

Shriram Money Back Term Plan- (UIN-128N039V01)
 (A non linked and non participating insurance plan)

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



It’s never something you like to think about, but what if the worst happened?

Planning for the future becomes easier with Shriram Life’s new plan – the **Shriram Money Back Term Plan**. It is a simple yet robust plan that provides your family with a strong financial backup on the unfortunate event of your demise. Your family will never have to be dependent on anybody else for their future – we will take care of any financial strain they may encounter, and let them have their peace of mind – because that’s the most important thing that matters to us at **Shriram Life**.

The plan offers the dual benefit of Money back and Sum Assured in case of death and returns back all basic premiums paid by you upon maturity of the policy (**Premium Payback/ Money Back benefit**). The options to choose add – on **rider benefits** will virtually make you free of any headaches in life, providing your family with rich benefits. Moreover, just **the basic minimum insurability checks** involved makes the policy inception a smooth and uncomplicated process.

Shriram Money Back Term Plan also offers the policyholder to convert the policy to a Whole Life Assurance on the 5th last policy anniversary, corresponding to the specified term, without any evidence of health. This **Conversion Option** makes the benefits even more customized, and providing a worry free life for your family. It is a win- win situation for you, whichever way you see it.

Eligibility:

Minimum Age at entry	18 years age last birth day
Maximum age at entry	50 years age last birth day

Maximum Exit age	65 years age last birth day
Minimum policy term	10 years
Maximum policy term	subject to maximum exit age
Maximum age at conversion	60 years age last birthday
Minimum/ Maximum Sum Assured	Rs. 2,00,000/- to Rs. 20,00,000/-
Minimum premiums for each mode	Monthly – Rs. 600/- Quarterly – Rs. 2,000/- Half Yearly – Rs. 3,000/- Annually – Rs. 5,000/- Single Premium – Rs. 11,570/-

Plan Description:

The following features are applicable during the entire duration of the Money Back Term Plan, provided the policyholder does not choose the Conversion Option available under this plan (described below). Wherever the conversion can cause a deviation from the below mentioned specifications, it is mentioned under the appropriate heading.

1. Shriram Money Back Term Plan is a simple term insurance plan with a Conversion Option to change to a Whole Life Assurance on the plan's 5th last policy anniversary.
2. The Money Back benefit under the plan provides all basic premiums paid by the policyholder to the company upon his death during the policy term (along with the Sum Assured) or upon maturity of the policy (only total basic premiums paid during the term are paid back upon survival of policyholder till the date of maturity, and if the policyholder has not chosen the conversion option).
3. The total cover for a single life is restricted to the max SA under the plan.

Death Benefit:

In case of unfortunate death of the life assured, Sum Assured along with all basic premiums paid till date will be provided to the nominee/ beneficiary.

Maturity Benefit:

Upon Maturity, all basic premiums paid in will be provided back to the policyholder, if the policy is in force

Add- on benefits/Riders:

The following riders can be opted as add-on riders for the Money Back Term Plan at the time of proposal. Please refer to the Rider Brochures for details.

- **Accident Benefit Rider (UIN 128B001V01)**- for Regular Premium policies

- **Accident Benefit Rider (SP)(UIN 128B004V01)**- for Single Premium policies
- **Shriram Critical Illness Cover Rider (UIN 128C010V01)**
- **Shriram All Cause Total and Permanent Disability Rider (UIN 128C011V01)**

Conversion Option:

This is an option to convert the policy into a **Whole Life Assurance**. Conversion option can be exercised only if the policy is in force and all due premiums have been paid till date of conversion.

- **When can the policyholder choose to convert to the Whole Life Assurance?**

During the 6th last policy year, the policyholder can opt to convert to the Whole Life Assurance benefit. (e.g. If the policy term is 20 years, the policyholder can decide if he wants to convert during the 15th policy year. If he converts, he will not need to pay the premium due on the immediately next policy anniversary, but will have to pay the New premiums which are applicable in lieu of the Whole Life benefit from the 16th year onwards). The conversion will come into effect from the immediately next policy anniversary.

