

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

POLICY DOCUMENT

1. Definitions:

The following terms shall have the meaning assigned to them as follows:

“Age” means Age at last birthday.

“Annual Due Date” means the date corresponding numerically with the Date of Commencement of the Policy in each year subsequent to the year of commencement of the Policy.

“Appropriation Price” shall apply when the Fund is growing and will include an allowance for the cost of buying new assets to allocate the units at the Valuation Date. This is done to protect the interests of the existing Policyholders.

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

“Charges” means charge for Insurance Covers, Fund Management Charge, Policy Administration Charge, Other Charge etc.

“Cost of Insurance” shall be the monthly monetary amounts assessed towards cost for Mortality charge and Rider premium charge. This is recovered against the Policy’s Fund Value by canceling units at their Unit Price.

“Company” refers to 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 and stamp duty payable, custodian and fund administration charges payable and other payables, if any.

“Date of Commencement” as shown in the Policy Schedule page is the basis for determining the Annual Due Date, and the Monthly Due Date.

“Death Benefit” means the amount payable on death as defined in Section 3.1 below.

“Expropriation Price” shall apply when the Fund is declining and will include a deduction for the expenses of selling existing assets. This is done to preserve the interest of the existing Policyholders

“Fund” means a separately identifiable investment-linked fund set up by the Company for the purpose of ascertaining the Policy moneys payable under this Policy. The Funds that are currently offered by the Company for allocation of Premium under this Policy are listed in the Schedule of Investment of Funds. Any Fund created or

closed will be added to or removed from the Schedule of Investment Funds accordingly.

“Fund Value” is equal to the number of Units under this Policy multiplied by Unit Price.

“Head Office” refers to the principal place of business of BAJAJ ALLIANZ LIFE INSURANCE COMPANY LIMITED.

“Insurance Covers” means Life Insurance Cover, Critical Illness Benefit Cover, Accidental Death Cover & Accidental Total Permanent Disability/ Partial Permanent Disability Cover and Hospital Cash Benefit Cover.

“Life Insurance Cover” means the greater of

(a) zero

or

b) if death occurs on or before policy anniversary on which Life Assured attains Age 60, the Sum Assured less partial withdrawals in the last 24 months prior to the date of death less the Fund Value as on date of intimation of death,

or

c) if death occurs after policy anniversary on which Life Assured attains Age 60, the Sum Assured less partial withdrawals made during two years prior to the policy anniversary on which Life Assured attains Age 60 and all subsequent partial withdrawal up to the date of death less the Fund Value as on date of intimation of death.

“Life Assured” means the person upon whose life this Policy is effected.

“Maturity Date” is the Date of Maturity as given in Schedule on which Maturity Benefit would be payable.

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

“Multiplier”: Multiplier is a pre defined factor, which is used in the below context:

$$\text{Sum Assured} = \text{Annualised Premium} * \text{Multiplier}$$

A multiplier range is defined for a given Age and gender and the customer can opt for any multiplier value within the defined range to arrive at Sum Assured for a given level of Premium or vice versa.

“Number of Units” is a number by which the Net Asset Value of a Fund is notionally divided for the purposes of calculating Unit Price.

“Premium” means the initial Premium and the subsequent Premium due and payable under the Policy.

“Policyholder” means the person within the meaning of Section 2(2) of the Insurance Act, 1938.

“Sum Assured” is the amount of benefit arrived at by multiplying annualized regular Premium for which Life Assured is assured against the risk of death either from the Date of Commencement of Policy or after expiry of deferment period, if any.

“Unit Price” means the value per unit calculated in Rupees in accordance with the following formula:

When Appropriation Price is applied : The NAV of a Unit Linked Fund shall be computed as market value of investment 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 less provision, if any. This gives the net asset value of the fund. Dividing by the Number of Units existing at the valuation date (before any new units are allocated), gives the Unit Price of the Fund under consideration.

When Expropriation Price is applied : The NAV of a Unit Linked Fund shall be computed as: Market value of investment held by the fund less the expenses incurred in the sale of the assets plus the value of any current assets plus any accrued income net of fund management charges less the value of any current liabilities less provision, if any. This gives the net asset value of the fund. Dividing by the number of units existing at the valuation date (before any units are redeemed) , gives the Unit Price of the fund under consideration.

