

**“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 by the Policyholder in the Proposal Form, which is incorporated herein

1. Definitions:

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

“Age” means Age at last birthday.

“Annual Premium” means an amount of Regular Premium payable by the Policyholder in a Policy Year.

“Business Day” means the common working day of the Corporate Office of the Company.

“Charges” means the charges applicable to this Policy as detailed in Section 25 and Section 26 below.

“Company” means BAJAJ ALLIANZ LIFE INSURANCE COMPANY LIMITED.

“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.

“Current Liabilities and Provisions” include brokerage, stamp duty, custodial and Fund accounting expenses payable and other payables, if any, from the Fund.

“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.

b) **“Fund”** means a separately identifiable investment-linked funds set up by the Company and specified in the Schedule of Investment Funds.

“Life Assured” means the person named in the Schedule whose life is assured under this Policy.

“Maturity Date” means the date specified in the Schedule on which the Maturity Benefit as specified per Section 3.2 below shall become payable to the Policyholder.

“Monthly Due Date” means the date corresponding numerically with the Policy Commencement Date in each subsequent month.

“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 upon the death of the Life Assured as mentioned in Section 3.1.

“Policy” means the arrangements established by this Policy Document.

“Policy Anniversary” means the date corresponding numerically with the Policy Commencement Date in each subsequent year during the Policy Term.

“Policy Commencement Date” means the date of commencement of the Policy as specified in the Schedule.

“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.

“Policyholder” means the adult person named in the Schedule who has concluded the Policy with the Company.

“Policy Term” means the period between the Policy Commencement Date and the Maturity Date as specified in the Schedule.

“Policy Year” means the year commencing on the Policy Commencement Date or an anniversary thereof.

“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.

“Proposal Form” means 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.

“Regular Premium” means the premium payable by the Policyholder at regular intervals during the Policy Term in the amounts and at the frequency specified in the Schedule.

“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.

“Sum Assured” is the amount as specified in the Schedule , which is referred to determine the amount payable to the Nominee as per Section 3(a) below upon the death of the Life Assured after the Date of Commencement of Risk.

“Top Up Premium” means the amount of additional premium paid over and above the Regular Premium payable.

“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.

“Unit” means a proportionate part of a Fund created to determine the Unit Price.

“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 underlying assets of a Fund.

“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 held in the Fund as at the Valuation Date.

The NAV can be calculated by either of the following methods:

When Appropriation Price is applied : The NAV of a Fund shall be computed as the 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 Provision, 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 Fund shall be computed as the 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 Charge 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.

“**Valuation Date**” refers to the date when the Unit Price of the Fund is determined.

2. Policy Description:

- 2.1 This Policy is a Regular Premium, unit linked, endowment plan.
- 2.2 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 in the proportions specified by the Policyholder in the Proposal Form or as subsequently informed by the Policyholder to the Company through a written application from time to time. Switches between the Funds may be made by the Policyholder per Section 31(a) below.
- 2.3 The Premium Allocation Rate will vary according to the Policy Year and whether it is Regular Premium or Top Up Premium.
- 2.4 The Policy enables the Policyholder/Life Assured 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/Life Assured to otherwise share in the assets, the profits or surplus of the business of the Company.

3. Benefits Payable:

3.1 Death Benefit:

- a) If the Policy is not lapsed as per Section 12)b):
 - i). On death before the Age of 7 years: In the event of the death of the Life Assured on or before the Monthly Due Date on which the Life Assured attains Age of 7 years, the Company shall pay the Regular Premium Fund Value and the Top Up Premium Fund Value, if any, as at the date of receipt of intimation of death at the office of the Company. The Policy terminates on death of the Life Assured.
 - ii). On death after the Age of 7 years: In the event of the death of the Life Assured after the Monthly Due Date on which the Life Assured attains Age of 7 years, the Company shall pay the Sum Assured plus the Regular Premium Fund Value and the Top Up Premium Fund Value, if any, as at the date of receipt of intimation of death at the office of the Company. The Policy terminates on death of the Life Assured.
- b) If the Policy is lapsed as per Section 12)b), the Company shall pay the Regular Premium Fund Value and the Top Up Premium Fund Value, if any, as on date of lapse on death of the Life Assured . The Policy terminates on death of the Life Assured.

