

BAJAJ ALLIANZ LIFE INSURANCE COMPANY

BAJAJ ALLIANZ SWARNA VISHRANTI (DEFERRED ANNUITY)

Policy Document

1. Benefits Payable:

a) (i) On the death of life assured before the date of vesting, the spouse will have the following options:

1. Receive the Sum Assured and the accumulated bonuses.

OR

If the age of spouse is above 45 years the following options are also available:

1. Sum Assured, along with the accumulated bonuses declared will be used to purchase an immediate annuity for the spouse from the company, at the immediate annuity rates of the Company prevailing at that time or from any other institution in the open market as chosen by the spouse.

or

2. Receive in lump sum a part of the Sum Assured plus accumulated Bonuses -The balance amount will be used to purchase an immediate annuity for the spouse from the company, at the immediate annuity rates of the Company prevailing at that time or from any other institution in the open market as chosen by the spouse.

(ii) On the death of life assured after the date of vesting:

This will be governed by the conditions specified in the immediate annuity policy purchased on the life of the Life Assured as per b)1 and b)2 hereunder.

b) On the survival of the Life Assured to the date of vesting:

1. On the date of vesting, the Sum Assured, along with the accumulated bonuses declared, may be used to purchase from the company an immediate annuity for the life assured, at the immediate annuity rates of the Company prevailing at that time or from any other institution in the open market as chosen by the life assured.

or

2. The life assured may receive in lump sum up to a maximum of 33% of the Sum Assured plus accumulated Bonuses on the vesting date. The balance amount will be used to purchase from the company an immediate annuity for the life assured, at the immediate annuity rates of the Company prevailing at that time or from any other institution in the open market as chosen by the life assured. The policyholder has to exercise this option at least 6 months before the vesting date.

c) Under a) and b) above if the immediate annuity is purchased from the Company, the rates applicable will be the rates of the Company prevailing at the time of purchase

and the annuity instalments shall be marked up as applicable in the immediate annuity product available at that time.

2. Minimum Annuity Instalment

There will be a minimum instalment of annuity from Bajaj Allianz Life Insurance Company depending on the immediate annuity product available on that time. The annuity frequency may be changed to make each instalment more than minimum requirement. If it is still below the minimum, the amount available for purchasing immediate annuity may be paid in a lump sum, if permissible subject to applicable tax laws.

3. Bonus

Bonus, wherever referred to in this policy will comprise of the following:

- a) Reversionary Bonus: At the end of each financial year the Company may declare a rate of reversionary bonus expressed as a percentage. This percentage shall be applied to the sum assured plus existing declared reversionary bonuses to determine the amount of reversionary bonus to be added to the policy at the year-end. Reversionary bonus, once declared, shall vest in the policy and shall be payable along with and in the same manner as the sum assured.
- b) Special Bonus : The company may declare a one time special bonus at the end of the financial year. The special bonus will not be reckoned for determining the amount of reversionary bonus to be added to the policy as a result of reversionary bonus declarations in subsequent years.
- c) Interim Bonus: In the event of a death claim part way through a financial year or before the valuation result is declared, an interim bonus may be payable as per the actuary's recommendation.
- d) Terminal Bonus: Furthermore, on death or vesting after 15 (fifteen) policy years, the company may pay terminal bonus for in force policies at the rates declared in the immediately preceding valuation.

4. Payment of Premiums

- i) Premiums are payable on the due dates. However, a grace period of one month but not less than 30 (thirty) days shall be allowed under any circumstances whatsoever. If the death of the Life Assured occurs during the grace period the benefits payable on death under this Policy shall be paid as if the policy was in force for full sum assured after deduction of the premium then due.
- ii) Premiums shall be payable on the due dates within the grace period allowed without there being any obligation on the company to notify the Life Assured / Policy holder of the due dates. Where the premiums have not been paid on the due dates or even during the grace period, the Policy shall lapse. Policies which have lapsed without acquiring paid up value are not entitled for any benefits. Policies which have acquired paid up value are entitled to benefits as per clause 7.

5. Non-forfeiture:

In the event of non-payment of premiums due under this policy within the grace period the policy will continue in paid-up form provided that it has acquired a surrender value.

6.Surrender Value:

a. Before the date of vesting

A policy acquires surrender value provided three full years premiums are paid. However for premium paying terms of five and six years the policy acquires surrender value after two full years premiums are paid. The minimum guaranteed surrender value will be equal to 30 % (thirty percent) of all premiums paid excluding the first year premium and the premiums for all additional benefits. After a policy has been surrendered the policy shall cease and all benefits and additional benefits shall cease.