“Valuation Date” refers to the date when the assets of the Fund are valued.

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2. Policy Description:

2.1 The Policy is a Unit Linked Endowment (Regular Premium) type of product

Being a unit-linked life insurance Policy, the Policyholder/Life Assured has the option to allocate the Premium paid by him between one or more of the Fund(s) for the purchase of the Units thereof.

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 profits or surplus of the business of the Company.

3. Benefits Payable:

3.1 Death Benefit:

- i). On death before the Age of 7 years: In the event of the death of the Life Assured on or before the Policy anniversary on which the Life Assured attains Age of 7 years, the Company shall pay the Fund Value 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 between the Policy anniversaries on which Life Assured attains Age of 7 years and the Age of 60 years: In this case, the Company shall pay the higher of the Sum Assured less the value of the Units withdrawn by partial withdrawals in the last 24 months prior to the date of death or the Fund Value as at the date of receipt of intimation of death at the office of the Company. The Policy terminates on death of the Life Assured.
- iii). On death of the Life Assured after the Policy anniversary on which Life Assured attains the Age of 60 years: In this case, the Company will pay higher of the Sum Assured or the Fund Value as at the date of receipt of intimation of death at the office of the Company but all partial withdrawals made within two years before the Policy anniversary on which Life Assured attains Age 60 years and all the partial withdrawals made afterwards will be set-off against the Sum Assured payable on death.

3.2 Maturity Benefits

On maturity, the Fund Value, 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 Rider Benefits

As specified in Schedule and in terms and conditions of respective rider benefits.

4. General Conditions

4.1 Age Proof:

- i) The charge for Insurance Covers payable under the Policy would be calculated on the basis of the Age of the Life Assured as declared in the Proposal. In case the Age of the Life Assured has not been admitted by the Company, the Policyholder/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, 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, which will be 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 charge for Insurance Covers payable under the Policy shall be altered corresponding to the correct Age of the Life Assured (the "corrected charge for Insurance Covers") from the Date of Commencement of the Policy and the Policyholder/Life Assured shall pay to the Company the accumulated difference between the corrected charge for Insurance Covers and the original charge for Insurance Covers from the commencement of the Policy up to the date of such payment with interest. If the Policyholder/Life Assured fails to pay such accumulated difference, together with interest, the same shall be recovered by cancellation of Units.
 - c) If the correct Age of the Life Assured is lower than the Age declared in the Proposal, the charge for Insurance Covers payable under the Policy shall be altered corresponding to the correct Age of the Life Assured (the "corrected charge for Insurance Covers") from the Date of Commencement of the Policy and the Company may, at its discretion, allocate without interest, the accumulated difference between the original charge for Insurance Covers paid and the corrected charge for Insurance Covers.

4.2 Assignment and Nomination:

- a) An assignment of the Policy shall be made by an endorsement upon the Policy itself or by a separate instrument signed by the assignor specifically stating the fact of the assignment and duly attested. The first assignment may be only made by the Life Assured or the Policyholder. Such assignment shall be effective, as against the Company, from and upon the serving of a written notice upon the Company and the Company recording the assignment in its books. In case of Assignment under this Policy, then an assignee would not be entitled to increase the Sum Assured as mentioned in Article 31(d) 'Increase in Sum Assured'. Assignment will not be permitted where the Policy is under the Married Women's Property Act 1874.
- b) The Life Assured, where he is the holder of the Policy, may, at any time during the tenure of the Policy make a nomination for the purpose of payment of the moneys secured by the Policy in the event of his death. Where the nominee is a minor, he 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 termination of the Policy shall also be communicated to the Company.

An assignment will automatically cancel any existing nomination.

The Company does not express itself upon the validity or accepts any responsibility on the assignment or nomination in recording the assignment or registering the nomination or change in nomination.

5. Loans:

No loan is available under this Policy.