3.2 Maturity Benefits

On maturity, provided Life Assured survives on maturity, the Regular Premium Fund Value and the Top Up Premium Fund Value, if any, as at the Maturity Date will be paid to the Policyholder as Maturity Benefit. Alternatively Policyholder can draw

Maturity Benefits as a series of payments at regular intervals spanned over maximum five years through Settlement Option.

3.3 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 Riders.

4. General Conditions

4.1 Age Proof:

- a) The Mortality Charge and Rider Premium 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 cancelled with immediate effect by the Company and the Surrender Value per Section 31)c) shall become payable.
 - ii) If the Life Assured's correct Age is higher than the Age declared in the Proposal Form, the Mortality Charge and the Rider Premium Charge, if any, payable under the Policy shall be altered corresponding to the correct Age of the Life Assured (the "corrected Mortality Charge" and "corrected Rider Premium Charge", if any) and the accumulated difference between the corrected Mortality Charge and the original Mortality Charge and the corrected Rider Premium Charge and the original Rider Premium Charge from the Policy Commencement Date up to the date of such payment shall be recovered by the redemption of Units.

4.2 Assignment and Nomination:

- a) No assignment shall be effective unless and until the Company receives a written notice from the Policyholder.
- b) If the Policyholder and the Life Assured are 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 3.1 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, as specified in the Schedule. No nomination shall be effective unless and until evidenced by an endorsement on the Policy.
- c) An assignment will automatically cancel any existing nomination.

- d) 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.
- e) Assignment will not be permitted where the Policy is issued under the Married Women's Property Act 1874.

5. Loans:

No loan is available under this Policy.

6. Regular Premium:

6.1 Payment of Regular Premium:

- a) Regular Premium are payable by the due date. The Company does not have any obligation to issue a notice that Regular Premium is due.
- b) The frequency of payment of Regular Premium may be changed by the Policyholder only at a Policy Anniversary subject to minimum Annual Premium requirements as determined by the Company from time to time, by giving written notice to the Company at least 30 days before the Policy Anniversary. A monthly frequency for payment of Regular Premium will be allowed only under the salary deduction schemes or through ECS.
- c) As long as total Top Up Premiums paid till date is lower than the 25% of the total Regular Premium paid till date, the Policyholder will have the option to pay Top Up Premiums at any time, in addition to Regular Premium, provided all due Regular Premium have been paid and provided further that after payment of Top Up Premium the total Top Up Premium paid till date would not exceed the 25% of the total Regular Premium paid till date. The Top Up Premium would be treated as a single premium but would not result in any increase of the Sum Assured. The minimum Top Up Premium is Rs. 1,000 but the Company has right to increase this minimum Top Up Premium from time to time keeping in view the monetary inflations.

6.2 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.

7. Suicide :

If the Life Assured commits suicide whether sane or insane, within one year from the Date of Commencement of Risk or date of revival whichever is later, the Company will not entertain any claim by virtue of this Policy except 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 to the Company.

8. Special Provisions:

If this Policy has been issued subject to any special provision whether endorsed in the Policy or in any separate instrument then such endorsement or separate instrument shall be deemed to be part of the Policy and shall have effect accordingly.

9. Non-disclosure:

In case of non-disclosure or fraud or misrepresentation in the Proposal Form/ personal statement, declaration or in any other connected document leading to the acceptance of the risk or if the Policyholder or anyone acting at its discretion or with

its knowledge makes or advances any claim under this Policy knowing it to be false or fraudulent in any respect, the Company shall at its discretion declare the Policy null and void and repudiate the claim and no benefit shall be payable thereunder, subject to Section 45 of the Insurance Act, 1938.

10. Notices:

Any notice, direction or instruction to be given under this Policy shall be in writing and delivered by hand, post, facsimile or E-mail to:

- a) In case of the Policyholder/Life Assured/Assignee:
As per the details specified by the Policy holder/Life Assured/Assignee in the Proposal form or as per subsequent change of address intimation submitted by him to the Company.

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

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

- b) In case of the Company:

Bajaj Allianz Life Insurance Company Limited,
GE Plaza, Airport Road,
Yerawada,
Pune 411006
Tel: 020 - 66026777
Fax:020 - 66026789
Email: life@bajajallianz.co.in

11. Electronic Transactions:

Subject to Section 10 above, 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 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.