The surrender value will be subject to tax laws as prevailing at that time.

b. On or after date of vesting

No surrender value is payable once the policy has vested.

7. a) Paid-up Value:

If premium payments are discontinued after the policy has acquired surrender value, the policy will be converted to a reduced paid-up policy. Under a reduced paid-up policy the basic sum assured would be reduced by a factor equal to the proportion of the number of premiums paid corresponding to the total number of premiums payable. The vested reversionary bonus as on the premium ceasing date shall remain attached to the policy. A paid up policy will not accrue any further bonus. All additional benefits will cease when a policy is converted to reduced paid-up.

In the event of the death of the life assured before the date of vesting, options defined under 1a are applicable for the paid up value. In the event of life assured surviving till the date of vesting, options defined under 1b are applicable to the paid up value. Also the minimum annuity installment condition defined in 2 is applicable.

8.Non disclosure:

In case of non-disclosure or fraud or misrepresentation in any document leading to the acceptance of the risk, the company may at its discretion repudiate the claim, subject to Section 45 of the Insurance Act.

9. Taxation

The policies issued under this plan are currently subject to section 80 CCC (1). All policy payments made by Bajaj Allianz Life Insurance Company under this plan will be subject to tax as per the provisions and existing tax guidelines prevalent at the time of payment .

10.Special Provision

All rider benefits opted for under this plan are available only till age 65 or date of vesting whichever is earlier.

General Conditions

1. Age:

- i) The premium payable under the policy shall be calculated on the basis of the age of the Life Assured as declared in the Proposal. Where the age of the Life Assured has not been admitted by the Company, the Proposer / Life Assured shall furnish such proof of age of the Life Assured as is acceptable to the Company and have the age admitted.
- ii) In the event the age so admitted ("the correct age") is found to be different from the age declared in the Proposal, without prejudice to the Company's other rights and remedies including those under the Insurance Act, 1938, one of the following actions shall be taken:
 - a) If the correct age is such as would have made the Life Assured uninsurable under the plan of assurance specified in the Policy Certificate, the plan of assurance shall stand altered to such plan of assurance as is generally granted by the Company for the correct age of the Life Assured, subject to the terms and conditions as are applicable to that plan of assurance. If it is not possible to grant any other plan of assurance, the Policy shall stand cancelled from the date of issue of the Policy and the premium paid shall be refunded subject to the deduction of the expenses incurred by the Company on the Policy.
 - b) If the correct age is higher than the age declared in the Proposal, the premium payable under the Policy shall be altered corresponding to the correct age of the Life Assured ("the corrected premium") from the date of commencement of the Policy and the Proposer/Life Assured shall pay to the Company the accumulated difference between the corrected premium and the original premium from the commencement of the Policy up to the date of such payment with interest at such rate and in such manner as is charged by the Company for late payment of premium. If the Life Assured fails to pay the difference of premium with interest thereon as mentioned above, the same shall be treated as a debt due to the Company and shall be recovered with further interest thereon as mentioned above from the moneys payable under the Policy.
 - c) If the correct age of the Life Assured is lower than the age declared in the Proposal, the premium payable under the Policy shall be altered corresponding to the correct age of the Life Assured ("the corrected premium") from the date of commencement of the Policy and the Company may, at its discretion, refund without interest, the accumulated difference between the original premium paid and the corrected premium,
- iii) The issue age of the policyholder is calculated as age attained (i.e., age last birthday) as on the date of commencement of the related benefit.

2. Reinstatement of the policy:

A Policy, which has lapsed for non-payment of premium after the days of grace may be reinstated subject to the following conditions ;

- (a) The application for reinstatement is made within 5 (five) years from the date of the first unpaid premium and before the Maturity Date of Policy;

- (b) The applicant being the Proposer/ Life Assured/ or his assignee shall furnish, at his own expense, satisfactory evidence of health of the Life Assured;
- (c) The arrears of premiums together with interest at such rate as the company may charge for late payment of premium shall be paid;
- (d) The reinstatement of the Policy may be made on terms different from those applicable to the Policy before it lapsed; and
- (e) The reinstatement will take effect only on it being specifically communicated by the Company to the Proposer/ Life Assured or his assignee.

3. Nomination:

The nominee's right arises only if the Life Assured dies and the spouse is not alive. Where the nominee is a minor, Life assured shall also appoint a person to receive the money during the minority of the nominee. Nomination shall be made by an endorsement on the Policy and by communicating the same in writing to the Company. Any change of nomination, which may be effected before the Maturity Date of Policy shall also be communicated to the Company.

The Company does not express upon itself the validity or accept any responsibility for the registration of nomination or change in nomination.