6. Premium:

6.1 Payment of Premium:

- a) Regular Premiums are payable without any obligation on the Company to issue a notice for the same.
- b) The frequency of the Premium may be changed by written notice to the Company. Subject to the minimum Premium requirements of the Company, regular Premium may be paid on an annual, half-yearly, quarterly or monthly basis. The monthly Premium will be allowed only under the salary deduction schemes or through ECS .
- c) Regular Premiums are payable in full on the dates and at the rate mentioned in the Policy Schedule. However a grace period of not more than 30 days, where the mode of payment of Premium is other than monthly, and not more than 15 days in the case of monthly mode is allowed. If a Premium is not paid during the days of grace, Policy would be subject to the actions stated in the Non Forfeiture Article 12.
- d) 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 Premiums, provided all due regular Premiums have been paid and provided further that after payment of Top Up Premiums the total Top Up Premiums paid till date would not exceed the 25% of the total regular Premiums paid till date. The Top Up Premiums 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. 5,000 but the Company has right to increase this minimum premium from time to time keeping in view the monetary inflations

- e) The Premium received in advance shall be adjusted on the due date even if it has been received in advance. However, the status of the Premium received shall be communicated to the Policyholder. The applicable Allocation Rate would be same as that if Premium would have been paid on their due dates.

6.2 Premium Allocation :

Units are allocated to the unit account of the Policy after applying the Allocation Rate as set out in Table 1 below, to the amount of Premium paid, at the prevailing Unit Price. Such allocations may be made up to 1/10,000th of Unit or such other fraction as the Company may decide from time to time.

Year	Silver	Gold	Diamond	Platinum
1	83%	83.5%	84%	85.5%
2	95%	95%	95%	95%
3	95%	95%	95%	95%
4	96%	96%	96%	96%
5	96%	96%	96%	96%
6 onwards	98%	98%	98%	98%

All Top ups are allocated at 98%.

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 of this Policy whichever is later, the contract of insurance shall be void whether or not any beneficial interest has been created therein and the Company will not entertain any claim by virtue of this Policy except to the extent of the Fund Value on the date of death. The actual date of death will be the basis for determining the validity of the contract of insurance. For arriving at the Policyholder's Fund Value, the date of intimation of death to the Company will be effective date.

8. Special Provisions:

Any special provisions subject to which this Policy has been entered into whether endorsed in the Policy or in any 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/ personal statement, declaration or in any other connected document leading to the acceptance of the risk, the Company shall at its discretion 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,
GE Plaza, Airport Road,
Yerawada,
Pune 411006
Tel: 020 - 66026777
Fax:020 - 66026789
Email: life@bajajallianz.co.in

11. Electronic Transactions:

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

12. Non Forfeiture:

a) If any regular Premium is not paid before the expiry of grace period, within three years of inception of the Policy, the Policy shall lapse immediately for all Insurance Covers. The Policyholder will get an opportunity to revive the

Policy with in a revival period of two years from the due date of last unpaid Premium and if Policyholder does not revive during this period the contract shall be terminated. The surrender value, if any, shall be paid at the end of the third year or at the end of the revival period, whichever is later.

- b) If any regular Premium is not paid before the expiry of grace period, after three policy years, provided Premiums for three full years have been paid, the Policy shall be kept in force for full Sum Assured including Additional Benefits by cancellation of units at the prevailing Unit Price to recover all charges including charge for Insurance Covers. The Policy will be terminated and Fund Value would be paid to the Policyholder as and when Fund Value becomes equal to the amount of one annual Premium.

13. Free Look Period:

Within 15 days from the date of receipt of the policy, you have the option to review the terms and conditions and return the policy, if you disagree to any of the terms & conditions, stating the reasons for your objections. You will be entitled to a refund of the premium paid, subject only to a deduction of a proportionate risk premium for the period on cover and the expenses incurred on medical examination and stamp duty charges. The refund paid to the Policyholder will also be reduced by the amount of any reduction in the Fund Value due to fall 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:

The provision of this Policy cannot be changed or varied except by a Policy endorsement signed by an officer of the Company authorized for the purpose.