12. Non payment of regular Premium and Forfeiture

- a) If the Policyholder has failed to make a payment of Regular Premium due by the due date as specified in the Schedule, the Company shall give a grace period of 30 days (15 days, if the frequency of payment is monthly). If the Life Assured's death occurs during the grace period, the full death benefit shall be payable.
- b) In the event of failure to make payment of Regular Premium and non-payment even within the grace period in the first 3 Policy Years.
- i) The Policy shall immediately lapse for the insurance cover including the cover under all riders. However, the Policyholder may revive the Policy within a revival period of two years from the due date of first unpaid Regular Premium subject always to Section 34 below, failing which the contract shall be terminated

and the Fund Value as on date of lapse less the surrender charge as per Section 25)h) would be paid at the end of the third Policy Year or at the expiry of the revival period, whichever is later.

- ii) If Policy is lapsed and death occurs during this period, the Fund Value as on date of lapse would be paid and the Policy shall terminate immediately.
- c) In the event of failure to make payment of Regular Premium and non-payment even within the grace period after the first 3 Policy Years:
 - i) Provided that the Policyholder has paid all Regular Premium due for the first three Policy Years, the Policyholder will be given an opportunity to revive the Policy, subject always to Sub-Section d), within two years from the first unpaid Premium. During this limited period for revival, the Policy shall continue for full insurance cover by levying all charges as per Section 25 and Section 26 below and subject to Section 34.
 - ii) If the Policyholder has failed to revive the Policy within the revival period of two years and if the Maturity Date has not yet arrived, the Policy shall continue for full insurance cover at the option of the Policyholder subject to deduction of all the Charges per Section 25 and Section 26 and further subject to Section 34.
 - iii) If the Policyholder does not opt to continue the Policy after expiry of the revival period, the Policy shall stand terminated and the Surrender Value as on date of termination as per Section 31)c) will be paid to the Policyholder.
- d) The Policy will be revived only after the Policyholder has paid all due unpaid Regular Premium and the Company has received such other information and documentation as may be requested. The Company may disallow the revival of the Policy on the original Terms and Conditions.

13. Free Look Period:

Within 15 days of the receipt of this Policy, the Policyholder may, if dissatisfied with it 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 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).

14. Currency:

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

15. Time:

Time wherever mentioned shall be of the essence of this Policy.

16. Waiver:

Failure or neglect by either party to enforce at anytime the provisions of this Policy shall not be construed or be deemed to be a waiver of either party's right herein nor in anyway affect the validity of the whole or any part of this Policy nor prejudice either party's right to take subsequent action.

17. Modifications:

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

18. Payment of claim:

The Company shall be under no obligation to make any payment under Section 3.1 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 within 180 days of the death of the Life Assured, and the circumstances resulting in the death of the Life Assured.
- ii) The claimant's proof of entitlement to receive the policy moneys.
- iii) Original Policy Document.
- iv) Original death, certificate of the Life Assured certified by the competent authority.
- v) Medical cause of death certificate from the doctor last attending or the hospital in which the death occurred.
- vi) 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 death.

SCHEDULE OF INVESTMENT FUNDS

19. Type of Funds

- a) The following Funds are available as at the Policy Commencement Date:
 1. Pure Stock Fund
 2. Equity Index Fund II
 3. Bond Fund
 4. Liquid Fund
 5. Asset Allocation Fund
 6. Accelerator Mid-Cap Fund
 7. Equity Growth Fund
- a) b) The Company may add, close, merge, modify or consolidate the Funds under this Policy with approval from the IRDA.

20. Valuation Date

The Company aims to value the Funds on each day the financial markets are open. However, the Company reserves the right to value less frequently in extreme circumstances, where the value of the assets may be too uncertain. In such circumstances, the Company may defer valuation of assets until a certainty on the value of assets is resumed. The deferment of valuation of assets will be subject to prior consultation with IRDA. Examples of such circumstances are:

- a) 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.

- b) 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.
- c) 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.
- d) In the case of natural calamities, strikes, war, civil unrest, riots and bandhs.
- e) In the event of any force majeure or disaster that affects the normal functioning of the Company.
- f) If so directed by IRDA.

The Policyholder shall be suitably notified should such a situation arise.

21. Fund Management

All the Funds are internally managed by the Company.

22. Investment Objective

(a) Pure Stock Fund:

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): Not more than 40%

The exposure to Government treasury bills (Non-interest bearing) 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) Equity Index Fund II

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.

(c) Bond Fund:

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) Liquid Fund:

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%

(e) Asset Allocation Fund:

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 and Money market instruments: 0% - 100%

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) Accelerator Mid-Cap Fund:

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.