The date of conversion refers to the time when the Whole Life cover effectively starts. For the example above, it is the 15th policy anniversary.

- **What are the benefits under the Whole life Assurance?**

The Whole Life Assurance provides a death benefit equal to the Sum Assured to the nominee, upon death of the policyholder.

- **What are the benefits of converting to the Whole Life Assurance?**

The policyholder gets the following benefits by converting his policy into a whole life:

- Extended cover under the same plan, for whole of life with normal premiums and without submitting proposal form.
- No medical checks to be done for conversion.
- No need to shop around to get insurance.

- **What will be the Sum Assured for the Whole Life Assurance?**

Sum Assured will remain the same upon conversion to Whole Life Assurance.

- **What are the Premiums payable for the Whole Life Assurance?**

1. The premiums for the whole life assurance are different than the ones paid originally by the policyholder, and are mentioned in the policy document.
2. The policyholder will have to pay premiums only from the date of choosing the benefit till the time he/she reaches age 65 years last birthday
3. The premiums can be payable annually or as a Single premium only.
4. The policyholder gets a survival benefit as described below, in the 5th last policy year, if he wishes to convert. This benefit depends upon the total of premiums he had paid till date, and is calculated according to the formula mentioned below, under 'Survival Benefit'.

- **What if the policy has an existing rider benefit after conversion?**

The existing riders can be continued or terminated at the behest of the policyholder, when he chooses to go ahead with the Conversion option available to him. In case the rider is continued, the remaining rider premiums will need to be paid along with the premiums for the Whole Life Assurance benefit.

Survival Benefit:

If the policyholder has exercised the option, the Survival Benefits equal to all basic premiums paid till the date of conversion will be paid on the date of conversion.

The Survival benefit amount equals **(x) * P**, where:

'P' = Sum of all premiums paid till date of conversion for regular premiums OR the Single Premium (if Single Premium payment mode)

'x' is a factor which depends on Original Policy term as specified below:

<i>x</i>	<i>Original Policy term</i>
80%	<i>10</i>
85%	<i>11 to 15</i>
90%	<i>16 to 20</i>
95%	<i>21 to 25</i>
100%	<i>26 and above</i>

Note: No Survival Benefit is paid anytime during the policy after the conversion date. Plan has no paid up option.

Surrender benefits:

Surrenders will curb financial security of your family; we do not encourage surrender of the plan at any state. However, the policyholder can surrender the policy any time after completion of three years and in case of regular premium policy, at least three years' premiums must have been paid.

The surrender value payable will not be lower than the guaranteed surrender value as specified below.

1. Surrender value payable for policyholders who do not exercise the conversion option:

- In case of surrender prior to the date of conversion, the surrender value(SV) payable is:

$$SV = 70\% * (t/n) * P,$$

where: 't' = No of years for which premiums have been paid till the date of surrender (for regular premium mode) OR the policy duration elapsed till date of surrender (for Single Premium mode)

'n' = Original Policy Term.

'P' = Sum of all premiums paid (excluding extra premiums) till date/ Single Premium

2. Surrender value payable for policyholders who have exercised the conversion option:

- In case of surrender prior to the date of conversion, the surrender value(SV) payable is:

$SV = 70\% * t / (110-x) * P$, where:

't' = No of years elapsed from conversion to surrender of the plan

'x' = Age at the time of conversion.

'P' = Sum of all premiums paid (excluding extra premiums) till date/ Single Premium

The above surrender values are guaranteed during the term of the policy.

Premium Rebates for Large Sum Assured:

Premium rebates are available for Large Sum Assured and only apply to the premiums paid prior to the conversion. These rebates shall not apply for premiums for whole life assurance benefit.

For Regular premium (for Basic policy):

Above 10 lacs SA : Re 1 per 1000SA

For Single Premium (for Basic policy):

Above 10 lacs SA : Rs 2 per 1000SA

Above 15 lacs SA : Rs 4 per 1000SA

What are the tax benefits available?