18. Payment of claim:

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

- a) Original Insurance Policy
- b) Claimants statement

- c) Death certificate issued by the local medical authority- In case of death claim
- d) Medical evidence- In case of Disability/ Critical Illness/ Accidental Benefit/ Hospital Cash Benefit
- e) Any other relevant documents or information as may be required by the Company for the processing of the claim depending upon the cause of the claim.

SCHEDULE OF INVESTMENT FUNDS

19. Type of Funds

Equity Growth Fund / Equity Index Fund II/ Bond Fund / Pure Stock Fund

20. Valuation Date

The Valuation Date shall be the date as determined by the Company from time to time for the purposes of determining the Unit Price.

All Premiums and application or notification of claim must be received and approved at the office of the Company authorized to complete the requested action by the closing of office hours.

21. Fund Management

All the Funds are managed by the Company.

22. Investment Objective

The four funds offered are as under:

1. 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 85%

Bank Deposits & Money Market Instrument - Not more than 15%

2. 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 high capital appreciation.

Indicative Portfolio Allocation:

Equity: Not less than 80%

Bank Deposits & Money Market Instruments - not more than 20%

3. 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 rates AA and above.

Indicative Portfolio Allocation:

Government Securities, Bonds & FD's: Not less than 80 %
Money market instruments: Not more than 20 %

4. **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 80%

Bank deposits and Money Market Instruments: Not more than 20%

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
Equity Growth Fund	Very High
Equity Index Fund II	High
Bond Fund	Moderate
Pure Stock Fund	Very High

24. Fund Provisions

a) Purpose of the Funds

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

b) Investment of the Funds

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

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

25. Charges

a) Mortality Charge

- ii. The Mortality charge depends on the following factors:
- The amount of Sum Assured and the current Fund Value.
 - The attained Age of the Life Assured
 - The occupation of the Life Assured
 - The health of the Life Assured

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

iv. The Mortality charge are given in Annexure -1.
 The Mortality charge is applied at Sum at Risk, which is the Sum Assured minus the Fund Value for units attributable to the Regular Premium.

b) Premium Allocation Charge

This is a percentage of Premiums appropriated towards Premium Allocation Charge from the Premium received. The balance known as allocated Premium constitutes that part of the Premium that is utilized to purchase (investment) units for the Policy. The allocated Premium is equal to the Premiums paid multiplied by Allocation Rate. The Allocation Rates vary by the year of due date of Premium paid. This charge is levied at the time of allocation of Premium to unit account. The Allocation Rates are given in Article 6.2:

c) Fund Management Charge

Fund	Fund Management Charge per annum
Equity Growth Fund	1.75%
Pure Stock Fund	1.75%
Equity Index Fund II	1.25%
Bond Fund	0.95%

The Fund Management Charge is applied at net asset value of the Funds before deduction of this charge.

d) Policy Administration Charge

Policy Administration charge will be Rs.50 per month per policy (charged monthly through cancellation of units) escalating at 5% per annum.

e) Switching Charge :

Three free switches would be allowed every year. Subsequent switches would be charged @ 5% of switching amount or Rs. 100, whichever is lower.

f) Surrender Charge

The Surrender Charges are as follows:-

Policy Year	Surrender Charge
1	Surrender/Withdrawal not allowed
2	Surrender/Withdrawal not allowed
3	Surrender/Withdrawal not allowed

4	10%
5	5%
6 onwards	0%

The Surrender Charges are applicable on Fund Value, being withdrawn or surrendered.

g) Miscellaneous Charge

The miscellaneous charge would be Rs.100/- per transaction in respect of reinstatement, alteration of premium mode and reduction in regular premium.

h) Rider Charge

- i. The Rider charge depends on the following factors:
 - a. The amount of Sum Assured.
 - b. The attained Age of the Life Assured
 - c. The occupation of the Life Assured
 - d. The health of the Life Assured
 - e. The gender of Life Assured
- ii. The Rider charge will be deducted at monthly intervals at the rate as applicable to the attained Age of the Life Assured, through cancellation of units at the prevailing Unit Price on the Date of Commencement of Risk and on subsequent Monthly Due Dates. The Rider charge may vary from year to year according to the attained Age of the Life Assured at the time of deduction of the same.