4. Free Look Period:

Within 15 days 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 all Regular Premiums paid less extra premium, if any less the proportionate Additional Rider Benefit premium, if any 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. Financial constraint shall not be construed as a sufficient reason for cancellation of Policy within the Free Look Period.

5. Loans:

Policy Loans are not available under this plan.

6. Premium Review:

The premium rates for the critical illness benefit, if included, are guaranteed for five years only from the date of commencement of the policy. The company reserves the right to carry out a general review of the experience from time to time and change the premium as a result of such review subject to approval of IRDA. The company will give notice in writing about the change and the insured person will have the option not to pay an increased premium. In such case the critical illness coverage will be excluded.

The premiums for hospital cash benefit, if included, are subject to review and change yearly subject to approval of the IRDA. The company will give notice in writing about the change and the insured person will have the option not to pay an increased premium. In such case the hospital cash coverage will be excluded.

7. Suicide:

Where the Life Assured commits suicide whether sane or insane, within one year from the date of commencement of risk under this Policy, the contract of insurance shall be void whether or not any beneficial interest has been created therein and premiums paid there under shall be refunded.

8. Special Provisions:

Any special provisions subject to which this Policy has been entered into and endorsed in the Policy or in any separate instrument shall be deemed to be part of this Policy and shall have effect accordingly.

9. Notices:

Any notice, direction or instruction to be given under this policy shall be in writing and delivered by hand, post, facsimile or email to: - Policyholder /Life assured:

As per the details specified by the Policyholder /Life assured in the Proposal form or change of address intimation submitted by him to the company.

Notice and instructions shall be deemed served 7 (seven) days after posting or immediately upon receipt in the case of hand delivery, facsimile or e-mail.

The company shall be not responsible for any consequences arising out of non-intimation of change of address.

10. 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 document headed 'Our Company's Grievance Redressal Mechanism. For the latest list of insurance ombudsman, please refer to the IRDA website at http://www.irdaindia.org/ins_ombusman.htm.

11. Payment of Claim:

Before any death claim becomes payable or before any amount becomes payable due on vesting of this Policy, the Company shall be entitled to require the delivery to it of the original of this Policy document.

Also, the supporting documents required by Bajaj Allianz Life Insurance Company in case of death claim may include, but not limited to:

- a) Medical records from the physician last seen.
- b) Coroner's / post mortem report.
- c) Report from police in case of accidental / unnatural death.
- d) Death certificate.
- e) Copy of crematorium/burial record specifying the date, day and time of cremation/burial. This would be accepted only if none of the above is available and if so stated in an affidavit, as an exception not as a rule.
- f) Documents to establish right of claimant in case of no valid nomination

12. Electronic Transactions:

The Customer 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 conducting 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.

13. Flexibility in coverage

a) At each policy anniversary of the premium payment term, the policyholder has the option to adjust his coverage level of the additional benefits. The possible adjustments are: inclusion of coverage not selected before or exclusion of coverage, subject to conditions relating to such inclusions and exclusion.

Accidental death benefit, Accidental permanent total & partial disability benefit and Waiver of premium benefit have to be taken together. This combination can be included and excluded at each policy anniversary.

Family Income Benefit, Term Cover, Critical Illness, Hospital cash cannot be included at any policy anniversary subsequently if not selected at inception.

b) At each policy anniversary the policyholder shall have the right to exclude or reduce his coverage in respect of the following benefits:

1. Critical illness benefit;
2. Hospital cash benefit.
3. Family Income Benefit.
4. Term Cover

These benefits will have to be selected at issue only, these benefits cannot be included at any subsequent policy anniversary if not selected at inception. -

In the case of critical illness and hospital cash benefit, after electing this option if the policyholder decides not to renew or if his attained age at the time of renewal is 65 (sixty five) or he has received any critical illness benefit, he loses the right to renew the critical illness and hospital cash benefit.

Under any of the above benefits the policyholder cannot increase the coverage at any time during the currency of the policy.

Any changes in the above mentioned rider benefits will be linked to the sum assured and the conditions specified in the policy document. In case of exclusion, no surrender value is paid on the above mentioned rider benefits and the future premiums are reduced for the exclusion. Coverage is included at the published premium rates applicable at the time of inclusion. The adjustment is subject to underwriting norms.

Exclusions:

The death cover is subject to the following exclusion:

(a) Suicide within one year from commencement of risk, whether sane or not.
In this case all paid premiums shall be refunded.

"The Policy shall be subject to and governed by the terms of the Policy document and all the terms and schedule contained **herein** (enclosed), **endorsements if any**, shall together form a single agreement