallocate the Regular Premium Fund Value and the Top Up Premium Fund Value, if any, at each Policy Anniversary, into the various Funds mentioned below, based on the years to the maturity (as on the last Policy Anniversary) as per the table below.

Years to Maturity	Proportion in following three Funds (%)				Bond Fund	Liquid Fund
	Blue chip Equity Fund	Equity Growth Fund II	Accelerator Mid-Cap Fund II	Total		
20 & above	20	50	30	100	0	0
19	30	50	20	100	0	0
18	30	50	20	100	0	0
17	30	50	20	100	0	0
16	30	50	20	100	0	0
15	40	40	15	95	5	0
14	40	40	10	90	10	0
13	40	40	5	85	15	0
12	40	40	0	80	20	0
11	40	35	0	75	25	0
10	40	30	0	70	30	0
9	40	25	0	65	35	0
8	40	20	0	60	40	0
7	40	15	0	55	45	0
6	40	10	0	50	50	0
5	40	0	0	40	55	5
4	30	0	0	30	60	10

3	20	0	0	20	65	15
2	10	0	0	10	70	20
1	0	0	0	0	80	20

- i. The Policyholder understands and agrees that the proportion in the various Funds may change during a Policy Year from the allocation proportions mentioned in the relevant table above for reasons including fluctuations in the Unit Price and partial withdrawals.
- ii. Accordingly, at each Policy Anniversary it is agreed that the Company shall reallocate the Regular Premium Fund Value and the Top Up Premium Fund Value so as to achieve the proportions as mentioned in the above table and years to maturity. The Policyholder understands and agrees that in order to achieve this objective the Company may also switch Units between the various Funds at the prevailing Unit Price of the respective Funds.
- iii. It is expressly understood and agreed that (a) the Company's reallocation or switching shall be as circumstances reasonably permit; (b) the Company gives no guarantee or assurance of being able to maintain the proportions mentioned by reallocation or switching, and (c) the Company shall not be liable for any failure to achieve the proportions mentioned for any reason beyond the control of the Company or any consequence thereof.
- iv. The Company may change the proportions as may be applicable under the Portfolio Strategy with the prior approval of the IRDA.
- v. In case of Partial Withdrawal, the withdrawal of units from each fund will be done in the same proportion as the value of the Units held in that Fund as on date of withdrawal. The Policyholder will not have any choice to opt the Fund from which the partial withdrawal of Unit is to be done.

30) Valuation date

- a) The Company will value the Fund on each day the financial markets are open. However, the Company may value the Fund 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:
 1. 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.
 2. 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.
 3. 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.
 4. In the case of natural calamities, strikes, war, civil unrest, riots and bandhs.
 5. In the event of any force majeure or disaster that affects the normal functioning of the Company.
 6. If so directed by the IRDA.
- b) The Policyholder shall be suitably notified of such a situation if it arises.

31) Fund Management

The Fund is internally managed by the Company.

32) Investment Objectives

(a) Accelerator Mid-Cap Fund II: (SFIN: ULIF05206/01/10ACCMIDCA02116)

The investment objective of this Fund is to achieve capital appreciation by investing in a diversified basket of mid cap stocks and large cap stocks.

Indicative Portfolio Allocation:

Equity: Not less than 60%; Out of the Equity investment: Not less than 50% will be in mid cap stocks.

Bank deposits and money market instruments: 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 policy holders.

(b) Asset Allocation Fund: (SFIN: ULIF04528/09/07ASSETALLOC116)

The investment objective of this Fund will be to realize a level of total income, including current income and capital appreciation, which is consistent with reasonable investment risk. The investment strategy will involve a flexible policy for allocating assets among equities, bonds and cash. The fund strategy will be to adjust the mix between these asset classes to capitalize on the changing financial markets and economic conditions. The Fund will adjust its weights in equity, debt and cash depending on the relative attractiveness of each asset class.

Indicative Portfolio Allocation:

Equity: 0% - 100%

Debt & Money market instruments: 0% - 100%

(c) Bond Fund: (SFIN: ULIF02610/07/06BONDFUNDLI116)

The investment objective of this Fund is to provide accumulation of income through investment in high quality fixed income securities like G-Secs, and corporate debt rated AA and above.

Indicative Portfolio Allocation:

Debt and money market instruments: 100%

(d) Equity Growth Fund II: (SFIN: ULIF05106/01/10EQTYGROW02116)

The investment objective of this Fund is to provide capital appreciation through investment in select equity stocks that have the potential for capital appreciation.

Indicative Portfolio Allocation:

Equity: Not less than 60%

Bank deposits and money market instruments: 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 Policy holders.