26. Recovery of Charges

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

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 up to a maximum of 2.75% per annum of the net asset value for the Equity Growth Fund and Pure Stock Fund , 1.75% p.a. for the Bond Fund, 2.25% p.a. for the Equity Index Fund II.
- b) The Company reserves the right to revise the miscellaneous charge given in Section 25g) up to a maximum of Rs.200 per transaction with prior approval from the IRDA.

- c) The Company reserves the right to revise the switching charge at any time with prior approval from the IRDA to a maximum of Rs. 200 per switch or 5% of switching amount, whichever is lower.
- d) The Company will give a notice of three months to the Policyholders for any of the above-mentioned changes in Charges. The Policyholder/Life Assured who does not agree with the modified Charges shall be allowed to withdraw the units under the Policy at the then prevailing Unit Price and terminate the Policy.

28. Fund Valuation

The Fund Value is equal to the number of units in each Fund under this Policy multiplied by their respective Unit Price.

29. Unit Transactions

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

b) Allocation of Units (Premium Allocations, Switch in)

- i) In respect of Premium/Fund switches received by the Company on a day by a cut off time as set by the Insurance Regulatory and Development Authority (IRDA), along with a local cheque or a demand draft payable at par at the place where the Premium is received, the closing Unit Price of the day on which Premium is received shall be applicable. This provision shall apply to the Standing Instructions also. The cut off time prescribed by the IRDA as at the Date of Commencement of the policy is 3.00 pm
- ii) In respect of Premium/Funds switches received by the Company on a day after a cut off time as set by the Insurance Regulatory and Development Authority (IRDA), along with a local cheque or a demand draft payable at par at the place where the Premium is received, the closing Unit Price of the next business day shall be applicable. The cut off time prescribed by the IRDA as at the Date of Commencement of the policy is 3.00 pm
- iii) In respect of Premium received with outstation cheques/demand drafts at the place where the Premium is received, the closing Unit Price of the day on which cheques/demand draft is realized shall be applicable.

c) Cancellation of Units (Redemptions, Switch out):

- i) In respect of valid applications received by the Company for surrender, partial withdrawal or switch out on a day by a cut off as set by the Insurance Regulatory and Development Authority (IRDA), the same day's closing Unit Price shall be applicable. The cut off time prescribed by the IRDA as at the Date of Commencement of the policy is 3.00 pm.

- ii) In respect of valid applications received by the Company for surrender, partial withdrawal or switch out on a day after a cut off as set by the Insurance Regulatory and Development Authority (IRDA), the closing Unit Price of the next business day shall be applicable. The cut off time prescribed by the IRDA as at the Date of Commencement of the policy is 3.00 pm.

30. Right to Defer the Unit Transactions

The overriding equity principle in establishing unit pricing used for transactions into and out of a unit Fund shall be that the interests of the Policyholders holding units but not involved in such transactions should be unaffected by that transaction. If in the opinion of the Company the exercise of any transaction by Policyholder at a Unit Price determined by the procedures given herein above in Article-1, would be materially unfair to remaining Policyholders then all transactions to and from such Funds would be suspended till such time that in the opinion of the Company the equity to those who are participating in the unit transactions and those who are not participating in the unit transactions is restored.

31. 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

Transfer or "switch" of any of the Units in a particular Fund to another Fund or some other new investment linked Fund which may have been established by the Company provided the minimum switching amount is Rs.5000 or the Fund Value whichever is lower; such "switch" will be effected by the cancellation of the Units to be "switched" and the creation of new Units in the Fund being "switched" to. The Units purchased, shall be determined by references to the Unit Price in the respective Funds. The Policyholder can exercise three free switches during each policy year. For subsequent switches over and above three free switches during any policy year, the Company will charge a switching fee @ 5 % of the switch amount or Rs.100/- whichever is lower. Switching will be permitted only for in force policies.

b) Withdrawal of units

- i) Withdrawals through partial or complete surrender of units are allowed net of Surrender Charge, if any, after three years from the Date of Commencement of Policy, provided regular Premiums for three full years have been paid. Top-Up Premium has a lock -in period of three years.
- ii) On partial withdrawals, 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 one annual Premium (at Fund value) across all Funds should be maintained after withdrawal. The minimum amount of withdrawal is Rs.1000/-(at Fund Value). The partial withdrawals shall also attract the same Surrender Charge as stated in Article 31(c) below.
- 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 reserves the right at any time and from time to time to vary the minimum value of Units to be withdrawn and/or the minimum balance of value of Units by giving written notice of three (3) months in advance.