(g) Equity Growth Fund:

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.

23. 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
Pure Stock Fund	Very High

Accelerator Mid-Cap Fund	Very High
Equity Growth Fund	Very High
Equity Index Fund II	High
Asset Allocation Fund	High
Bond Fund	Moderate
Liquid Fund	Low

24. Fund Provisions

a) Purpose of the Funds

The Company has established the above Funds from which it will make payment of a part of or all of 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 22 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 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 in favour of any person.

25. Charges

a) Mortality Charge

- i). The Mortality Charge would be deducted at monthly intervals at the rate the Company applies 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.
- ii). The Mortality Charge per thousand Sum at Risk is given in Annexure -1. The Mortality Charge is applied at Sum at Risk, which is equal to the Sum Assured.
- iii). The Mortality Charge by attained age is guaranteed throughout the Policy Term.

b) 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 as follows:

Premium payment due in Policy Year	Premium Allocation Charge
1	50%
2 to 3	3%
4 and above	2%

c) Fund Management Charge

Fund	Fund Management Charge per annum
Pure Stock Fund	1.75%
Equity Index Fund II	1.25%
Bond Fund	0.95%
Liquid Fund	0.95%
Asset Allocation Fund	1.25%
Accelerator Mid-Cap Fund	1.75%
Equity Growth Fund	1.75%

The Fund Management Charge is applied at Net Asset Value of the Funds before deduction of this charge. This charge is subject to revision as per Section 27(a).

d) Policy Administration Charge

Policy Administration Charge as mentioned in the Schedule, will be deducted at each Monthly Due Date by cancellation of Units. This charge is not subject to revision.

e) Switching Charge :

No Switching Charge. Policyholder can switch Units from one Fund to another, by giving written notice to the Company.

The Policyholder can exercise unlimited free switches during the Policy Term.

f) Miscellaneous Charge

The Miscellaneous Charge would be charged at the rate of Rs.100/- per transaction in respect of reinstatement, the alteration of Regular Premium Frequency or mode, increase in Annual Premium or issuance of copy of Policy Document. This Charge is subject to revision per Section 27(b)

g) Rider Premium Charge

i) The Rider Premium Charge for Additional Rider Benefit, if any, will be deducted at monthly intervals 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.

ii) This Charge is subject to revision per Section 27.c).

h) Surrender Charge

The Surrender Charge as percentage of First Year's Annual Premium is as follows:-

Duration elapsed since Policy Commencement Date (in months)			
1-59	60-71	72 - 83	84 +
50%	15%	10%	0.0%

No Surrender Charge will be applied in case of partial withdrawals or complete surrender of Units in respect of Top Up Premium, if any.

26. Recovery of Charges

- The Fund Management Charge will be deducted from the NAV of the Funds while calculating the Unit Price.
- The Policy Administration Charge, the Mortality Charges and the Rider Premium Charges, if any, will be recovered monthly at Monthly Due Dates by the 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 proportionate monthly charges, then the same shall be deducted proportionately from the value of Units of the other Funds.

27. Change in rate of Charges

- a) The Company reserves the right to change the Fund Management Charge at any time with prior approval from the IRDA upto a maximum of 2.75% per annum of the net asset value for the Pure Stock Fund, Equity Growth Fund and Accelerator Mid-Cap Fund, 1.75% p.a. for the Bond Fund and Liquid Fund, 2.25% p.a. for the Equity Index Fund II and Asset Allocation Fund.
- b) The Company reserves the right to revise the Miscellaneous Charge given in Section 25(f) up to a maximum of Rs.200 per transaction with prior approval from the IRDA
- c) Rider Premium Charges as per the terms and conditions of the Additional Rider Benefits.
- d) The Company shall notify the Policyholder of any of the above-mentioned changes in the Charges. If the Policyholder objects in writing to the modified Charges within 30 days of the date of communication by the Company, he shall be allowed to withdraw the Units under the Policy at the then prevailing Unit Price less the Surrender Charge as per Section 25(h) and terminate the Policy. If the Company does not receive a written objection from the Policyholder within 30 days of communication by the Company, the Policyholder shall be deemed to have accepted the proposed changes.

28. 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) Redemptions of Units:

- i) For written applications received by the Company from the Policyholder for death, surrender, partial withdrawal 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 or switch out 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.

29. 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 Policyholder shall be notified should such a situation arise.