As per the current tax laws, the premiums payable under this policy are eligible for rebate as per the provisions of Sec 80 C of the Income Tax Act, 1996, subject to conditions therein. Also the benefits receivable from the policy are exempt from the income tax under Sec 10(10 D) of the Income Tax Act, 1961. Tax laws are subject to change from time to time.

Tax Laws are subject to change from time to time. It is therefore advised that the proposer may consult his tax advisor for details.

Revival conditions/ Discontinuance of Premiums:

If the policyholder does not pay the full premium by the end of the grace period, the policy will lapse and insurance cover will cease immediately. The policy can, however, be revived by paying all outstanding premiums along with the interest accruing till the date of payment of these premiums. The rates of interest charged by the company will be determined and declared from time to time. However, the company reserves the right to accept or decline the revival of the policy.

Revival can be done only within **two years** from the date of the first unpaid premium of the policy, and is subject to submission of evidence of good health and the continued insurability of the life assured to the satisfaction of the company. These Revival rules are also applicable for the policies after conversion.

If the policy is not revived within the two year revival period, then the policy will be terminated and surrender value (if any) will be paid.

Grace Period:

A grace period of 15 days is available for payment of premiums being paid in monthly mode. For all other modes, a grace period of 30 days is applicable. The life cover is active and death benefit will be payable, should the death occur, during the grace period. Grace period is same for whole life regular premium conversion plans.

The premium rates are guaranteed for the complete duration of the contract, and once the policy is in force, the premiums will not change.

Loans:

Loans are not available under this plan.

Exclusions under the policy:

- Suicide-

If the Life Assured commits suicide for any reason, while sane or insane, within one year from the date of acceptance of the policy, no benefits shall be payable under this Policy. Also If the Life Assured commits suicide within one year from the date of reinstatement of the Policy, no death benefit except the surrender value, if any, will be paid. Suicide claim provision is applicable only at inception of the policy not at conversion.

- Occupation Exclusions:

Hazardous occupations such as steeple chasing, sea diving, mountaineering, hunting, and racing of any kind are excluded. No death benefit will be paid if the insured event occurs when the Life Assured engaged in any of these activities. However, in such cases the company will pay an amount equal to Surrender Value (if any) to the nominee.

Insurance cover is not extended after the policy term or termination of the policy, whichever happens earlier

Free look period/cooling off period:

If you are not satisfied with the 'Terms and Conditions' of the policy, the policy can be returned to the company for cancellation with reasons thereof within 15 days from the date of receipt of the bond. However, the company will deduct necessary charges such as medical fees, stamp duty charges for the issue of the policy, risk premium and rider premium (if any) for the time the company has provided life and rider cover up to the date of cancellation.

Section 41 of the Insurance Act, 1938:



No person shall allow, or offer to allow, either directly or indirectly as an inducement to any person to take out or renew or continue an insurance, in respect of any kind of risk relating to lives or property in India, any rebate of the whole or part of the commission payable or any rebate of the premium shown on the policy, nor shall any person taking out or renewing or continuing a policy accept any rebate, except such rebate as may be allowed in accordance with the published prospectuses, or tables of the insurer. Any person making default in complying with the provisions of this section shall be punishable with fine, which may be extending to five hundred rupees.

Section 45 of the Insurance Act, 1938:

No policy of life insurance effected before the commencement of this Act shall, after the expiry of two years from the date of commencement of this Act, and 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 policy, was inaccurate or false, unless the insurer shows that such statement was on a material matter or suppressed fact 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.

About the Company:

With a pan India presence with over 160 branches, **Shriram Life** is your trusted partner for prosperity. At Shriram life we strive to provide our customers with elegant solutions tailored to individual needs.

The name and address of the ombudsman to whom this policy can be referred to is being attached with the policy bond.

For further details, Please contact our Insurance Advisor or our nearest Branch Office.

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Insurance is Subject matter of solicitation



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