(e) Bluechip Equity Fund: (SFIN: ULIF06026/10/10BLUECHIPEQ116)

The investment objective of this Fund is to provide capital appreciation through investment in equities forming part of National Stock Exchange NIFTY.

Indicative Portfolio Allocation:

Equity: Not less than 60%

Bank deposits and money market instruments: 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 policy holders.

(f) Liquid Fund: (SFIN: ULIF02510/07/06LIQUIDFUND116)

The investment objective of this Fund is to have a Fund that protects the invested capital through investments in liquid money market and short-term instruments like commercial papers, certificate of deposits, money market mutual funds, and bank FDs etc.

Indicative Portfolio Allocation:

Bank deposits and Money market instruments: 100%

(g) Pure Stock Fund: (SFIN: ULIF02721/07/06PURESTKFUN116)

The investment objective of this fund is to specifically exclude companies dealing in gambling, contests, liquor, entertainment (films, TV etc.), hotels, banks and financial institutions.

Indicative Portfolio Allocation:

Equity: Not less than 60%

Government Treasury bills (Non interest bearing), Bank Deposits and Money Market Instruments: 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 policy holders.

33) Risk Profile

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

Funds	Risk Profile
Accelerator Mid Cap Fund II	Very High
Equity Growth Fund II	Very High
Pure Stock Fund	Very High
Asset Allocation Fund	High
Blue chip Equity Fund	High
Bond Fund	Moderate
Liquid Fund	Low

34) Fund Provisions

a) Purpose of the Fund

The Company has established the above Funds from which it will make payment of all the benefits payable under this Policy.

b) Investment of the Funds

i) The selection of the underlying investments of each Fund established by the Company and the valuation of assets to which it is referenced shall be such as the Company, in its absolute discretion, may from time to time determine provided it satisfies the investment objectives set out in Section 32 above and any IRDA

Regulations as applicable from time to time. It is further provided that the assets of each Fund may comprise such proportion as the Company may determine including un-invested cash or any other assets whether or not this produces income.

- ii) All assets relating to each 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 in favour of any person.

35) **Charges**

The Charges mentioned below will be subject to the applicable service tax.

a) Mortality Charge

1. The Mortality Charge will be deducted at monthly intervals, by cancellation of Units allocated against Regular Premiums and Top Up Premiums, if any, at the rate as applicable to the attained Age and gender of the Life Assured, on the Date of Commencement of Risk and on subsequent Monthly Due Dates. 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.
2. The Mortality Charge is applied at the sum at risk, which is equal to higher of the sum assured minus all partial withdrawal from Regular Premium Fund Value (1) in last 24 months for attained ages before 60 years and all partial withdrawals from Regular Premium Fund Value (1) from age 58 onwards for attained ages after 60 years minus the Regular Premium Fund Value (1) and zero. If top up premium is paid, the sum at risk for units attributable to top up premium will be higher of the top up sum assured minus all partial withdrawal from Top Up Premium Fund Value (2) in last 24 months for attained ages before 60 years and all partial withdrawals from Top Up Premium Fund Value (2) from age 58 onwards for attained ages after 60 years minus the Top Up Premium Fund Value (2) and zero.
3. The Mortality Charge table per thousand sum at risk is given in Annexure I. The Company will charge an additional mortality charge of 1 per thousand of the sum assured for the inbuilt accidental death cover.

b) Fund Management Charge

Fund	Fund Management Charge per annum
Accelerator Mid Cap Fund II	1.35%
Equity Growth Fund II	1.35%
Pure Stock Fund	1.35%
Asset Allocation Fund	1.25%
Blue chip Equity Fund	1.25%
Bond Fund	0.95%
Liquid Fund	0.95%

c) Policy Administration Charge

Policy Administration Charge, as mentioned in the Schedule, will be deducted on each Monthly Due Date throughout the Policy Term and during the settlement period if Settlement Option has been opted

d) Premium Allocation Charge

This is a percentage of Regular Premium levied at the time of allocation of Regular Premium to the Unit Account. The Premium Allocation Charge is 2% in the Policy Years 1 to 5 and nil thereafter.

Top Up Premium Allocation Charge is 1%.

e) Switching Charge

The plan offers unlimited free switches.

f) Miscellaneous Charge

The Miscellaneous Charge would be charged at the rate of Rs.100/- per transaction in respect of change in Premium Payment Term, alteration of premium payment mode, decrease in Sum Assured, partial withdrawal or issuance of copy of Policy Document.

g) Discontinuance Charge

The Discontinuance Charge, as per table below, shall be applicable, to the Regular Premium Fund Value only, on the Date of Discontinuance of the Policy.