30. Options

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) Switching

The Company offers the Policyholder the option to switch Units between Funds at such price and subject to such terms and conditions as specified by the Company at that time provided the Policy is in force. 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 the switch and the Funds to be switched.
- ii) The minimum switching amount is Rs.5,000 or the value of Units held by the Policyholder in the Fund to be switched from, whichever is lower.
- iii) The Policy is not lapsed as per Section 12)b).

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. The Policyholder may exercise unlimited free switches during the Policy Term.

b) Withdrawal of units

- i). Withdrawals through partial or complete surrender of Units are allowed after three years from the Policy Commencement Date, provided Regular Premiums for first three full years have been paid. Top-Up Premium has a lock-in period of three years, unless the payment of Top Up Premium is made in the last three Policy Year.
- ii). On partial withdrawals, the Top Up Premium Units would be en-cashed first on “First In First Out” basis provided three years lock in period is over, before allowing partial withdrawals from Regular Premium units.

- iii). In case of partial withdrawals, a minimum balance of of two Annual Premium (at Fund value) across all Funds should be maintained after withdrawal. The minimum amount of withdrawal is Rs.1000/- (at Fund Value).
 - iv). 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) .
 - 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 subject to approval from IRDA.
 - vi). No surrender charge will be applied in case of partial withdrawal.
- c) Surrender**
- i). The Surrender Value of the Policy will be equal to the Regular Premium Fund Value plus Top-Up Premium Fund Value, if any, less Surrender Charge, if any, as per Section 25)h). The Company shall thereafter terminate the Policy upon payment of the full Surrender Value.
 - ii). The Surrender Value would be payable after three Policy Years. Further, if first three years Regular Premiums have not been paid and the Policy is lapsed, the Surrender Value as on date of lapse would be payable at the expiry of the revival period or three Policy Years, whichever is later.
 - iii). No surrender charge will be applied in case of partial withdrawal or complete surrender of units in respect of Top Up Premium, if any.
- d) Premium Apportionment:**
- i). The Policyholder may at any Policy Anniversary change the proportion of Regular Premium and/or Top Up Premium referred to in Section 2.2 above by giving a notice to the Company in writing.
 - ii). The premium apportionment to a Fund in which the Policyholder wishes to invest must be at least 5% of the premium. The Company reserves the right to revise the above minimum apportionment percentage upon giving written notice of not less than three (3) months, subject to prior approval from IRDA.
 - iii). The Company shall notify the Policyholder accordingly of the approval or otherwise of the exercise of any of the aforesaid options.
- e) 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 3.2 above is payable by the Company to the Policyholder in equal installments (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 installment will be the outstanding Fund Value at that date divided by the number of outstanding installments.
 - iii) Installment payments will be made by redeeming units from the Funds at the Unit Price applicable on that date.

- iv) All Charges except the Mortality Charge and Rider Premium Charge, if any, shall be deducted through the redemption of units from the Funds during the period of the Settlement Option as selected by the Policyholder and endorsed by the Company.
- v) No Switches or Partial Withdrawals are allowed during the period of the Settlement Option.
- vi) No Death Benefit or Additional Rider Benefit will be available to the Life Assured during the period of the Settlement Option.
- vii) The Settlement Option can only be exercised by the Policyholder.

31. Vesting on Attaining Majority

Where the Policy has been issued on the life of a minor, the Policy will automatically vest to him on his attaining majority and the Life Assured would be the Policyholder and the Company shall thereafter enter into all correspondence directly with him. Any assignment or nomination of the Policy contrary to this Provision would be null and void as against the Company.

32. Non-Participation in Profit

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

33. Revival Conditions

- i). This Policy may be revived with the consent of the Company within 2 years from the due date of the first unpaid Regular Premium subject to the receipt by the Company of the following:
 - 1. A written application for revival
 - 2. All due unpaid Regular Premiums.
 - 3. Production of evidence of insurability satisfactory to the Company,
- ii). Provided always the Premium Allocation Rate shall continue from the last allocation where it last stopped in accordance with the Premium Allocation Rate specified in the Schedule and any revival shall only cover the loss or insured event which occurs after the revival date.

34. 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.
- ii) The Regular Premium Fund Value less Surrender Charge, if any, falls to an amount equivalent to one Annual Premium provided the Regular Premiums for first three years have been paid.
- iii) Upon death of the Life Assured.
- iv) The Policy is lapsed as per Section 12.b) for two years or upto third Policy Anniversary whichever is later .
- v) On maturity date, unless the Policyholder has opted for Settlement Option or
- vi) The expiry of the period for the Settlement Option.