c) Surrender

The Policyholder may surrender the Policy by redeeming all the units held. The Surrender Value of the Policy will be equal to the Fund Value less Surrender Charge, if any. The Company shall thereafter terminate the Policy upon payment of the full Surrender Value. The Policy will acquire a Surrender Value after three years from the Date of Commencement of the Policy, provided three full year's Premiums have been paid. During first three policy years, no Surrender Value is payable.

d) Premium Apportionment:

- i). The Policyholder may at any Policy anniversary request in writing to change the apportionment percentage of his/her Premium to the Fund he/she wishes to invest. This request should be received at the Company's office at least 15 days prior to the Annual Due Date.
- 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.
- iii). The Company shall notify the Policyholder accordingly of the approval or otherwise of the exercise of any of the aforesaid options.

e) Option to reduce the regular Premium

After two full years' premiums have been paid, the Policyholder will have the option to reduce the regular Premium (without reduction in basic Sum Assured), provided the reduced regular Premium does not fall below the prevailing minimum amount of regular Premium prescribed for this plan.

f) Settlement Option:

- i). The Policyholder will be given the option to receive the maturity benefit in equal installments (payable yearly, half yearly, quarterly or monthly, at the option of the Policyholder) spread over a maximum period of 5 years.

- ii). The Policyholder has to intimate the Company by way of a written application duly signed by the Policyholder, at least three months prior to the Date of Maturity to exercise the Settlement Option.
 - iii). The amount paid out to the Policyholder in each instalment will be the outstanding Fund Value at that date divided by the number of outstanding installments.
 - iv). Instalment payments will be made by redeeming units from the Funds at the Unit Price applicable on that date.
 - v). All charges except the Mortality Charge and Rider Charge 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.
 - vi). Partial Withdrawals are allowed during the Settlement period.
 - vii). No risk cover will be available during the period of the Settlement Option.
 - viii). The Settlement Option can only be exercised by the Policyholder
- 32. Vesting on Attaining Majority**

Where the Policy has been issued on the life of a minor, the Policy will automatically vest in 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.

33. Non-Participation in Profit

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

34. Revival Conditions

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

35. 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 and full surrender value is paid to the policyholder

- ii) The Fund Value becomes equal to one annual Premium after regular Premium payments are discontinued
- iii) The death of the Life Assured.
- iv) On the maturity date, unless the policyholder has not opted for Settlement Option
- v) The expiry of the period for the Settlement Option

whichever event occurs first.

36. New Funds:

The Company may establish new Funds from time to time 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.

37. Investment of the Funds:

The Company shall select the investments, including derivatives and units of mutual funds, by each Fund at its sole discretion subject to the investment objectives of the respective Fund and the IRDA Regulations in that behalf. 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 express or implied, by the Company in respect of the investments in favour of the Policyholder/Life Assured/Assignee/Nominee of the Policy or any other person.

38. Fund Closure:

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

39. 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 only the name of the Insurance Company and Bajaj Allianz New UnitGain Super 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). Equity Growth Fund, Equity Index Fund II, Pure Stock Fund and Bond Fund are the names of the funds being offered currently with Bajaj Allianz New UnitGain Super 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). Equity Growth Fund, Equity Index Fund II, Pure stock 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.

40. 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

41. Grievance Redressal Committee

The Company is concerned about the grievances of its Policyholders and has a grievance redressal mechanism in place for quick and satisfactory resolution of grievances. 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

42. Ombudsman:

To attend to grievance of Policyholders with respect to their insurance policies, Central Government has established offices of insurance ombudsman. The details of ombudsman are available on the IRDA website at www.irdaonline.org/ombudsmanlist.htm and also at the Bajaj Allianz website: <http://www.bajajallianz.co.in>

43. Section 45

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 Insurer

Authorised Signatory