Where the Policy is discontinued during the Policy Year	Discontinuance charge for the Policies having Annualized Premium up to Rs. 25000/-	Discontinuance charge for the Policies having Annualized Premium above Rs. 25000/-
1	Lower of 20% of (Annual Premium or Regular Premium Fund Value) subject to maximum of Rs. 3,000	Lower of 6% of (Annual Premium or Regular Premium Fund Value) subject to maximum of Rs. 6,000
2	Lower of 15% of (Annual Premium or Regular Premium Fund Value) subject to maximum of Rs. 2,000	Lower of 4% of (Annual Premium or Regular Premium Fund Value) subject to maximum of Rs. 5,000
3	Lower of 10% of (Annual Premium or Regular Premium Fund Value) subject to maximum of Rs. 1,500	Lower of 3% of (Annual Premium or Regular Premium Fund Value) subject to maximum of Rs. 4,000
4	Lower of 5% of (Annual Premium or Regular Premium Fund Value) subject to maximum of Rs. 1,000	Lower of 2% of (Annual Premium or Regular Premium Fund Value) subject to maximum of Rs. 2,000
5 & above	Nil	Nil

No Discontinuance Charge will be applied on Units in respect of Top Up Premium

h) Rider Premium Charge

The Rider Premium Charge, if any, will be deducted at the rate the Company applies to the attained Age of the Life Assured and gender 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 Additional Rider Benefits, if any, as mentioned in the Schedule, remains in force. The Rider Premium charge may vary from year to year according to the attained Age of the Life Assured at the time of deduction of the same.

36) Recovery of Charges

a) The Fund Management Charge will be deducted from the NAV of the Funds while calculating the Unit Price.

- b) The Policy Administration Charge and the Mortality Charges will be deducted monthly at Monthly Due Dates by redemption of Units at the prevailing Unit Price.
- c) In the event that the Units are held in more than one Fund, the redemption of Units will be effected in the same proportion as the value of Units held in each Fund under the Policy. If the value of Units in any Fund falls to the extent that it is insufficient to support the deduction of proportionate monthly charges, then the same shall be deducted proportionately from the value of Units of the other Funds.

37) Change in Rate of Charges

- a) With prior approval from the IRDA, the Company reserves the right to revise the charges mentioned under Section 35 above.
- b) The Company shall send a notice to the Policyholder of any revision of the Charges. If the Policyholder objects in writing to the revision in the Charges within 30 days of the date stated in the notice of communication by the Company, he shall be allowed to withdraw the Units under the Policy at the then prevailing Unit Price and terminate the Policy. However, if such revision in charges occurs during the first 5 Policy Years, the Policyholder shall be allowed to discontinue the Policy and avail the Discontinuance Value per Section 8 d) above only at the end of the 5th Policy Year. If the Company does not receive a written objection from the Policyholder within 30 days of the date stated in the notice of communication by the Company, the Policyholder shall be deemed to have accepted the proposed changes.

38) Unit Transactions

- a) Allocation of Units
 - i) For Regular Premium or Top Up Premium received in cash or local cheques or demand drafts or requests for Fund switches received by the Company, by the closing time for the day as specified by the IRDA from time to time, the closing Unit Price of the day it is received shall be applicable. The closing time presently specified by the IRDA is 3:00 pm.
 - ii) For Regular Premium or Top Up Premium received in cash or local cheques or demand drafts or requests for Fund switches received by the Company, after the closing time for the day as specified by the IRDA from time to time, the closing Unit Price of the next Business Day shall be applicable. The closing time presently prescribed by the IRDA is 3:00 pm.
 - iii) For Regular Premium or Top Up Premium received through out station cheques, the closing Unit Price of the Business Day on which the cheque is cleared shall be applicable.
- b) Redemption of Units
 - i) For written applications received by the Company from the Policyholder for death, surrender, partial withdrawal, conversion to Discontinued Policy or switch out by the closing time for the day as specified by the IRDA from time to time, the closing Unit Price of the day it is received shall be applicable. The closing time presently prescribed by the IRDA is 3:00 pm
 - ii) For written applications received by the Company from the Policyholder for death, surrender, Partial Withdrawal, conversion to Discontinued Policy or switching on a day after the closing time for the day as specified by the IRDA from time to time, the closing Unit Price of the next Business Day shall be applicable. The closing time presently prescribed by the IRDA is 3:00 pm

39) Right to Defer the Unit Transactions

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 jj) above, would be materially unfair to the remaining Policyholders, then all transactions to and from such Funds will be suspended for up to 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.

40) Non-Participation in Profits

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

41) 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 36) above. No Unit Statement shall be issued for the Discontinued Policy.

Dated at _____ this ___Day of _____200_

For and on behalf of Bajaj Allianz Life Insurance Company Limited

Authorised Signatory