35. New Funds:

The Company may establish new Funds from time to time subject to prior approval from IRDA and the Policyholder/Life Assured shall be notified of the establishment of such new Funds. The Company may offer the Policyholder/Life Assured the option to switch or direct Premium to those Funds at such price and subject to such terms and conditions as may be imposed by the Company at that time.

36. Fund Closure:

The Company may, in its sole discretion close any of the Funds if in the sole and absolute opinion of the Company, the said Fund shall be closed with the prior approval from the IRDA. The Policyholder 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 allocate and redeem 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 any other Fund by the Policyholder within 3 months of dispatch of notice, the Company will switch the said Units to the Bond Fund. No fee will be charged for switching in the event of such closure of Funds.

37. Risks of Investment in the Units of the Funds:

The Policyholder/Life Assured is aware that the investment in the Units is subject to the following, amongst other risks and agrees that he is making the investment in the Units with full knowledge of the same.

- i). Unit Linked Life Insurance products are different from the traditional insurance products and are subject to the risk factors.
- ii). The premium paid in unit linked life insurance policies are subject to investment risks associated with capital markets and Unit Prices may go up or down based on the performance of the underlying assets in the Funds and factors influencing the capital market and the Life Assured/Policyholder is responsible for his/her decisions.
- iii). Bajaj Allianz Life Insurance is the name of the Insurance Company and Bajaj Allianz New FamilyGain is only the name of the Plan and does not in any way indicate the quality of the Policy, its future prospects or returns.
- iv). Pure Stock Fund, Equity Index Fund II, Asset Allocation Fund, Accelerator Mid-cap Fund, Equity Growth Fund, Liquid Fund and Bond Fund are the names of the funds being offered currently with Bajaj Allianz New FamilyGain product, and in any manner does not indicate the quality of the respective Funds, their future prospects or returns.
- v). The investments in the Units are subject to market and other risks and there can be no assurance that the objectives of any of the Funds will be achieved.
- vi). Pure Stock Fund, Equity Index Fund II, Asset Allocation Fund, Accelerator Mid-cap Fund, Equity Growth Fund, Liquid Fund and Bond Fund do not offer any guaranteed or assured return.
- vii). All benefits payable under the Policy are subject to the tax laws and other financial enactments, as they exist from time to time.
- viii). The past performance of other Funds of the Company is not necessarily indicative of the future performance of any of these funds.

38. 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 25.f) below for the issuance of a copy of the Policy Document.

- b) Upon the issue of a copy 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 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 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

39. Grievance Redressal :

For any assistance pertaining to the Policy servicing, the Policyholder may contact any nearest Customer Care Center during our office hours 9 am to 6 pm. Alternatively, you may communicate with us:

By post at:

Customer Care Desk
Bajaj Allianz Life Insurance Company Ltd.
GE Plaza, Airport Road,
Yerawada,
Pune. 411006

By Fax: 020 66026772

By Phone: 020 66026777 (Ext 741)

By Email: care@bajajallianz.co.in

40. Grievance Redressal Committee

Any grievance or complaint or dispute or suggestions 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

41. Ombudsman:

If the grievance cannot be resolved then it may be referred to the office of the insurance ombudsman whose details are available at the IRDA website at www.irdaonline.org/ombudsmanlist.htm and also at the Bajaj Allianz website: <http://www.bajajallianz.co.in>

42. Arbitration

Any and all disputes or differences which may arise under, out of, or in connection with or in relation to this Policy, or to its existence, validity or termination or to the determination of the amount or any amounts payable, shall be referred to arbitration to the decision of a sole arbitrator to be appointed in writing by the parties hereto or if they cannot agree upon a single arbitrator within 30 days of any party invoking arbitration, the same shall be referred to a panel of 3 arbitrators to be appointed in accordance with the Arbitration and Conciliation Act 1996. The arbitration proceedings shall be governed by the Arbitration and Conciliation Act 1996 and the seat of the arbitration and venue for all hearings shall be within India.

43. Governing Law

This Policy and the applicable terms and conditions are subject to Indian law.

44. Taxation

The Policyholder agrees to pay or allows the Company to deduct from 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

- 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.

Dated at _____ this ___Day of _____200 .

For and behalf of Bajaj Allianz Life Insurance Company

Authorised Signatory